

REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY  
PAPERS LAID

REPORT

DATE: 01 JUL 2026

DAY.

WEDNESDAY

TABLED  
BY:

HON. DWEN BAYA, M.P.

CLERK-AT  
THE-TABLE:

CHRISTINE NDIRITU

OF

THE AUDITOR-GENERAL

ON

PARLIAMENT  
OF KENYA  
LIBRARY

MARIAKANI SECONDARY SCHOOL

FOR THE SIX (6) MONTHS PERIOD  
ENDED 30 JUNE, 2021

KILIFI COUNTY





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*MARIAKANI SECONDARY SCHOOL*

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD ENDED  
30<sup>TH</sup> JUNE 2021**

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

*MARIAKANI SECONDARY SCHOOL*

**Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021**

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**1. 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 located in KILIFI County, KALOLENI Sub-County

The school was registered in February 2010 under registration number GP/A/7730/09 and is currently categorized as a COUNTY public school established, owned or operated by the Government.

The school is a boarding school and had 1028 number of students as at 30<sup>th</sup> June 2021. It has 5 streams and 34 teachers of which 16 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    | Ramadhan Kimanthi     | Chairman              | 5th July, 2019      |
| 2    | Amin Mohamed Karanja  | Secretary - Principal | 5th July, 2019      |
| 3    | Raphael Bombo Ndeme   | Member                | 5th July, 2019      |
| 4    | Margaret Maitha       | Member                | 5th July, 2019      |
| 5    | Khuzeima Abdallah     | Member                | 5th July, 2019      |
| 6    | Ruth Wambani Nyongesa | Member                | 5th July, 2019      |
| 7    | Mwamure Thoya         | Member                | 5th July, 2019      |
| 8    |                       | Member – Rep CEB      | 5th July, 2019      |
| 9    | Selina Masha          | Member Rep Teachers   | 5th July, 2019      |
| 10   |                       | 3 Members - Sponsor   | 5th July, 2019      |
| 11   | Ruddy Karisa          | Member - Community    | 5th July, 2019      |
| 12   | Jamila Tabulo         | MemberSpecial Needs   | 5th July, 2019      |
|      | Mansur Kithi          | Rep Students          |                     |

**Key School Information and Management (Continued)**

**The function of the School Board of Management include:**

- 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                                | Ramadhan Kimanthi<br>Rama Shombo<br>Raphael Bombo<br>Ruth Kukubo<br>Amin M. Karanja                   | B.O.M Chair<br>P.A Executive Chair<br>B.O.M Member<br>B.O.M Member<br>B.O.M Secretary | 3 out of 5                                  |
| 2    | Audit Committee                                    | Khuzeima Abdallah<br>Ruddy Karisa<br>Suleiman Ngowa<br>Phyiss Pendo                                   | Member<br>Member<br>Member<br>Member                                                  | 1 out of 3                                  |
| 3    | Finance,procurement and general purposes Committee | Ramadhan Kimanthi<br>Vincent Kai<br>Rama Shombo<br>Khuzeima Abdalla<br>Phyliss Pendo<br>Renalda Wakio | Member<br>Member<br>Member<br>Member<br>Member<br>Bursar                              | 1 out of 3                                  |
| 4    | Academic Committee                                 | Fredrick Mwagona<br>Selina Kabibi<br>Raphael Bombo<br>Ramadhan Kimanthi<br>Ruth Kukubo                | Member<br>Member<br>Member<br>Member<br>Member                                        | 2 out of 3                                  |
| 5    | Development Committee                              |                                                                                                       |                                                                                       |                                             |

|   |                                          |                                                                                     |                                                |            |
|---|------------------------------------------|-------------------------------------------------------------------------------------|------------------------------------------------|------------|
|   |                                          |                                                                                     |                                                |            |
| 6 | Discipline and welfare Committee         | Ruth Kukubo<br>Rama Shombo<br>Raphael Bombo<br>Margaret Maitha<br>Ramadhan Kimanthi | Member<br>Member<br>Member<br>Member<br>Member | 4 out of 5 |
| 7 | Adhoc Committee (if any during the year) |                                                                                     |                                                |            |

**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2021 the School day-to-day management was under the following persons:

| Ref: | Designation      | Name                  | TSC Number |
|------|------------------|-----------------------|------------|
| 1    | Principal        | AMIN MOHAMMED KARANJA | 323469     |
| 2    | Deputy Principal | ALFRED OKECH MAENDE   | 376746     |
| 3    | School Bursar    | RENALDA SEVERA WAKIO  | 24370156   |
|      |                  |                       |            |



**(e) Schools contacts**

Post Office Box: 34 - 80113  
Telephone: 0723381437  
E-mail: mari.seco@yahoo.com  
Website: www.marisecho.co.ke  
Facebook: N/A  
Twitter: N/A

**(f) School Bankers**

The following school operated 5 numbers of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1.      Name of Bank:      Kenya Commercial Bank  
         Branch:            Mariakani  
         Account Number:    1107816076 – Tuition Account
  
- 2        Name of Bank:      Kenya Commercial Bank  
         Branch:            Mariakani  
         Account Number:    1107816777 – Operational Account  
  
         Name of Bank:      Kenya Commercial Bank  
         Branch:            Mariakani  
         Account Number:    1107798108 – Main Account
  
- 3        Name of Bank:      Kenya Commercial Bank  
         Branch:            Mariakani  
         Account Number:    1280693088 – Infrastructure Account
  
- 4        Name of Bank: Kenya Commercial Bank  
         Branch:            Mariakani  
         Account Number:    1280693355 – Gratuity Account
  
- 5        MPESA Pay Bill No. 822360 attached to 1107798108 bank account

**6 Independent Auditors**

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

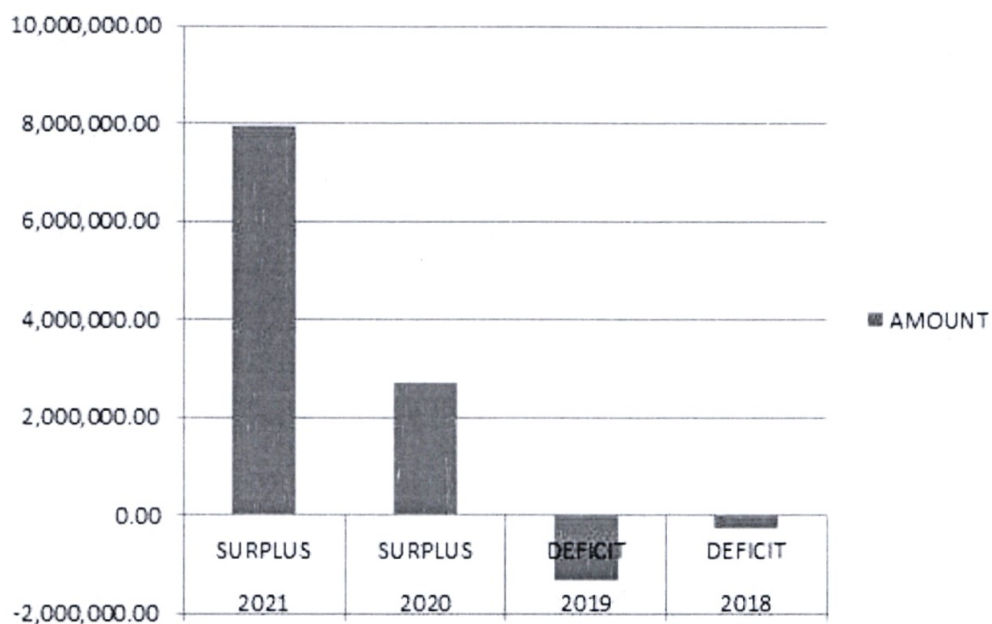
## 2. Summary Report Of Performance Of The School

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

### a) Financial performance:

| <i>YEAR</i> | <i>DESCRIPTION</i> | <i>AMOUNT</i> | <i>PAGE REFERENCE</i> |
|-------------|--------------------|---------------|-----------------------|
| 2021        | <i>SURPLUS</i>     | 7,934,239.17  | <i>Pg 1</i>           |
| 2020        | <i>SURPLUS</i>     | 2,709,300.00  | <i>Pg 1</i>           |
| 2019        | <i>DEFICIT</i>     | 1,338,899.40  |                       |
| 2018        | <i>DEFICIT</i>     | 252,446.17    |                       |

### Financial performance

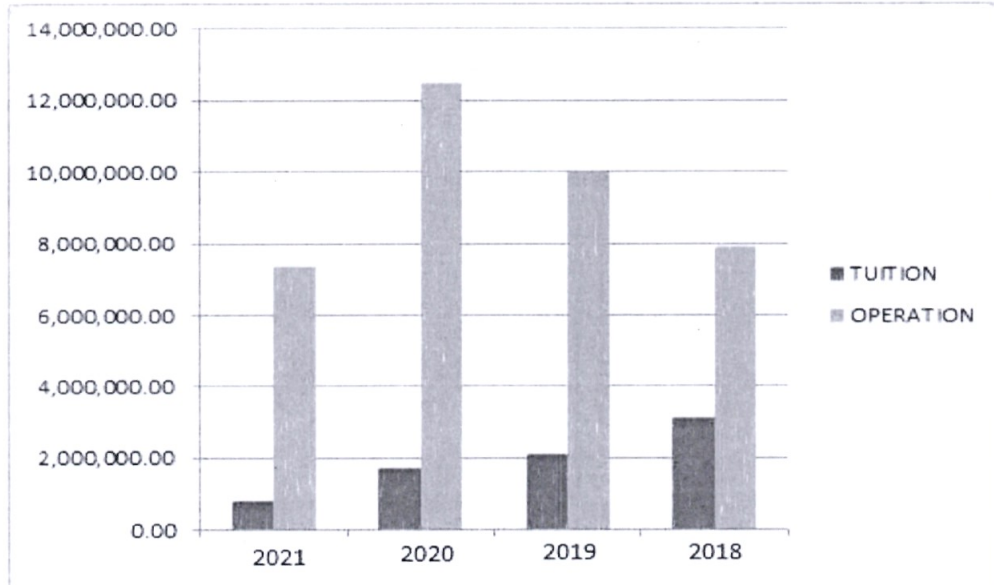


**MARIAKANI SECONDARY SCHOOL**

**Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021**

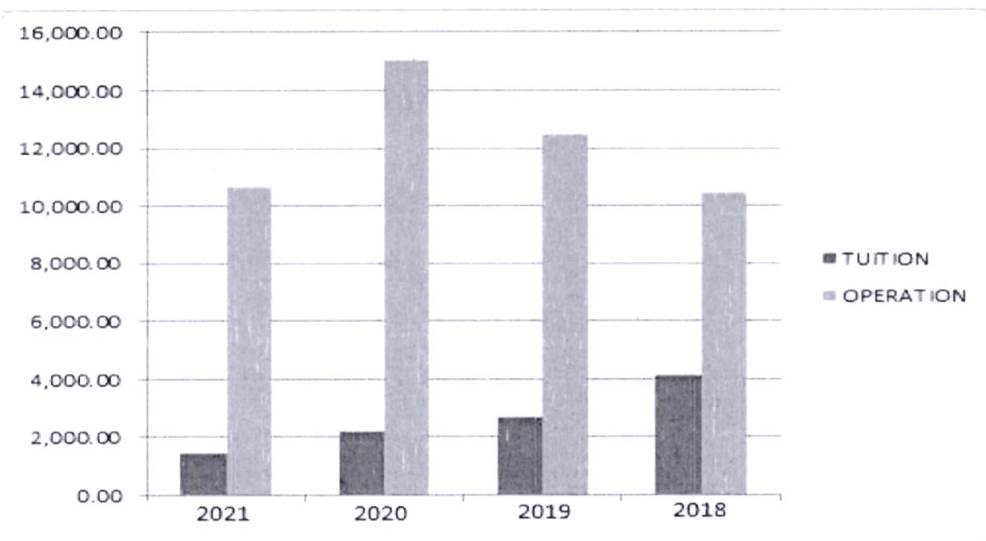
**2. Capitation Grant from Ministry**

| <i>ACCOUNT</i>   | <i>2021</i>  | <i>2020</i>   | <i>2019</i>  | <i>2018</i>  |
|------------------|--------------|---------------|--------------|--------------|
| <i>TUITION</i>   | 825,142.90   | 1,739,200.00  | 2,128,266.40 | 3,125,112.00 |
| <i>OPERATION</i> | 7,348,887.10 | 12,495,869.00 | 9,969,711.00 | 7,883,271.84 |



**3. Capitation Grant per Student Ratio**

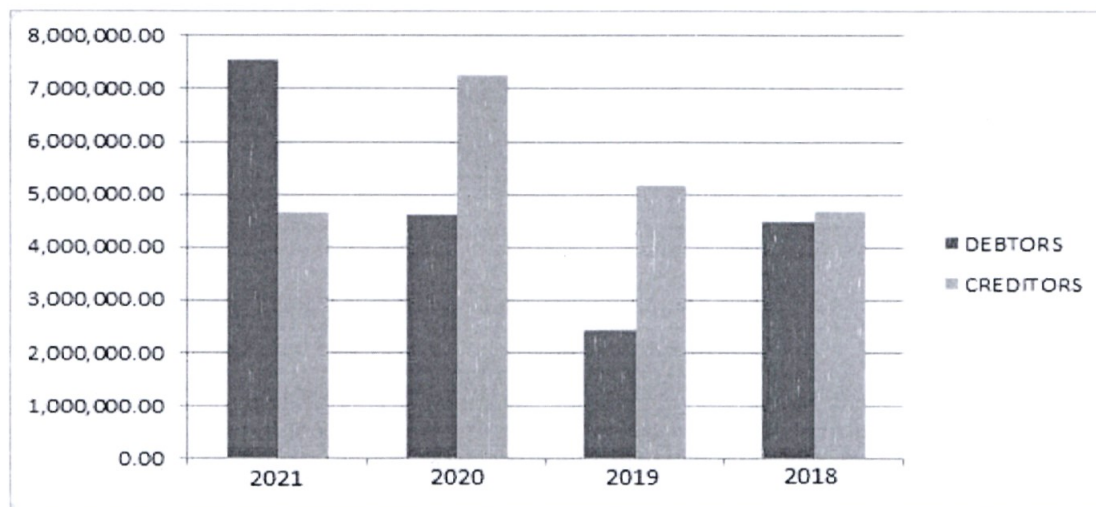
| <i>ACCOUNT</i>   | <i>2021</i> | <i>2020</i> | <i>2019</i> | <i>2018</i> |
|------------------|-------------|-------------|-------------|-------------|
| <i>TUITION</i>   | 1:1,441.50  | 1:2,195.00  | 1:2,677.30  | 1:4,150     |
| <i>OPERATION</i> | 1:10,666.00 | 1:15,047.55 | 1:12,471.63 | 1:10,473.64 |





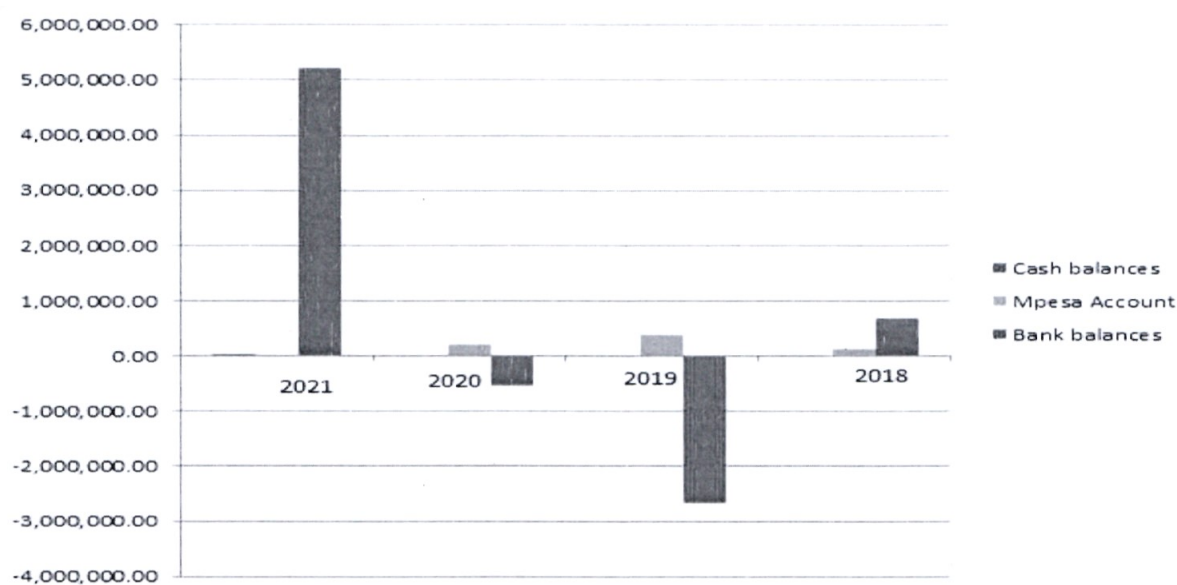
#### 4. Movements in Debtors and Creditors

| DESCRIPTION | 2021         | 2020         | 2019         | 2018         |
|-------------|--------------|--------------|--------------|--------------|
| DEBTORS     | 7,534,105.00 | 4,632,127.00 | 2,442,310.00 | 4,490,417.00 |
| CREDITORS   | 4,641,863.00 | 7,261,560.00 | 5,158,100.00 | 4,667,412.00 |



#### 5. Movement in Cash and Bank balances

| DESCRIPTION   | 2021         | 2020         | 2019           | 2018       |
|---------------|--------------|--------------|----------------|------------|
| Cash balances | 35,900.30    | 3,689.30     | 13,194.30      | 19,584.80  |
| Mpesa Account |              | 208,760.00   | 397,090.00     | 146,907.00 |
| Bank balances | 5,226,664.10 | (533,906.63) | (2,663,484.29) | 680,132.07 |

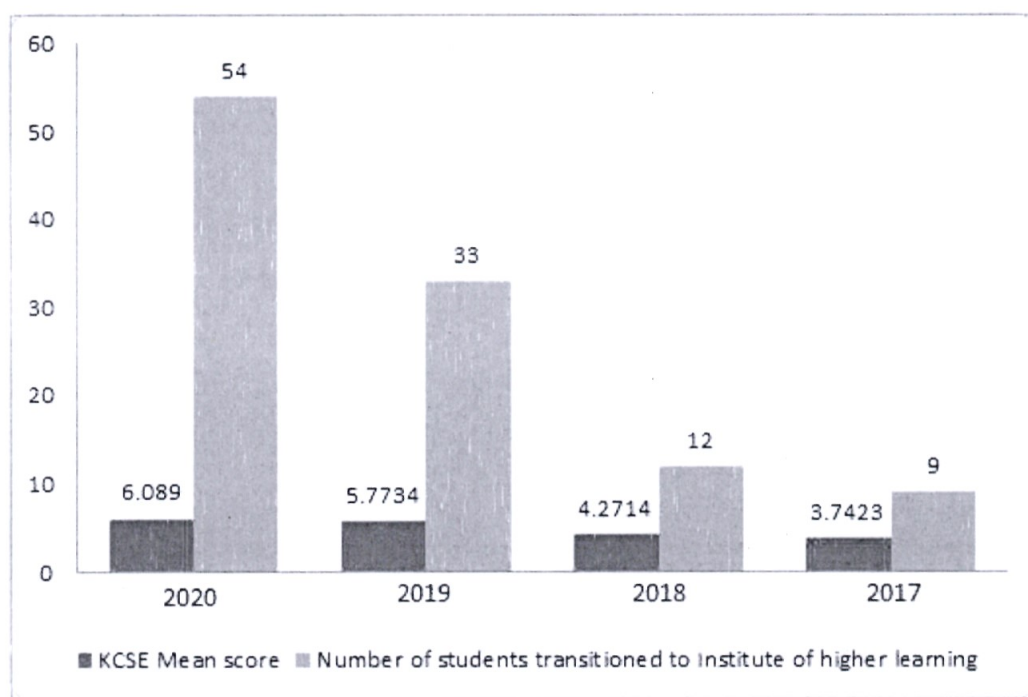


a) **Teacher Student ratio:**

| S/NO | DESCRIPTION                                  |      |
|------|----------------------------------------------|------|
| 1    | Teacher per Student Ratio                    | 1:54 |
| 2    | Number of Teachers recruited within the year | 0    |
| 3    | Teacher transferred/retired within the year  | 0    |
| 4    | TSC Teacher employed                         | 0    |
| 5    | BOM Teachers employed                        | 2    |
| 6    | Teacher per Subject Ratio                    | 1:48 |

b) **Mean score in the 2020 KCSE:**

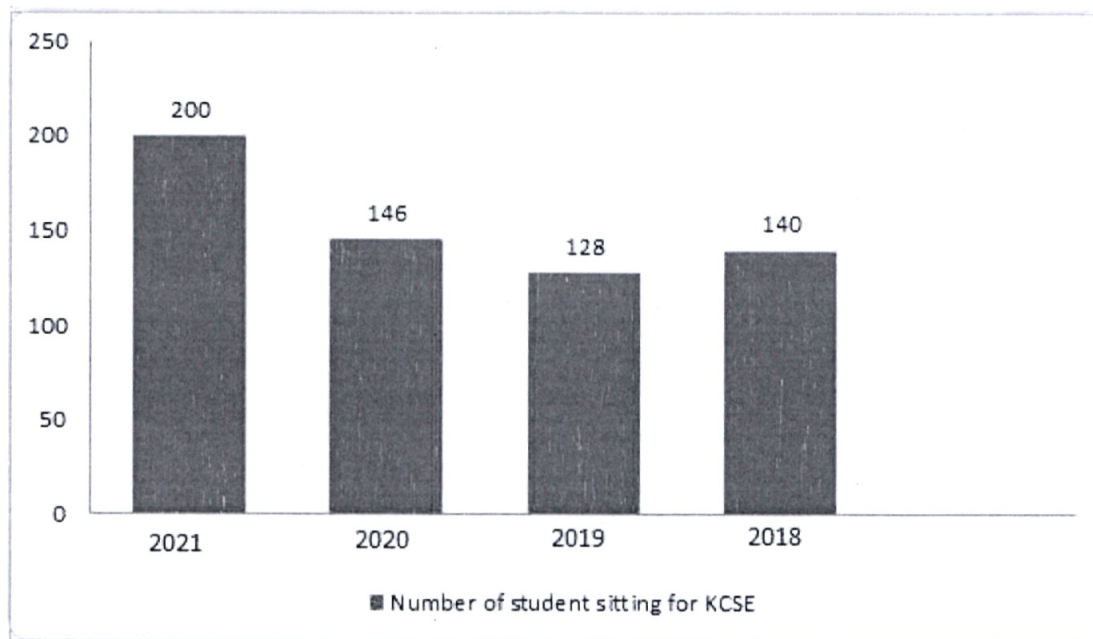
| DESCRIPTION                                                     | 2020   | 2019   | 2018   | 2017   |
|-----------------------------------------------------------------|--------|--------|--------|--------|
| KCSE Mean score                                                 | 6.0890 | 5.7734 | 4.2714 | 3.7423 |
| Number of students transitioned to Institute of higher learning | 54     | 33     | 12     | 9      |



c) Number of Candidates in the 2020 KCSE:

| DESCRIPTION                        | 2021 | 2020 | 2019 | 2018 |  |
|------------------------------------|------|------|------|------|--|
| Number of student sitting for KCSE | 200  | 146  | 128  | 140  |  |

or otherwise as compared to the school's set score.



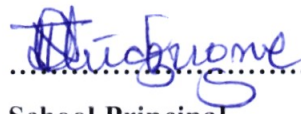
d) Capacity of the school:

| DESCRIPTION              | 2021  | 2020  | 2019  | 2018  |
|--------------------------|-------|-------|-------|-------|
| Student/Laboratory Ratio | 1:358 | 1:345 | 1:340 | 1:340 |
| Student/Toilet Ratio     | 1:103 | 1:102 | 1:107 | 1:107 |
| Student/Dormitory Ratio  | 1:114 | 1:107 | 1:105 | 1:105 |



e) **Development projects carried out by the school**

*No projects were carried out during the year.*



School Principal

**PRINCIPAL**  
MARIAKANI SECONDARY SCHOOL  
P. O. Box 34 -80113, MARIAKANI  
Date: 14/12/21 Sign: .....

### 3. 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 *Mariakani 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).

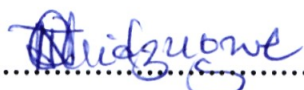
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30<sup>th</sup> June, 2021, and of the school's financial position as at that date.



.....  
**Name: RAMADHAN KIMANTHI HAMAD**

**Designation:** Chairman, School Board of Management

**Date:** 14/12/2021



**PRINCIPAL**  
MARIAKANI SECONDARY SCHOOL  
P. O. Box 34 -80113, MARIAKANI  
Date: ..... Sign: .....

.....  
**Name: AMIN MOHAMMED KARANJA**

**Designation:** School Principal & Secretary to Board of Management

**Date:** 14/12/2021



.....  
**Name: RENALDA SEVERA WAKIO**

**Designation:** Bursar/ Finance Officer

**Date:** 14/12/2021



# REPUBLIC OF KENYA

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

## **REPORT OF THE AUDITOR-GENERAL ON MARIAKANI SECONDARY SCHOOL FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2021 – KILIFI COUNTY**

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### **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 Mariakani Secondary School set out on pages 1 to 21, which comprise of the statement of financial assets and financial



liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the period 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 Mariakani Secondary School as at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with the 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. Variances in the Financial Statements**

The statement of receipts and payments reflects school fund income-parents contributions amount of Kshs.20,726,612 while the ledger reflects Kshs.18,277,554 resulting to unexplained variance of Kshs.2,449,058. Further, the statement reflects payments for tuition amount of Kshs.1,395,041 while the ledger reflects Kshs.1,361,349 resulting to unexplained variance of Kshs.33,692. Similarly, the statement reflects payments for operations amount of Kshs.7,239,269 while the ledger reflects Kshs.7,164,252 resulting in unexplained variance of Kshs.75,017.

In addition, the statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.11,930,237 while ledger reflects Kshs.4,641,863.00 resulting in unexplained variance of Kshs.7,288,375.

In the circumstances, the accuracy and completeness of the above amounts reflected in the financial statements could not be confirmed.

#### **2. Unsupported School Fund Income-Other Receipts**

The statement of receipts and payments reflects school fund income- other receipts of Kshs.2,823,046 which was not supported with detailed ledger analysis indicating the source of receipts, amount, student name, period of collection and payment method.

In the circumstances, the accuracy and completeness of school fund income –other receipts amount of Kshs.2,823,046 could not be confirmed.

#### **3. Unsupported Payments**

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects boarding and school fund amount of Kshs.19,972,130 which was not



supported with ledger indicating the transactions date, amount, payee and description of goods received or service rendered. Further, the statement reflects payments for operations of Kshs.7,239,269 out of which payments amounting to Kshs.2,902,148 were made without support documents such as requisitions, local purchase orders, delivery notes and inspection reports.

In the circumstances, the accuracy and completeness of boarding and school fund and operations payments of Kshs.19,972,130 and Kshs.7,239,269 respectively could not be confirmed.

#### **4. Inaccuracies in Cash and Cash Equivalents**

The statement of financial assets and financial liabilities and as disclosed in Note 8 and Note 9 to the financial statements reflects cash and cash equivalents balance of Kshs.5,275,539 out of which Kshs.5,239,639 relates to bank balances held in eight (8) bank accounts. However, Management did not prepare bank reconciliation statements for five (5) bank accounts and cash in hand balance of Kshs.35,900 was not supported with board of survey certificate and memorandum cashbook. Further, review of bank statements revealed cash withdrawals amounting to Kshs.7,434,678 made without authorizations by the principal, supporting imprest warrants, surrender documents or memorandum cashbooks.

In the circumstances, the accuracy and completeness of cash and cash equivalent of Kshs.5,275,539 could not be confirmed.

#### **5. Unsupported Accounts Receivables**

The statement of financial assets and financial liabilities and as disclosed in Note 11 to the financial statements reflects accounts receivables balance of Kshs.29,425,770 which was not supported with ledgers.

In the circumstances, the accuracy and completeness and recoverability of accounts receivables balance of Kshs.29,425,770 could not be confirmed.

#### **6. Unsupported Accounts Payables**

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.11,930,237 which was not supported with documents such as invoices, local purchase orders or local service orders and delivery notes. Further, included in the balance is payables of Kshs.4,032,248 which has been outstanding for over two (2) years.

In the circumstances, the accuracy, completeness and occurrence of accounts payables balance of Kshs.11,930,237 could not be confirmed.

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of budgeted versus actual amounts reflects final receipts budget of Kshs.77,058,327 and actual on comparable basis of Kshs.21,834,978 resulting to under-funding of Kshs.55,223,348 or 72% of the budget. Similarly, the School spent an amount of Kshs.24,356,637 against actual receipts of Kshs.21,834,978, resulting in an over-utilization of Kshs.2,521,659 or 12 % against actual receipts. Further, there was no disclosure made to reflect that the budget was prepared on a twelve (12) months period while the reported amounts are for six (6) months period and therefore lacked comparability.

The under-funding and over-utilization affected the planned activities and may have impacted negatively on service delivery to the School.

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 Matter**

#### **Unaudited Comparative Balances**

I draw attention to the fact that prior to the 2020/2021 financial year, Public Secondary Schools in Kenya did not prepare financial statements for audit. Consequently, the Public Sector Accounting Standards Board prescribed 30 June, 2021 as the first-time adoption of the International Public Sector Accounting Standards (IPSAS) – Cash Basis of Accounting by Public Secondary Schools.

The financial statements for the six (6) months period ended 30 June, 2021 include comparative information. However, the comparative figures were based on unaudited figures. My audit procedures were, therefore, limited to the extent that comparative



information does not contain misstatements that materially affect the current period's financial statements. Accordingly, I do not express an opinion or any form of assurance on the comparative information. My audit opinion on the current period financial statements is not modified in respect of this matter.

### **Other Information**

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

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

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. Late Submission of Financial Statements**

During the year under review, Management submitted the financial statements to the Auditor-General on 03 January, 2025 instead of the statutory deadline of 30 September, 2021. This was contrary to Section 47(1) of the Public Audit Act, 2015 with states that the financial statements required under the Constitution, the Public Finance Management Act, 2012 and any other legislation, shall be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

## **2. Under Funding of Capitation Grants**

The statement of receipts and payments reflects capitation grants for tuition amount of Kshs.1,150,285 and operations amount of Kshs.11,840,736. During the year, the School received an allocation of Kshs.17,352.22 per student against the approved allocation of Kshs.22,244 resulting in underfunding of Kshs.4,891.78 per student. This was contrary to Ministry of Education Circular Ref No. MOE.HQS/3/13/3 on guidelines on implementation of free day secondary education for 2019 dated 25 October, 2018 provides that each student should be allocated Kshs.22,244 annually.

In the circumstances, the under-funding of the School may have affected service delivery to the public.

## **3. Delays in Transfer of Funds to Infrastructure Funds**

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects government grants for operations of Kshs.11,840,736 out of which Kshs.1,321,500 and Kshs.349,000 earmarked for infrastructure development was received in the operations account on 23 March, 2021 and 28 April, 2021 and transferred to infrastructure account on 19 May, 2021 and 28 June, 2021 resulting in delays of 58 days and 62 days respectively. This was contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds 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. Unbalanced Budget**

The statement of budgeted versus actual amounts reflects total income budget of Kshs.77,058,327 and total expenditure budget of Kshs.36,048,473 resulting to an unbalanced budget of Kshs.41,009,854. This was contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015, which states that the budget should be balanced.

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

## **5. Failure to Prepare Annual Procurement Plan**

The statement of receipts and payments reflects total payments amount of Kshs.28,606,440. During the year, Management did not prepare an Annual Procurement Plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a Procurement Plan for each financial year as part of the annual budget preparation process. In addition, Management had not made training arrangements to capacity build the existing personnel in the stores.



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

## **6. Irregular Procurement of Goods and Services**

The statement of receipts and payments and as disclosed in Notes 5, 6 and 7 to the financial statements reflects total payments of Kshs.28,606,440. Review of procurement processes revealed that goods and services worth Kshs.4,850,000 were procured without advertising while the use of direct procurement on goods amounting to Kshs.958,500 was not justified. Further, goods worth Kshs.1,430,769 were taken on charge without certification from inspection and acceptance committee and there was no evidence of professional opinions raised. This was contrary to Section 44 (1) and (2) (g) of the Public Procurement and Asset Disposal Act, 2015 which states that an accounting officer of a public entity shall ensure the procurement and asset disposal process of the public entity comply with the Act.

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

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

## **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Failure to Conduct Internal Audit**

During the year under review, the Internal Audit Unit in the Ministry of Education did not conduct an Internal Audit and risk assessment, contrary to Section 73(3)(b) of the Public Finance Management Act, 2012 which requires that Internal Auditor shall conduct Internal Audit which includes risk based, value for money and systems audits aimed at strengthening internal controls mechanisms that could have impact on achievement of strategic objectives of the entity.

In the circumstances, the effectiveness of internal control could not be confirmed.

## **2. Failure to Reconcile Student Enrolment Data**

The statement of receipts and payments reflects tuition amount of Kshs.1,150,285 and operations amount of Kshs.11,840,736. Analysis of National Education Management Information System (NEMIS) data in February 2021 reflected an enrolment of eight hundred and eighty-one (881) students while School enrolment reflected one thousand and two (1,002) students resulting in unreconciled variance of one hundred and twenty-one (121) students. In April 2021, NEMIS reflected an enrolment of eight hundred and eighty-nine (889) students while School enrolment reflected nine hundred and ninety-one (991) students resulting in unreconciled variance of one hundred and two (102) students.

In the circumstances, the existence of effective measures in the reconciliation of NEMIS and School Enrolment Data could not be confirmed.

## **3. Long Outstanding Accounts Receivables**

The statement of financial assets and financial liabilities and as disclosed in Note 11 to the financial statements reflects accounts receivables balance of Kshs.29,425,770. Included in the balance is fees arrears of Kshs.21,021,598 which has been 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 receivable balance.

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

## **4. Failure to Maintain Fixed Assets Register**

Annex 2 to the financial statements reflects summary of fixed assets register with a balance of Kshs.9,928,000. However, management did not maintain an asset register indicating the purchase price of the asset, tag number, location and status of the assets.

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

## **5. Failure to Prepare School Improvement Plan**

During the year under review, Management did not have an approved School Improvement Plan (SIP) which is a key strategic planning tool that guides academic performance targets, infrastructure development, resource allocation, and overall institutional growth.

In the circumstances, the effectiveness of overall governance and strategic directions of the School could not be confirmed.



## **6. Weaknesses in The Management of Board Affairs**

Review of the School's governance arrangements revealed the Board of Management did not make declarations of conflict of interest nor were the minutes of meetings signed by the Chair and Secretary of the Board.

In the circumstances, the effectiveness of overall Governance could not be confirmed.

## **7. Lack of an Approved Risk Management Policy**

During the year under review, Management operated without a documented Risk Management Policy. As such, there was no framework in place to identify, assess, prioritize, monitor and control or mitigate any risks. This was contrary to paragraph 2.3 of the Ministry of Education operation manual for utilization of learner capitation grant and other school fund June 2020 which provides that a School should have a risk management framework.

In the circumstances, the effectiveness of risk management could not be confirmed.

## **8. Use of Manual Systems**

During the year under review, Management used manual system in preparation of financial statements, maintenance of ledgers and maintaining students' data. However, manual systems have low efficiency, high rates of human error, time-consuming to maintain, often resulting in inconsistent data, limited security, and an inability to provide real-time information.

In the circumstances, the effectiveness of internal controls on manual systems used by the School 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 Board of Management**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards Accrual 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.

The Board of Management is 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

23 April, 2026

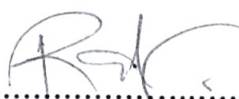
*MARIAKANI SECONDARY SCHOOL*

**Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021**

**5. Statement Of Receipts And Payments for the Period ended 30<sup>th</sup> June 2021**

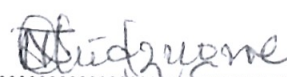
| Description Of Vote Head                   | Note | JAN-JUNE 2021        | JAN-DEC 2020         |
|--------------------------------------------|------|----------------------|----------------------|
|                                            |      | Kshs                 | Kshs                 |
| <b>Receipts</b>                            |      |                      |                      |
| Capitation grants for tuition              | 1    | 1,150,285.00         | 1,436,501.00         |
| Capitation grants for operations           | 2    | 11,840,736.00        | 9,802,025.00         |
| School fund income- parents' contributions | 3    | 20,726,612.00        | 26,224,929.00        |
| School fund income- other receipts         | 4    | 2,823,046.00         | 1,190,130.00         |
| Proceeds from borrowings                   |      | -                    | -                    |
| <b>Total Receipts</b>                      |      | <b>36,540,679.00</b> | <b>38,657,585.00</b> |
| <b>Payments</b>                            |      |                      |                      |
| Payments for tuition                       | 5    | 1,395,041.00         | 1,320,500.00         |
| Payments for operations                    | 6    | 7,239,269.00         | 9,856,863.40         |
| Boarding and school fund payments          | 7    | 19,972,130.00        | 23,817,755.14        |
| <b>Total Payments</b>                      |      | <b>28,606,440.00</b> | <b>34,995,118.54</b> |
| <b>Surplus/Deficit</b>                     |      | <b>7,934,239.00</b>  | <b>3,662,466.46</b>  |

The school financial statements were approved on \_\_\_\_\_ 2022 and signed by:

  
 Name: RAMADHAN K. HAMAD

Chair BOM

Date: 14/12/2021

  
 Name: AMIN MOHAMMED KARANJA  
 School Principal/ Secretary to BOM

Date: 14/12/2021

  
 Name: RENALDA SEVERA WAKIO

Bursar/ Finance Officer

Date: 14/12/2021

**PRINCIPAL**  
 MARIAKANI SECONDARY SCHOOL  
 P. O. Box 34 -80113, MARIAKANI  
 Date:.....Sign:.....



6. Statement Of Financial Assets And Financial Liabilities As At 30<sup>th</sup> June 2021

| Description                           | Note | JAN-JUNE 2021        | JAN-DEC 2020         |
|---------------------------------------|------|----------------------|----------------------|
|                                       |      | Kshs                 | Kshs                 |
| <b>Financial Assets</b>               |      |                      |                      |
| <b>Cash and cash equivalents</b>      |      |                      |                      |
| Bank balances                         | 8    | 5,239,639.00         | (521,430.58)         |
| Cash balances                         | 9    | 35,900.00            | 212,449.30           |
| Short term investment                 | 10   | -                    | -                    |
| <b>Total cash and cash equivalent</b> |      | <b>5,275,539.00</b>  | <b>(308,981.28)</b>  |
| Account's receivables                 | 11   | 29,425,770.00        | 26,666,817.91        |
| <b>Total financial assets</b>         |      | <b>34,701,309.00</b> | <b>26,357,836.63</b> |
| <b>Financial liabilities</b>          |      |                      |                      |
| Accounts payables                     | 12   | (11,930,237.00)      | (14,836,832.75)      |
| <b>Net financial assets</b>           |      | <b>22,771,072.00</b> | <b>13,883,666.19</b> |
| <b>Represented by</b>                 |      |                      |                      |
| Accumulated fund b/fwd                | 13   | 14,836,832.00        | 11,174,366.29        |
| Surplus/deficit for the year          |      | 7,934,239.00         | 3,662,466.46         |
| <b>Net financial position</b>         |      | <b>22,771,072.00</b> | <b>14,836,832.75</b> |

The school's financial statements were approved on \_\_\_\_\_ 2022 and signed by:

Name: RAMADHAM  
KIMANTHI HAMAD

Chair BOM

Date:14/12/2021

Name: AMIN MOHAMMED  
KARANJA

School Principal/ Secretary to  
BOM

Date:14/12/2021

Name: RENALDA SEVERA  
WAKIO

Bursar/ Finance Officer

Date:14/12/2021

**PRINCIPAL**  
MARIAKANI SECONDARY SCHOOL  
P. O. Box 34-80113, MARIAKANI

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

7. Statements of Cash Flows for the Period Ended 30<sup>th</sup> June 2021

| Description                                              | Notes | JAN-JUNE 2021        | JAN-DEC 2020          |
|----------------------------------------------------------|-------|----------------------|-----------------------|
|                                                          |       | Kshs                 | Kshs                  |
| <b>Operating activities</b>                              |       |                      |                       |
| <b>Receipts</b>                                          |       |                      |                       |
| Capitation grants for tuition                            | 1     | 1,150,285.00         | 1,436,501.00          |
| Capitation grants for operations                         | 2     | 11,840,736.00        | 9,806,025.00          |
| School fund income- parents contributions/ fees          | 3     | 20,726,612.00        | 26,224,929.00         |
| School fund income- other receipts                       | 4     | 2,823,046.00         | 1,190,130.00          |
| <b>Total receipts</b>                                    |       | <b>36,540,679.00</b> | <b>38,657,585.00</b>  |
| <b>Payments</b>                                          |       |                      |                       |
| Payments for tuition                                     | 5     | 1,395,041.00         | 1,320,500.00          |
| Payments for operations                                  | 6     | 7,239,269.00         | 9,856,863.40          |
| Boarding and school fund payments                        | 7     | 19,972,130.00        | 24,770,921.70         |
| <b>Total payments</b>                                    |       | <b>28,606,440.00</b> | <b>35,948,285.10</b>  |
| <b>Net cash flow from operating activities</b>           |       | <b>7,934,239.00</b>  | <b>2,709,299.90</b>   |
| <b>Cashflow from investing activities</b>                |       |                      |                       |
| Proceeds from sale of assets                             |       | -                    | -                     |
| Acquisition of assets (Repairs and Maintenance)          |       | (2,349,719.00)       | (806,496.90)          |
| Proceeds from investments                                |       | -                    | -                     |
| Purchase of investments                                  |       | -                    | -                     |
| <b>Net cash flows from investing activities</b>          |       | <b>-</b>             | <b>-</b>              |
| <b>Cashflow from borrowing activities</b>                |       |                      |                       |
| Proceeds from borrowings/ loans                          |       | -                    | -                     |
| Repayment of principal borrowings                        |       | -                    | -                     |
| <b>Net cash flow from financing activities</b>           |       | <b>-</b>             | <b>-</b>              |
| <b>Net increase in cash and cash equivalents</b>         |       | <b>5,584,520.00</b>  | <b>1,902,803.50</b>   |
| <b>Cash and cash equivalent at beginning of the year</b> |       | <b>(308,981.00)</b>  | <b>(2,211,784.78)</b> |
| <b>Cash and cash equivalent at end of the year</b>       |       | <b>5,275,539.45</b>  | <b>(308,981.28)</b>   |

(The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools' should therefore adopt the direct method of cashflow as recommended by PSASB).



8. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30<sup>th</sup> June 2021

| Receipt/Expenses Item                     | Original Budget | Adjustments | Final Budget | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|-------------------------------------------|-----------------|-------------|--------------|----------------------------|-------------------------------|------------------|
|                                           | a               | b           | c=a+b        | d                          | e=c-d                         | f=d/c %          |
|                                           | Kshs            | Kshs        |              |                            | Kshs                          | Kshs             |
| <b>Receipts</b>                           |                 |             |              |                            |                               |                  |
|                                           |                 |             |              |                            |                               |                  |
| <b>(1) Capitation Grant on Tuition</b>    |                 |             |              |                            |                               |                  |
| Textbooks And Reference Materials         | 2,825,023.00    | -           | 2,825,023.00 | 316,928.50                 | 2,508,094.50                  | 1.2%             |
| Exercise Books                            | 1,089,715.00    | -           | 1,089,715.00 | -                          | 1,089,715.00                  | 0.0%             |
| Laboratory Equipment                      | 668,240.00      | -           | 668,240.00   | 303,600.00                 | 364,640.00                    | 44.1%            |
| Internal Exams                            | 516,181.00      | -           | 516,181.00   | -                          | 516,181.00                    | 0.0%             |
| Teaching / Learning Materials             | 601,474.00      | -           | 601,474.00   | 529,757.25                 | 71,716.75                     | 88.0%            |
| Chalks                                    | -               | -           | -            | -                          | -                             | -                |
| Exams And Assessment                      | 98,719.00       | -           | 98,719.00    | -                          | 98,718                        | 0.0%             |
| Teachers Guides                           | -               | -           | -            | -                          | -                             | -                |
|                                           |                 |             |              |                            |                               |                  |
| <b>(2) Capitation Grant on Operations</b> |                 |             |              |                            |                               |                  |
| Personnel Emoluments                      | 3,925,000.00    | -           | 3,925,000.00 | 1,847,560                  | 2,077,440.00                  | 41.5%            |
| Repairs And Maintenance                   | 7,410,000.00    | -           | 7,410,000.00 | 3,303,750.00               | 4,106,250.00                  | 44.6%            |
| Local Transport / Travelling              | 796,575.00      | -           | 796,575.00   | 230,182.00                 | 566,393.00                    | 28.9%            |
| Electricity And Water                     | 3,612,375.00    | -           | 3,612,375.00 | 1,472,831.20               | 2,139,543.80                  | 40.8%            |
| Medical                                   | 2,470,000.00    | -           | 2,470,000.00 | -                          | 2,470,000.00                  | 0.0%             |
| Administration Costs                      | 1,395,550.00    | -           | 1,395,550.00 | 555,912.80                 | 839,637.20                    | 39.8%            |
| Activity                                  | 1,852,500.00    | -           | 1,852,500.00 | -                          | 1,852,500.00                  | 0.0%             |



| Receipt/Expenses Item                | Original Budget | Adjustments | Final Budget  | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|--------------------------------------|-----------------|-------------|---------------|----------------------------|-------------------------------|------------------|
|                                      | a               | b           | c=a+b         | d                          | e=c-d                         | f=d/c %          |
|                                      | Kshs            | Kshs        |               |                            | Kshs                          | Kshs             |
| Gratuity                             | -               | -           | -             | -                          | -                             | -                |
| Smasse                               | -               | -           | -             | -                          | -                             | -                |
| <b>(3) Fees Charged on Parents</b>   |                 |             |               |                            |                               |                  |
| Personnel Emoluments                 | 6,298,500.00    | -           | 6,298,500.00  | 1,453,062.00               | 4,845,438.00                  | 23.1%            |
| Repairs And Maintenance              | 2,470,000.00    | -           | 2,470,000.00  | 558,145.00                 | 1,911,855.00                  | 22.6%            |
| Local Transport / Travelling         | 1,296,750.00    | -           | 1,296,750.00  | 284,348.00                 | 1,012,402.00                  | 21.9%            |
| Electricity And Water                | 6,051,500.00    | -           | 6,051,500.00  | 1,369,465.00               | 4,682,035.00                  | 22.6%            |
| Medical                              | -               | -           | -             | 160,923.00                 | -                             | -                |
| Administration Costs                 | 2,284,750.00    | -           | 2,284,750.00  | 505,030.00                 | 1,779,720.00                  | 22.1%            |
| Activity                             | -               | -           | -             | 143,259.00                 | -                             | -                |
| Smasse                               | -               | -           | -             | -                          | -                             | -                |
| Fee On Boarding Equipment and Stores | 31,350,475.00   | -           | 31,350,475.00 | 8,780,826.00               | 22,569,649.00                 | 28.0%            |
| <b>Other Income</b>                  |                 |             |               |                            |                               |                  |
| Rent Income                          | 45,000.00       | -           | 45,000.00     | 19,500.00                  | 25,500.00                     | -                |
| Income From Farming Activities       | -               | -           | -             | -                          | -                             | -                |
| Insurance Compensation               | -               | -           | -             | -                          | -                             | -                |
| Income From Posho Mill               | -               | -           | -             | -                          | -                             | -                |
| Income From Bus Hire                 | -               | -           | -             | -                          | -                             | -                |
| Fee For Hire of Ground And Equipment | -               | -           | -             | -                          | -                             | -                |
| Interest Income                      | -               | -           | -             | -                          | -                             | -                |
| Income From Any Other Investment     | -               | -           | -             | -                          | -                             | -                |

| Receipt/Expenses Item                 | Original Budget      | Adjustments | Final Budget         | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|---------------------------------------|----------------------|-------------|----------------------|----------------------------|-------------------------------|------------------|
|                                       | a                    | b           | c=a+b                | d                          | e=c-d                         | f= d/c %         |
|                                       | Kshs                 | Kshs        |                      |                            | Kshs                          | Kshs             |
| <b>Total Income</b>                   | <b>77,058,327.00</b> |             | <b>77,058,327.00</b> | <b>21,834,978.00</b>       | <b>55,223,348.00</b>          | <b>29.4%</b>     |
| <b>(1) Expenditure For Tuition</b>    |                      |             |                      |                            |                               |                  |
| Textbooks And Reference Materials     | -                    | -           | -                    | 16,047.00                  | (16,047.00)                   | 0%               |
| Exercise Books                        | 1,071,564.00         | -           | 1,071,564.00         | 167,153.00                 | 904,411.00                    | 16%              |
| Laboratory Equipment                  | 1,098,929.00         | -           | 1,098,929.00         | 995,861.00                 | 103,068.00                    | 90.6%            |
| Internal Exams                        | 359,026.00           | -           | 359,026.00           | -                          | 359,026.00                    | 0%               |
| Teaching / Learning Materials         | 372,262.00           | -           | 372,262.00           | 215,500.00                 | 156,762.00                    | 58%              |
| Chalks                                | 60,665.00            | -           | 60,665.00            | -                          | 60,665.00                     | 0%               |
| Exams And Assessment                  | -                    | -           | -                    | -                          | -                             | -                |
| Teachers Guides                       | -                    | -           | -                    | -                          | -                             | -                |
| Administration Costs                  | -                    | -           | -                    | -                          | -                             | -                |
| Bank Charges                          | -                    | -           | -                    | 480                        | 480                           | -                |
|                                       |                      |             |                      |                            |                               |                  |
| <b>(2) Expenditure For Operations</b> |                      |             |                      |                            |                               |                  |
| Personnel Emoluments                  | 2,592,050.00         | -           | 2,592,050.00         | 2,511,875.00               | 80,175.00                     | 97%              |
| Repairs, Maintenance & Improvements   | 4,757,500.00         | -           | 4,757,500.00         | 3,471,100                  | 1,286,400.00                  | 72.9%            |
| Local Transport / Travelling          | 882,400.00           | -           | 882,400.00           | -                          | 882,400.00                    | 0%               |
| Electricity, Water and Conservancy    | 827,250.00           | -           | 827,250.00           | 541,874.00                 | 285,376.00                    | 66%              |
| Medical                               | -                    | -           | -                    | -                          | -                             | -                |
| Administration Costs                  | 882,400.00           | -           | 882,400.00           | 714,420.00                 | 167,980.00                    | 81%              |
| Activity Expenses                     | 827,250.00           | -           | 827,250.00           | -                          | 827,250.00                    | 0%               |



| Receipt/Expenses Item                      | Original Budget | Adjustments | Final Budget  | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|--------------------------------------------|-----------------|-------------|---------------|----------------------------|-------------------------------|------------------|
|                                            | a               | b           | c=a+b         | d                          | e=c-d                         | f=d/c %          |
|                                            | Kshs            | Kshs        |               |                            | Kshs                          | Kshs             |
| Gratuity                                   | -               | -           | -             | -                          | -                             | -                |
| Smasse                                     | -               | -           | -             | -                          | -                             | -                |
| <b>(3) Expenditure For School Fund</b>     |                 |             |               |                            |                               |                  |
| Personnel Emoluments                       | 3,309,000.00    | -           | 3,309,000.00  | 1,595,169.00               | 1,713,831.00                  | 48.2%            |
| Repairs, Maintenance and Improvements      | 1,203,000.00    | -           | 1,203,000.00  | 1,197,187.00               | 5,813.00                      | 99%              |
| Local Transport / Travelling               | 1,103,000.00    | -           | 1,103,000.00  | 795,450.00                 | 307,550.00                    | 72%              |
| Electricity, Water and Conservancy         | 1,654,500.00    | -           | 1,654,500.00  | 1,112,960.00               | 541,540.00                    | 67%              |
| Medical Expenses                           | -               | -           | -             | -                          | -                             | -                |
| Administration Costs                       | 1,323,600.00    | -           | 1,323,600.00  | 1,196,586.50               | 127,013.50                    | 90.4%            |
| Activity                                   | -               | -           | -             | -                          | -                             | -                |
| Gratuity                                   | -               | -           | -             | -                          | -                             | -                |
| Infrastructure Account                     | -               | -           | -             | -                          | -                             | -                |
| Boarding Equipment and Stores              | 13,724,077.00   | -           | 13,724,077.00 | 9,824,975.00               | 3,899,102.00                  | 71.6%            |
| Expenditure For Income Generating Activity | -               | -           | -             | -                          | -                             | -                |
| Insurance Costs                            | -               | -           | -             | -                          | -                             | -                |
| Other Expenses On Investments              | -               | -           | -             | -                          | -                             | -                |
| Rent Expenses                              | -               | -           | -             | -                          | -                             | -                |
| Bank Charges                               | -               | -           | -             | -                          | -                             | -                |
| Loan Interest Repayment                    | -               | -           | -             | -                          | -                             | -                |
| Loan Principal Repayment                   | -               | -           | -             | -                          | -                             | -                |
| Acquisition Of Assets                      | -               | -           | -             | -                          | -                             | -                |



**MARIAKANI SECONDARY SCHOOL**  
**Reports and Financial Statements For the year ended 30<sup>th</sup> June 2021**

| Receipt/Expenses Item | Original Budget      | Adjustments | Final Budget         | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|-----------------------|----------------------|-------------|----------------------|----------------------------|-------------------------------|------------------|
|                       | a                    | b           | c=a+b                | d                          | e=c-d                         | f=d/c %          |
|                       | Kshs                 | Kshs        |                      |                            | Kshs                          | Kshs             |
| <b>Totals</b>         | <b>36,048,473.00</b> | <b>-</b>    | <b>36,048,473.00</b> | <b>24,356,637.00</b>       | <b>11,691,835.00</b>          | <b>187.4%</b>    |

- i. *Percentage of capitation was below due to funds disbursed by the Government did not reach 100% disbursement as expected hence low revenue collection.*
- ii. *Parents are unable to clear school fees hence huge arrears making expenditure or payment to suppliers stagnant*

## **9. Significant Accounting Policies**

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

### **1. Statement of compliance and basis of preparation**

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

This cash basis of accounting has been supplemented with accounting for; a) receivables that include 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*.

### **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.



**Significant Accounting Policies (Continued)**

**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. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. 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. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2021.

## 10. Notes To The Financial Statements

### 1 Capitation Grant for Tuition

| Description                       | Jan-June 2021       | Jan-Dec 2020        |
|-----------------------------------|---------------------|---------------------|
|                                   | Kshs                | Kshs                |
| Textbooks And Reference Materials | 316,928.50          | -                   |
| Exercise Books                    | -                   | -                   |
| Laboratory Equipment              | 303,600.00          | 901.00              |
| Teaching / Learning Materials     | 529,757.25          | 1,435,600.00        |
| Chalks                            | -                   | -                   |
| Teachers Guides                   | -                   | -                   |
| <b>Total</b>                      | <b>1,150,285.75</b> | <b>1,436,501.00</b> |

### 2 Capitation Grant for Operations

| Description                  | Jan-June 2021        | Jan-Dec 2020        |
|------------------------------|----------------------|---------------------|
|                              | Kshs                 | Kshs                |
| Personnel Emoluments         | 1,847,560.00         | 2,648,821.00        |
| Repairs And Maintenance      | 7,734,250.00         | 3,554,500.00        |
| Local Transport / Travelling | 230,182.00           | 206,416.00          |
| Electricity And Water        | 1,472,831.20         | 1,438,317.00        |
| Medical                      | -                    | 155,200.00          |
| Administration Costs         | 555,912.80           | 1,492,371.00        |
| Activity                     | -                    | 310,400.00          |
| <b>Total</b>                 | <b>11,840,736.00</b> | <b>9,802,025.00</b> |

### 3 Parents Contribution/Fees - School Fund Account

| Description                  | Jan-June 2021        | Jan-Dec 2020         |
|------------------------------|----------------------|----------------------|
|                              | Kshs                 | Kshs                 |
| Personnel emoluments         | 3,088,999.00         | 3,875,929.00         |
| Repairs and maintenance      | 558,145.00           | 1,066,586.00         |
| Local transport / travelling | 284,348.00           | 502,972.00           |
| Electricity and water        | 1,369,465.00         | 2,346,102.00         |
| Medical                      | 142,123.00           | -                    |
| Administration costs         | 505,030.00           | 903,097.00           |
| Activity                     | 71,111.00            | 115,025.00           |
| B.E.S                        | 14,707,391.00        | 17,415,218.00        |
| <b>Total</b>                 | <b>20,726,612.00</b> | <b>26,224,929.00</b> |

## Notes To The Financial Statements (Continued)



*MARIAKANI SECONDARY SCHOOL*

**Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021**

**4 Other Receipts – School Fund Account**

| Description                          | Jan-June2021        | Jan-Dec 2020        |
|--------------------------------------|---------------------|---------------------|
|                                      | Kshs                | Kshs                |
| Fee On Boarding Equipment and Stores | -                   | -                   |
| Rent Income                          | 19,500.00           | 26,250.00           |
| Income From School Canteen           | 963,050.00          | 735,850.00          |
| Games kits                           | -                   | 420,030.00          |
| Tender Fees                          | 31,000.00           | 8,000.00            |
| School Bus Accident Levy             | 1,809,496.00        | -                   |
| Fee For Hire of Ground and Equipment | -                   | -                   |
| Income From Grants and Donations*    | -                   | -                   |
| Interest Income                      | -                   | -                   |
| Dividends Income                     | -                   | -                   |
| <b>Total</b>                         | <b>2,823,046.00</b> | <b>1,190,130.00</b> |

**5 Payments For Tuition**

| Description                       | Jan-June2021        | Jan-Dec 2020        |
|-----------------------------------|---------------------|---------------------|
|                                   | Kshs                | Kshs                |
| Textbooks And Reference Materials | 16,047.00           | 60,975.00           |
| Exercise Books                    | 1,060,796.00        | 1,097,921.00        |
| Laboratory Equipment              | 259,718.00          | 149,364.00          |
| Internal Exams                    | -                   | -                   |
| Teaching / Learning Materials     | 58,000.00           | 12,000.00           |
| Chalks                            | -                   | -                   |
| Exams And Assessment              | -                   | -                   |
| Teachers Guides                   | -                   | -                   |
| Administration Costs              | -                   | -                   |
| Bank Charges                      | 480.00              | 240.00              |
| <b>Total</b>                      | <b>1,395,041.00</b> | <b>1,320,500.00</b> |

Notes To The Financial Statements (Continued)

6 Payments For Operations

| Description                            | Jan-June2021        | Jan-Dec 2020        |
|----------------------------------------|---------------------|---------------------|
|                                        | Kshs                | Kshs                |
| Personnel Emoluments                   | 2,511,875.00        | 6,298,213.00        |
| Service Gratuity                       | -                   | -                   |
| Administration Cost                    | 714,420.00          | 98,098.00           |
| Repairs And Maintenance & Improvements | 3,471,100.00        | 2,488,784.00        |
| Local Transport / Travelling           | -                   | -                   |
| Electricity And Water                  | 541,874.00          | 949,618.00          |
| Medical                                | -                   | 22,150.00           |
| Activity Expenses                      | -                   | -                   |
| Smasse                                 | -                   | -                   |
| Insurance Cost                         | -                   | -                   |
| Bank Charges                           | -                   | -                   |
| Acquisition Of Assets                  | -                   | -                   |
| <b>Total</b>                           | <b>7,239,269.00</b> | <b>9,856,863.00</b> |



*MARIAKANI SECONDARY SCHOOL*  
**Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021**

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**Notes To The Financial Statements (Continued)**

**7 Boarding and School Fund Payments**

| Description                                        | Jan-June2021         | Jan-Dec 2020         |
|----------------------------------------------------|----------------------|----------------------|
|                                                    | Kshs                 | Kshs                 |
| Personnel Emoluments                               | 2,959,674.00         | 1,520,889.00         |
| Service Gratuity                                   | -                    | -                    |
| Repairs And Maintenance & Improvements             | 2,197,187.00         | 2,162,352.00         |
| Local Transport / Travelling                       | 795,450.00           | 1,079,990.00         |
| Electricity And Water                              | 1,027,253.52         | 839,151.00           |
| Medical Expenses                                   | 235,130.00           | 36,470.00            |
| Administration Costs                               | 795,696.50           | 1,051,543.20         |
| Lunch Programme`                                   | -                    | -                    |
| Bank Charges                                       | -                    | -                    |
| Expenses On Income Generating Activities - canteen | 700,327.00           | 519,490.00           |
| Fee On Boarding Equipment and Stores               | 11,233,413.56        | 16,112,169.94        |
| Tender Fees                                        | 28,000.00            | -                    |
| Rent Expenses                                      | -                    | -                    |
| Activity                                           | -                    | 428,300.00           |
| Games Kits                                         | -                    | 67,400.00            |
| Insurance Cost ( <i>Life Property</i> )            | -                    | -                    |
| Loan Principal Repayment                           | -                    | -                    |
| Loan Interest Repayment                            | -                    | -                    |
| Acquisition Of Assets                              | -                    | -                    |
| <b>Total</b>                                       | <b>19,972,130.58</b> | <b>23,817,755.14</b> |

Notes To The Financial Statements (Continued)

8 Bank Accounts

| Name Of Bank, Account No. & Currency   | Bank Account Number | Jan-June2021        | Jan-Dec 2020        |
|----------------------------------------|---------------------|---------------------|---------------------|
|                                        |                     | Kshs                | Kshs                |
| Tuition Account                        | 1107816076          | 21,371.00           | 232,434.25          |
| Operations Account                     | 1107816777          | 558,620.68          | 20,557.68           |
| School Fund Account/Boarding           | 1107798108          | 216,172.42          | (786,897.56)        |
| Savings Account- Exam Savings          | 1105863476          | 12,475.05           | 12,475.05           |
| Parent Association Development Account | 1105870715          | -                   | -                   |
| Income Generating Activities Account   |                     | -                   | -                   |
| Infrastructural Account                | 1280693088          | 4,430,500.00        | -                   |
| Gratuity Account                       | 1280693355          | 500.00              | -                   |
| <b>Total</b>                           |                     | <b>5,239,639.15</b> | <b>(521,430.58)</b> |

9 Cash In Hand

| Description         | Jan-June2021     | Jan-Dec 2020      |
|---------------------|------------------|-------------------|
|                     | Kshs             | Kshs              |
| Tuition Account     | -                | -                 |
| Operation Account   | -                | -                 |
| School Fund account | 35,900.30        | 212,449.30        |
| <b>Total</b>        | <b>35,900.30</b> | <b>212,449.30</b> |

10 Short Term Investments

| Description        | Jan-June2021 | Jan-Dec 2020 |
|--------------------|--------------|--------------|
|                    | Kshs         | Kshs         |
| Cooperative Shares | -            | -            |
| Treasury Bills     | -            | -            |
| Fixed Deposit      | -            | -            |
| Equity Stock       | -            | -            |
| Other Investments  | -            | -            |
| <b>Total</b>       | <b>-</b>     | <b>-</b>     |



**MARIAKANI SECONDARY SCHOOL**  
**Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021**

**Notes To The Financial Statements (Continued)**

**11 Accounts Receivable**

| Description                | Jan-June2021         | Jan-Dec 2020         |
|----------------------------|----------------------|----------------------|
|                            | Kshs                 | Kshs                 |
| Fees Arrears               | 29,425,270.35        | 25,653,725.35        |
| Other Non-Fees Receivables | -                    | 953,166.56           |
| Salary Advances            | -                    | -                    |
| Operational Account        | -                    | 59,926.00            |
| Imprest                    | 500.00               | -                    |
| <b>Total</b>               | <b>29,425,770.35</b> | <b>26,668,817.91</b> |

*Ageing of the fees / non fees arrears below*

| Description                                     | Jan-June2021         | Jan-Dec 2020         |
|-------------------------------------------------|----------------------|----------------------|
|                                                 | Kshs                 | Kshs                 |
| Fees Arrears For Current Year                   | 7,534,105.00         | 4,632,127.00         |
| Fees Arreas received during the year            | (3,762,560.00)       | (1,583,841.00)       |
| Fees Arrears For The Previous Year              | 4,632,127.00         | 2,442,310.00         |
| Fees Arrears For Prior Periods (Over Two Years) | 21,021,598.35        | 20,163,129.35        |
| <b>Total</b>                                    | <b>29,425,270.35</b> | <b>25,653,725.35</b> |

**12 Accounts Payable**

| Description                                       | Jan-June2021         | Jan-Dec 2020         |
|---------------------------------------------------|----------------------|----------------------|
|                                                   | Kshs                 | Kshs                 |
| Trade Creditors (See Ageing Below and Appendix 1) | 10,260,442.88        | 11,293,808.88        |
| Prepaid Fees                                      | 1,668,595.00         | 168,019              |
| Kudheihha Union                                   | 1,200.00             | 2,250.00             |
| Main Account                                      |                      | 56,926.00            |
| Retention Monies                                  | -                    | -                    |
| <b>Total</b>                                      | <b>11,930,237.88</b> | <b>11,521,003.88</b> |

*Ageing of the creditor's arrears below*

| Description                                        | Jan-June2021         | Jan-Dec 2020         |
|----------------------------------------------------|----------------------|----------------------|
|                                                    | Kshs                 | Kshs                 |
| Trade Creditors for Current Year                   | 4,641,863.00         | 7,261,560.00         |
| Trade Creditors paid during the Year               | (5,675,229.00)       | (5,187,039.40)       |
| Trade Creditors for The Previous Year              | 7,261,560.00         | 4,391,500.00         |
| Trade Creditors for Prior Periods (Over Two Years) | 4,032,248.88         | 4,827,788.28         |
| <b>Total</b>                                       | <b>10,260,442.88</b> | <b>11,293,808.88</b> |



Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

| Description            | Jan-June2021         | Jan-Dec 2020         |
|------------------------|----------------------|----------------------|
|                        | Kshs                 | Kshs                 |
| Bank Balances          | 5,239,639.15         | (521,430.58)         |
| Cash Balances          | 35,900.30            | 211,449.30           |
| Short Term Investments | -                    | -                    |
| Receivables            | 29,425,770.35        | 26,666,817.91        |
| Payables               | (11,930,237.88)      | (11,174,366.29)      |
| <b>Total</b>           | <b>22,771,071.45</b> | <b>14,836,832.75</b> |

### Other important disclosure notes

IPSAS 1 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 Non-current Liabilities Summary

| Description                  | Jan-June2021 | Jan-Dec 2020 |
|------------------------------|--------------|--------------|
|                              | Kshs         | Kshs         |
| Bank Loan(S)                 | -            | -            |
| Outstanding Leases           | -            | -            |
| Hire Purchase                | -            | -            |
| Gratuity And Leave Provision | -            | -            |
| <b>Total</b>                 | <b>-</b>     | <b>-</b>     |

#### 15 Biological assets

| Description              | Numbers | Jan-June2021 | Jan-Dec 2020 |
|--------------------------|---------|--------------|--------------|
|                          |         | Kshs         | Kshs         |
| Cattle                   |         | -            | -            |
| Goats                    |         | -            | -            |
| Trees                    |         | 870          | 620          |
| Coffee Or Tea Plantation |         | -            | -            |
| Poultry                  |         | -            | -            |
| <b>Total</b>             |         | <b>870</b>   | <b>620</b>   |

#### 16 Borrowings

| Description                        | Jan-June2021 | Jan-Dec 2020 |
|------------------------------------|--------------|--------------|
|                                    | Kshs         | Kshs         |
| <b>a) Borrowings</b>               |              |              |
| Borrowing at beginning of the year | -            | -            |
| Borrowings during the year         | -            | -            |
| Repayments of during the year      | -            | -            |
| <b>Balance at end of the year</b>  | <b>-</b>     | <b>-</b>     |

**Other important disclosure notes**

**17 Stock/ Inventory**

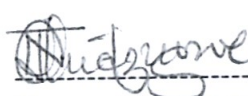
| Description                                | Jan-June2021    | Jan-Dec 2020 |
|--------------------------------------------|-----------------|--------------|
|                                            | Kshs            | Kshs         |
| <b>b) Inventory</b>                        |                 |              |
| Stock/ inventory at beginning of the year  | 242,065,000.00  |              |
| Stock/ inventory purchased during the year | 25,122,620.00   |              |
| Stock/ inventory issued during the year    | (25,122,620.00) |              |
| <b>Balance at end of the year</b>          | 242,065,000.00  |              |



**18 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:<br>(Resolved / Not Resolved) | Timeframe:<br>(Put a date when you expect the issue to be resolved) |
|---------|----------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------|--------------------------------------|---------------------------------------------------------------------|
|         | Measures to ensure that fees arrears are recovered to enable the school maximise its revenue | To engage respective class teachers in fees collection through communication with parents and follow up on the same. | Not Resolved.                        | By January, 2022.                                                   |
|         | Payment of trade creditors to avoid legal suits.                                             | To pay creditors when due and to buy direct from the market where necessary to avoid credit burst.                   | Resolved.                            |                                                                     |
|         |                                                                                              |                                                                                                                      |                                      |                                                                     |

  
**PRINCIPAL**  
 MARIAKANI SECONDARY SCHOOL  
 P. O. Box 34 -80113, MARIAKANI  
 Date: 14/12/2021 Sign: \_\_\_\_\_  
 Principal

Annex 1 - Analysis Of Pending Accounts Payable

| Supplier Of Goods Or Services                         | Original Amount | Date Contracted          | Amount Paid To-Date | Outstanding Balance 20XX | Outstanding Balance 20XX-1 | Comments |
|-------------------------------------------------------|-----------------|--------------------------|---------------------|--------------------------|----------------------------|----------|
|                                                       | a               | b                        | c                   | d=a-c                    |                            |          |
|                                                       | Kshs            | Kshs                     | Kshs                | Kshs                     | Kshs                       |          |
| <b>Construction Of Buildings</b>                      |                 |                          |                     |                          |                            |          |
| 1.                                                    |                 |                          |                     |                          |                            |          |
| 2.                                                    |                 |                          |                     |                          |                            |          |
| 3.                                                    |                 |                          |                     |                          |                            |          |
| <b>Sub-Total</b>                                      |                 |                          |                     |                          |                            |          |
| <b>Supply Of Goods</b>                                |                 |                          |                     |                          |                            |          |
| 4. Dura Discoveries -Firewood                         | 288,000.00      | 1 <sup>st</sup> Feb,2021 | 252,000.00          | 36,000.00                | 71,000.00                  |          |
| 5. Mariecho Enterprises - Stationeries                | 668,256.00      | 1 <sup>st</sup> Feb,2021 | 267,366.00          | 400,890.00               | 213,120.00                 |          |
| 6. Darulsalaam Wholesalers - Foodstuffs               | 6,012,190.00    | 1 <sup>st</sup> Feb,2021 | 3,500,000.00        | 2,512,190.00             | 1,413,770.00               |          |
| 7. The County Luxury Comfort Hotels - Meat            | 877,305.00      | 1 <sup>st</sup> Feb,2021 | 497,905.00          | 379,400.00               | 202,920.00                 |          |
| 8. Hilkath Ventures – Lesson Preparation Books        | 400,000.00      | 1 <sup>st</sup> Feb,2021 | 200,000.00          | 200,000.00               | 149,500.00                 |          |
| 9. Sky Point Technologies Ltd – Tonners & Cartridges' | 417,720.00      | 1 <sup>st</sup> Feb,2021 | 245,980.00          | 171,740.00               | 216,360.00                 |          |
| 10. Kalmar Marketing Services Ltd – Lab Equipment     | 1,315,162.00    | 1 <sup>st</sup> Feb,2021 | 579,019.00          | 736,143.00               | 319,301.00                 |          |
| 11. Hilkath Ventures – Learning Materials             | 211,500.00      | 1 <sup>st</sup> Feb,2021 | 54,000.00           | 157,500.00               | 80,000.00                  |          |
| <b>Sub-Total</b>                                      |                 |                          |                     |                          |                            |          |
| <b>Supply Of Services</b>                             |                 |                          |                     |                          |                            |          |
| 12. Kemwach Enterprises                               | 48,000.00       | 1 <sup>st</sup> Feb,2021 | 0                   | 48,000.00                | 32,000.00                  |          |



MARIAKANI SECONDARY SCHOOL

Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021

| Supplier Of Goods Or Services            | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 20XX | Outstanding Balance 20XX-1 | Comments |
|------------------------------------------|-----------------|-----------------|---------------------|--------------------------|----------------------------|----------|
| 13. Kingsports House:- Games Equipment's |                 |                 |                     | 39,800.00                | 51,800.00                  |          |
| 14. Kansbag Limited                      |                 |                 |                     | 170,250.00               |                            |          |
| 15. BoraBora Hardware Limited            |                 |                 |                     | 301,320.00               | 293,729.00                 |          |
| 16. Nasky Technologies                   |                 |                 |                     | 2,163,050.00             | 2,913,050.00               |          |
| 17. Albyzz Enterprises Limited           |                 |                 |                     | 1,504,000.00             | 2,359,060.00               |          |
| 18. Metrowise Investments                |                 |                 |                     | 1,252,159.00             | 1,252,159.00               |          |
| 19. Arasan Traders                       |                 |                 |                     | 150,000.00               | 150,000.00                 |          |
| 20. Celcom Africa                        |                 |                 |                     | 20,000.00                | 20,000.00                  |          |
| 21. Benedict Ogolio                      |                 |                 |                     | 18,000.00                | 18,000.00                  |          |
| 22. Sham Hardware Limited                |                 |                 |                     |                          | 130,240.00                 |          |
| 23. Kenya Power                          |                 |                 |                     |                          | 101,204.00                 |          |
| 24. Reren Enterprises                    |                 |                 |                     |                          | 156,980.00                 |          |
| 25. Christine N. Mutungi                 |                 |                 |                     |                          | 44,000.00                  |          |
| 26. Moses Matsaki Wando                  |                 |                 |                     |                          | 42,500.00                  |          |
| 27. Reliance Technology                  |                 |                 |                     |                          | 15,000.00                  |          |
| 28. Dynamic Copy printers                |                 |                 |                     |                          | 51,400.00                  |          |
| 29. Salcom Investments                   |                 |                 |                     |                          | 56,000.00                  |          |
| 30. December Salaries                    |                 |                 |                     |                          | 664,150.00                 |          |
| 31. Kudheih Workers Union                |                 |                 |                     |                          | 2,250.00                   |          |
| 32. Car & General                        |                 |                 |                     |                          | 26,515.00                  |          |
| 33. Ayam Books                           |                 |                 |                     |                          | 286,800.00                 |          |



MARIAKANI SECONDARY SCHOOL

Reports and Financial Statements For the Period ended 30<sup>th</sup> June 2021

| Supplier Of Goods Or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstandin g Balance 20XX | Outstandin g Balance 20XX-1 | Comments |
|-------------------------------|-----------------|-----------------|---------------------|---------------------------|-----------------------------|----------|
| Sub-Total                     |                 |                 |                     |                           |                             |          |
| Grand Total                   |                 |                 |                     | 10,260,442.0<br>0         | 11,293,808.0<br>0           |          |

Annex 2 – Summary of Fixed Assets Register

| Asset Class                              | Date purchased | Location  | Historical Cost<br>b/f<br>(Kshs)<br>1 <sup>st</sup> July 2020 | Additions<br>during the<br>year<br>(Kshs) | Disposals<br>during the<br>year<br>(Kshs) | Historical Cost<br>c/f<br>(Kshs)<br>30 <sup>th</sup> June 2021 |
|------------------------------------------|----------------|-----------|---------------------------------------------------------------|-------------------------------------------|-------------------------------------------|----------------------------------------------------------------|
| Land 1                                   |                | MARIAKANI |                                                               |                                           |                                           |                                                                |
| Land 2                                   |                | MARIAKANI |                                                               |                                           |                                           |                                                                |
| Buildings And Structures                 |                | MARIAKANI |                                                               |                                           |                                           |                                                                |
| Motor Vehicles                           |                | MARIAKANI |                                                               |                                           |                                           |                                                                |
| Office Equipment, Furniture And Fittings |                | MARIAKANI |                                                               |                                           |                                           |                                                                |
| ICT Equipment, And Other ICT Assets      | 26/03/2021     | MARIAKANI | 243,000.00                                                    | 100,000.00                                | -                                         | 343,000.00                                                     |
| Tools And Apparatus                      |                | MARIAKANI | 5,995,000.00                                                  | 1,850,000.00                              | -                                         | 7,845,000.00                                                   |
| Textbooks                                |                |           |                                                               |                                           |                                           |                                                                |
| Other Machinery And Equipment -Generator | 07/05/2015     | MARIAKANI | 1,250,000.00                                                  | -                                         | -                                         | 1,250,000.00                                                   |
| Heritage And Cultural Assets             | 07/08/2016     | MARIAKANI | 240,000.00                                                    | -                                         | -                                         | 240,000.00                                                     |
| Intangible Assets- Soft Ware             | 14/07/2013     | MARIAKANI | 250,000.00                                                    | -                                         | -                                         | 250,000.00                                                     |
| <b>Total</b>                             |                |           | <b>7,978,000.00</b>                                           | <b>1,950,000.00</b>                       |                                           | <b>9,928,000.00</b>                                            |