

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 25 NOV 2024

DAY.
MONDAY

TABLED
BY:

HON. NAOMI WAQU
DEP MAJORITY WHIP

CLERK-AT
THE-TABLE:

HAILE HUSSEIN

**OF
THE AUDITOR-GENERAL**



ON

MOI GIRLS SECONDARY SCHOOL

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

MANDERA COUNTY

Revised 30th June 2023.



MOI GIRLS SECONDARY SCHOOL MANDERA
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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



(Leave this page blank)

Table of Contents	Page
1. Acronyms and Glossary of Terms	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School	vi
4. Statement of School Management Responsibility.....	ix
5. Report Of The Independent Auditors	x
6. Statement Of Receipts and Payments For the Year Ended 30 th June 20 22	1
7. Statement of Assets and Liabilities As At 30 th June 2023.....	2
8. Statement of Cash Flows for the Year Ended 30 th June 2023.....	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2023	4
10. Significant Accounting Policies.....	9
11. Notes To The Financial Statements	11
12. Annexes	22

1. Acronyms and Glossary of Terms

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

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 01/07/2019 under registration number and is currently categorized as a National public school established, owned or operated by the Government.

The school is a boarding school and had 1208 number of students as at 30th June 2023. It has 22 streams and 52 teachers of which 21 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:

1	MARYAN DUBOW	Chairman	16/09/2019
2	AMINA WAKO	Secretary – Principal	16/09/2019
3	AHMED ALI	Member	16/09/2019
4	ASHA ADAN	Member	16/09/2019
5	IBRAHIM MADEY	Member	16/09/2019
6	FATUMA ABDULLAHI	Member	16/09/2019
7	SIYAD HUSSEIN	Member	16/09/2019
8	MOHAMED HUSSEIN	Member – Rep CEB	16/09/2019
9	SAHARA BASHIR	Member Rep Teachers	16/09/2019
10	SABDOW DAKANE	3 Members – Sponsor	16/09/2019
11	MUKTAR ISSACK	Member – Community	16/09/2019
12	HASSAN AHMED	Member Special Needs	16/09/2019
13		Rep Students	



The functions of the School Board of Management are to:

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

(c) Committees of the Board

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

				Number of meetings attended during the year
1	Executive Committee	1.ABDIRIZAK SH MUKTAR 2.MARYAN DUBOW ..	MEMBER MEMBER	3/3 3/3
2	Audit Committee	IBRAHIM MADEY	MEMBER	2/2
3	Finance,procurement and general purposes Committee	BIRIK AFTIN	MEMBER	5/5
4	Academic Committee	FATUMA ABDULLAH	MEMBER	4/4
5	Development Committee	ABDIRIZAK SH MUKTAR	MEMBER	5/5
6	Discipline and welfare Committee	AHMED ALI	MEMBER	4/4
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	AMINA WAKO JILLO	TSC No.258334
2	Deputy Principal	MOHAMED HUSSEIN	TSC No.608299
3	School Bursar	ABDIRIZAK MOHAMED	ICPAK No.
4	Other (specify)		

(e) Schools contacts

Post Office Box: 203 - 70300
 Telephone: 254723623780
 E-mail: moimandera@gmail.com
 Website: moigirlsmandera.ac.ke
 Facebook:
 Twitter:

(f) School Bankers

Provide details of the school bankers.

Name of Bank: KCB
 Branch MANDERA
 Account No – 1103961152

Name of Bank: KCB
 Branch MANDERA
 Account No - 1103960164

Name of Bank: KCB
 Branch MANDERA
 Account No - 1103948318

Name of Bank: EQUITY
 Branch MANDERA
 Account No – 1000297647920

(g) Independent Auditors

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

3. Summary Report of Performance of The School

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

a) Financial performance:

	2019	2020-2021	2021-2022	2022-2023
Surplus/deficit	758010	2989327	(3,790,832)	3,221,429

- Capitation grants from ministry

	2019	2020-2021	2021-2022	2022-2023
Tuition	3,107,366	3,097,448	3,314,483	2,501,469
Operation	16,977,863	20,448,884	14,480,293.6	12,977,205.45

- Debtors & creditors

	2018-2019	2020-2021	2021-2022	2022-2023
Debtors	19,318,201.65	6,643,815.50	9,995,626	15,299,507
Creditors	8,541,620	11,067,450	5,570,680.80	7,726,800

- Bank accounts and balances

		2022-2023	2021-2022	2020-2021
Tuition Account	1103960164	67761.20	2810.20	358,795.00
Operations Account	1103961152	2,583,717.89	73,937.89	1,546,918.29
School Fund Account/Boarding	90201680075	225,343.7	154,622.70	2,132,298.75
	Equity 1000297647920	598,317.70	16,720.05	
Infrastructural Account		(3815.50)	1804.5	2,715.50
Total		3,471,324.34	249,895.34	4,040,727.54

b) Teacher Student ratio:

Teacher Student Ratio	TSC teachers	BOM teachers	Total number of students	Teachers recruited 2022-2023
1:28	26	12	1205	4

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

Mean score in the 2018, 2019, 2020, 2021 and 2022 KCSE:

YEAR	MEAN SCORE/GRADE	NO: TRANSITIONED
2018	3.2778 D	24
2019	2.8472 D	30
2020	4.4696 D+	40
2021	4.85 C-	124
2022	7.258	132

d) Number of Candidates in the 2022 KCSE:

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

YEAR	NO: CANDIDATES
2018	173
2019	216
2020	181
2021	196
2022	151



e) Capacity of the school:

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

NO: OF STUDENTS	DORMITRIES	DINING HALL	LABORATORIES	TOILETS
1205	10	1	4	52

f) Development projects carried out by the school:

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

Project Description	Source of funds	Status	Initial Cost (KSh)	Amount Spent (KSh)	Expected completion time
Construction of 2NO Bedroom staffquater	MI FUND	Completed	1,781,000	1,772,840	



School Principal



4. Statement of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) of Kenya from time to time.

Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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

Name: *Maman Dubow*

Designation: Chairman, School Board of Management

Date: *15/7/2023*

Name: *Amna 10940*

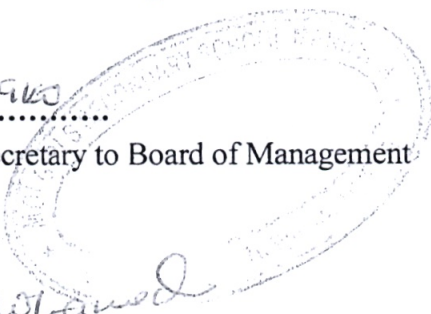
Designation: School Principal & Secretary to Board of Management

Date: *15/7/2023*

Name: *Abdinasir Mohamed*

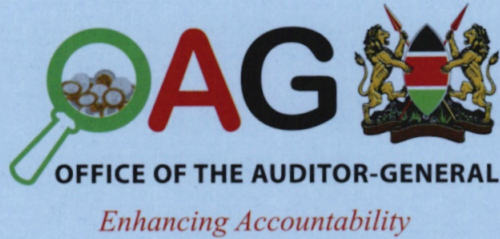
Designation: Bursar/ Finance Officer

Date: *15/7/2023*



REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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 Moi Girls Secondary School Mandera – Mandera County set out on pages 1 to 20, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus

Report of the Auditor-General on Moi Girls Secondary School Mandera for the year ended 30 June, 2023 – Mandera County

actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with 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 Moi Girls Secondary School Mandera – Mandera County as at 30 June, 2023 and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in Acquisition of Assets

The statement of cash flows reflects acquisition of assets of Kshs.1,786,620. However, Annex 2 on summary of fixed assets reflects additional assets during the year of Kshs.7,270,500 resulting to unexplained variance of Kshs.5,483,880.

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

2. Long Outstanding Accounts Receivables

Further, the statement of financial assets and liabilities reflects amount of Kshs.18,523,559 in respect of accounts receivables. However, Note 8(b) on ageing analysis of accounts receivables in the notes to the financial statements reflects accounts receivables balance of Kshs.31,431,892. Further, receivable balance in respect of fees arrears amounting to Kshs.16,202,385 or 52% of accounts receivables had been outstanding for over two (2) years and may not be recoverable.

In the circumstances, the accuracy and fair value of the accounts receivables – student debtors balance could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.73,026,509 and Kshs.58,028,977, respectively, resulting to

under-funding of Kshs.14,997,532 or 21% of the budget. However, the School spent an amount of Kshs.54,762,548 against actual receipts of Kshs.58,028,977 resulting to an under-utilization of Kshs.3,266,429 or 6% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements

During the year under review, the School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2023. The financial statements were submitted on 11 March, 2024 which was five (5) months after the statutory deadline. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate. Late submission of financial report adversely affects the Office of the Auditor-General in meeting the statutory timelines.

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

2. Failure to Transfer Infrastructure Funds from the Operation Account

The statement of receipts and payments reflects an amount of Kshs.13,534,205 in respect of capitation grants for operation and infrastructure. Included in this amount is Kshs.3,660,000 relating to infrastructure grant out of which only an amount of Kshs.1,781,000 was transferred to the infrastructure account with fifteen (15) working days as required by the Ministry of Education circular No. MOE.HQS/3/13/3 of June, 2021 guidelines. The balance amount of Kshs.1,879,00 was not transferred to the infrastructure account.

In the circumstances, Management was in breach of the Ministerial Guidelines.

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

During the year under review, the School transferred an amount of Kshs.695,600 to Kenya Secondary Schools Heads Association (KESSHA) to support the association activities. However, KESSHA is a welfare organization that draws its membership from school Principals only. The organization is not defined in Government Funding System and there is no assurance that it has implemented effective, efficient and transparent financial management and internal control systems to manage the funds transferred by the Schools.

In the circumstances, the value for money of the funds transferred to KESSHA could not be confirmed.

4. Failure to Reconcile Student Enrollment Data

Review of student's records revealed unexplained variance in student numbers between National Education Management Information System (NEMIS) and School registers resulting to tuition fees under - disbursement on both capitation grants for tuition and operation fees of Kshs.94,899 during the month of January, 2024.

Management explained that the difference was due to failure by the School to fully register all students on National Education Management Information System Management (NEMIS) because of reporting periods and therefore not recognized by the system. This was contrary to the Ministry of Education Circular MOE.HQ/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners to be registered in National Education Management Information System and the principals to ensure their records are accurate.

In the circumstances, Management was in breach of the circular and the underfunding of the School may have affected service delivery to the students.

5. Failure to Prepare School Improvement Plan

During the year under review, Management did not develop School Improvement Plan to be used to measure the School's improvement activities, keep the School in focus in achieving the school target, prioritization of School needs, ensuring prudent utilization of

resources and to improve accountability. This was contrary to Section 2.2.1 of the Operational Manual for Utilization of Learner Capitation, Grant and Other School Funds which requires a school to develop improvement plan which is a road map for changes that a school needs to improve the school environment and learning outcomes.

In the circumstances, Management was in breach of the Operational Manual.

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

REPORT ON 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 overall governance were not effective.

Basis for Conclusion

1. Failure to Provide Qualification Detail of Board Members

Review of the board records revealed that the Board had seventeen (17). However, academic certificates of each Board Members were not provided for audit.

It was therefore not possible to confirm whether the Board members appointed met the requirements of regulation 6(b) of the Basic Education Regulations, 2015 which requires the chairman of the Board in case of a Secondary School or a middle level college, to be a degree holder from a university recognized in Kenya, and a KCSE Certificate respectively.

In the circumstances, the existence of an effective governance structure could not be confirmed.

2. Weak IT and Other Internal Controls

During the year under review, the school Management did not prepare and implement key internal control policies. The School lacked an IT Strategy Committee and an IT Steering Committee. This resulted in inadequacy in IT governance, which forms a critical part of the school governance structure.

Further, the School did not have a Disaster Management and Recovery Policy including fire suppression systems and a Business and IT Continuity Plan including off-site backups and also lacked accounting software to manage accounts operations such as payable, accounts receivables, ledgers, invoices and assets.

In the circumstances, the existence of effective internal controls and governance mechanisms could not be confirmed.

3. Lack of Audit Committee

During the year under review, the School operated without an Audit Committee. This was contrary to Section 61(2) of the Basic Education Act, 2013 which requires the Board of Management to establish Finance, Procurement and General Purposes Committee, Academic Standards, Quality and Environment Committee, Ethics and Integrity Committee, Audit Committee and Human Rights and Student Welfare Committee.

In the circumstances, the existence of an effective mechanism of internal controls could not be confirmed.

4. Failure to Maintain Fixed Assets Register

Management did not maintain an asset register indicating the items, costs, locations and serial/tag numbers. Further, Management did not provide land ownership documents for a parcel of land where the school is built.

In the circumstances, the ownership and safety of the assets could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL


Nairobi


30 September, 2024

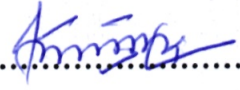
6. Statement Of Receipts and Payments For the Year Ended 30th June 2023

DESCRIPTION OF VOTE HEAD	Note	2023/2023 Kshs	2021/2022 Kshs
RECEIPTS			
Capitation grants for tuition	1	2,501,469	3,314,483
Capitation grants for operations & infrastructure	2	13,534,205	14,480,294
School Fund Income- Parents' Contributions	3	41,948,303	38,323,307
School Fund Income- Other receipts	4	-	-
Proceeds from borrowings			
TOTAL RECEIPTS		57,983,977	56,118,084
PAYMENTS			
Payments for Tuition	4	2,436,518	3,670,468
Payments for operations and infrastructure	5	11,030,045	15,954,185
Boarding and school fund payments	6	41,295,985	40,284,263
TOTAL PAYMENTS		54,762,548	59,908,916
SURPLUS/DEFICIT		3,221,429	(3,790,832)

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

..... 
 Name: Maryan Dubow Chair BOM
 Date: 15/8/23

..... 
 Name: Annima Wario School Principal/ Secretary to BOM
 Date: 15/8/23

..... 
 Name: Abdirazak Mohamed Bursar/ Finance Officer
 Date: 15/8/23

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

MOI GIRLS SECONDARY SCHOOL - MANDERA

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

7. Statement of Assets and Liabilities As At 30th June 2023

DESCRIPTION	Note	2022/2023 Kshs	2021/2022 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	7	3,471,324	249,895
Cash Balances	9	-	-
Short term Investment	10	-	-
Total Cash and Cash Equivalents		3,471,324.34	249,895
Account's receivables	8	18,523,559	16,511,759
TOTAL FINANCIAL ASSETS		21,994,883	16,761,654
FINANCIAL LIABILITIES			
Accounts Payable	9	7,746,066	5,734,266
NET FINANCIAL ASSETS		14,248,818	11,027,389
REPRESENTED BY			
Fund balance b/fwd 1st July...	10	11,027,389	14,818,221
Surplus/Deficit for the year		3,221,429	(3,790,832)
NET FINANCIAL POSITION		14,248,818	11,027,389

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

.....
Name: *Nanyan Mbatia*

Name: *[Signature]*

Chair BOM

Date: *15/7/2023*

.....
Name: *Aminda W. G. W.*

Name: *[Signature]*
School Principal/ Secretary to BOM

Date: *15/7/2023*

.....
Name: *Abdirazak Mohamed*

Name: *[Signature]*

Bursar/ Finance Officer

Date: *15/7/2023*

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

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

DESCRIPTION	2022/2023	2021/2022
CASHFLOWS FROM OPERATING ACTIVITIES	Kshs	Kshs
Receipts from operating activities		
Capitation grants for tuition	2,501,469.00	3,314,483.20
Capitation grants for operations	13,534,205.00	14,480,293.60
School fund income- Parents contributions/ fees	41,948,303.00	38,323,307.00
Total receipts	57,983,977.00	56,118,083.80
Payments		
Payments for Tuition	2,436,518.00	3,670,468.00
Payments for operations	9,243,425.00	10,526,274.00
Boarding and school fund payments	41,295,985.00	40,284,263.00
Total Payments	52,975,928.00	54,481,005.00
Net cash flow from operating activities	5,008,049.00	1,637,078.80
CASHFLOW FROM INVESTING ACTIVITIES		
Acquisition of Assets	1,786,620.00	5,427,911.00
Net cash flows from Investing Activities	(1,786,620.00)	(5,427,911.00)
NET CASHFLOW FROM FINANCING ACTIVITIES		
NET INCREASE IN CASH AND CASH EQUIVALENT	3,221,429.00	(3,790,832.20)
Cash and cash equivalents at BEGINNING of the year	249,895.34	4,040,727.54
Cash and cash equivalents at END of the year	3,471,324.34	249,895.34

Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(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).

The school's financial statements were approved on 15/9/2023 and signed by:

.....

Name: *Maryam Dubao*

Chair BOM

Date: 15/9/2023

Name: *Amira Wania*
School Principal/ Secretary to BOM

Date: 15/9/2023

Name: *Abdirazak Mohamed*

Bursar/ Finance Officer

Date: 15/9/2023

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

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Teaching/learning materials	2,501,469.00		2,501,469.00	2,501,469.00	-	100%
(2) CAPITATION GRANT ON OPERATIONS						
Electricity and water	2,600,000.00	73,937.89	2,673,937.89	2,600,000.00	73,937.89	97%
Local transport / travelling	2,200,000.00		2,200,000.00	2,200,000.00	-	100%
Repairs maintenance and Improvements MI FUND	1,781,000.00	1,804.50	1,782,804.50	1,781,000.00	1,804.50	100%
Personal Emoluments	6,036,942.95		6,036,942.95	6,036,942.95	-	100%
Administration	200,000.00		200,000.00	200,000.00	-	100%
Activity	525,662.50		525,662.50	525,662.50	-	100%
Medical and Insurance	190,600.00		190,600.00	190,600.00	-	100%

(3)PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT						
Fee on Boarding Equipment and Stores	31,119,051.00	171,342.75	31,290,393.75	22,483,538.00	8,806,855.75	72%
Repairs and maintenance	5,175,227.00		5,175,227.00	3,754,103.00	1,421,124.00	73%
Electricity and water	3,909,003.00		3,909,003.00	2,817,933.00	1,091,070.00	72%
Local transport / travelling	3,891,228.00		3,891,228.00	2,815,163.00	1,076,065.00	72%
Activity	3,054,196.00		3,054,196.00	2,475,471.00	578,725.00	81%
Administration	2,747,737.00		2,747,737.00	2,295,522.00	452,215.00	84%
Personnel emoluments	6,847,308.00		6,847,308.00	5,172,073.00	1,675,235.00	76%
Medical			-	-	-	#DIV/0!
fees arrears recovered			-	179,500.00	(179,500.00)	#DIV/0!
TOTAL INCOME	72,779,424.45	247,085.14	73,026,509.59	58,028,977.45	14,997,532.14	79%
(5) EXPENDITURE FOR TUITION						
Text books	52,000.00		52,000.00	52,000.00	-	100%
Exercise books	100,000.00		100,000.00	100,000.00	-	100%

Laboratory equipments and apparatus	640,000.00		640,000.00	640,000.00	-	100%
Teaching/learning materials	1,585,352.00		1,585,352.00	1,585,352.00	-	100%
Chalks			-	-	-	#DIV/0!
Internal exams	-		-	-	-	#DIV/0!
Reference learning materials	46,080.00		46,080.00	46,080.00	-	100%
teachers guides			-	-	-	#DIV/0!
bank charges	13,086.00		13,086.00	13,086.00	-	100%
0			-	-	-	#DIV/0!
0			-	-	-	#DIV/0!
0			-	-	-	#DIV/0!
(6)PAYMENTS FOR OPERATIONS AND INFRASTRUCTURE ACCOUNT						
Electricity and water	1,508,215.00		1,508,215.00	1,508,215.00	-	100%
Local transport / travelling	1,134,700.00		1,134,700.00	1,134,700.00	-	100%
repair and maintenance	508,600.00		508,600.00	508,600.00	-	100%
Personal Emoluments	5,881,144.00		5,881,144.00	5,881,144.00	-	100%

Administration costs	175,766.00		175,766.00	175,766.00	0.00	100%
Activity	35,000.00		35,000.00	35,000.00	0.00	100%
Medical			0.00	-		
insurance cost			0.00	-		
Infrastrastructure expenses	5,426,600.00		5,426,600.00	1,786,620.00	3,639,980.00	33%
other voteheads			0.00	-		
Imprest	40,000.00		40,000.00	-		
service gratuity			0.00	-		
bank charges	911		911.00	-		
0			0.00	-		
0			0.00	-		
0			0.00	-		
			0.00		0.00	
(7)BOARDING AND SCHOOL FUND PAYMENTS			0.00		0.00	
Fee on Boarding Equipment and Stores	17,675,921.00		17,675,921.00	17,614,271.00	61,650.00	100%

Repairs and maintenance	6,129,433.00		6,129,433.00	4,813,433.00	1,316,000.00	79%
Electricity and water	3,661,071.00		3,661,071.00	3,315,071.00	346,000.00	91%
Local transport / travelling	1,653,432.00		1,653,432.00	1,425,432.00	228,000.00	86%
Administration costs	5,805,730.00		5,805,730.00	4,572,860.00	1,232,870.00	79%
Personnel emoluments	6,836,092.00		6,836,092.00	6,836,092.00	0.00	100%
Activity	2,401,546.00		2,401,546.00	2,401,546.00	0.00	100%
bank charges			0.00	-		
Imprest			0.00	140,000.00	-140,000.00	
service gratuity			0.00	-		
medical expenses	50,000.00		50,000.00	177,280.00	-127,280.00	355%
TOTAL EXPENDITURE	61,360,679.00	0.00	61,360,679.00	54,762,548.00	6,557,220.00	89%

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

- i. Xxx*
- ii. Xxx*

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To The Financial Statements**1 Government Grants for Tuition**

Description		
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams		
Teaching / Learning Materials	2,501,469.00	3,314,483.20
Others (<i>specify</i>)*	-	-
Total	2,501,469.00	3,314,483.20

*Include others as per MOE circulars

2 Government Grants for Operations

DESCRIPTION		
Electricity and water	2,600,000.00	3,200,000.00
Local transport / travelling	2,200,000.00	1,406,000.60
Repairs maintenance and Improvements MI FUND	1,781,000	5,427,000.00
Personal Emoluments	6,036,942.95	4,447,293.00
Administration	200,000.00	-
Activity	525,662.50	
Medical and Insurance	190,600.00	
other voteheads		
Interest		
		-
Total	13,534,205.45	14,480,293.60

*Include others as per MOE circulars

MOI GIRLS SECONDARY SCHOOL - MANDERA
Annual Report and Financial Statements For the year ended 30th June 2023

3 School Fund Income - Parents Contribution/Fees

	2022/2023 KShs	2021/2022 KShs
Fee on Boarding Equipment and Stores	22,483,538.00	21,316,529.00
Repairs and maintenance	3,754,103.00	4,157,218.00
Electricity and water	2,817,933.00	3,023,425.00
Local transport / travelling	2,815,163.00	3,023,425.00
Activity	2,475,471.00	
Administration	2,295,522.00	2,267,568.00
Personnel emoluments	5,127,073.00	4,535,142.00
Medical		
fees arrears recovered	179,500.00	
		-
Total	41,948,303.00	38,323,307.00

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

Notes to the Financial Statements (continued)

4 Tuition

	2022/2023 KShs	2021/2022 KShs
Exercise Books	100,000.00	625,000.00
Textbooks	52,000.00	-
Reference materials	46,080.00	350,000.00
Laboratory Equipment	640,000.00	428,000.00
Teaching / Learning Materials	1,585,352.00	2,016,050.00
Exams And Assessment	-	250,000.00
Bank Charges	13,086.00	1218.00
Others (specify)	-	-
Total	2,436,518.00	3,670,468.00

5 Operations

Description	2022/2023	2021/2022
	KShs	KShs
Electricity and water	1,508,215.00	2,229,870.00
Local transport / travelling	1,134,700.00	946,130.00
repair and maintenance	508,600.00	900,970.00
Personal Emoluments	5,881,144.00	5,097,168.00
Administration costs	175,766.00	1,312,136.00
Activity	35,000.00	-
Medical		
insurance cost		
Infrastructure expenses	1,786,620.00	5,427,911.00
other voteheads		
imprest		40,000.00
service gratuity		
bank charges		
TOTAL	11,030,045.00	15,954,185.00

Infrastructure

Description	2022/2023	2021/2022
	KShs	KShs
Construction of 2NO staff qauters	1,786,620.00	-
Renovations of 3NO laboratory	-	2,171,100.00
Renovations of 3NO dormitory	-	870,000.00
Purchase of furniture	-	500,000.00
Construction of 1NO classroom	-	1,100,000.00
Deputy principal office renovation	-	478,000.00
Construction of 1NO twin toilet	-	307,500.00
Others (specify)	-	1311
Total	1,786,620.00	5,427,911.00

MOI GIRLS SECONDARY SCHOOL - MANDERA
Annual Report and Financial Statements For the year ended 30th June 2023

6 Boarding And School Fund

DESCRIPTION	2023/2022 KSh	2022 - 2021 KSh
Fee on Boarding Equipment and Stores	11,899,271.00	4,101,847.00
Repairs and maintenance	4,813,433.00	4,488,375.00
Electricity and water	3,315,071.00	1,876,359.00
Local transport / travelling	1,425,432.00	1,699,289.00
Sundry creditors	5,715,000.00	15,266,850.00
Administration costs	4,572,860.00	6,028,141.00
Personnel emoluments	6,836,092.00	6,558,402.00
Activity	2,401,546.00	
Ground and Bus Hire		
bank charges		
Imprest	140,000.00	265,000.00
service gratuity		-
medical expenses	177,280.00	
creditors		
insurance cost		
acquisition of assets		
TOTAL	41,295,985.00	40,284,263.00

MOI GIRLS SECONDARY SCHOOL - MANDERA
 Annual Report and Financial Statements For the year ended 30th June 2023
 Notes to the Financial Statements (continued)

7 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022/2023	2021/2022
	Active/Dormant		Kshs	Kshs
Tuition Account		110396	67,761.20	2810.20
Operations Account		1103961152-KCB	2,583,717.89	73,937.89
School Fund Account/Boarding		090201680075-KCB	517,091.70	88,871.70
		NBK-01050097901700	51,226	65,751
		EQUITY - 1000297647920	255,343.05	16,720.05
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account			(3815.50)	1804.50
Total			3,471,324.34	249,895.34

11 Cash In Hand

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Notes and Coins	-	-
Total	-	-

12 Short Term Investments

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

MOI GIRLS SECONDARY SCHOOL - MANDERA

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

Notes to the Financial Statements (continued)

8 Accounts Receivable

Description	2023/2022	2021 - 2022
	Kshs	Kshs
Fees arrears	18,383,559.15	16,206,759.15
Other non-fees receivables		
Salary advances	140,000.00	305,000.00
Imprest		
Total	18,523,559.15	16,511,759.15

13 b Ageing Analysis of Accounts Receivable

Description	2022/2023		2021/2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	15,229,507.00	48.4%	9,995,626.00	40.27%
Between 1- 2 years	9,995,626.00	31.8%	6,210,222.15	20.5%
Between 2-3 years	6,206,759.15	47.5%	25,962,017.15	39.22%
Over 3 years	-	%	-	%
Total (should tie to note 13 a)	31,431,892.15	99.98%	41,167,865.75	99.99%

9A Accounts Payable

Description	2021/2022	jan-june 2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	7,746,065.84	5,734,265.84
Prepaid fees		
Retention monies		
Total	7,746,065.84	5,734,265.84

MOI GIRLS SECONDARY SCHOOL - MANDERA

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

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022/2023		2021/2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	7,726,800.00	87.18%	5,570,680.84	81.31%
Between 1- 2 years	19,265.84	12.81%	1,280,245.00	18.68%
Between 2-3 years	-	-%	-	-%
Over 3 years	-	-%	-	-%
Total (should tie to note 14)	7,746,065.84	99.99%	6,850,925.84	99.99%

16 Fund Balance Brought Forward

Description	2021/2022	jan-june 2021
	Kshs	Kshs
Bank balances	249,895.34	4,040,727.54
Cash balances	-	-
Short Term Investments	-	-
Receivables	18,523,559.15	16,511,759.15
Payables	7,746,065.84	5,734,265.84
Total	11,027,388.65	14,818,220.85

MOI GIRLS SECONDARY SCHOOL - MANDERA

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

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	2022-2023	Insert Comparative 2021-2022
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees		2405	1892
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total		2405	1892

18 Borrowings

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

MOI GIRLS SECONDARY SCHOOL - MANDERA
Annual Report and Financial Statements For the year ended 30th June 2023

Other important disclosure notes

19 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	11,899,271	4,101,847
Lab consumables	640,000	428,200
Farm produce	0	0
Medication	190,600	0
Construction Materials	4,813,433	4,488,375
Others (specify)	0	0
	17,543,304	9,018,422

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

MOI GIRLS SECONDARY SCHOOL - MANDERA

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

20 Progress On Follow Up Of Auditor Recommendations

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

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

Sign and Date
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Amount Paid To-Date	Outstanding Balance Previous 2021 -2022	Creditors for current 2022-2023	Outstanding for 2022-2023	Comments
Supply Of Goods						
1. Food supply	3,727,175	3,292,250	434,925	3,520,000	3,954,925	
2. Bread supply	1,000,950	891,440	109,510	471,600	581,110	
3. Meat supply	700,000.00	565,200	265,200	257,700	522,900	
4. Ink supply	200,000.00	-		409,942	609,942	
5. Drugmart				127,280	127,280	
6. Farah rahoi				227,350	227,350	
7. Vegetables				483,280	483,280	
Sub-Total	5,628,125.00	4,748,890	879,235	5,497,152	6,376,387	
Supply Of Services						
8. Takbir service station	746,800.00	556,900	189,900	228,000	417,900	
9. Kplc	56,000.84	-	56000.84	211,000	267,000.84	
10. Bohole water	420,000.00	409,210	10,790	-	10,790	
11. Water tanker	-	-	-	135,000	135,000	
12. Salama auto garage	-	-	-	388,000	338,000	
13. Lufest enterprise				928,000	928,000	
14. Precious bookseller				339,648	339,648	
Sub-Total	1,222,800.84	966,110	256,690.84	2,229,648	2,486,338.84	
Grand Total	6,850,925.84	5,715,000	1,135,925.84	7,726,800	8,862,725.84	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land	30 ACRES	-	-	30 ACRES
Buildings And Structures	75,207,000	6,150,000	500,000	80,857,000
Motor Vehicles	8,500,000	-	-	8,500,000
Office Equipment, Furniture And Fittings	770,000	500,000	200,000	1,070,000
Textbooks	900,000	-	40,000	860,000
ICT Equipment	813,150	120,000	40,000	893,150
Tools And Apparatus	7,973,700	440,500	70,000	8,344,200
Other Machinery And Equipment	600,000	-	-	600,000
Heritage And Cultural Assets	-	-	-	0
Intangible Assets- Soft Ware		60,000	-	60,000
Total	94,713,850	7,270,500	850,000	101,184,350

(The school should ensure that a detailed fixed assets register is maintained).