

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 20 NOV 2024

DAY.

Wednesday

REPORT

TABLED

BY:

Hon. Naomi Wago

Deputy Majority Whip

CLERK-AT
THE TABLE:

OF

Irene Nduku

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

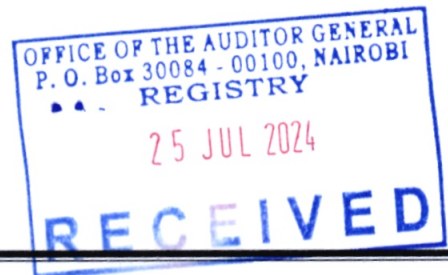
ON

**MURUGURU GIRLS SECONDARY
SCHOOL**

**FOR THE YEAR
ENDED 30 JUNE, 2022**

NYERI COUNTY

Revised 30th June 2022.



Muruguru Girls Secondary School
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022

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



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I. 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 **Nyeri County**, Nyeri Central Sub-County

The school was registered in **4th July, 2019** under registration number **19 S 0030 0141** and is currently categorized as an **Extra County public school** established, owned or operated by the Government.

The school is a boarding school and had **1197** number of students as at *30th June 2022*. It has **six** streams and **44** teachers of which **4** 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	Charles Gachiri Ngocho	Chairman/ Sponsor	15th March, 2022
2	T.W. Gichuki	Secretary- Principal	15th March, 2022
3	Edward Kinyungu	Member - Special Interest	15th March, 2022
4	Benson Kihuria	Member – PA Chairman	15th March, 2022
5	Grace Ngatia	Member - Special Needs	15th March, 2022
6	Charles Maina Ndirangu	Member – Rep CEB	15th March, 2022
7	Joyce Muthoni Njega	Member Rep Teachers	15th March, 2022
8	Purity Mumbi Kiama	Members - Sponsor	15th March, 2022
9	Joseph Wambugu	Members - Sponsor	15th March, 2022
10	Eng. Hiram Nderitu	Member - Community	15th March, 2022
11	Eng. Gathanga	Member - Community	15th March, 2022
12	Isaac Gichohi	Member - Community	15th March, 2022
13	Lucy Mwai	Member – Community	15th March, 2022
14	Joseph Muriithi	Member - Community	15th March, 2022
15	Pauline Warui	Member - Community	15th March, 2022
16	Annrose Nyawira	Member-Co-Opted	15th March, 2022
17	Peter Ndungu	Member-Co-Opted	15th March, 2022

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**i) AS AT 30th June, 2021**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	<ul style="list-style-type: none"> ▪ Charles Ngocho ▪ Isaac Gichohi ▪ Hannah Nduta ▪ Joseph Muriithi 	Chairman Member Member Member	3
2	Finance Procurement and General Audit	<ul style="list-style-type: none"> ▪ James Muriithi ▪ Isaac Gichohi ▪ Grace Ngatia 	Chairman Member Member	1
3	Academic Standards, Quality and Environment Committee .	<ul style="list-style-type: none"> ▪ Immaculate Kabutha ▪ Eng Fredrick Kathanga ▪ Patrick Kiara 	Chairman Member Member	2
4	Infrastructure Committee	<ul style="list-style-type: none"> ▪ Eng Fredrick Kathanga ▪ Joseph Muriithi ▪ Charles Gachiri ▪ Isaac Mwangi 	Chairman Member Member Member	2

AS AT JUNE 2022

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	<ul style="list-style-type: none"> ▪ Charles Ngocho ▪ Isaac Gichohi ▪ Benson Kihuria ▪ Pauline Warui ▪ Edward Kinyungu 	Chairman Member Member Member Member	2
2	Finance and Audit	<ul style="list-style-type: none"> ▪ Joseph Muriithi ▪ Isaac Gichohi ▪ Grace Ngatia ▪ Charles Gachiri ▪ Eng Hiram Ndungu ▪ Benson Kihuria 	Chairman Member Member Member Member Member	-
3	Academic Standards, Quality and Environment Committee .	<ul style="list-style-type: none"> ▪ Lucy Mwai ▪ Eng Fredrick Kathanga ▪ Charles Gachiri ▪ Charles Ndirangu ▪ Peter Ndungu 	Chairman Member Member Member Member	-
4	Dicipline ,Ethics and Integrity Committee	<ul style="list-style-type: none"> ▪ Charles Gachiri ▪ Lucy Mwai ▪ Joyce Njega ▪ AnnRose Matta ▪ Joseph Githaiga ▪ Purity Kiama 	Chairman Member Member Member Member Member	-
5	Infrastructure Committee	<ul style="list-style-type: none"> ▪ Eng Fredrick Kathanga ▪ Joseph Muriithi ▪ Charles Gachiri ▪ Isaac Mwangi ▪ Benson Kihuria 	Chairman Member Member Member Member	-

(d) School operation Management

For the financial year ended 30th June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	T.W Gichuki	285945
2	Administration D/Principal	Joyce Njega	353518
3	Academic D/Principal	Phyllis Gichuki	372438
4	School Bursar	Helen Mwangi	ID NO. 10733485

(e) Schools contacts

Post Office Box: 821-10100 Nyeri
Telephone: 0729126191
E-mail: muruguruhighschool@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The following school operated 6 number of bank accounts in the following banks: accounts

1. Name of Bank: National Bank
Branch: Nyeri
Account Number: i) 01025043085600 Tuition Account
ii) 01025043085601 Operations Account
iii) 01022043085600 Infrastructure Account
iv) 01242043085600 Savings Account

2. Name of the Bank: Equity Bank
Branch: Nyeri One
Account Number: 0110299846105 School Fund Account

3. Name of the Bank: Taifa Sacco
Branch: Nyeri
Account Number: 01-0502-001-07727 Savings Account

(g) Independent Auditors

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

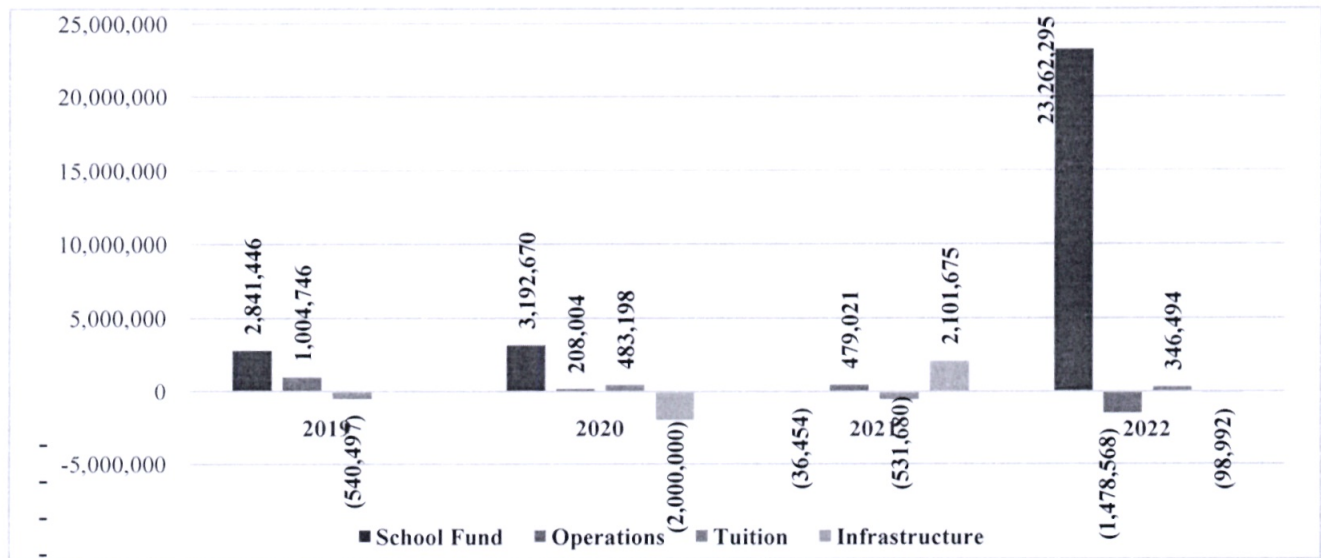
II. Summary Report Of Performance Of The School

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

II. a) FINANCIAL PERFORMANCE:

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

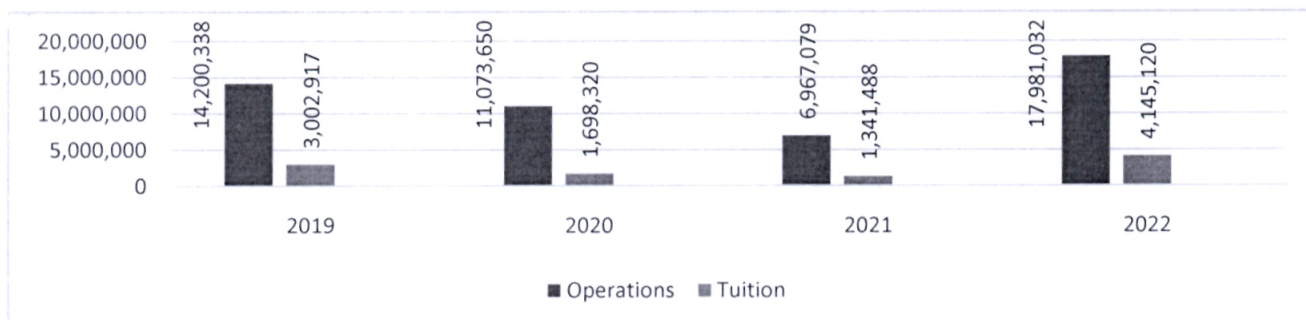
Account	2022	2021	2020	2019
	Kshs.	Kshs.	Kshs.	Kshs.
Tuition	346,494.40	(531,680)	483,198	(540,497)
Operation	(1,478,568)	479,022	208,004	1,004,746
School Fund	23,262,296	(36,454)	3,192,670	2,841,446
Infrastructure	(98,992)	2,101,675	(2,000,000)	-



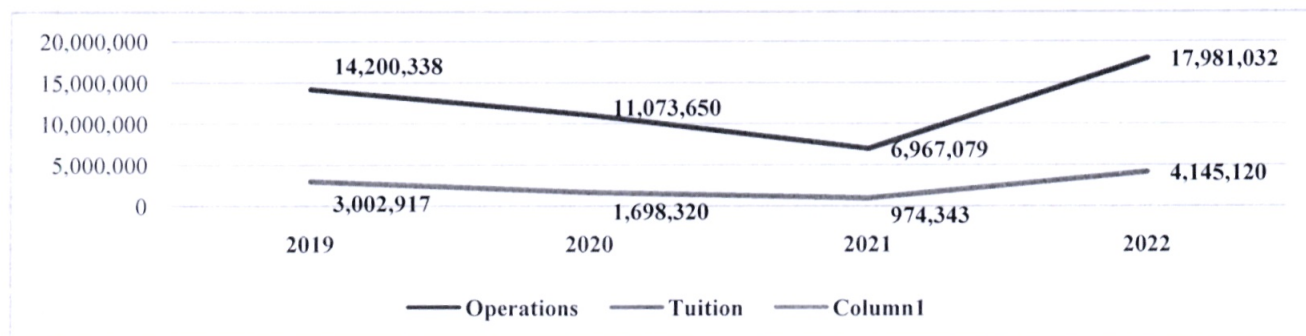
II. b) Capitation grants from the Ministry of Education for the last three years

Account	2022	2021	2020	2019
	Kshs.	Kshs.	Kshs.	Kshs.
Tuition	4,145,120	1,341,488	1,698,320	3,002,917
Operation	17,981,032	6,967,079	11,073,650	14,200,338
Total	22,126,152	8,308,567	12,771,970	17,203,255

Trend Over the Last Three Years



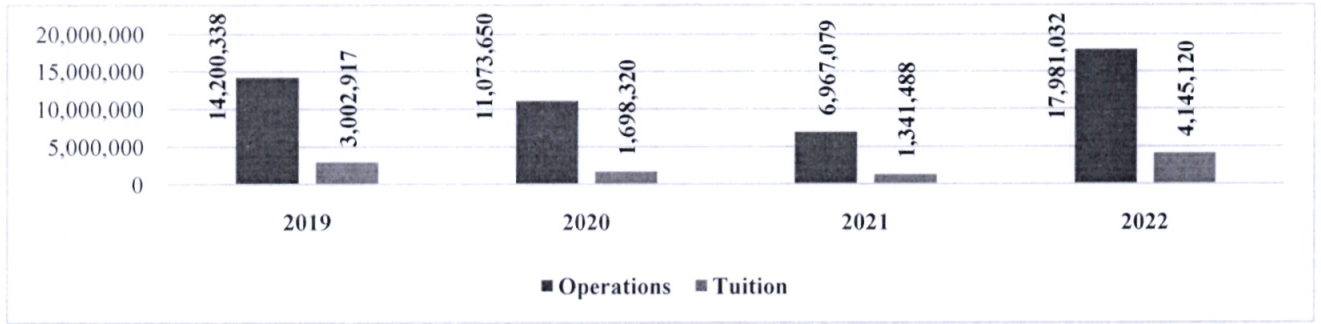
Trend Over the Last Three Years



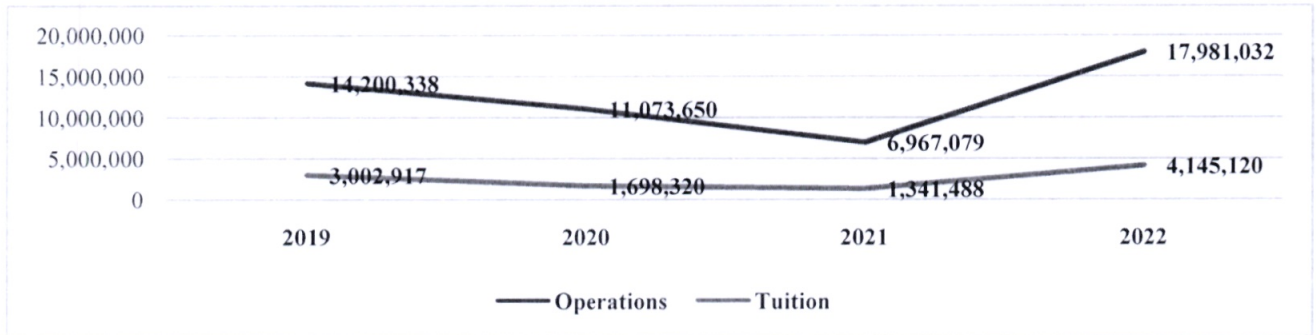
II. c) Ratio of capitation grant per student over the last three years

Account	2022	2021	2020	2019
	Kshs.	Kshs.	Kshs.	Kshs.
Tuition	4,145,120	1,341,488	1,698,320	3,002,919
Operation	17,981,032	6,967,079	11,073,650	14,200,338
Total	22,126,152	8,308,567	12,771,970	17,203,255
No of students	1197	1031	1030	933
Ratio of Capitation per student	1:18485	1:8059	1:15961	1:18439

Trend Over the Last Three Years



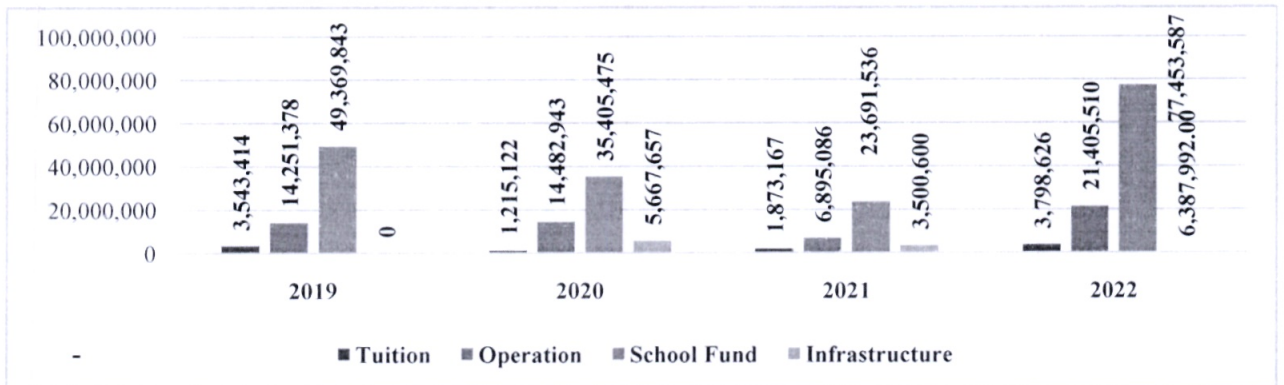
Trend Over the Last Three Years



II. d) A three-year overview of growth in expenditure of the school

Account	2022 Kshs.	2021 Kshs.	2020 Kshs.	2019 Kshs.
Tuition	3,798,626	1,873,167	1,215,122	3,543,414
Operation	21,405,510	6,895,086	14,482,943	14,251,379
School Fund	77,453,587	23,691,536	35,405,475	49,369,843
Infrastructure	6,387,992	3,500,600	5,667,657	0
Total	109,045,715	35,960,389	56,771,197	67,164,635

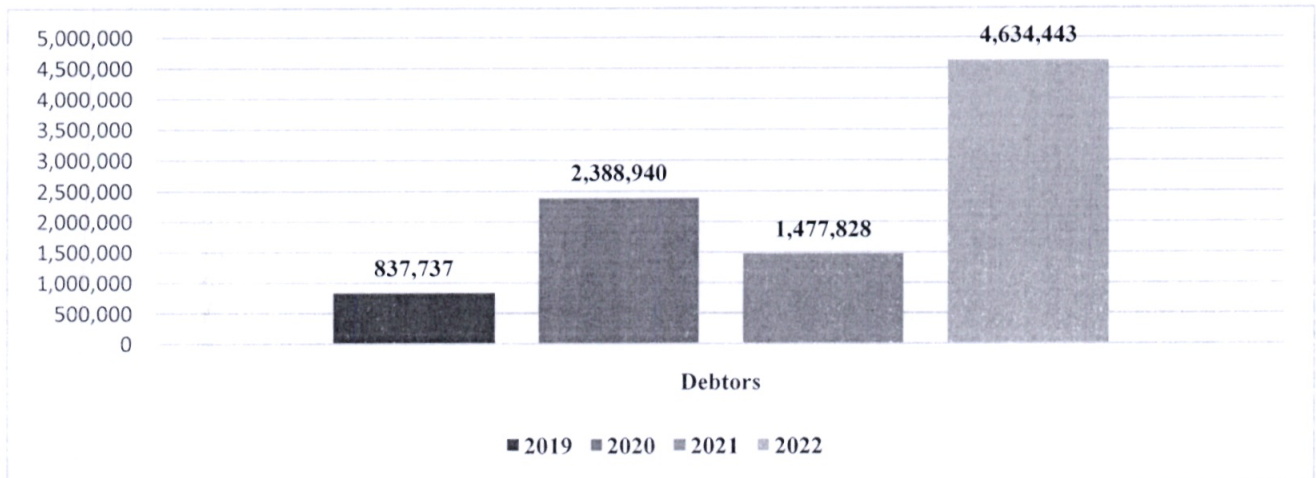
Trend Over the Last Three Years



II. e) Movement of debtors of the school over the last three years

Account	2022	2021	2020	2019
School Fund	Kshs.	Kshs.	Kshs.	Kshs.
Debtors	4,634,443	1,477,828	2,388,940	837,737
Total	4,634,443	1,477,828	2,388,940	837,737

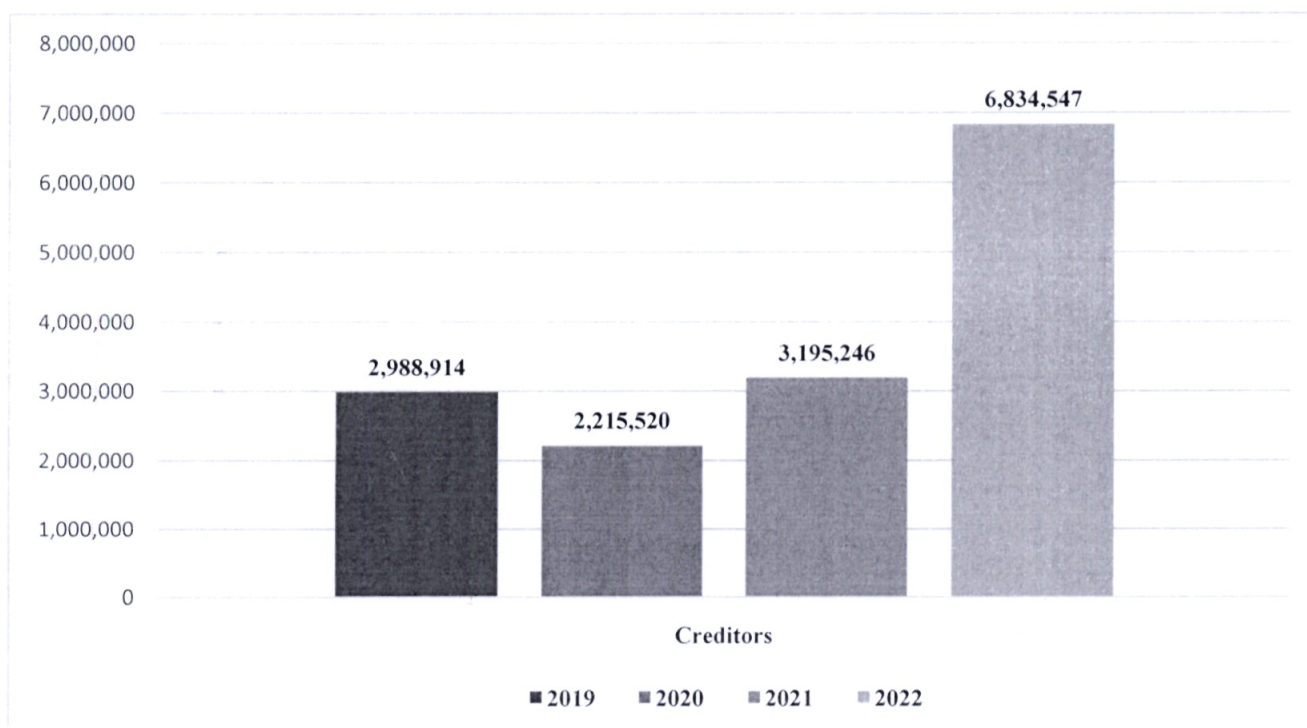
Trend Over the Last Three Years



II. f) Movement of creditors of the school over the last three years

SNO	ACCOUNTS	2022	2021	2020	2019
1	School Fund Account/Operation/ Tuition	KSHS	KSHS	KSHS	KSHS
	Creditors	6,834,547	3,195,246	2,215,520	2,988,914
	Total	6,834,547	3,195,246	2,215,520	2,988,914

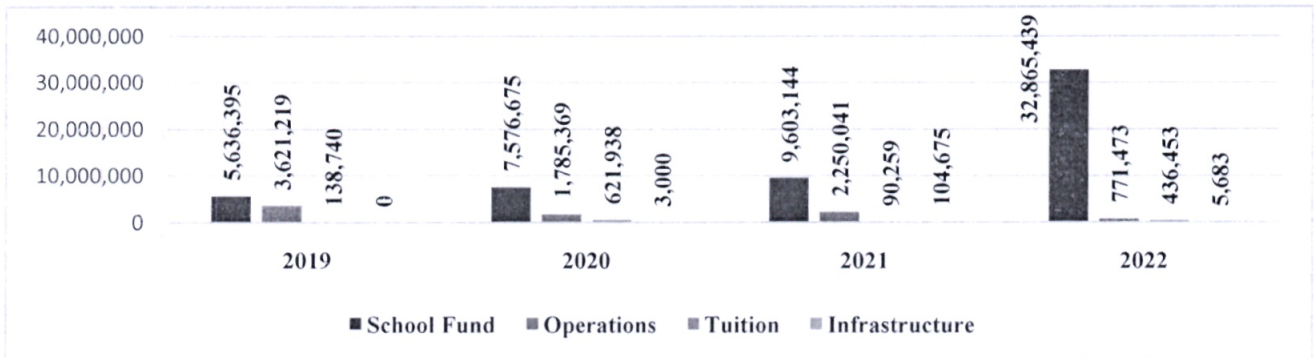
Trend Over the Last Three Years

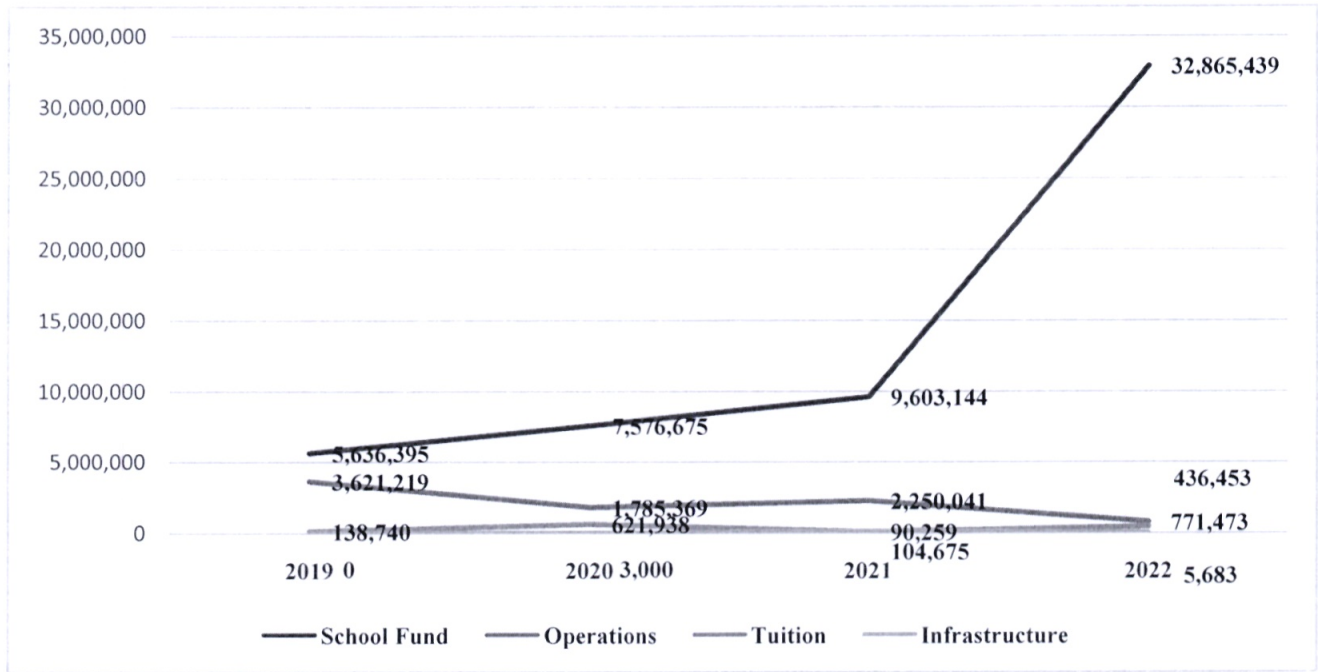


II. g) Movement of cash and bank balances over the last three years

SNO	ACCOUNTS	2022	2021	2020	2019
		KSHS	KSHS	KSHS	KSHS
1	Tuition	436,453	90,259	621,938	138,740
2	Operation	771,473	2,250,041	1,785,369	3,621,219
3	School Fund	32,865,439	9,603,144	7,576,675	5,636,395
4	Infrastructure	5,683	104,675	3,000	-
	Total	34,079,048	12,048,118	9,986,983	9,396,355

Trend over the Last Three Years





II. h) Teacher Student ratio:

- Teacher student ration = 1:27
- Teachers Recruited = 4
- Teacher Posted = 3
- Teachers transferred/retired=4
- Teachers employed by B.O.M =4
- Teacher retired during the period= 1

SUBJECT	NO OF TEACHERS PER SUBJECT	SHORTAGE
English	7	2
Kiswahili	8	
Maths	10	3
Biology	6	1
Physics	4	1
Chemistry	8	2
History	7	1
Geography	6	
C.R.E	10	1
H/Science	2	1
Agriculture	3	
Computer	1	1
B/studies	4	1
P.E	1	

II. i) Mean score in the year 2021 KCSE:5.2467

Performance of the school over the last three years.

YEAR	ENTRY	MEAN SCORE	MEAN GRADE	TRANSITION % University	TRANSITION (%) Colleges & Technical Institution	TRANSITION (%)	TARGET	COMMENTS
2021	227	5.2467	C-	15	85	100	7.0	Negative deviation of 1.0057
2020	181	6.260	C	39	61	100	7.0	Positive deviation of 0.008.
2019	206	6.252	C	38	62	100	7.0	Positive deviation of 0.6095.

II. j) Number of Candidates in the year 2021 KCSE 228

Number of candidates who sat for KCSE over the last three years.

YEAR	ENTRY
2021	227
2020	181
2019	206

II. k) Capacity of the school:1197

II. l) Development projects carried out by the school:

Sno.	Project	Year	Status	Amount	Fund Source
1	Cabro Installation and paving blocks	2021	first phase completed	2,217,040	Maintenance and improvement parents
2	Conversion of Ablution to Dorm	2021	complete	787,045	Parents
3	Bus Park	2021	Complete	1,520,660	Maintenance and improvement parents
4	CBC Classroom 1	2021	Completed	788,220	National Government
5	Cabro Installation and Paving Blocks	2022	Second phase completed	2,437,940	Maintenance and improvement parents
6	Cabro Installation, Paving and Terrazo	2022	Third phase completed	3,505,450	Maintenance and improvement parents
7	2 No. classrooms and Departmental Offices	2022	Completed	7,610,609	Maintenance and improvement from G.O.K

.....
School Principal

PRINCIPAL
MURUGURU GIRLS S.S. N. YERI
P.O. BOX 821 - 10100, NYERI
DATE XVI SIGN _____

III. 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 **Muruguru 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, 2022, and of the school's financial position as at that date.

.....

Name: Charles Gachiri Ngocho

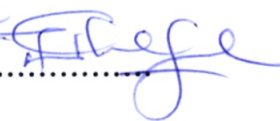
Designation: Chairman, School Board of Management

Date:

24/7/2024
.....

Name: T.W. Gichuki

Designation: School Principal & Secretary to Board of Management

Date: 24/7/24


Name: Helen Mwangi

Designation: Bursar

Date: 24/7/24


PRINCIPAL
MURUGURU GIRLS HIGH SCHOOL
P.O. BOX 821 - 10100, NYERI
DATE.....
SIGN.....

REPUBLIC OF KENYA

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Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON MURUGURU GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – NYERI 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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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, 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 Muruguru Girls Secondary School – Nyeri County set out on pages 1 to 20, which comprise of the statement financial assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows and notes to the financial statements for the year then ended and

Report of the Auditor-General on Muruguru Girls Secondary School for the year ended 30 June, 2022 - Nyeri County

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 Muruguru Girls Secondary School– Nyeri County as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities and Note 12 to the financial statements reflects accounts receivables balance of Kshs.4,634,443 in respect of fees arrears. However, included in the balance are receivables amounting to Kshs.1,477,828 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.1,477,828 could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities and Notes 9, 10 and 11 to the financial statements reflects cash and cash equivalents balance of Kshs.34,150,977. However, the balance was not supported with bank reconciliation statements, certificate of bank balance confirmation and cash survey report.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.34,150,977 could not be confirmed.

3. Inaccuracies in the Financial Statements

The statement of budgeted versus actual amounts lacked total payments and the budget lines for some items were left blank. Further, the statement of financial assets and liabilities reflect accumulated fund balance brought forward of Kshs.9,919,643 while the previous years balance was Kshs.10,402,329 resulting to unexplained variance of Kshs.482,686.

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

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Muruguru Girls Secondary School- Nyeri County Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled

other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2022.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in use of Public Resources, 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. Unconfirmed Students Enrolment Data

Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2021/2022, NEMIS reflected 1,149 students while records from the County Director of Education had 1,194 students, resulting to unexplained variance of 45 students. As a result of the variance, the School was under-funded by an amount of Kshs.132,966.

This was contrary to the Ministry of Education Circular No:MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

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

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.17,981,032 as disclosed in Note 2a to the financial statements which was received from the Ministry of Education and credited in the operations bank account. Included in the amount is Kshs.1,248,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.618,000 was transferred to infrastructure account, leaving a balance of Kshs.630,000 as at 30 June, 2022. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the Ministry of Education Circular.

3. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement plan. This is contrary to Paragraph 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

In the circumstances, Management was in breach of the Ministry of Education Operation Manual.

4. Lack of Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.131,076,946 and Kshs.109,045,715 in respect of total receipts and payments respectively. However, during the year, Management did not prepare an annual procurement plan as part of the annual budget preparation process. Further, no procurement budget was provided for audit review. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

5. Late Submission of Financial Statements to the Auditor-General

The financial statements for the year 2021/2022 were submitted on 15 February 2023 to the Auditor-General and not on the statutory date of 30 September, 2022. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements to 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.

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

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.337,914,000 in respect of fixed assets which includes land with a balance of Kshs.70,000,000. However, land ownership document was not provided for audit.

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

2. Lack of Internal Audit Function and Audit Committee

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

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

The audit was conducted in accordance with the 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 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 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 the sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 control 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 control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the School's 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 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

27 September, 2024

V. Statement Of Receipts And Payments Period To 30th June 2022

Description Of Vote Head	Note	2021-2022	Jan 2021-June 2021
		Kshs	Kshs
Receipts			
Capitation grants for tuition(MOE)	1a	4,145,120	1,341,488
Other Receipts through Tuition	1b	-	
Capitation grants for operations(MOE)	2a	17,981,032	6,971,997
Other Receipts through Operation	2b	1,945,910	387,761
School fund income- parents' contributions	3a	76,219,748	6,847,289
School fund income- other receipts	3b	24,496,134	16,684,015
Infrastructure	4	6,289,000	3,603,000
Total Receipts		131,076,946	35,835,550
Payments			
Payments for tuition	5	3,798,626	1,873,167
Payments for operations	6	21,405,510	6,895,086
Boarding and school fund payments	7	77,453,587	21,504,836
Infrastructure	8	6,387,992	3,500,600
Total Payments		109,045,715	33,773,689
Surplus/Deficit		22,031,230	2,061,861

The school financial statements were approved on
and signed by:

24/7/24

Name: CHARLES G. NGOCHO
Chair BOM

Date: 24/7/2024

Name: TABITHA GICHUKI
School Principal/ Secretary to BOM

Date: 24/7/24

Name: HELEN MWANGI
Bursar/ Finance Officer


Date: 24/7/24

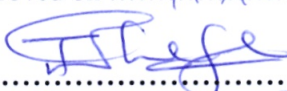
PRINCIPAL
MURUGURU GIRLS HIGH SCHOOL
P.O. BOX 821 - 10100, NYERI
DATE.....SIGN.....


VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2022

Description	Note	2021-2022	Jan2021-June2021
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	9	34,028,409	11,917,770
Cash balances	10	50,939	130,348
Short term investment	11	71,628	71,628
Total cash and cash equivalent		34,150,977	12,119,747
Account's receivables	12	4,634,443	1,477,828
Total financial assets		38,785,420	13,597,575
Financial liabilities			
Accounts payables	13	(6,834,547)	(3,195,246)
Net financial assets		31,950,873	10,402,329
Represented by			
Accumulated fund b/fwd	14	9,919,643	8,340,468
Surplus/deficit for the year		22,031,230	2,061,861
Add increase in receivables			
Less increase in payable			
Net financial position		31,950,873	10,402,329

The school's financial statements were approved on 24/7/24 and signed by:


 Name: CHARLES G. NJOCHI
 Chair BOM
 Date: 24/7/2024


 Name: TABITHA GICHUKI
 School Principal/ Secretary to BOM
 Date: 24/7/24


 Name: HELEN MWANGI
 Bursar/ Finance Officer
 Date: 24/7/24

2 PRINCIPAL
 MURUGURU GIRLS HIGH SCHOOL
 P.O. BOX 821 - 10100, NYERI
 DATE.....
 SIGN.....

VII. Statement of Cash Flows for the Period Ended 30th June 2022

Description	Notes	2021-2022	Jan 2021-June 2021
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition(MOE)	1a	4,145,120	1,341,488
Other Receipts through Tuition	1b	-	
Capitation grants for operations(MOE)	2a	17,981,032	6,971,997
Other Receipts through operation	2b	1,945,910	387,761
School fund income- parents contributions/ fees	3a	76,219,748	17,908,698
School fund income- other receipts	3b	24,496,134	7,809,306
Infrastructure	4	6,289,000	3,603,000
Total receipts		131,076,945	38,022,250
Payments			
Payments for tuition	5	3,798,626	1,873,167
Payments for operations	6	21,405,510	6,895,086
Boarding and school fund payments	7	77,453,587	23,691,536
Infrastructure	8	6,387,992	3,500,600
Total payments		109,045,715	35,960,389
Net cash flow from operating activities		22,031,230	2,061,861
Cash flow from investing activities			
Proceeds from sale of assets			
Acquisition of assets			
Proceeds from investments			
Purchase of investments			
Net cash flows from investing activities			
Cash flow from borrowing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
Net increase in cash and cash equivalents		22,031,230	2,061,861
Cash and cash equivalent at beginning of the year		12,119,747	10,057,886
Cash and cash equivalent at end of the year		34,150,977	12,119,747

(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 cash flow as recommended by PSASB).

VIII. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30th June 2022

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
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Textbooks And Reference Materials				28,725		
Exercise Books				574,500		
Laboratory Equipment				173,039		
Internal Exams	4,144,000			57,450		
Teaching / Learning Materials				3,282,681		
Chalks				28,725		
Exams And Assessment						
Teachers Guides						
Total	4,144,000		4,144,000	4,145,120	1,120	100%
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	5,374,500		5,374,500	4,978,820	395,680	92%
Repairs And Maintenance	7,149,000		7,149,000	6,289,000	860,000	88%
Local Transport / Travelling	2,713,000		2,713,000	1,909,920	803,080	70%
Electricity And Water	2,234,000		2,234,000	2,059,992	174,008	92%
Medical	229,800		229,800	229,800		
Administration Costs	2,974,500		2,974,500	2,513,500	461,000	85%
Activity						
Gratuity						
Smasse						
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	10,526,400.00		10,526,400	11,359,710	833,310	108%
Repairs And Maintenance	3,200,400.00		3,200,400	3,560,969	360,569	111%
Local Transport / Travelling	4,704,000.00		4,704,000	5,220,143	516,143	111%
Electricity And Water	7,695,600.00		7,695,600	8,571,609	876,009	111%
Medical						

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
Administration Costs	3,643,200		3,643,200	5,400,787	1,757,587	98%
Activity	1,276,800		1,276,800	1,727,355	450,555	%
Smasse	360,000		360,000			
Fee On Boarding Equipment and Stores	39,895,200		39,895,200	40,379,175	483,975	101%
Other Income						
Rent Income	220,000		220,000			
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						
Total Income						
(1) Expenditure For Tuition						
Textbooks And Reference Materials			82,260		82,260	100%
Exercise Books			1,430,980		1,430,980	100%
Laboratory Equipment			767,406		767,406	100%
Internal Exams			326,050		326,050	100%
Teaching / Learning Materials			1,131,960		1,131,960	100%
Chalks			59,480		59,480	100%
Exams And Assessment						
Teachers Guides						
Administration Costs						
Bank Charges	480		480		480	
(2) Expenditure For Operations						
Personnel Emoluments	5,374,500		5,374,500	6,312,299	937,899	118%

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
Repairs, Maintenance & Improvements	6,289,000		6,289,000	0	0	
Local Transport / Travelling	2,713,000		2,713,000	1,841,736	871,264	32%
Electricity, Water and Conservancy	2,234,000		2,234,000	1,883,224	350,776	16%
Medical	229,800		229,800	12,480	217,320	95%
Administration Costs	2,974,500		2,974,500	3,158,705	184,205	6%
Activity Expenses						
Gratuity						
Smasse						
(3) Expenditure For School Fund						
Personnel Emoluments	10,526,000		10,526,000	4,944,716	5,581,284	50%
Repairs, Maintenance and Improvements	3,200,400		3,200,400	4,454,299	1,253,899	139%
Local Transport / Travelling	4,704,000		4,704,000	3,729,694	974,306	79%
Electricity, Water and Conservancy	7,695,600		7,695,600	2,254,739	5,440,861	30%
Medical Expenses						
Administration Costs	3,643,200		3,643,200	3,453,888	189,312	95%
Activity	1,276,800		1,276,800	1,009,404	267,396	79%
Gratuity						
Lunch Programme						
Boarding Equipment and Stores	39,895,200		39,895,200	34,071,573	5,823,628	85%
Expenditure For Income Generating Activity						
Insurance Costs						
Other Expenses On Investments						
Rent Expenses						
Bank Charges						
Loan Interest Repayment						
Loan Principal Repayment						
Acquisition Of Assets						
Totals						

i) Explanatory notes on over and under utilization

- Local Transport and Travelling – Travelling was minimized during the year it was post Covid -19 period.

-Electricity Water and Conservancy- The school harvested rain water and therefore the water bills reduced. More electricity power was used than Generator fuel which is more expensive.

- Repairs, Maintenance and Improvement – Over utilization was due to classroom construction. Activity – The underutilization was due to less activities since it was post Covid-19 time.

Boarding, Equipment and Stores – Prices of some commodities decreased.

IX. 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 30th June 2022.

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

X. Notes To The Financial Statements

1a. Capitation Grant for Tuition

Description	2021-2022	Jan2021-June2021
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books	574,500.	
Laboratory Equipment	173,039	
Internal Exams	57,450	
Teaching / Learning Materials	3,282,681	
Chalks	28,725	1,341,488
Exams And Assessment		
Teachers Guides		
Total		
1b. Other receipts through Tuition	-	
Total	4,145,120	1,341,488

2a. Capitation Grant for Operations

Description	2021-2022	Jan2021-June2021
	Kshs	Kshs
Personnel Emoluments	4,978,820	1,806,638
Repairs And Maintenance	6,289,000	3,603,000
Local Transport / Travelling	1,909,920	532,759
Electricity And Water	2,059,992	514,800
Medical	229,800	
Administration Costs	2,513,500	514,800
Total	17,981,032	6,971,997
2b. Other Receipts through Operation		
Kudheiha	49,500	9,000
Rent	49,000	9,800
NSSF	400,762	83,508
NHIF	139,850	28,500
SACCO	361,450	68,400
Coop welfare	894,750	178,979
PAYE	50,598	9,574
TOTAL	1,945,910	387,761

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

3.a. Parents Contribution/Fees - School Fund Account

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Personnel emoluments	11,359,710	1,875,959
Repairs and maintenance	3,560,969	899,362
Local transport / travelling	5,220,143	644,067
Electricity and water	8,571,609	1,801,576
Medical	-	-
Administration costs	5,400,787	1,513,254
Activity	1,727,355	113,071
Fee On Boarding Equipment and Stores	40,379,175	11,061,409
Total	76,219,748	17,908,698

3. b. Other Receipts – School Fund Account

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Rent Income	220,000	91,900
prepayments	2,043,333	1,727,254
Examination	18,100	4,800
Uniform	15,695,105	42,845
Income From Bus Hire	35000	-
Infrastructure	-	2,000,000
R/D Cheque	85,755	
arrears	1,831,408	1,755,807
Bursary	4,128,611	1,403,283
N S S F	82,704	167,016
N H I F	29,600	57,000.00
SACCO	73,010	137,710.00
COOP	219,006	370,030.00
PAYE	12,302	25,632.00
Refund	12,000.00	8,029.00
Kudheiha	10,200	18,000.00
Total	24,496,134	7,809,306

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

4. Infrastructure Receipts

	2021-2022	2021-2021
	Kshs	Kshs
Transfer from Operation	6,289,000	3603,000
Total	6,289,000	3,603,000

5. Payments for Tuition

Description	2021-2022	Jan 2021-June 2021
	Kshs	Kshs
Textbooks And Reference Materials	82,270	
Exercise Books	1,430,980	
Laboratory Equipment	767,406	
Internal Exams	326,050	
Teaching / Learning Materials	1,131,960	1,873,167
Chalks	59,480	
Exams And Assessment		
Teachers Guides		
Administration Costs		
Bank Charges	480.00	
Total	3,798,626	1,873,167

Notes To The Financial Statements (Continued)

6. Payments For Operations

Description	2021-2022	Jan 2021- June2021
	Kshs	Kshs
Personnel Emoluments	6,312,399	1,774,903
Service Gratuity	-	
Administration Cost	3158705	381,825
Repairs And Maintenance & Improvements	6,289,000	3,603,000
Local Transport / Travelling	1,841,736	145,287
Electricity And Water	1,883,224	586,143
Medical	12,480	11,617
Total	19,497,544	6,502,775
Other Payments through operation		
Kudheiha	49,500.00	9,000
Creditors		14,350
Rent	11,056	
N S S F	400,762	83,508
N H I F	139,850	28,500
Coop Welfare	894,750	178,979
Sacco	361,450	68,400
P A Y E	50,598	9,574
Total	1,907,966	392,311

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

7. Boarding And School Fund Payments

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Personnel Emoluments	4,944,716	1,997,089
Service Gratuity	-	-
Repairs And Maintenance & Improvements	4,454,299	2,587,015
Local Transport / Travelling	3,729,694	488,221
Electricity And Water	2,254,739	1,455,851
Medical Expenses	-	-
Administration Costs	3,453,888	1,158,932
Fee On Boarding Equipment and Stores	34,071,573	11,465,161
Rent Expenses	9,556	21,912
Activity	1,009,404	73,300.00
Total	53,927,869	19,247,481
Other Payments		
Examination	18,100	
Creditors		75,810
Bus hire	23,600	
Bursary	4,128,611	1,403,283
NSSF	82,704	167,016
NHIF	29,600	57,000
SACCO	73,010	137,710
R/D Cheque	45,755	40,000
Coop welfare	219,006	370,030
PAYE	12,302	25,632
Uniform	15,695,105	
Refund	12,000	8,029
Kudheiha	10,200	18,000
Prepayment	3,175,725	2,141,545
Total	23,525,718	4,444,055

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

8 Infrastructure payments

	2021-2022	2021-2021
	Kshs	Kshs
Transfer from Operation	6,387,992	3,500,600
Total	6,387,992	3,500,600

Notes To The Financial Statements (Continued)

9 Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2021-2022	Jan 2021- June 2021
		Kshs	Kshs
Tuition Account	01025043085600	436,753	90,259
Operations Account	01025043085601	756,029	2,201,975
School Fund Account/Boarding	0110299846105	32,829,944	9,520,861
Savings Account	01242043085600		
Saving Account	0105020010770		
Income Generating Activities Account			
Infrastructural Account	01022043085600	5,683	104,675
Total		34,028,409	11,917,770

10 Cash In Hand

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Tuition Account	-	-
Operation Account	15,444	48,066
School Fund account	35,495	82,282
Total	50,939	130,348

11 Short Term Investments

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit		
Savings	64,098	64,098
Other Investments Savings	7,531	7,531
Total	71,628	71628

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

12 Accounts Receivable

Description	2021-2022	Jan 2021-June 2021
	Kshs	Kshs
Fees Arrears	4,634,443	1,477,828
Other Non-Fees Receivables		
Salary Advances		
Imprest		
Total	4,634,443	1,477,828

Description	2021-2022	Jan 2021- June2021
	Kshs	Kshs
Fees Arrears For Current Year	4,634,443	804,695
Fees Arrears For The Previous Year		633,133
Fees Arrears For Prior Periods (Over Two Years)		-
Total	4,634,443	1,477,828

13 Accounts Payable

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2100605	-
Prepaid Fees	2,043,333	1,727,254
Retention Monies/construction balance	2,690,609	1,467,992
Total	6,834,547	3,195,246

Description	2021-2022	Jan 2021-June 2021
	Kshs	Kshs
Trade Creditors for Current Year	2,100,605	
Trade Creditors for The Previous Year		
Trade Creditors for Prior Periods (Over Two Years)		
Total	2,100,605	

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

14 Fund Balance Brought Forward

Description	2021-2022	Jan 2021-June 2021
	Kshs	Kshs
Bank Balances	11,917,770	10,047,222
Cash Balances	130,349	10,664
Short Term Investments	71,628	-
Receivables	4,634,443	1,477,828
Payables	(6,834,547)	(3,195,246)
Total	9,919,643	8,340,468

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.

15 Non-current Liabilities Summary

Description	2021-2022	Jan 2021- June 2021
	Kshs	Kshs
Bank Loan(S)	-	
Outstanding Leases	-	
Hire Purchase	-	
Gratuity And Leave Provision	-	
Total		

16 Biological assets

Description	Numbers	2021-2022	Jan 2021- June 2021
		Kshs	Kshs
Cattle			
Pigs	8	80,000	
Trees	125	187,500	
Coffee Or Tea Plantation			
Poultry			
Total		267,500	

NB Based on Estimates

Muruguru Girls Secondary School
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17 Borrowings

Description	2021-2022	Jan 2021-June 2021
	Kshs	Kshs
a) Borrowings	-	
Borrowing at beginning of the year	-	
Borrowings during the year	-	
Repayments of during the year	-	
Balance at end of the year	-	

Other important disclosure notes

18 Stock/ Inventory

Stationeries

Sno	ITEM	(Beginning)	Purchased	Issuance	Balance
1	Exercise books	1690	11560	8744	2816
2	Ball pens	45	935	334	601
3	Spring files	23	323	229	94
4	Chalk	60		11	49
5	Manilla papers	11	80	53	38
6	Counter books	9	110	78	41
7	Ruled papers	11	100	59	52
8	Photocopy papers	2	85	81	6
9	Bond 60 papers	30	900	915	15
10	Envelopes	2100	400	821	1677
11	Thumb tucks	2	10	10	2
12	Tonnors	6	20	-	5
13	Cartridges	5	-	4	1
14	White board marker	13	20	23	10
15	White out	38	-	34	4
16	CPI ink	5	25	12	18
17	Staples	22	-	11	11
18	Binding tapes	-	10	7	3
19	Master roles	5	40	35	10
20	Dusters	15	-	10	5
21	Box files	5	10	9	6
22	Cello tapes	9	10	16	3
23	Masking tape				
24	Lesson plan book	73	100	150	23
25	Mark book	29	50	49	30
26	Record of work book	21	100	84	37
27	Felt pens	9	20	27	2

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

19 Kitchen

Sno	ITEM	(Beginning)	Purchased	Issuance	Balance
1	Sufurias		30	24	
2	Tea urns		3	5	
3	Folk spoons		24	24	
4	Thermos flask		5	5	
5	Plates		12	12	
6	Kensilver cups		12	12	
7	Aluminum bowls		20	20	

Kitchen (Food inventory)

Sno	ITEM	(Beginning)	Purchased	Issuance	Balance
1	Maize	1417 kgs	27697	25999	1698
2	Sugar	1338kgs	18238	18086	152
3	Rice	1813 kgs	27438	26979	459
4	Maize flour	1285Kg	24840	25747	378
5	Cooking fat	211 kgs	2871	2817	54
6	Salt	313 kgs	3133	3105	28
7	Beans	998 kgs	22770	23497	271
8	Ndengu Special	250 kgs	5130	5208	172
9	Cocoa	344 kgs	4216	4063	153
10	Tea leaves	34 kg	420	400	20
11	Raha premium flour	8 kgs	144	134	10
12	Bar soap	40	260	239	21
13	Rina cooking oil	12 kgs	120	125	7
14	Ndengu - Kamande	15 kgs	120	125	7

Description	2021-2022	Jan 2021-June 2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	854,406	
Stock/ inventory purchased during the year	14,073,410	
Stock/ inventory issued during the year	13,998,893	
Balance at end of the year	928,924	

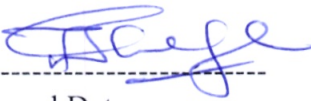
Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

20 NB Based on Estimates

21 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

PRINCIPAL
MURUGURU GIRLS HIGH SCHOOL
P.O. BOX 821 - 10100, NYERI
 DATE.....
 SIGN.....

Muruguru Girls Secondary School
Reports and Financial Statements For the year ended 30th June 2022

Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2022	Outstanding Balance 20XX-1	Comments
	a	b	c	d-a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
1. Ngewa Stores	450,800	2/6/222	-	450,800		To pay
2. Jacqwa Enterprises	328,600	1/6/2022	-	328,600		To pay
3. Charres Enterprises	22,955	11/1/2022	-	22,955		To pay
4. Demawak E nterprises	109,750	2/6/2022		109,750		To pay
5.Felitex Emporimm	1,188500	4/2/2022		1,188500		To pay
Grand Total				2,100,605		

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Annex 2 – Summary of Fixed Assets Register

Asset Class		Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Land 1		Bal b/f		70,000,000			70,000,000
Land 2		-		-			-
Buildings And Structures				208,000,000			208,000,000
Motor Vehicles	KAN 200U	2002		5,600,000			5,600,000
	KBB 075S	2008		1,364,000			1,364,000
	KCE 151D	2015		11,000,000			11,000,000
Office Equipment, Furniture And Fittings			12,000,000			12,000,000	
ICT Equipment, And Other ICT Assets			5,000,000			5,000,000	
Tools And Apparatus			800,000			800,000.00	
Textbooks			8,000,000			8,000,000	
Other Machinery And Equipment			16,000,000			16,000,000	
Heritage And Cultural Assets			100,000			100,000	
Intangible Assets- Soft Ware			50,000			50,000	
Total				337,914,000			337,914,000

NB Based on Estimates