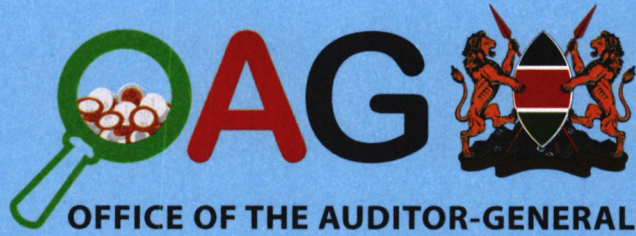


REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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Handwritten signature: *James*
Hon Naomi Wago, MP
Deputy Majority Whip
A. Chibuko

THE AUDITOR-GENERAL

ON

CHANIA GIRLS HIGH SCHOOL

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

KIAMBU COUNTY

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY

24 JUL 2023

RECEIVED



CHANIA GIRLS HIGH 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)

REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF EDUCATION
BUREAU OF EDUCATION
MANILA
OFFICE OF THE SUPERVISOR
SCHOOL DIVISION OFFICE
1998-1999

1998-1999

1998-1999

CHANIA GIRLS HIGH SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

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CHANIA GIRLS HIGH SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

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 Kiambu County, Thika west Sub-County

The school was registered in 17/08/2009 under registration number 22S00300662 and is currently categorized as an Extra-county public school established, owned or operated by the Government.

The school is a day/boarding school and had 1313 number of students as at 30th June 2022. It had 7 streams and 59 teachers of which 6 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	Mr. Raphael Ikame	Chairman	05th April 2022
2	Mrs Mary Muthoni Mwangi	Secretary - Principal	05th April 2022
3	Mr. Simon Mitambo	Member—Special Interest	05th April 2022
4	Eng. Moses Kweri Kinyaa	Member – Rep CEB	05th April 2022
5	Mrs Eunice Muthoni Kamunde	Member Rep Teachers	05th April 2022
6	Mr. Raphael Ikame Mrs Miriam Mureithi Peter Macharia	3 Members - Sponsor	05th April 2022
7	Brigadier David Ngaira Josephine Muthoni Ngugi Michael Ndung'uGathu Jane Kamau Alice Njau Samuel Gitimu Waiganjo	Member - Community	05th April 2022
8	Mrs Jane Gathoni Nyutu	Member Special Needs	05th April 2022
9	Bathseba Kerubo Atuti	Rep Students	05th April 2022
10	Bishop Godfrey Mambo Ms Firdaus Wanjiku Hussein Mrs Evelyne Muchoki	Co-opted members	05th April 2022

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 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

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr Raphael Ikame	Chairperson	7
		Mrs Mirriam Mureithi	Vice-chair	
		Mrs Mary Muthoni Mwangi	Secretary	
		Mrs Alice Njau	P.A. chair	
		Mr. Michael Ndung'u Gathu	Member	
		Dr. Jane Nyutu	Member	
2	Audit Committee			
3	Finance, procurement and general purposes Committee	Mr. Michael Ndung'u Gathu	Chairperson	3
		Mrs Mary Muthoni Mwangi	Secretary	
		Mr. Raphael Ikame	Member	
		Firdaus Wanjiku Hussein	Member	
		Mr. Simon Mitambo	Member	
		Mrs Jane Kamau	Member	
		Mrs Alice Njau	Member	
		Mrs Evelyne Muchoki	Member	
4	Academic Committee	Mr. Peter Macharia	Chairperson	
		Mrs Mary Muthoni Mwangi	Secretary	
		Mrs Jane Kamau	Member	

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

		Mrs Alice Njau	Member	
		Mr. Samuel Gitimu	Member	
		Mr. Raphael Ikame	Member	
		Mrs Miriam Mureithi	Member	
		Dr. Jane Nyutu	Member	
		Mrs Rose Kinuthia	Member	2
5	Development Committee	Mr. Raphael Ikame	Chairperson	
		Mrs Mary Muthoni Mwangi	Secretary	
		Mrs Josehine Muthoni Ngugi	Member	
		Deputy principal	Member	
		Brigadier Ngaira	Member	
		Sub-county Director	Member	
		Eng. Moses Kinyaa	Member	9
6	Discipline and welfare Committee	Brigadier Ngaira	Chairperson	
		Mrs Mary Muthoni Mwangi	Secretary	
		Eng. Moses Kinyaa	Member	
		Mrs Alice Njau	Member	
		Mrs Evelyne Muchoki	Member	
		Mrs Jane Kamau	Member	
		Mr Raphael Ikame	Member	
		Mr. Peter Macharia	Member	
		Ms Firdaus Wanjiku	Member	
		Mr. Michael Gathu	Member	
		Mrs Josehine Muthoni Ngugi	Member	
		Mr. Simon Mitambo	Member	
		Mr. Samuel Gitimu	Member	2

(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	Mrs Mary Muthoni Mwangi	322143
2	Deputy Principal	Mrs Phylis Warigia Maina	291513
3	School Bursar	Miss Caroline Wambui Kibuchi	ID_28077119

(e) Schools contacts

Post Office Box: 2723-00100 THIKA
 Telephone: 0723823393/0728420978
 E-mail: chaniaghs@yahoo.com

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT(CONTINUED)

(f) School Bankers

The school operated 8 bank accounts in the following banks:

1. Name of Bank: KCB
Branch: Thika
Account Number: 1102087416
Account Name: School Fund

2. Name of Bank: KCB
Branch: Thika
Account Number: 1102809966
Account Name: OPERATION

3. Name of Bank: KCB
Branch: Thika
Account Number: 1102089109
Account Name: TUITION

4. Name of Bank: KCB
Branch: Thika
Account Number: 1257947540
Account Name: INFRASTRUCTURE

5. Name of Bank: KCB
Branch: Thika
Account Number: 1206242477
Account Name: BUSINESS

6. Name of Bank: Equity
Branch: Thika
Account Number: 0090290051938
Account Name: CURRENT

7. Name of Bank: Equity
Branch: Thika
Account Number: 0090290051938..CDF II

8. Name of Bank: Equity
Branch: Thika
Account Number: 091071561..CDF I

9. MPESA Pay Bill No.522123 attached to 1102087416 bank account

g) Independent Auditors

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

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

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:

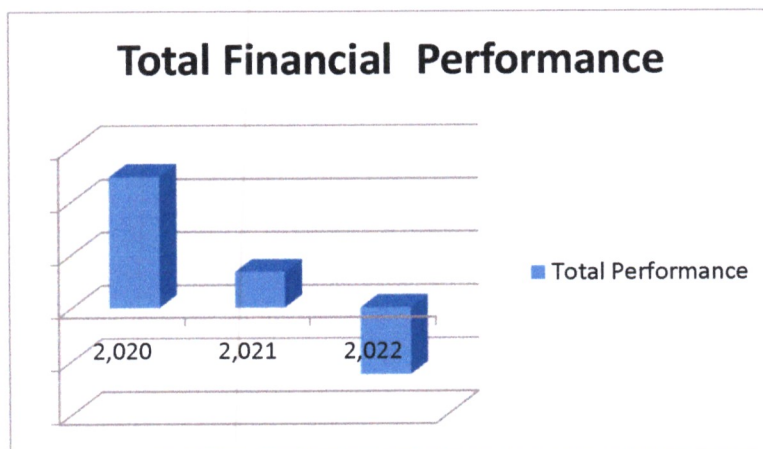
a) **Financial performance:**

Under this section, the following information should be given:

-Surpluses/Deficits

Financial Performance - Deficits and/or Surpluses_ 3 Year Trend							
Year	Account						
	School Fund	Operation	Tuition	Infrastructure	Farm	CDF	Total
2,020	2,387,576	35,396	27,132	2,482,080	-	-	4,932,185
2,021	1,910,363	505,959	9,934	(1,077,620)	-	-	1,348,636
2,022	(1,072,693)	(530,763)	196,702	(1,112,565)	-	-	(2,519,319)
Total	3,225,246	10,593	233,768	291,895	-	-	3,761,502

Year	Total Performance
2,020	4,932,185
2,021	1,348,636
2,022	(2,519,319)

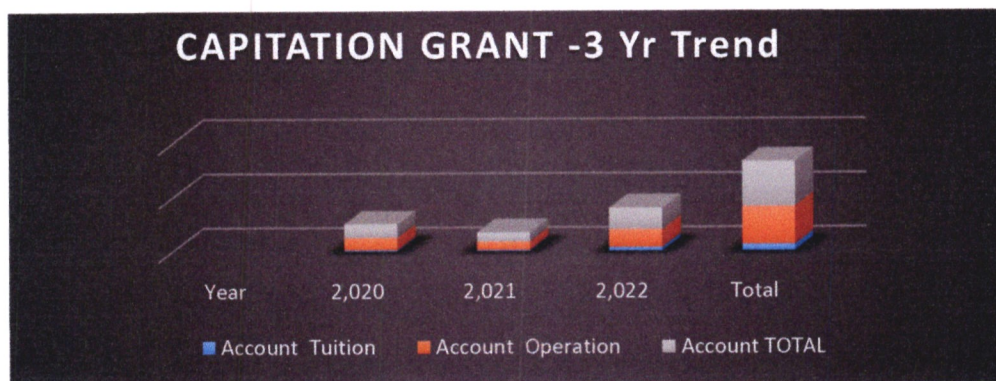


CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

FINANCIAL PERFORMANCE(Continued)

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

CAPITATION GRANT -3 Yr Trend			
Year	Account		TOTAL
	Tuition	Operation	
2,020	1,338,088	11,332,435	12,670,523
2,021	1,241,652	7,504,112	8,745,764
2,022	3,634,536	16,391,334	20,025,870
Total	6,214,276	35,227,882	41,442,157



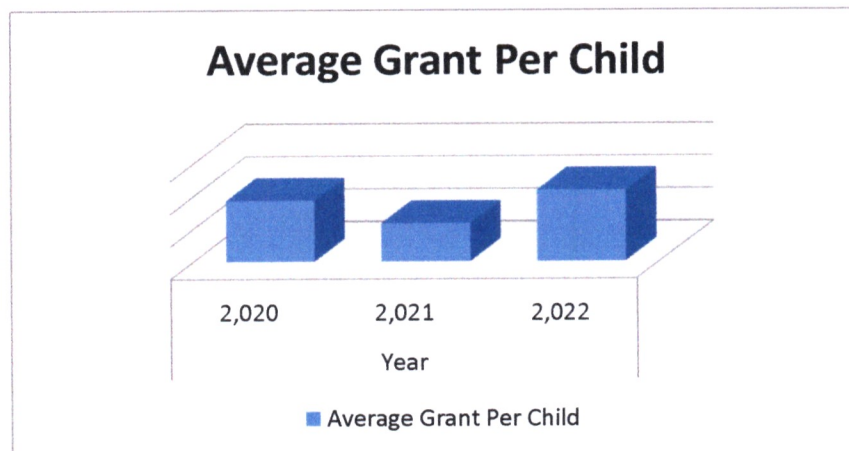
CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

FINANCIAL PERFORMANCE(Continued)

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

Capitation Grant Per CHILd -3 Yr Trend			
	Year		
	2,020	2,021	2,022
TOTAL GRANT RECEIVED	12,670,523	8,745,764	20,025,870
Highest Enrolment in the Year	675	747	919
Average Grant Per Child	18,771	11,708	21,791

	Year		
	2,020	2,021	2,022
Average Grant Per Child	18,771	11,708	21,791



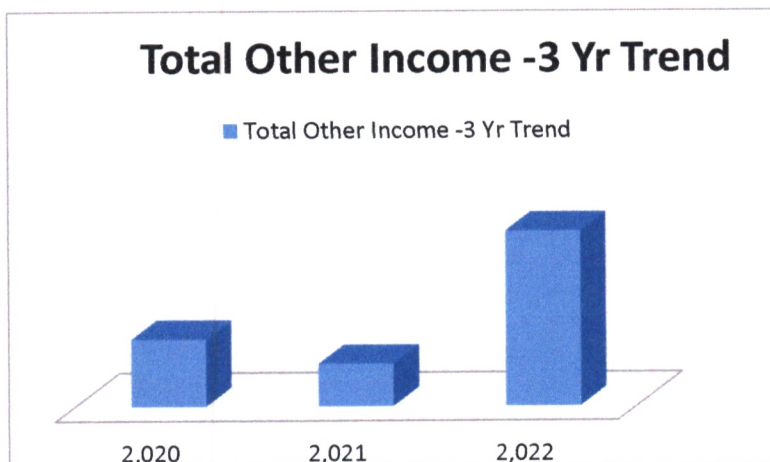
CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

FINANCIAL PERFORMANCE(Continued)

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

Growth of Other Incomes -3 Yr Trend						
YEAR	Income Source					Total
	School Fund	Farm	Infrastructure	CDF		
2,020	44,832,852	-	4,488,000	-		49,320,852
2,021	29,286,409	-	1,838,000	-		31,124,409
2,022	116,785,806	-	10,947,000	-		127,732,806
Total	190,905,067	-	17,273,000	-		208,178,067

Year	Total Other Income -3 Yr Trend
2,020	49,320,852
2,021	31,124,409
2,022	127,732,806



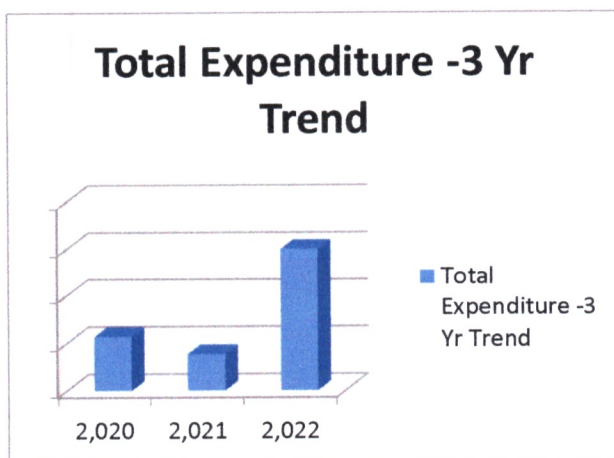
CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

FINANCIAL PERFORMANCE(Continued)

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

Expenditure -3 Yr Trend							
	School Fund	Operation	Tuition	Farm	Infrastructure	CDF	Yr Total
YEAR							
2,020	42,445,276	11,297,039	1,310,956	-	2,005,920	-	57,059,191
2,021	27,376,046	6,998,154	1,231,718	-	2,915,620	-	38,521,537
2,022	117,858,499	16,922,097	3,437,834	-	12,059,565	-	150,277,995
Total	187,679,821	35,217,289	5,980,508	-	16,981,105	-	245,858,723

Year	Total Expenditure -3 Yr Trend
2,020	57,059,191
2,021	38,521,537
2,022	150,277,995



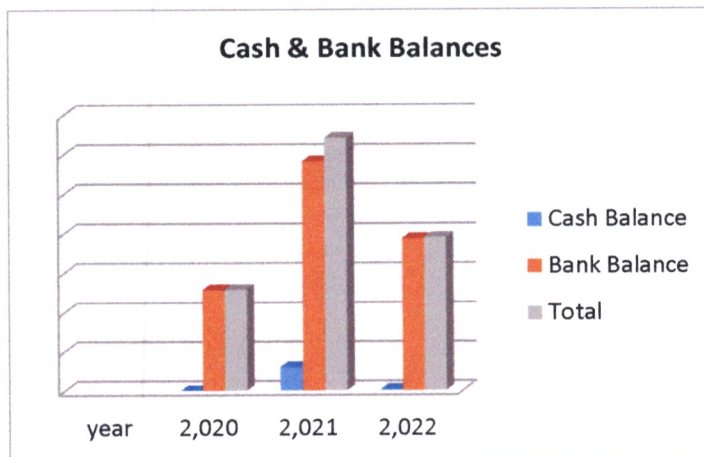
CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

FINANCIAL PERFORMANCE(Continued)

-Movement of cash and bank balances of the school over the last three years.

Cash and Bank Balances -3Yr Trend									
Year		Account							Yr Total
		School Fund	Operation	Tuition	Farm	Infrastructure	CDF		
2,020	Cash	6,416	-	-	-	-	-	6,416	
	Bank	2,460,118	36,766	71,913	-	-	-	2,568,797	
2,021	Cash	600,702	-	-	-	-	-	600,702	
	Bank	3,776,195	542,725	81,847	-	1,417,306	-	5,818,073	
2,022	Cash	33,449	-	-	-	-	-	33,449	
	Bank	3,270,755	11,963	278,548	-	304,741	-	3,866,007	
Total	Cash	640,568	-	-	-	-	-	640,568	
	Bank	9,507,068	591,454	432,308	-	1,722,047	-	12,252,876	

Year	Cash Balance	Bank Balance	Total
2,020	6,416	2,568,797	2,575,213
2,021	600,702	5,818,073	6,418,775
2,022	33,449	3,866,007	3,899,456



CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

(b) Teacher student ratio

Ratio of students to Teachers	
Total enrolment	1,313
Total No of Teachers	59
Students : Teachers ratio	22

Teachers Turnover	
No of teachers recruited in the year	11
No of teachers transferred inwards in the year	10
No of teachers transferred outwards in the year	2
Net inflow of teachers	19

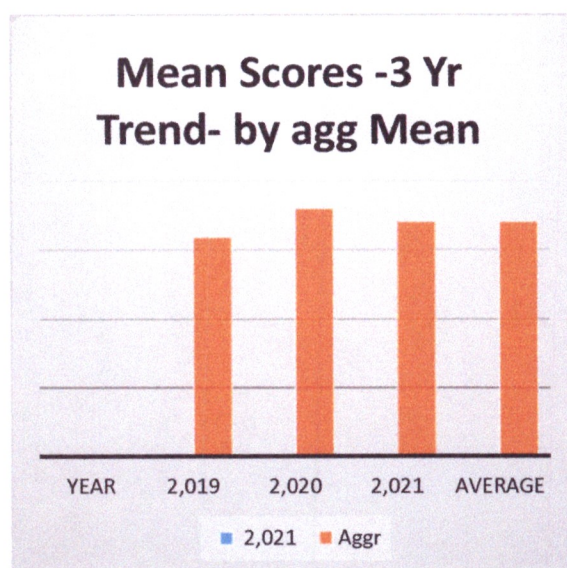
Teachers Employment	
No of teachers required by CBE	63
No of teachersemployed by TSC	53
Shortage / Surplus No of teachers before BOM teachers	10
No of teachersemployed by BOM	6
Net Shortage of teachers	4

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

SUMMARY OF THE PERFORMANCE REPORT (Continued)

(c) Mean score in the 2021 KCSE:

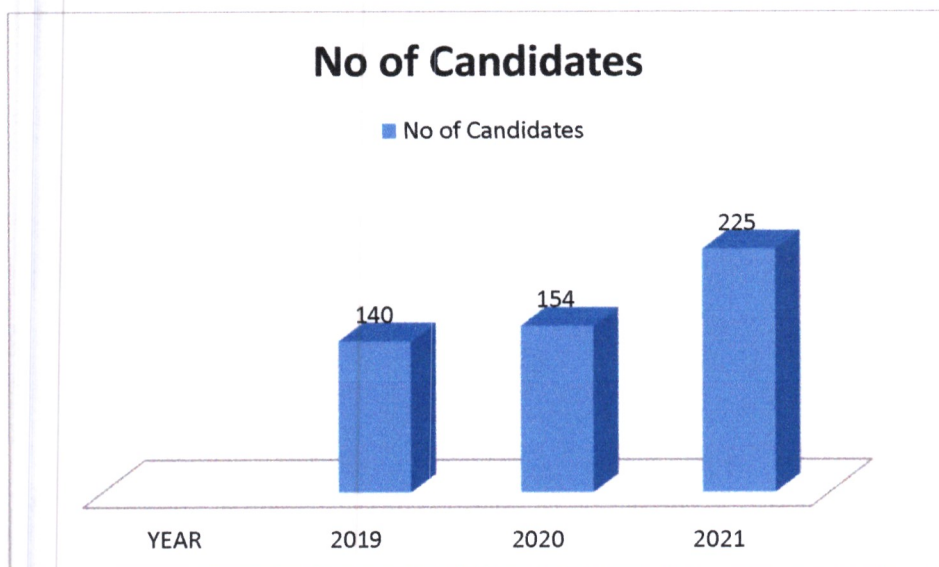
Mean Scores -3 Yr Trend												
YEAR	Subject Means											Aggr
	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	Agric	Bstud	Cre	
2,019	6	7	6	4	4	4	9	7	9	7	7	6.36
2,020	7	8	9	6	4	5	9	8	6	8	9	7.18
2,021	6	7	8	6	3	4	9	8	8	8	8	6.82
Average	6	7	8	5	4	4	9	8	8	8	8	6.82



SUMMARY OF PERFORMANCE OF THE SCHOOL (Continued)

(d) Number of Candidates in the 2021 KCSE:

	No of Candidates	Comment C+ and above
YEAR		
2019	140	80
2020	154	113
2021	225	157



CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

(e)Capacity of the school

Capacity analysis

	Means of infrastructure measurement	Quantity of infrastructure required	Actual quantity of infrastructure available	Infrastructure gap
Classrooms	No	28	22	6
Laboratories	No	6	2	4
Toilet Doors	No	65	75	nil
Offices	No	12	12	0
Dining Hall	Number of students well seated	1313	800	513
Library	Number of students well seated	350	180	170
Hostels	Number of Decker Beds well-spaced	657	657	nil
Staffroom	Number of teachers well seated	63	30	33
Boardroom	Number of BOM members well seated	25	30	nil
Textbooks	Average Students-Course book ratio	1:01	1:01	nil
Water	Adequacy	Adequate	adequate	nil
Electricity	Adequacy	Adequate	adequate	nil
Staff housing	No of staff properly housed	87	27	60

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
 For the year ended *30th June 2022*

SUMMARY OF THE REPORT OF THE SCHOOL (Continued)

f) Development projects carried out by the school

Projects Analysis				
	Name of project			
	Boundary wall	TIG Classrooms	Dispensary & a staircase	MIF classrooms
Estimated (BQ) Cost	4,201,130.00	1,450,750.00	2,574,330.00	12,137,350.00
Source(s) of Funding	Parents Contribution	TIG	Parent contributions	MIF
Type of contract	labor only	labor only	labor only	labor only
Contract Cost	1,495,892.00	644,136.00	904,744.00	2,357,040.00
Start Date of project	15th August 2021	1st July 2021	15th October 2021	1st January 2022
Expected Completion date	31st October 2021	31st September 2021	31ST December 2021	31st March 2022
Status (Stalled, WIP, complete)	Complete	Complete	Complete	Complete
Amount due on project	1,495,892.00	644,136.00	904,744.00	2,357,040.00
Amount paid	1,346,302.80	611,929.20	270,000.00	1,368,336.00
Amount pending	149,589.20	32,206.80	634,744.00	988,704.00
comment on project success/challenges				

Sign 

School Principal

Mrs M. Musungu



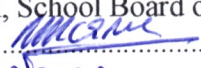
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY


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 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 (*Name of 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.

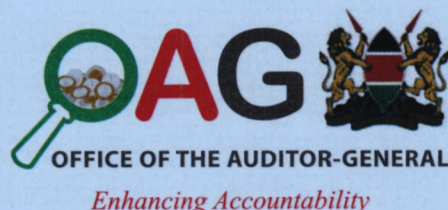
Name: Raphael M. Ikame
Designation: Chairman, School Board of Management
Sign: 
Date: 20/07/2022

Name: Mrs M. Mwangi
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 20/07/23

Name: Miss Grolme Kibuchi
Designation: Bursar/ Finance Officer
Sign: 
Date: 20/07/2022

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 CHANIA GIRLS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – KIAMBU 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 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, 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 control, 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 Chania Girls High School – Kiambu County set out on pages 19 to 38, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other

explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Chania Girls High School – Kiambu 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1.0 Unsupported Prepaid Fees

The statement of receipts and payments reflects income – other receipts for school fund amount of Kshs.12,153,332 which as disclosed in Note 4 to the financial statements includes prepaid fees amount of Kshs.3,206,400. However, the balance was not supported by schedules and the list of students.

In the circumstances, the accuracy and completeness of the prepaid fees balance of Kshs.3,206,400 could not be confirmed.

2.0 Unsupported Inventory

Note 15 to the financial statements indicates that inventory balance increased by Kshs.1,704,805 from Kshs.3,282,512 to Kshs.4,987,317. However, no supporting schedules in support of the balances were provided for audit review.

In the circumstances, the accuracy and completeness of the inventory balance of Kshs.4,987,317 could not be confirmed.

3.0 Unsupported Accounts Receivables

Annexure 1 to the financial statements reflects a balance of Kshs.10,864,747 in respect to fees arrears. This is comprised of long outstanding student debtors which further includes students who completed their studies and left school. However, the aging analysis and ledger details were not provided in support of the accounts receivables. Further, it was noted that the school did not have a Fee Policy/Debt Management Policy which serves as a guide on how to manage fees debtors. In addition, fee amounting to Ksh.5,940,477 were over three (3) years of age, with some dating back to year 2000.

In the circumstances, the accuracy and recoverability of the outstanding debtors of Kshs.10,864,747 could not be confirmed.

4.0 Unconfirmed Summary of Fixed Assets Balance

Annexure 2 to the financial statements reflects a balance of Kshs.633,763,252 in respect to fixed assets. However, review of the documents provided for audit revealed that land

valued at Kshs.468,000,000 was not supported by surveyors' map and the title deed to confirm the ownership. Valuation of the assets had also not been conducted to confirm their actual present value and a breakdown of the asset's balances including the additions for the period was not produced for audit verification. Further, the assets had not been tagged with a unique code for easy identification.

In the circumstances, the accuracy of the property, plant and equipment balance Kshs.633,763,252 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Chania Girls High School 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 judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

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 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

1.0 Untaxed Payments for Remedial Classes

Note 7 to the financial statements reflects boarding and school fund payments totaling to Kshs.117,858,499 which includes PTA expenditure amount of Kshs.7,980,253. This amount includes payments totaling to Kshs.5,211,250 made to the teachers as compensation for teaching remedial classes to the students. However, these payments were not subjected to taxation.

Failure to deduct and pay PAYE may attract penalties by Kenya Revenue Authority.

2.0 Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

Note 7 to the financial statements reflects boarding and school fund payments totaling Kshs.117,858,499 which includes activity expenditure amount of Kshs.1,795,975. This balance includes payments amounting to Kshs.566,660 transferred to Thika West District

Secondary School Heads Association to fund co-curricular activities. However, it is noted that the Association is a welfare organization that draws its membership from School Principals only. This organization is not defined in Government Funding and there is no assurance that the cash transferred there was utilized in an effective, efficient and transparent financial management manner.

In the circumstances, the validity of the payments made could not be confirmed.

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 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on internal controls, risk management and governance section of my report, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Students Missing from the National Education Management Information System (NEMIS)

Review of the records provided for the period ended 30 June, 2022 revealed that the number of the students in the NEMIS system were 1259 against the School overall enrolment as at the time of audit of 1445, leaving out 186 students not enrolled in the NEMIS system. No clear explanation was provided for failure to register these students in the NEMIS system and the effort made by the School to have the missing students included was not demonstrated.

Further, the School had over time enrolled more students than provided by the admissions board resulting to strain in the School facilities. In addition, some classes were being conducted in the tent and the residential hostels were also congested.

Under the circumstances, this may affect the delivery of quality education services to learners.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standard requires 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 controls, 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 the 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, and ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall 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 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 the 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 the Management.
- Conclude on the appropriateness of the 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 the 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 October, 2023

CHANIA GIRLS HIGH SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

STATEMENT OF RECIPITS AND PAYMENTS AS AT 30TH JUNE 2023

DESCRIPTION OF VOTE HEAD	Note	2022 Kshs	2021 Kshs
RECEIPTS			
Capitation grants for Tuition	1	3,634,536	1,241,652
Capitation grants for Operations	2	16,391,334	7,504,112
Parents' Contributions income for School Fund	3	104,632,474	17,564,006
Income- Other receipts for School Fund	4	12,153,332	11,722,403
Income for Infrastructure	4a	10,947,000	1,838,000
Income for farm	4b	-	-
Income for CDF	4c	-	-
Proceeds from borrowings		-	-
TOTAL RECEIPTS		147,758,676	39,870,173
PAYMENTS			
Payments for Tuition	5	3,437,834	1,231,718
Payments for Operations	6	16,922,097	6,998,154
Payments for School Fund	7	117,858,499	27,376,046
Payments for Infrastructure	7a	12,059,565	2,915,620
Payments for Farm	7b	-	-
Payments for CDF	7c	-	-
TOTAL PAYMENTS		150,277,995	38,521,537
DEFICIT/SURPLUS		(2,519,319)	1,348,636

The school financial statements were approved on 20th July 2023 and signed by:

Sign: *M. M. M. M.*

Sign *M. M. M. M.*

Sign

Name: *Daphnet Mwigani Ikere*

Name *Mrs M. M. M. M.*

Name

Chair BOM

School Principal/
Secretary to BOM

Bursar/
Finance Officer

Date: *20/07/2023*

Date *20/07/23*

Date

CHANIA GIRLS HIGH SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

IV. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 2022

	Note	2022	2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	3,866,007	5,818,073
Cash Balances	9	33,449	600,702
Short term Investment	10	46,884	46,884
Total Cash and cash equivalent		3,946,340	6,465,660
Account's receivables	11	-	-
TOTAL FINANCIAL ASSETS		3,946,340	6,465,660
FINANCIAL LIABILITIES			
Accounts Payables	12	-	-
NET FINANCIAL ASSETS		3,946,340	6,465,660
REPRESENTED BY			
Accumulated Fund b/fwd	13	6,465,660	5,117,024
Surplus/Deficit for the year		(2,519,319)	1,348,636
NET FINANCIAL POSITION		3,946,341	6,465,660

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

Name: Daphne M. Njoroge School Principal/Secretary Bursar/Finance

Chairman, BoM

Sign: [Signature]

Sign: [Signature]

Sign:

Date:

Date: 20/07/23

Date:

Name: Mrs M. Mwangi

CHANIA GIRLS HIGH SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

V. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2,022	2,021
	Note	Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition		3,634,536	1,241,652
Capitation grants for operations		16,391,334	7,504,112
School fund income- Parents contributions/ fees		104,632,474	17,564,006
School fund income- other receipts		12,153,332	11,722,403
Infrastructure Receipts		10,947,000	1,838,000
Total receipts		147,758,676	39,870,173
Payments			
Payments for Tuition		3,437,834	1,231,718
Payments for operations		16,922,097	6,998,154
Boarding and school fund payments		117,858,499	27,376,046
Total payments		138,218,430	35,605,917
Net cash flow from operating activities		9,540,246	4,264,256
CASHFLOW FROM INVESTING ACTIVITIES			
MIF projects		(12,059,565)	(2,915,620)
Net cash flows from Investing Activities		(12,059,565)	(2,915,620)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(2,519,319)	(1,348,636)
Cash and cash equivalents at BEGINNING of the year		6,465,660	5,117,023
Cash and cash equivalent at END of the year		3,946,340	6,465,660

VII. 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	% of Utilization
					Difference	
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION INCOME						
TUITION	2,137,210	-	2,137,210	3,634,536	(1,497,326)	170
Total CAPITATION GRANT ON TUITION INCOME	2,137,210	-	2,137,210	3,634,536	(1,497,326)	170
(2) CAPITATION GRANT ON OPERATIONS INCOME						
Non Teaching Staff	3,600,000	-	3,600,000	4,701,400	(1,101,400)	131
E.W. And Conservancy	1,981,200	-	1,981,200	2,235,557	(254,357)	113
L.T. And Travel	2,265,600	-	2,265,600	362,923	1,902,677	16
R.M. and Improvements	6,000,000	-	6,000,000	5,039,000	961,000	84
Administration Cost	2,833,200	-	2,833,200	2,740,854	92,346	97
Activity	2,400,000	-	2,400,000	88,400	2,311,600	4
Medical & Insurance	2,400,000	-	2,400,000	723,200	1,676,800	30
Total CAPITATION GRANT ON OPERATIONS INCOME	21,480,000	-	21,480,000	15,891,334	5,588,666	74
(3) FEES CHARGED ON PARENTS INCOME						
Non Teaching Staff	7,800,000	-	7,800,000	10,816,052	(3,016,052)	139
BOARDING	26,705,900	-	26,705,900	38,943,977	(12,238,077)	146
R.M. and Improvements	3,900,000	-	3,900,000	5,505,872	(1,605,872)	141
E.W. And Conservancy	2,340,000	-	2,340,000	2,805,100	(465,100)	120
L.T. And Travel	2,600,000	-	2,600,000	3,708,368	(1,108,368)	143
Administration Cost	4,030,000	-	4,030,000	5,657,811	(1,627,811)	140
Activity	2,717,000	-	2,717,000	3,696,131	(979,131)	136
Uniform	-	-	-	2,703,120	(2,703,120)	#DIV/0!

Infrastructure	14,671,800	-	14,671,800	18,480,517	(3,808,717)	126
Service Gratuity	650,000	-	650,000	866,625	(216,625)	133
Library	1,300,000	-	1,300,000	1,670,032	(370,032)	128
PTA	6,847,100	-	6,847,100	9,092,294	(2,245,194)	133
Caution	-	-	-	32,675	(32,675)	#DIV/0!
Home Science	-	-	-	653,900	(653,900)	#DIV/0!
(3) FEES CHARGED ON PARENTS INCOME	73,561,800	-	73,561,800	104,632,474	(31,070,674)	142
School Fund -OTHER INCOME						
Farm	-	-	-	1,050	(1,050)	#DIV/0!
Hire of Facilities	-	-	-	470,000	(470,000)	#DIV/0!
Rent	43,378	-	43,378	187,000	(143,622)	431
Tender	-	-	-	135,000	(135,000)	#DIV/0!
Bursary	-	-	-	3,312,491	(3,312,491)	#DIV/0!
Remedial	-	-	-	916,622	(916,622)	#DIV/0!
School canteen	-	-	-	607,825	(607,825)	#DIV/0!
M.O.E INFRASTRUCTURE	-	-	-	1,500,000	(1,500,000)	#DIV/0!
Prepaid Fees	-	-	-	3,206,400	(3,206,400)	#DIV/0!
Fees arrears income	-	-	-	1,816,944	(1,816,944)	#DIV/0!
School Fund -OTHER INCOME	43,378	-	43,378	12,153,332	(12,109,954)	28,017
INFRASTRUCTURE INCOME						
MIF GRANTS	-	-	-	6,188,000	(6,188,000)	#DIV/0!
OPERATIONS ACCOUNT	-	-	-	500,000	(500,000)	#DIV/0!
SCHOOL FUND ACCOUNT	-	-	-	4,259,000	(4,259,000)	#DIV/0!
Total INFRASTRUCTURE INCOME	-	-	-	10,947,000	(10,947,000)	#DIV/0!
Total CDF INCOME	-	-	-	-	-	#DIV/0!
TOTAL INCOME	97,222,388	-	97,222,388	147,258,676	(50,036,288)	151
(1) EXPENDITURE FOR TUITION						
TUITION	2,137,210	-	2,137,210	3,435,664	(1,298,454)	161
ADMIN COSTS	-	-	-	2,170	(2,170)	#DIV/0!

Total EXPENDITURE FOR						
ITION	2,137,210	-	2,137,210	3,437,834	(1,300,624)	161
(2) EXPENDITURE FOR						
OPERATIONS						
Non Teaching Staff	3,600,000	-	3,600,000	3,507,216	92,784	97
E.W. And Conservancy	1,981,200	-	1,981,200	2,504,199	(522,999)	126
L.T. And Travel	2,265,600	-	2,265,600	254,800	2,010,800	11
R.M. and Improvements	6,000,000	-	6,000,000	7,147,000	(1,147,000)	119
Administration Cost	2,833,200	-	2,833,200	1,630,940	1,202,260	58
Activity	2,400,000	-	2,400,000	454,450	1,945,550	19
Medical & Insurance	2,400,000	-	2,400,000	1,103,929	1,296,071	46
B.O.M. TEACHERS	-	-	-	319,563	(319,563)	#DIV/0!
TOTAL EXPENDITURE FOR	21,480,000	-	21,480,000	16,922,097	4,557,904	79
OPERATIONS						
(3) EXPENDITURE FOR						
SCHOOL FUND						
Non Teaching Staff	7,800,000	-	7,800,000	5,175,171	2,624,829	66
BOARDING	26,705,900	-	26,705,900	43,014,443	(16,308,543)	161
R.M. and Improvements	3,900,000	-	3,900,000	8,060,709	(4,160,709)	207
E.W. And Conservancy	2,340,000	-	2,340,000	3,273,348	(933,348)	140
L.T. And Travel	2,600,000	-	2,600,000	5,728,596	(3,128,596)	220
Administration Cost	4,030,000	-	4,030,000	9,064,721	(5,034,721)	225
Activity	2,717,000	-	2,717,000	1,795,975	921,025	66
Uniform	-	-	-	1,223,575	(1,223,575)	#DIV/0!
Infrastructure	14,671,800	-	14,671,800	15,715,304	(1,043,504)	107
Service Gratuity	650,000	-	650,000	1,406,150	(756,150)	216
Library	1,300,000	-	1,300,000	286,200	1,013,800	22
PTA	6,847,100	-	6,847,100	7,980,253	(1,133,153)	117
Home Science	-	-	-	658,947	(658,947)	#DIV/0!
Hire of Facilities	-	-	-	253,398	(253,398)	#DIV/0!
Rent	43,378	-	43,378	43,378	-	100
Tender	-	-	-	37,000	(37,000)	#DIV/0!

Medical	-	-	-	1,884,500	(1,884,500)	#DIV/0!
School canteen	-	-	-	199,800	(199,800)	#DIV/0!
M.O.E INFRASTRUCTURE	-	-	-	3,800,000	(3,800,000)	#DIV/0!
Student Deposits	-	-	-	123,407	(123,407)	#DIV/0!
Prepaid Fees	-	-	-	5,328,406	(5,328,406)	#DIV/0!
Creditors Expense	-	-	-	362,793	(362,793)	#DIV/0!
Fees arrears income	-	-	-	-	-	#DIV/0!
TOTAL School fund Payments	73,605,178	-	73,605,178	117,858,499	(44,253,321)	160
INFRASTRUCTURE PAYMENTS						
MIF PROJECTS	-	-	-	10,059,205	(10,059,205)	#DIV/0!
Adm Cost	-	-	-	360	(360)	#DIV/0!
OPERATIONS ACCOUNT	-	-	-	500,000	(500,000)	#DIV/0!
SCHOOL FUND ACCOUNT	-	-	-	1,500,000	(1,500,000)	#DIV/0!
TOTAL INFRASTRUCTURE PAYMENTS	-	-	-	12,059,565	(12,059,565)	#DIV/0!
	-	-	-	-	-	#DIV/0!
GRAND TOTAL PAYMENTS	97,222,388	-	97,222,388	150,277,995	(53,055,607)	155

VI. 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.

VII. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2,022	2,021
	Kshs	Kshs
Teaching and Learning	3,634,536	1,196,871
Adm costs	-	44,781
	3,634,536	1,241,652

2 CAPITATION GRANT FOR OPERATIONS

	2,022	2,021
	Kshs	Kshs
Non Teaching Staff	4,701,400	1,073,499
E.W. And Conservancy	2,235,557	916,912
L.T. And Travel	362,923	687,412
R.M. and Improvements	5,039,000	3,675,750
Administration Cost	2,740,854	1,150,539
Activity	88,400	-
Medical & Insurance	723,200	-
Infrastructure	500,000	-
Total	16,391,334	7,504,112

3.PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2022	2021
	Kshs	Kshs
Non Teaching Staff	10,816,052	1,529,977
BOARDING	38,943,977	-
BES	-	5,480,336
R.M. and Improvements	5,505,872	389,795
E.W. And Conservancy	2,805,100	589,513
L.T. And Travel	3,708,368	599,172
Administration Cost	5,657,811	609,039
Activity	3,696,131	393,743
Uniform	2,703,120	4,940
Infrastructure	18,480,517	6,489,305
Service Gratuity	866,625	148,108
Library	1,670,032	183,815
PTA	9,092,294	1,120,426
Caution	32,675	13,090
Home Science	653,900	12,747
Other Expense	-	-
other vote4	-	-
other vote5	-	-
other vote6	-	-
other vote7	-	-
Sub-Total	104,632,474	17,564,006

3.PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT

	2022	2021
	Kshs	Kshs
Non Teaching Staff	10,816,052	1,529,977
BOARDING	38,943,977	-
BES	-	5,480,336
R.M. and Improvements	5,505,872	389,795
E.W. And Conservancy	2,805,100	589,513
L.T. And Travel	3,708,368	599,172
Administration Cost	5,657,811	609,039
Activity	3,696,131	393,743
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Service Gratuity	866,625	148,108
Library	1,670,032	183,815
PTA	9,092,294	1,120,426
Caution	32,675	13,090
Home Science	653,900	12,747
Other Expense	-	-
other vote4	-	-
other vote5	-	-
other vote6	-	-
other vote7	-	-
Sub-Total	104,632,474	17,564,006

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2,022	2,021
	Kshs	Kshs
Farm	1,050	1,270
Hire of Facilities	470,000	-
Rent	187,000	62,000
Tender	135,000	-
Bursary	3,312,491	44,000
Transfers from Infrastructure acc.	-	2,800,000
Remedial	916,622	-
School canteen	607,825	-
Prepaid Fees	3,206,400	2,728,766
M.O.E INFRASTRUCTURE	1,500,000	-
Fees arrears income	1,816,944	6,082,869
	12,153,332	11,722,403

Note 4a – INFRASTRUCTURE RECEIPTS

	2022	2021
	Kshs	Kshs
MIF GRANTS	6,188,000	1,838,000
SCHOOL FUND ACCOUNT	4,259,000	-
OPERATIONS ACCOUNT	500,000	-
Sub-Total	10,947,000	1,838,000

5 PAYMENTS FOR TUITION

	2,022	2,021
	Kshs	Kshs
Teaching and Learning	3,435,664	965,876
ADMIN COSTS	2,170	360
Creditors Expense	-	265,482
Total	3,437,834	1,231,718

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 PAYMENTS FOR OPERATIONS

	2,022	2,021
	Kshs	Kshs
Non Teaching Staff	3,507,216	2,006,879
E.W. And Conservancy	2,504,199	801,695
L.T. And Travel	254,800	69,746
R.M. and Improvements	7,147,000	2,369,066
Administration Cost	1,630,940	1,076,635
Activity	454,450	-
Medical & Insurance	1,103,929	621,603
B.O.M. TEACHERS	319,563	-
Creditors expense		52530
TOTAL	16,922,097	6,998,154

7 BOARDING AND SCHOOL FUND PAYMENTS

	2022	2021
	Kshs	Kshs
Non Teaching Staff	5,175,171	1,987,457
BOARDING	43,014,443	8,728,282
R.M. and Improvements	8,060,709	1,576,791
E.W. And Conservancy	3,273,348	1,023,645
L.T. And Travel	5,728,596	1,575,470
Administration Cost	9,064,721	2,810,617
Activity	1,795,975	402,260
Uniform	1,223,575	696,700
Infrastructure	15,715,304	3,654,674
Service Gratuity	1,406,150	100,000
Library	286,200	147,700
PTA	7,980,253	2,451,704
Caution	-	1,000
Home Science	658,947	-
Sundry creditors	362,793	-
Hire of Facilities	253,398	-
Rent	43,378	-
Tender	37,000	-
Students deposits	123,407	-
Bursary	2,442,426	15,500
Remedial	1,884,500	-
School canteen	199,800	-
M.O.E. INFRASTRUCTURE	3,800,000	-
Prepaid fees	5,328,406	-
Creditors Expense	362,793	2,204,246
TOTAL	117,858,499	27,376,046

Note 7 a -Payments – INFRASTRUCTURE ACCOUNT

	2022	2021
	Kshs	Kshs
MIF GRANTS	10,059,205	2,915,620
Adm Cost	360	-
SCHOOL FUND ACCOUNT	1,500,000	-
OPERATIONS ACCOUNT	500,000	
Sub-Total	12,059,565	2,915,620

8. BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2,022	2,021
		Kshs	Kshs
KCB_Tuition-(1102089109)	1102089109	278,548	81,847
KCB- OPERATION (1102089966)	1102089966	11,963	542,725
KCB_SCHOOL FUND-(1102087416)	1102087416	2,865,280	3,018,979
KCB_BUSINESS AC (1206242477)	1206242477	34,030	34,030
EQUITY_C.D.F II (0090266417370)	009266417370	1,894	1,894
EQUITY_C.D.F (0191071561)	0911071561	344,073	344,073
Equity-CURRENT ACC (0090290051938)	0090290051938	25,477	377,219
KCB_INFRASTRUCTURE_(1257947540)	1257947540	304,741	1,417,306
Total Bank Balances		3,866,007	5,818,073

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
School Fund account	33,449	600,702
Total cash balances	33,449	600,702

10. SHORT TERM INVESTMENTS

Description	2021-2022	2020-2021
	Kshs	Kshs
Savings Account Investment	46,884	46,884
Total	46,884	46,884

11. FUND BALANCE BROUGHT FORWARD

Description	2,022	2,021
	Kshs	Kshs
Bank balances	5,818,073	5,063,723
Cash balances	600,702	6,416
Short Term Investments	46,884	46,884
Total	6,465,660	5,117,023

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.

12. Non-current Liabilities Summary

13. Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Pigs		73,000.000	0
Trees		300,000.00	225,000.00
Total		373,000.00	225,000.00

14. Borrowings**15. Stock/ Inventory**

Description	2021-2022	2020-2021
	KShs	KShs
Stock/ inventory at beginning of the year	3,282,512	2,163,756
Stock/ inventory purchased during the year	19,533,909	18,784,565
Stock/ inventory issued during the year	17,829,104	17,665,809
Balance at end of the year	4,987,317	3,282,512

16.PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management

ANNEX 1 –DEBTS DISCLOSURE

(a) Creditors

The school had unpaid commitments amounting to Ksh 17,428,446 as per the list attached.

(b) Debtors

The school was owed fees balances amounting to Ksh 10,864,747 which was accumulated over years.

CHANIA GIRLS HIGH SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land 1	468,000,000	-	-	468,000,000
Buildings and structures	108,830,018	20,363,560	-	129,193,578
Motor vehicles	3,340,000	-	-	3,340,000
Office equipment, furniture and fittings	9,628,800	1,504,000	-	11,132,800
ICT Equipment, and Other ICT Assets	1,305,000	1,168,090	-	2,473,090
Tools and apparatus	3,293,392	2,934,549	-	6,227,941
Textbooks	9,000,000	539,500	-	9,539,500
Other Machinery and Equipment	1,760,300	1,004,375	-	2,764,675
Intangible assets- soft ware	480, 000	611,668	-	1,091,668
Total	605,637,510	28,125,742	-	633,763,252