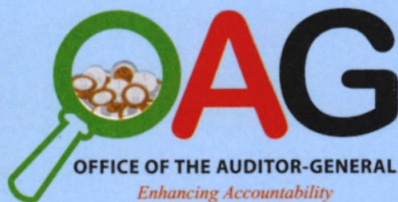


REPUBLIC OF KENYA



REPORT

DATE: 01 JUN 2026

DAY
wed

TABLED
BY:

Hon. Owen Baya
Deputy Majority Leader

OF

PRESENT AT
THE TABLE:

Mudo Atabo

THE AUDITOR-GENERAL

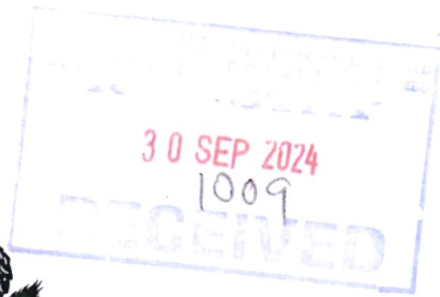
ON

PARLIAMENT
OF KENYA
LIBRARY

KIINI HIGH SCHOOL

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

THARAKA NITHI COUNTY



KIINI SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

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1. Acronyms and Glossary of Terms

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 04/2014 under registration number pu/3/3/640/14 and is currently categorized as an *Extra County* public school operated by the Government.

The school is a boarding school and had 338 number of students as at 30th June 2023. It has 4 streams and 29 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	Mundia muchiri	Chairman	2022
2	Mutero ndii wa	Secretary - Principal	2022
3	Euridice gatwiri	vice chair	2022
4	Stephen nyamu	P A chair	2022
5	Franklin murithi njagi	Executive	2022
6	Liberator kaina	Member	2022
7	Gerald kiriti marangu	CEB	2022
8	Alexiuse miriti njue	Special needs	2022
9	Dr Barine nkonge	community	2022
10	David mugendi	Sponsor	2022
11	Kenneth miriti	Community	2022
12	Dr Grace gatune	community	2022
13	Rose kanana	member	2022
14	Basilio gitonga	member	2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.mundia muchiri 2. mutero ndii wa 3.euridice gatwiri 4.stephen nyamu 5.franklin murithi njagi	chairman secretary vice chair PA chair member	5 5 5 5 5
2	Parents association committee	1.Stephen nyamu 2.Mutero ndii wa 3.Jackline kinyua 4.John murimi 5.Nicholus mugambi 6.Douglas njeru 7.Patrick murithi	Chairman Principal Deputy Member Member Member Member	1 1 1 1 1 1 1

		8.John njiru	Member	1
		9.Julius chabari	Member	1
		10.Diana wanjiku	Member	1
		11.Ziphora martin	Member	1
		12.Fridah kawira	Member	1
		13.Faith odhiambo	member	1
3	Finance,procurement and general purposes Committee	1.Dr Habakuk nkonge	Chairman	1
		2.Mundia muchiri	BOM chair	1
		3.Stephen nyamu	PA chair	1
		4. mutero ndii wa	Principal	1
		5.Gerald kiriti	Member	1
		6.Jackline kinyua	Deputy	1
4	Academic Committee	1. Basilio gitonga	Chairman	2
		2.Jane kimathi	Director of	2
		3.mugendi david	studies	2
		4. Dr grace murithi	Member	2
		5. Dr nkonge barine	Member	2
		6. stephen nyamu	Member	2
		7.mutero ndii wa	PA member	2
			principal	
5	Development Committee	1.Gerald kiriti	Chair	2

		2.SCDE	Muthambi	2
		3. Basilio gitonga	Member	2
		4. Stephen nyamu	PA chair	2
		5.Mundia muchiri	BOM chair	2
		6.Mutero ndii wa	Principal	2
		7.Jackline kinyua	Deputy	2
		8.Public works officer	Tharaka nithi	2
6	Discipline and welfare Committee	1.Mutero ndii wa	Principal	2
		2.Jackline kinyua	Deputy	2
		3.Stephen nyamu	PA chair	2
		4.Rose kanana	Member	2
7	Human rights /welfare	1.Mugendi david	Chair	1
		2.Kenneth miriti	Member	1
		3.Frankline murithi	Member	1
		4.Alexiuse miriti	Member	1
		5.Gitonga japhet	member	1

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Ndii wa mutero	TSC No.270734
2	Deputy Principal	Jackline kinyua	TSC No.314371
3	School Bursar	Fridah imathiu	ID No 12690834

(e) Schools contacts

Post Office Box: 91-Chuka
Telephone: 0759881805
E-mail: kiinihigh@gmail.com
Website: kiinisek.sc.ke
Facebook: kiinihigh
Twitter: @kiinihigh

(f) School Bankers

1.Name of Bank: KCB
Branch CHUKA
Postal Address. 91
Account No 1103668668

2.Name of Bank: KCB
Branch CHUKA
Account No 110367664

3.Name of Bank : EQUITY
Branch CHUKA
Account No 0210291771488

4.Name of Bank : KCB
Branch CHUKA
Account No 124144842

5.Name of Bank SOUTHERNSTAR
Branch CHUKA
Account No 93601003256

6.MPESA paybill No 40002k attached to KCB bank account

(g) Independent Auditors

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

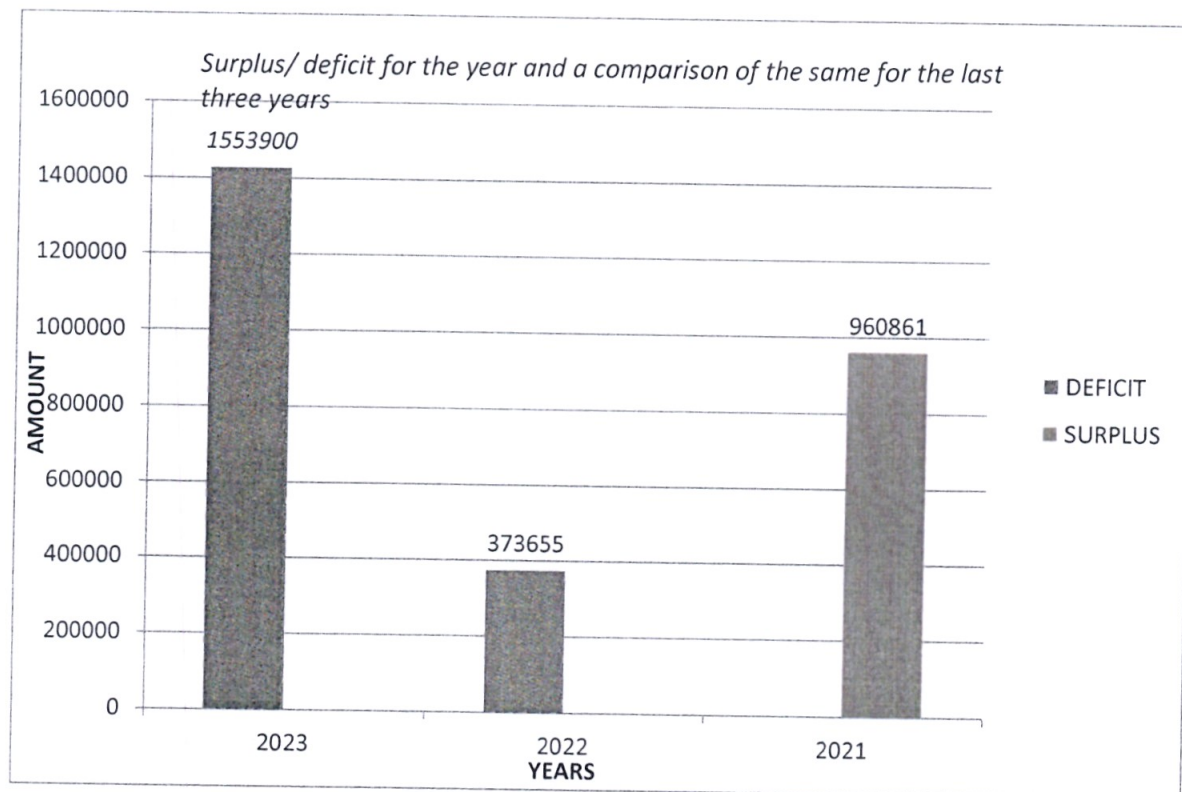
3. Summary Report of Performance of The School

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

a) Financial performance:

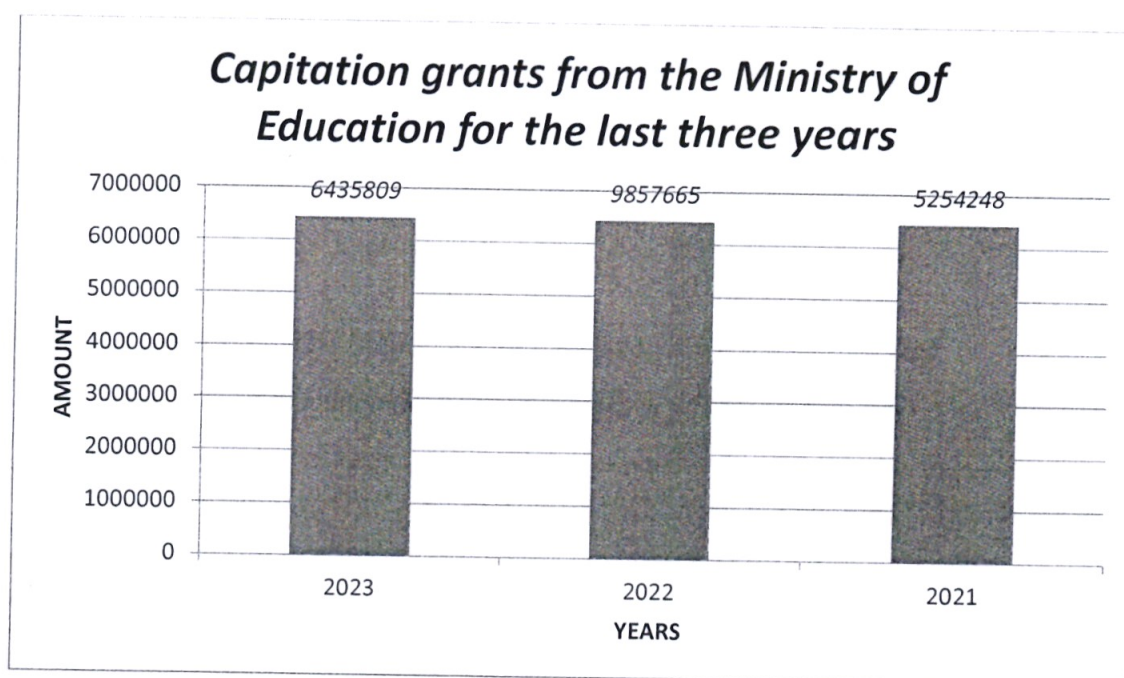
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

- YEAR	- DEFICIT	- SURPLUS
- 2023	- 1553900	-
- 2022	- 373655	-
- 2021	-	- 960861



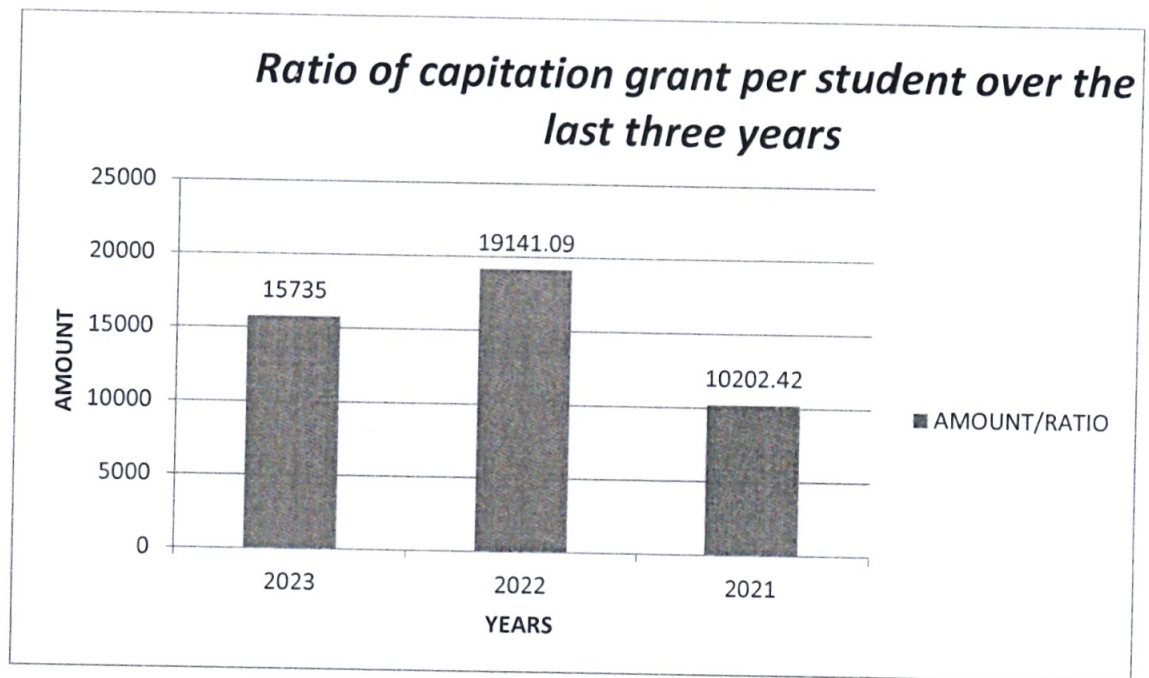
- *Capitation grants from the Ministry of Education for the last three years*

-	YEAR	-	DESCRIPTION	-	AMOUNT
-	2023	-		-	6435809
-	2022	-		-	9857665
-	2021	-		-	5254248



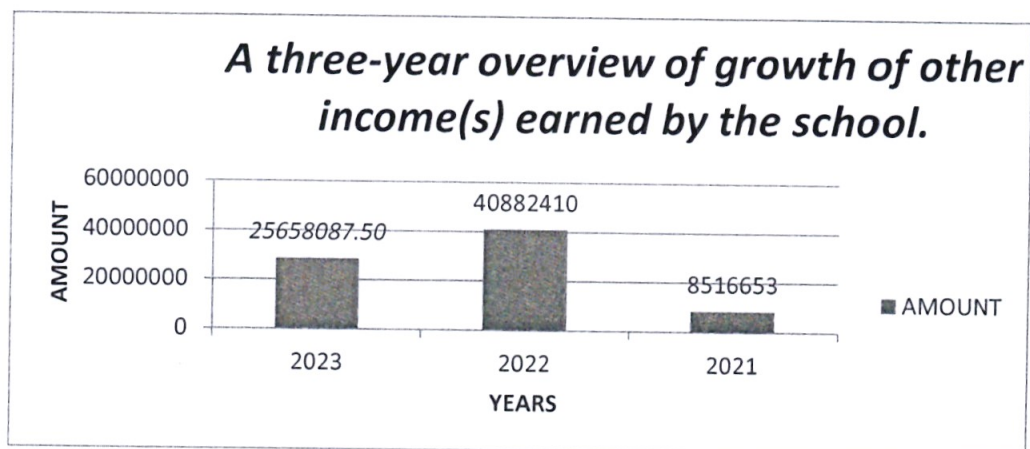
- *Ratio of capitation grant per student over the last three years*

YEAR	DESCRIPTION	AMOUNT/RATIO
2023		15735
2022		19141.09
2021		10202.42



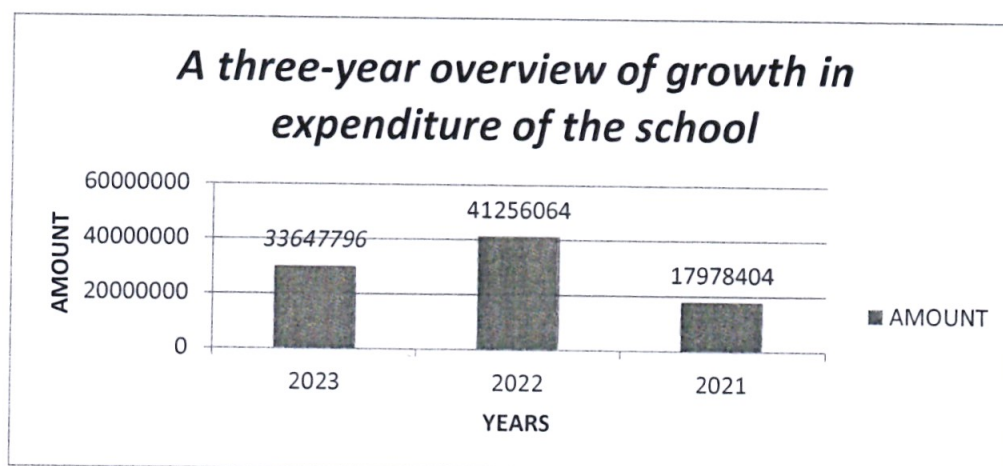
- A three-year overview of growth of other income(s) earned by the school.

YEAR	-	2023	-	2022	-	2021
AMOUNT	-	25658087.50	-	40882410	-	8516653



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

-	YEAR	-	AMOUNT
-	2023	-	33647796
-	2022	-	41256064
-	2021	-	17978404



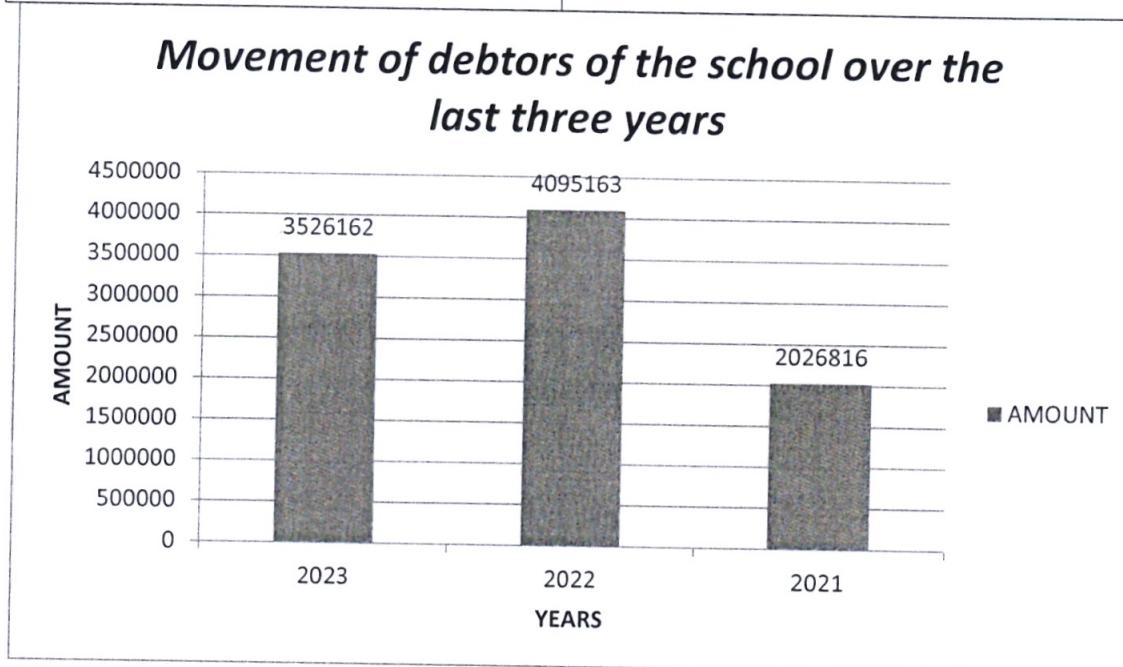
KIINI HIGH SCHOOL

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

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

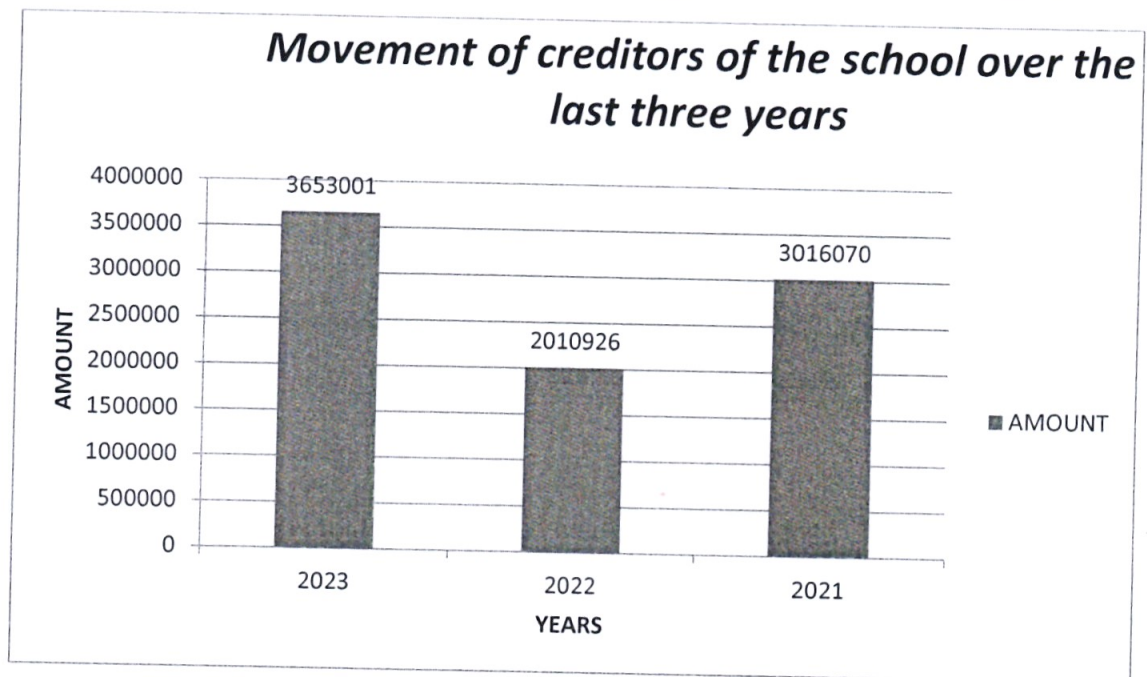
- *DEBTORS*

<i>YEAR</i>	<i>AMOUNT</i>
2023	3526162
2022	4095163
2021	2026816



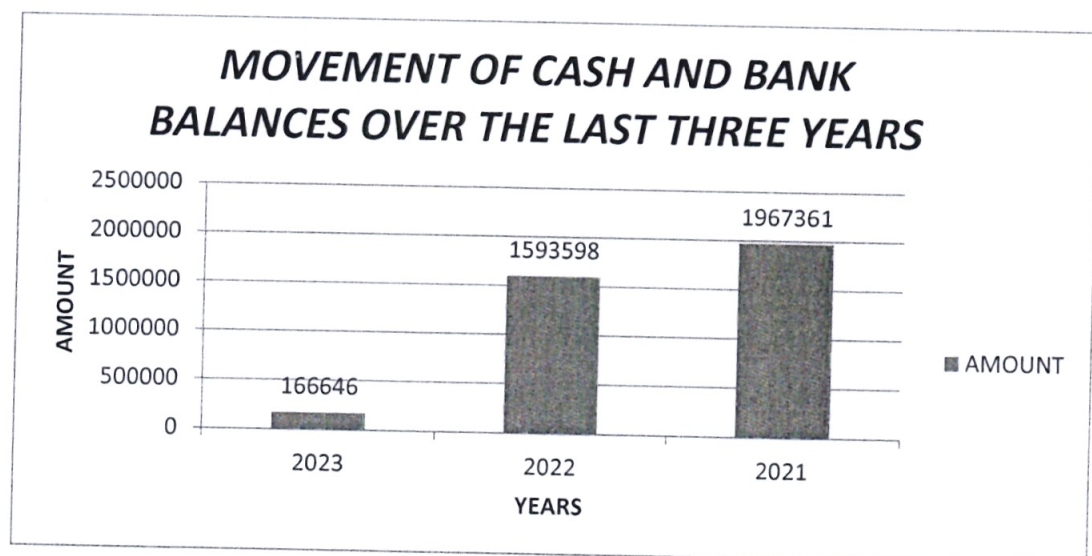
CREDITORS

<i>YEAR</i>	<i>AMOUNT</i>
2023	3653001
2022	2010926
2021	3016070



MOVEMENT OF CASH AND BANK BALANCES OVER THE LAST THREE YEARS

YEAR	DESCRIPTION	AMOUNT
2023		166646
2022		1593598
2021		1967361



b) TEACHER STUDENT RATIO:1;15

RECRUITED AND POSTED	5
TRANSFERRED	1
RETIRED	0
TSC TEACHERS	25
BOM TEACHERS	4

TEACHERS PER SUBJECT

SUBJECT COMBINATION	NO OF TEACHERS	TSC	BOM
KISW/PE	0	0	0
HOMESCIENCE	1	1	0
MATHS/CHEM	2	0	2
MATHS /PHYSICS	3	2	1
HIST/GEO	1	1	0
BIO/AGRIC	1	1	0
BIO/CHEM	4	4	0
KISW/CRE	2	2	0
BST	1	1	0
HIST/CRE	5	5	0
CRE/ENG	0	0	0
KISW/GEO	1	1	0
MATHS/BST	1	1	0
ENG/LIT	5	5	0
MATHS/GEO	1	1	0
GEO/BST	0	0	0
COMPUTER STUDIES	1	0	1

c) MEAN SCORE IN THE 2022 KCSE

YEAR	NO OF CANDIDATES	NO OF STUDENTS TRANSITIONED	ACHIEVED SCORES	SET MEAN SCORE
2022	165	73	C- 4.0854	C+ 6.00
2021	160	96	C- 4.3063	C+ 6.00
2020	189	24	C- 4.857	C+ 5.55

d) NUMBER OF CANDIDATES IN THE 2022 KCSE

NO OF STUDENTS	165
----------------	-----

TABULATION OF THE NUMBER OF CANDIDATES SITTING FOR KCSE OVER THE LAST THREE YEARS

YEAR	NUMBER OF CANDIDATES
2022	165
2021	160
2020	189

e) CAPACITY OF THE SCHOOL

FACILITY	NO OF FACILITIES	NO OF STUDENTS DIVIDED BY NO OF FACILITIES
Classes	14	338
Dormitories	8	338
Laboratories	4	338
Toilets	22	338
Dinning Hall	1	338
Library	1	50

KIINI HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Administration	1	3
Staffroom	1	29
Computer Laboratory	1	25
H/SCIENCE	1	30

F) Development projects carried out by the school:*NONE*

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
NONE	NONE	NONE	NONE	NONE	NONE


.....
School Principal

4. Statement of School Management Responsibility

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

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

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

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



Name: MUNDIA MUCHIRI

Designation: Chairman, School Board of Management

Date:


Name: NDII WA MUTERO

Designation: School Principal & Secretary to Board of Management

Date:


Name: FRIDAH IMATHIU

Designation: Bursar/ Finance Officer

Date: 23/5/2024

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KIINI HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – THARAKA NITHI COUNTY

PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kiini High School set out on pages 1 to 22, which comprise of the statement of assets and liabilities as at

30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kiini High School as at 30 June, 2023 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.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Audit review of the financial statements has revealed the following matters:

- i) The statement of assets and liabilities shows accumulated fund brought forward of Kshs.1,466,867.00. This differs with previous year net financial position balance of Kshs.3,677,943 by Kshs.2,211,076.00. The variance has not been explained.
- ii) The statement of assets and liabilities shows net deficit for the year of Kshs.(1,427,060). This differs with the net deficit reported in the statement of receipts and payments of Kshs.(1,553,899.74) by 126,839.74. No explanation has been provided for failure to indicate the correct balance.
- iii) There were variations between the financial statements and the trial balance.
- iv) The totals in the statement of budgeted versus actual are inaccurately computed as shown below:

Page	Description	Amount as per the Financial Statements (Kshs.)	Re-computed Amount (Kshs.)	Variance (Kshs.)
7	Total Final Budget Receipts	22,464,263.00	29,460,613.00	(6,996,350.00)
7	Total Actual Receipts	22,131,926.00	28,567,735.00	(6,435,809.00)
9	Total Final Budget Payments	23,026,853.00	29,506,683.00	(6,479,830.00)
9	Total Actual Payments	23,470,755.00	29,432,007.00	(5,961,252.00)

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

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.166,646 as disclosed in Note 10 and 11 to the financial statements. The balance is composed of cash amount of Kshs.119 and bank balance of Kshs.166,527. The bank balance relates to four (4) bank accounts with account balances totalling Kshs.166,646.

However, the bank balances were not supported by cash books and bank reconciliation statements. In addition, the cash and bank balances are not supported by board of survey report.

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.166,646 could not be confirmed.

3. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.3,526,162 as disclosed in Note 13 to the financial statements. However, review of the aging analysis revealed that fees arrears of Kshs.532,004 were outstanding for more than three (3) years.

In the circumstances, the accuracy, completeness and recoverability of the long outstanding accounts receivables – student debtors balance of Kshs.3,526,162 could not be confirmed.

4. Long Outstanding Accounts payables

The statement of assets and liabilities shows accounts payable amount of Kshs.3,653,001 as detailed in Note 14 to the financial statements. Included in this balance are trade creditors' balance of Kshs.385,800 which have been outstanding for over three (3) years. However, the accounts payables were not supported with, contract agreements, local purchase orders/local service orders, invoices, delivery notes, inspection and acceptance committee reports.

It was also not clear why the payables did not form the first charge on the budget contrary to Regulation 42(1)(b) of the Public Finance Management (National Government) Regulations, 2015, which requires debt service payments to form the first charge on the budget of an entity in the subsequent year.

In the circumstances, the accuracy and completeness of the account payables balance of Kshs.3,653,001 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kiini High School Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe

that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Material Uncertainty Related to Sustainability of Services

I draw your attention to the statement of receipts and payments for the year ended 30 June, 2023 that shows total revenue of Kshs.32,093,896 against total expenses of Kshs.33,647,796 resulting in a deficit of Kshs.1,553,900 from the previous year's deficit of Kshs.373,655.

The account payables have increased from Kshs.2,010,926 in financial year 2021/22 to Kshs.3,653,001 in 2022/23. The school therefore continues to operate at a loss, which, if not managed, may affect its future operations and sustainability of services as a going concern.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

The Management are responsible for the Other Information set out on page iii to xix which comprises of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

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

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on

Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 30 September, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires public entities to submit their financial statements to the Auditor-General three (3) months after the closure of the fiscal year to which accounts relate.

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

2. Unbalanced Budget

The statement of budgeted versus actual amounts reflects approved final revenue budget amount of Kshs.22,464,263 against an expenditure budget amount of Kshs.23,026,853 leading to a budget deficit of Kshs.562,590. Having a deficit budget is a violation of Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which provides that budget revenue and expenditure appropriations shall be balanced.

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

3. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,192,437 and Kshs.5,243,372 respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand, seven hundred and one (1701) students while the enrolment records provided by the school indicated a total number of one thousand, four hundred and ninety-two (1492) students, resulting in an unexplained variance of two hundred and nine (209) students. Capitation rate approved by the Ministry of Education being Kshs.22,244 per student, this resulted in the school being over funded by an amount of Kshs.4,648,996.

Failure to ensure accurate data on NEMIS is a violation of Ministry of Education Circular Ref. No:MOE.HQS/3/13/3 dated 16 June, 2021 which requires that the school must register and update learners records on NEMIS.

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

4. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.6,435,809. 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 2022/2023, NEMIS reflected one thousand, seven hundred and one (1701) students while records from the County Director of Education had one thousand, four hundred and ninety-two (1492) students, resulting in an overfunding of the school by an amount of Kshs.4,648,996. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

5. Failure to Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.5,243,372 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Out of the balance the management was supposed to transfer Kshs.1,389,000 from operation to infrastructure account.

However, Management did not transfer any funds to infrastructure bank account contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3, 2021, which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

6. Lack of a Procurement Plan

The statement of receipts and payments reflects amounts of Kshs.32,093,896 and Kshs.33,647,796 in respect of total receipts and payments respectively. However, during the year School Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

7. Asset Management - Fixed Asset Register

During audit review, the school management did not provide a fixed asset register. The summary of fixed asset captured as annex 2 in the financial statement lacked key information such as the date the asset was purchased, its location, historical costs, additions during the year and disposals during the year.

Failure to maintain an assets register is a violation of Section 143(1) of Public Finance Management (National Government) Regulations, 2015 which prescribes that the

Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

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

8. Procurement Without a Valid Contract

The statements of receipts and payment for the year ending 30 June, 2023 reflects expenditures totalling Kshs.33,647,796. However, review of payment vouchers and procurement files revealed that, there were no formal contracts which were prepared and signed in line with the award decisions. Further, the inspection and acceptance committee reports were not availed for audit.

Failure to ensure procurements are duly supported with contracts is a violation of Section 134(1) of the Public Procurement and Asset Disposal Act, 2015 which requires that, the accounting officer shall be responsible for preparation of contracts in line with the award decisions.

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

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.26,207,804 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.529,547 transferred to Kenya Secondary School Heads Association (KESSHA) as detailed below:

Date	Description	Amount (Kshs.)	Cheque No
9/2/023	TNKESSHA	29,000.00	003515
9/2/023	MSKESSHA	82,500.00	003518
13/2/023	MSKESSHA	41,000.00	003524
3/3/023	MDKESSHA	134,000.00	003540
19/6/023	MSKESSHA	127,047.00	001484
14/9/022	MDKESSHA	116,000.00	003444
		529,547.00	

However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.549,547 could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Textbook Management

During the year under review, it was noted that the school had not received any textbook distributions from the Ministry of Education through the Kenya Institute of Curriculum Development (KICD) since the year 2021. Further examination of stores records and stock registers revealed that seven hundred and fifty-four (754) textbooks issued to the school during the 2018/2019 financial year were still held in the school store at the time of audit. The textbooks were confirmed to be obsolete and no longer in use following curriculum changes.

Further, one hundred and fifty-four (154) books on Islamic religious education were issued to the School in 2018/2019. However, the subject is not taught in the School.

No documented evidence was provided to demonstrate that:

- A needs assessment was conducted prior to requisition;
- Redistribution to other institutions was considered;
- Disposal procedures for obsolete stores were initiated;
- Periodic stock review was undertaken to identify slow-moving or obsolete items.

In addition, there was no evidence of communication to the Ministry regarding surplus or unusable stock.

In the circumstances, control on textbook management could not be confirmed.

2. Lack of a School Improvement Plan

During the year under review, the School did not have an approved School Improvement plan, contrary to Section 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 Operational Manual on School Improvement Plan.

3. 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), 2015 which states that, 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, proper governance systems for the school could not be confirmed.

4. Lack of School Land Ownership Documents

The land on which the school operates, under title No.Muthambi/Gatua/712, is owned by Meru County Council reserved for Kiini Secondary School as per certificate of official search dated 02 February, 2009. The Land measures approximately 25.16 acres (10.18 Ha). However, the school lack title deed in its name. No explanation has been provided why the Management has not obtained title deed for the school land.

In the circumstances, the ownership of land where the school is located could not be confirmed.

5. Underutilized Infrastructure

A field verification carried in the school in March, 2026 revealed that the school had unutilized classes and dormitories. This was due to the 34% decrease in the number of students from five hundred and fifteen (515) in 30 June, 2021 to three hundred and thirty-eight (338) in 30 June, 2023.

Further, it was noted that the school dining hall does not have chairs and tables forcing the students to eat while standing.

In the circumstances, the value for money on utilization of classes and dormitories and proper equipping of dining hall could not be confirmed.

6. Under Utilized Legacy IT System

The School Management utilizes a legacy Information Technology System called profin for its financial management which was installed in 2019. However, review of the system

revealed that the system capabilities are not fully utilized. The system is only used for receipting when students pay school fees. However, the system has capabilities to capture expenditure, generate cashbooks and reports.

In the circumstances, the efficiency of the system of management of school records could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

04 May, 2026

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

Description Of Vote Head	Note	2022-2023	2021-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1192436.75	1876813.00
Government grants for operations	2	5243372.01	7980852.00
Government Grants for infrastructure	3	0	0
School fund income- parents' contributions	4	23594407.50	30003249.00
Miscellaneous incomes	5	2063680.00	1021496.41
Total Receipts		32093896.26	40882410.00
Payments			
Tuition	6	1170630.00	2187570.00
Operations	7	5270844.00	8326069.00
Infrastructure	8	998518.00	604887.41
Boarding and school fund	9	26207804.00	30137537.59
Total Payments		33647796.00	41256064.00
deficit		(1553899.74)	(373655)

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



Name: mundia muchiri

Chair BOM

Date:



Name: ndii wa mutero
School Principal/ Secretary to
BOM

Date:





Name: fridah imathi

Bursar/ Finance Officer

Date: 23/5/24

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

Description	Note	2022-2023	Insert Comparative FY
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	166527.00	1593598.00
Cash balances	11	119.00	108.00
Short term investments	12	0	0
Total cash and cash equivalent		166646.00	1593706.00
Account's receivables	13	3526162.00	4095163.00
Total financial assets		3692808.00	5688869.00
Financial liabilities			
Accounts payables	14	3653001.00	2010926.00
Net financial assets		39807.00	3677943.00
Represented by			
Accumulated fund b/fwd	15	1466867.00	4051599.00
Deficit of the year		(1427060)	(373655)
Net financial position		39807.00	3677943.00

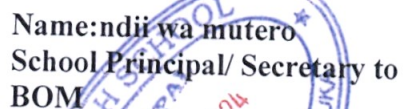
The school's financial statements were approved on _____ 2023 and signed by:



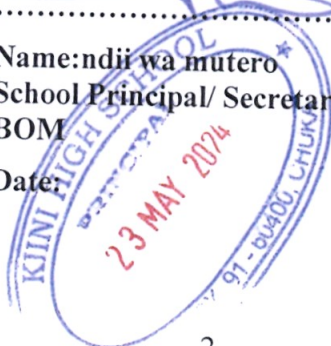
Name: mundia muchiri

Chair BOM

Date:


Name: ndii wa mutero
School Principal/ Secretary to
BOM

Date:





Name: fridah imathiu

Bursar/ Finance Officer

Date: 23/5/2024

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1192437	1876813
Government grants for operations		5243372	7980852
Government grants for infrastructure		-	1021496
School fund income- parents contributions/ fees		22131926	30003249
Other income		-	-
Total receipts		28567735	40882410
Payments			
Cash outflows for tuition		1170630	2187570
Cash outflows for operations		5270844	8326069
Cash outflows Boarding/lunch and school fund payments		23553321	30742425
Total payments		29994795	41256064
Net cash inflow/outflow from operating activities		(1427060)	(373654)
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		(1427060)	(373654)
Cash and cash equivalent at beginning of the financial year		1593706	1967361
Cash and cash equivalent at end of the financial year		166646	1593706

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

KIINI HIGH SCHOOL

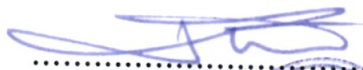
Annual Report and Financial Statements For the year ended 30th June 2023



Name: mundia muchiri

Chair BOM

Date:



Name: ndii wa mutero
School Principal/ Secretary to
BOM

Date:





Name: fridah imathiu

Bursar/ Finance Officer

Date: 23/5/24

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	1194000		1194000	1192437	99.9%
Exams And Assessment					
(2) Capitation Grant on Operations					
Personnel Emoluments	1059850		1059850	1060572	100.1%
Repairs And Maintenance	1750000		1750000	1701000	97.2%
Local Transport / Travelling	822500		822500	627989	76.4%
Electricity And Water	822500		822500	690350	83.9%
Medical					
Administration Costs	822500		822500	680179	82.7%
Activity	525000		525000	483282	92.1%
Gratuity					

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE					
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	1980000		1980000	3499000	176.7%
Repairs And Maintenance	800000		800000	690388	86.3%
Local Transport / Travelling	980000		980000	695240	70.95
Electricity And Water	1160000		1160000	889360	76.7%
Medical					
Administration Costs	840000		840000	2982985	355.1%
Activity	500000		500000	298170	59.6%
SMASSE					
Fee On Boarding Equipment and Stores	9954000		9954000	9966390	100.1%
5) Miscellenous Income					
Exam	90440		90440	90440	100.0%
Rent income	1250		1250	1250	100.0%
Income From Farming Activities	1796000		1796000	1795020	99.9%
Fees arrears	4095163		4095163	956273	23.4%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
uniform	74910		74910	74910	100.0%
Income From Bus Hire	192500		192500	192500	100.0%
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income	22464263		22464263	22131926	
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	1194000		1194000	1170150	98%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges	480		480	480	100%
(7) Expenditure For Operations					
Personnel Emoluments	1059850		1059850	1128426	106.47%
Repairs, Maintenance & Improvements	1750000		1750000	1700000	97.14%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	822500		822500	611802	74.38%
Electricity, Water and Conservancy	822500		822500	670350	82%
Medical					
Administration Costs	822500		822500	671984	81.70%
Activity Expenses					
Gratuity					
Bank charges	8000		8000	8000	100%
(8) Expenditure For infrastructure					
Construction of classrooms					
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1980000		1980000	3498402	176.68%
Repairs, Maintenance and Improvements	800000		800000	683388	85.42%
Local Transport / Travelling	980000		980000	694060	70.81%
Electricity, Water and Conservancy	1160000		1160000	889000	77%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Medical Expenses					
Administration Costs	840000		840000	2972984	354%
Activity	500000		500000	298000	59.60%
Gratuity					
Exam	90440		90440	90440	100%
Boarding Equipment and Stores	9954000		9954000	10777073	108.26%
School bus	192500		192500	192500	100%
School farm	1796000		1796000	1746776	97%
uniform	74910		74910	74910	100%
Creditors paid	3653001		3653001	547280	15%
Bank Charges	7484		7484	7484	100%
infrastructure	998518		998518	998518	100%
Loan Principal Repayment					
Acquisition Of Assets					
Totals	23026853		23026853	23470755	

- i. ADM COST,LT&T,EW&C in Operations account was underutilized because the funds were borrowed by PEM Votehead.
- ii. RM&I,EW&C,LT&T,ACTIVITY in School fund account was underutilized because the funds were borrowed by BES and PEM voteheads
- iii. PEM in Operations account was overutilized because the funds were borrowed from ADMCOST,EW&C and LT&T voteheads

- iv. *BES, ADMCOST and PEM in school fund account was overutilized because the funds were borrowed from RM&I, EW&C, LT&T and ACTIVITY*
- v.

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

KIINI HIGH SCHOOL

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

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

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

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		602187.00
Internal Exams		
Teaching / Learning Materials	1192436.75	1274626.00
Others		
Total	1192436.75	1876813.00

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1060572.00	1703646.00
Repairs And Maintenance	1701000.00	2603500.00
Local Transport / Travelling	627989.00	813566.00
Electricity And Water	690350.00	1447026.00
Medical		
Administration Costs	680179.00	1413114.00
Activity	483282.01	-
Other Vote Heads		
Total	5243372.01	7980851.60

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement		
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other		

KIINI HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Description	2022-2023	2021-2022
	Kshs	Kshs
Total		

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	3529000.0	3893441.00
Repairs and maintenance	740388.00	1843810.00
Local transport / travelling	755240.00	1091200.00
Electricity and water	909360.00	3808149.00
Medical	-	-
Administration costs	3583146.50	1842682.00
Activity	333170.00	221975.00
Fee on Boarding Equipment and stores	12697390.00	12456804.00
exam	90440.00	118360.00
Fees arrears	956273.00	1486062.00
Total	23594407.50	30003248.55

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	1250.00	-
Income From Farming Activities	1795020.00	1529800.00
uniform	74910.00	
Bus hire	192500.00	
Income From Bus Hire		
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income		
Total	2063680.00	1529800.00

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		
Laboratory Equipment	-	938000.00
Teaching / Learning Materials	1170150	1248850.00
Exams And Assessment		
Teachers Guides		
Bank Charges	480.00	720.00
Others		
Total	1170630.00	2187570.00

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1128426.00	5040729.00
Service Gratuity		
Administration Cost	671984.00	1093740.00
Repairs And Maintenance & Improvements	1700000.00	128860.00
Local Transport / Travelling	611802.00	520000.00
Electricity And Water	670350.00	535170.00
Medical		
Activity Expenses	480282.00	-
Bank charges	8000.00	7570.00
Total	5270844.00	7326069.00

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2023
	Kshs	Kshs
Construction of classrooms		
Construction of laboratory		
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
Total		

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	3498402.00	893565.00
Service Gratuity		
Repairs And Maintenance & Improvements	683388.00	1118910.00
Local Transport / Travelling	694000.00	3542743.00
Electricity And Water	889000.00	275998.00
activity	298000.00	337200.00
Administration Costs	3483555.45	1859901.00
farm	1746776.00	2193548.00
Bank Charges	7484.00	4432.00
Expenses On Income Generating Activities**		
Fee On Boarding Equipment and Stores	13919503.00	16911911.00
Rent Expenses		
Creditor paid	629845.55	1400000.00
infrastructure	998518.00	604887.00
Loan Interest Repayment		
Bus hire	192500.00	
uniform	74910.00	
exam	90440.00	258400.00
Total	27206322.00	29143095.00

KIINI HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Notes to the Financial Statements (continued)****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active		Kshs	Kshs
Tuition Account		1103676644	26053.46	4246.71
Operations Account		0210291771488	7022.71	34492.70
School Fund Account/Boarding		1103668668	51863.45	474753.95
Savings Account				
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account		1241144842	81587.00	1080105.00
Total			166526.62	1593598.36

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	119.00	108.00
Total	119.00	108.00

12 Short Term Investments

Description	2022-2023	2021-2023
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

KIINI HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Notes to the Financial Statements (continued)****13 Accounts Receivable**

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	3526162.00	4095163.00
Other Non-Fees Receivables		
Salary Advances		
Imprest		
Rent arrears		
Total	3526162.00	4095163.00

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Less than 1 year	1322568.00	37.5%	2032593.00	50%
Between 1- 2 years	986767.00	28%	1003235.00	24%
Between 2-3 years	684823.00	19.4%	653694.00	16%
Over 3 years	532004.00	15.1%	405641.00	10%
Total	3526162.00	100%	4095163.00	100%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	3653001.00	2010926.00
Prepaid Fees		
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables		
Total	3653001.00	2010926.00

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023		2021-2022	
Less than 1 year	2572680.00	70%	991386.00	49.1%
Between 1- 2 years	439021.00	12%	587850.00	29.2%
Between 2-3 years	255500.00	7%	243000.00	12.1%
Over 3 years	385800.00	11%	188690.00	9.4%
Total	3653001.00	100%	2010926.00	99.8%

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	1593598.00	1962870.00
Cash Balances	108.00	4491.00
Short Term Investments		
Receivables	3526162.00	4095163.00
Payables	3653001.00	2010925.55
Total	1466867.00	4051598.66

KIINI HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Other important disclosure notes**

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2022-2023	2021-2023
		Kshs	Kshs
Cattle	9	600000	700000
Goats	0	0	5000
Trees	800	4000000	4500000
Coffee and Tea Plantation	11000	217500	217500
bananas	1000	20000	20000
pigs	18	120000	200000
rabbits	9	4500	8000
TOTALS		5630500	4962000

18 Borrowings

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

KIINI HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Other important disclosure notes**19 Stock/ Inventory**

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	64525	217927
Lab consumables	814643	115157
Farm produce	0	0
Medication	0	0
Construction Materials	0	0
library	284881	204345
TOTAL	1164049	537429

20 Progress On Follow Up Of Auditor Recommendations

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

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



Sign and Date
Principal

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4. Piochem stores	2457680	2022	200000	2257680		To be paid in the next financial year
5. Erustus njagi	42000	2022	0	42000		
6. John gitari	320000	2022	150000	170150		
7. Berinet enterprises	100000	2023	0	100000		
8. Muraplan enterprises	214000	2022	100000	114100		
9. Milton kinyua	72000	2022	0	72000		
10. Elbenkin supplies	241500	2023	100000	141500		
11. Jonah miriti	315000	2022	100000	215000		
12. Wamo tech services	130000	2022	0	130000		
13. Josman enterprises	268871	2022	0	268871		
Sub-Total				3511301		

KIINI HIGH SCHOOL

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

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance Comparative FY	Comments
Supply Of Services						
14. Amazon fire services	141700	2022	0	141700		
15.						
16.						
Sub-Total				141700		
Grand Total				3653001		

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land	100000	none	none	100000
Buildings And Structures	45500000	none	none	45500000
Motor Vehicles	4780000	none	none	4780000
Office Equipment, Furniture And Fittings	388000	None	none	388000
Textbooks	14688800	none	none	14688800
ICT Equipment	841000	380000	none	1221000
Tools And Apparatus	350000	none	none	350000
Other Machinery And Equipment	560000	none	none	560000
Heritage And Cultural Assets	none	none	none	none
Intangible Assets- Soft Ware	255000	none	none	255000
Total	6434660	380000		68146600

