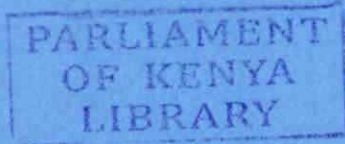


REPUBLIC OF KENYA



*Enhancing Accountability*

# REPORT



PARLIAMENT  
OF KENYA  
LIBRARY

OF

**THE AUDITOR-GENERAL**

ON

**HIRIGA GIRLS  
SECONDARY SCHOOL**

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

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 05 MAR 2025

Wednesday

**NYERI COUNTY**

BY:

*Hon. Abromi Wago, MP  
Reputy Majority Party Whip*

CLERK AT  
THE TABLE:

*Achuku*



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**HIRIGA GIRLS SECONDARY SCHOOL**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2023**

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

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**Table of Contents**

Page

1. Acronyms and Glossary of Terms .....	ii
2. Key School Information and Management .....	iii
3. Summary Report of Performance of The School .....	viii
4. Statement of School Management Responsibility .....	ix
5. Report Of The Independent Auditors ( <i>To be attached</i> ) .....	x
6. Statement Of Receipts and Payments For the Year Ended 30 <sup>th</sup> June 2023 .....	19
7. Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2023 .....	20
8. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2023 .....	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2023.....	5-7
10. Significant Accounting Policies .....	8-10
11. Notes To The Financial Statements .....	10-20
12. Annexes.....	<del>21</del> 22

**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	

## Key School Information and Management

### HIRIGA GIRLS SECONDARY SCHOOL

#### (a) Background information

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

The school was registered in 7<sup>TH</sup> March 2019 under registration number 19S00300053 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day/boarding school and had 406 number of students as at 30<sup>th</sup> June 2023 It has 3 streams and 26 teachers of which 3 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	Dr.Josphat Kagema	Chairman	7/06/2022
2	Mrs Joyce Ngaruni	Secretary - Principal	1/02/2023
3	Ms Irene Maina	Vice-chairperson	7/06/2022
4	Mrs Mary Wangu	Member	7/06/2022
5	Mrs Mercy.W.Mwere	Member	7/06/2022
6	Mr Stephen .M.Muhoro	Member	7/06/2022
7	Mr.Zachary Wachira	Member	7/06/2022
8	Mr Geoffrey Gichere	Member- Special Needs	7/06/2022
9	Mr Peterson Muriuki	Member	7/06/2022
10	Ms Catherine Kahuthia	Members - Sponsor	7/06/2022
11	Ms Mercy Kibocha	Member - Sponsor	7/06/2022
12	Mr David .M.Munene	Member	7/06/2022
13	Mr Moses Muchiri	Member	7/06/2022
14	Mr Fredrick Githui	Member Rep Teachers	7/06/2022
15	Vanessa phoebe atieno	Member-student representstive	7/06/2022

**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	Dr.Josphat Kagema Ms Irene Maina Mrs Joyce Ngaruni Mr David Maina Mr Peterson Muriuki	Chairperson Vice-chairperson Secretary (principal) Member (P.T.A CHAIR) Member	2
2	Audit Committee	Ms Catherine Kahuthia Ms Mercy Kibocha Mr. David Munyiri Mr. Moses Muchiri	member Member Member Member	2
3	Finance,procurement and general purposes Committee	Mr. zachary wachira Mr. Godfrey Gichire Mr.David maina Ms mary wangu	member Member Member Member	2
4	Development Committee	Mrs Joyce Ngaruni Dr.Josphat Kagema Mr Peterson Muriuki	Secretary(principal) Chairperson Member	3
5	Academic Committee	Ms Irene Maina Mr Peterson Muriuki Mr Stephen Muthungu Mr Fredrick Githui	Vice-chairperson Member Member Member	2
6	Discipline and welfare Committee	Ms Wangu Ndikwe Mrs Mercy Mwere Mr Zachary Wachira Mr Geoffrey Mathenge	Member Member Member Member	2

**(d) School operation Management**

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

<b>Ref:</b>	<b>Designation</b>	<b>Name</b>	<b>Identification</b>
1	Principal	Mrs Joyce Ngaruni	TSC No.313334
2	Deputy Principal	Mrs.Grace Kariuki	TSC No.392578
3	School Bursar		ID No. 22916125

**(e) Schools contacts**

Post Office Box: 169-10101 KARATINA  
Telephone: 0703-362563  
E-mail: hirigagirlssec@yahoo.com

**(f) School Bankers**

The school operated 6 numbers of bank accounts as follows:

Name Of Bank Branch Account Number	K.C.B Bank Karatina 1106156919	School Fund Accounts
Name Of Bank Branch Account Number	K.C.B Bank Karatina 1106157311	Operations accounts
Name Of Bank Branch Account Number	K.C.B Bank Karatina 1106157192	Tuition accounts
Name Of Bank Branch Account Number	K.C.B Bank Karatina 1266598960	Infrastructures accounts
Name Of Bank Branch Account Number	K.C.B Bank Karatina 1105188841	Savings accounts
Name Of Bank Branch Account Number	Equity Bank Karatina 0040280904877	School Fund Accounts

Paybill business no. **522123**, Account No. **40041K**. attached to the main Account Number. **1106156919**

**(g) Independent Auditors**

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

### III. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

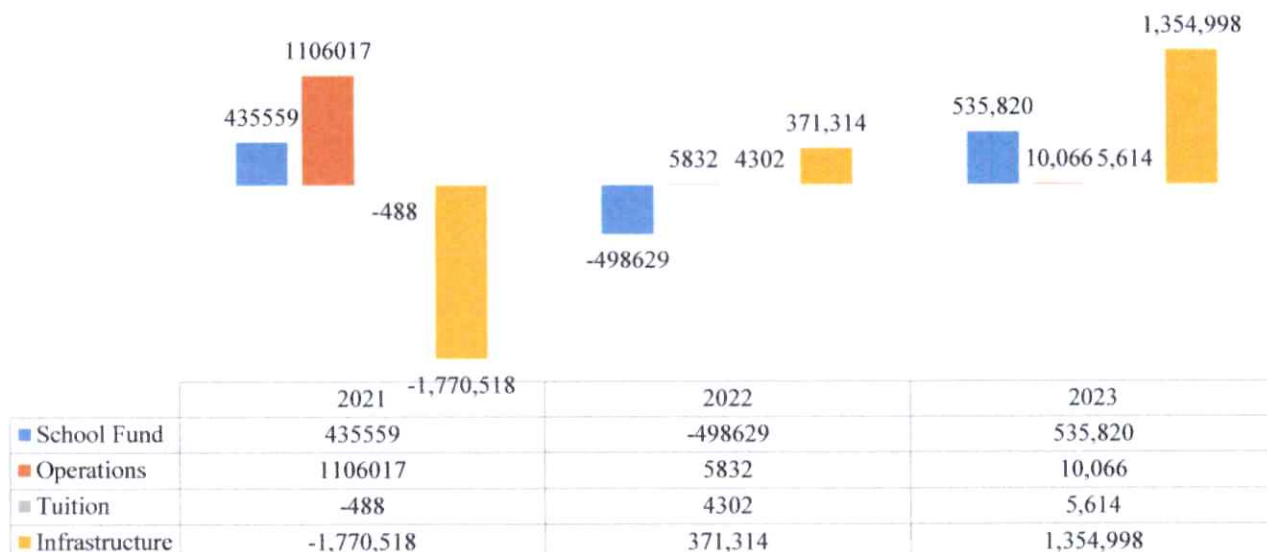
The following is a summary report of the performance of the school against the set performance evaluation criteria:

**a) Financial performance:**

This section, it reflects the actual financial performance trend for the last three years period between 1<sup>st</sup> JULY 2020 to 30<sup>th</sup> JUNE 2023

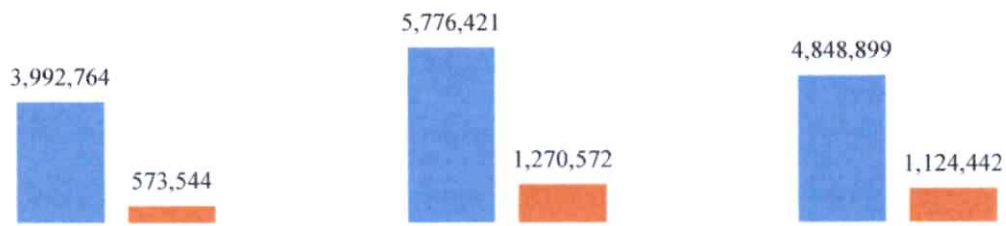
SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS				
SNO	ACCOUNTS	2023	2022	2021
		KSHS	KSHS	KSHS
1	School Fund Account	435,559	-498,629	535,820
2	Operations Account	1,106,017	5,832	10,066
3	Tuition Account	-488	-4,302	5,614
4	Infrastructure Account	-1,770,518	371,314	1,354,998
	<b>TOTAL</b>	-229,430	-125,785	1,886,366
	<b>Increase/Decrease</b>	<b>103645</b>	<b>2,012,151</b>	

**Trend Over the Last Three Years**

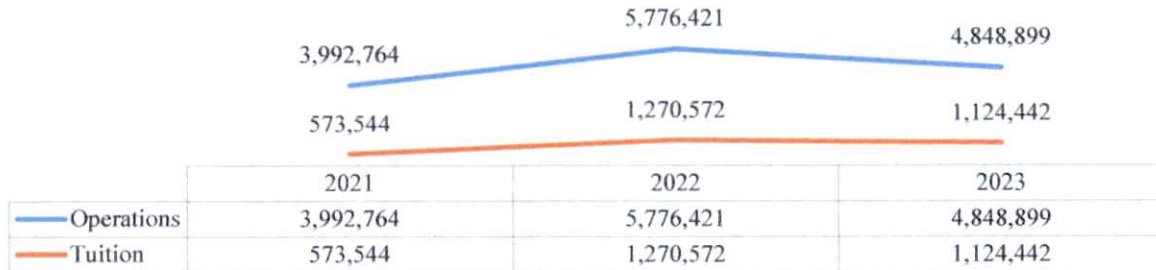


CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS				
SNO	ACCOUNTS	2023	2022	2021
			KSHS	KSHS
1	Operations Account	4,848,899	5,776,421	3,992,764
2	Tuition Account	1,124,442	1,270,572	573,544
	<b>Total</b>	<b>5,973,341</b>	<b>7,046,993</b>	<b>4,566,308</b>
	<b>Increase/Decrease</b>	<b>-1,073,652</b>	<b>2,480,685</b>	
	No of Students	406	385	418
	<b>Ratio of Capitation per student</b>	<b>1:14,713</b>	<b>1:18,304</b>	<b>1:10,924</b>

Trend Over the Last Three Years

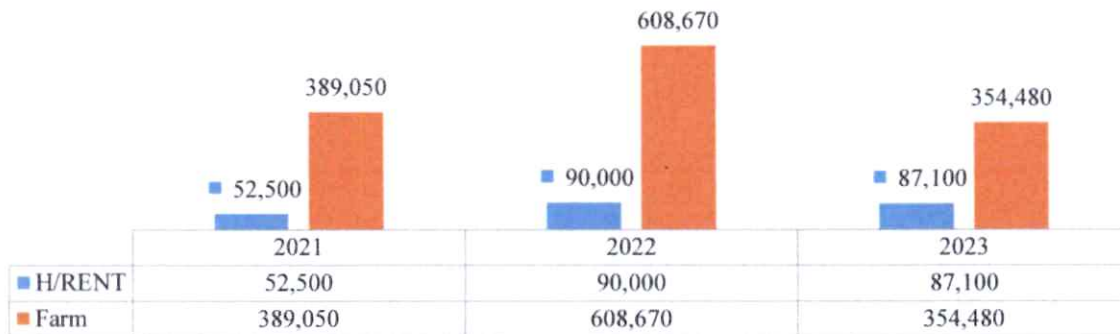


Trend Over the Last Three Years



OVERVIEW OF NET GROWTH OF OTHER INCOME(S)				
SNO	ACCOUNTS	2023	2022	2021
		KSHS	KSHS	KSHS
1	Farm	354,480	608,670	389,050
2	House Rent	87,100	90,000	52,500
	<b>TOTALS</b>	<b>441580</b>	<b>698670</b>	<b>441,550</b>
	<b>INCREASE/DECREASE</b>	<b>-257,090</b>	<b>257,120</b>	

**Trend Over the Last Three Years**



**Trend Over the Last Three Years**



OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL				
SNO	ACCOUNTS	2023	2022	2021
		Kshs	Kshs	Kshs
1	School Fund Account	20,019,792	23,611,611	7,488,759
2	Operations Account	3,742,882	5,770,589	4,002,830
3	Tuition Account	1,124,930	1,274,874	567,930
4	Infrastructure Account	2,534,518	2,351,686	157,002
	<b>Total</b>	<b>27,422,122</b>	<b>33,008,760</b>	<b>12,176,521</b>
	<b>Increase/Decrease</b>	<b>-4,628,138</b>	<b>20,832,239</b>	<b>4,304,014</b>

Trend Over the Last Three Years



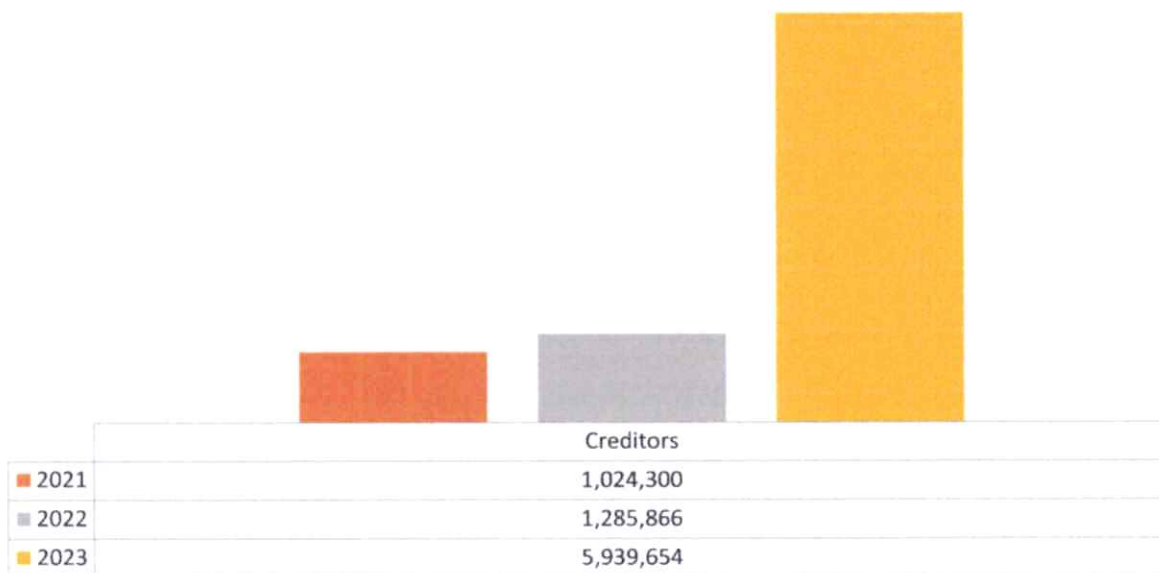
MOVEMENT OF DEBTORS OF THE SCHOOL				
SNO	ACCOUNTS	2023	2022	2021
1	School Fund Account	KSHS	KSHS	KSHS
a	Debtors	11,964,487	10,144,133	8,785,079
	<b>Total</b>	<b>11,964,487</b>	<b>10,144,133</b>	<b>8,785,079</b>
	<b>Increase/Decrease</b>	<b>1,820,354</b>	<b>1,359,054</b>	<b>-</b>

**Trend Over the Last Three Years**

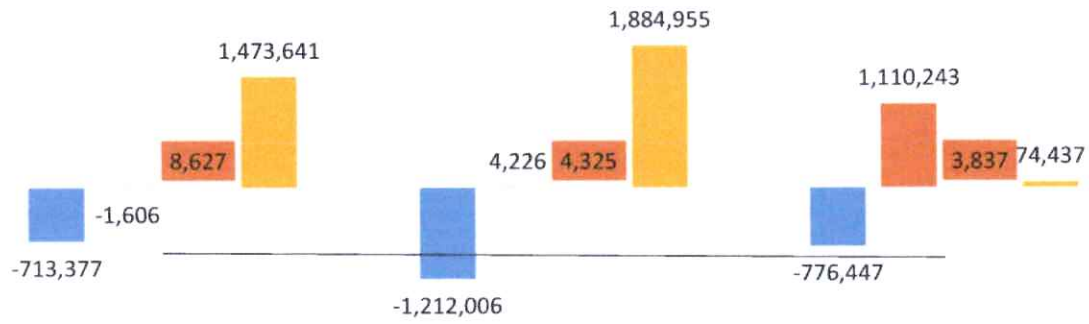


MOVEMENT OF CREDITORS OF THE SCHOOL				
SNO	ACCOUNTS	2023	2022	2021
	<b>School Fund Account</b>			
<b>1</b>		<b>KSHS</b>	<b>KSHS</b>	<b>KSHS</b>
a	Creditors	6446960	1,285,866	1,024,300
	<b>Total</b>	<b>6,446,960</b>	<b>1,285,866</b>	<b>1,024,300</b>
	<b>Increase/Decrease</b>	<b>5,161,094</b>	<b>261,556</b>	<b>-3,591,310</b>

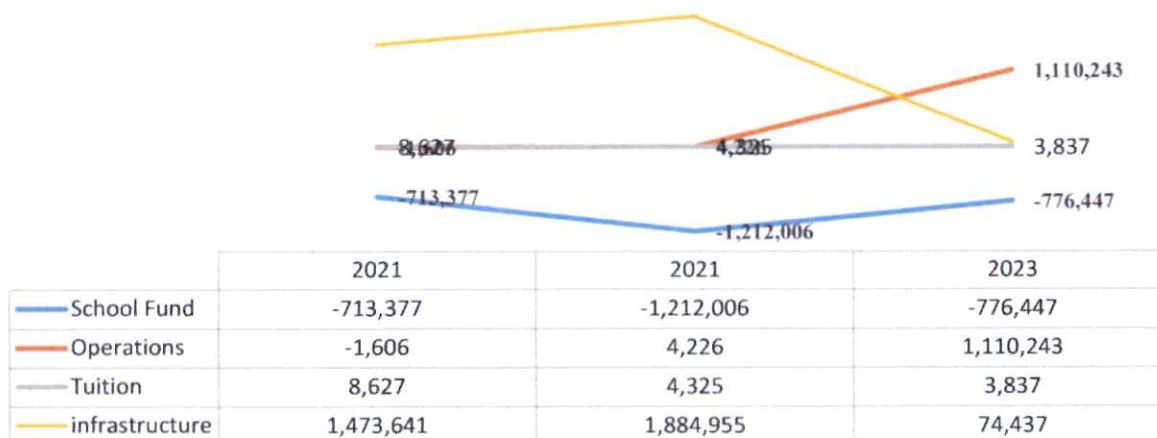
Trend Over the Last Three Years



MOVEMENT OF CASH AND BANK BALANCES				
SNO	ACCOUNTS	2023	2022	2021
		KSHS		KSHS
1	School Fund Account	-776,447	-1,212,006	-713,377
2	Operations Account	1,110,243	4,226	1,606
3	Tuition Account	3837	4,325	8,627
4	Infrastructure	74,437	1,884,955	1,473,641
<b>Total</b>		<b>412,070</b>	<b>681,500</b>	<b>770,537</b>
<b>Increase/Decrease</b>		<b>-269,430</b>	<b>-89,037</b>	<b>-346,399</b>



Trend Over the Last Three Years



**b) Teacher Student ratio:**

Between the month of July 2022 and June 2023, the status of the teaching staff is as follows:

The total number of teachers in school is 26, 23 employed by TSC and 3 teachers recruited by the board of management (B.O.M), therefore the teacher student ratio was 1:16.

**c) Mean score in the year 2020, 2021 and 2022 KCSE:**

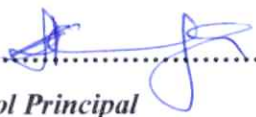
YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION %	SCHOOL TARGET	COMMENTS
2022	90	4	4	4	5.0	The school did not meet the target.
2021	98	4	2	2	5.0	The school did not meet the target .
2020	126	4	0	0	5.0	The school did not meet the target.

d) Capacity of the school

Facilities	classrooms	dormitories	laboratory	Dinning hall
	-Adequate -8 needs roof repair	-Adequate -require wall painting and floor repair	-adequate - require wall painting and floor repair	-Adequate -Floor need improvement -New furniture is required.

e) Development projects carried out by the school:

YEAR	Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)
2022/2023	Tilling of 4 classrooms	ministry of education	complete	162,000	162,000
	Tilling & Terrazzo of wet areas	ministry of education	complete	1,830,390	1,830,390
TOTALS				<b>1,992,390</b>	<b>1,992,390</b>

  
.....  
School Principal

#### IV. 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 *Hiriga Girls Secondary School* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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



.....  
Name: Dr Josphat Kagema

Designation: Chairman, School Board of Management

Date: 9/10/2024



.....  
Name: Mrs Joyce Ngaruni

Designation: School Principal & Secretary to Board of Management

Date: 9/10/2024

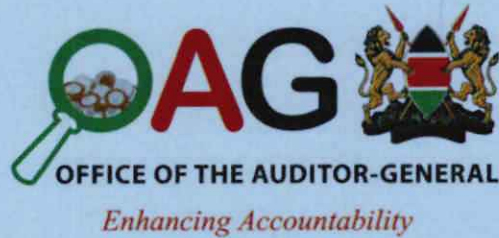


.....  
Name: Mr Stanley Mwai

Designation: Bursar/ Finance Officer

Date: 9/10/2024

# 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 HIRIGA GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - NYERI COUNTY

---

### PREAMBLE

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

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

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of Hiriga Girls Secondary School - Nyeri County set out on pages 1 to 20, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of

cashflows 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 Hiriga Girls Secondary School - Nyeri County 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), the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Financial Statements**

- (i) The statement of receipts and payments for the year ended 30 June, 2023 reflects an amount of Kshs.4,848,899 as capitation grants for operations. However, the supporting schedule revealed an amount of Kshs.4,692,199 resulting to the unexplained variance of Kshs.156,700.
- (ii) The statement of receipts and payments for the year ended 30 June, 2023 reflects an amount of Kshs.1,124,442 as capitation grants for tuition. However, the supporting schedule revealed an amount of Kshs.1,055,442 resulting to the unexplained variance of Kshs.69,000.

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

#### **2. Overdrawn Account and Netting-Off of Bank Balance**

The statement of financial assets and financial liabilities reflects bank balance of Kshs.393,892 as disclosed in Note 10 to the financial statements. Included in the bank balance is a bank account with an overdraft balance of Kshs.1,324,345 which has been netted off against bank balances of Kshs.1,718,237 contrary to Section 28(4)(5) of the Public Finance Management Act, 2012.

In the circumstances, the accuracy, completeness, existence of bank balance of Kshs.393,892 could not be confirmed.

#### **3. Accounts Receivables**

##### **3.1 Unsupported Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.11,964,487 as disclosed in Note 12 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

In the circumstances, the accuracy of the accounts receivables balance of Kshs.11,964,487 could not be confirmed.

### **3.2 Long Outstanding Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.11,964,487 in respect of fees arrears as disclosed in Note 12 to the financial statements. Included in the balance are receivables amounting to Kshs.8,767,696 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.11,964,487 could not be confirmed.

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

### **Key Audit Matters**

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

## **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 has else 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. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements**

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB).

In the circumstances, Management was in breach of the PSASB guidelines. Further, lack relevant information may affect users' reliance on the financial statements for decision-making.

## **2. Failure to Transfer Infrastructure Funds from the Operations Bank Account**

The statement of receipts and payments reflects operations grants amount of Kshs.4,848,899 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.1,555,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.764,000 was transferred to infrastructure account, leaving a balance of Kshs.791,000 as at 30 June, 2022. However, the amount was transferred more than fifteen (15) days of receipt was contrary to the Ministry of Education Circular Ref.No.MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

## **3. Failure to Prepare 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 law.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on the

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**

#### **Frequency of Board Meetings and Board Committees to be Held in a Year**

The Board of Management, the audit and discipline and welfare committees did not meet at least three times as required by the Basic Education Act, 2013. In addition, there was no Board Annual work plan. Management did not provide a satisfactory response as to why the Board failed to meet for the required number of times.

In the circumstances, the Board of Management and the relevant committee may not have offered the requisite oversight.

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

#### **Responsibilities of the Management and 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 control, risk management and governance.

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

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

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

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance

with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control 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 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 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 to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
**FCPA Nancy Gathungu, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

**27 September, 2024**

VI. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	1,124,442	1270572
Government grants for operations	2	4848899	5776421
Government Grants for infrastructure	3	764000	1764500
School fund income- parents' contributions	4	18,796,346	23,112,982
Miscellaneous incomes	5	1659005	
<b>Total Receipts</b>		<b>27,192,692</b>	<b>31,924,475</b>
<b>Payments</b>			
Tuition	6	1124930	1274874
Operations	7	3,742,882	5770589
Infrastructure	8	2534518	1393186
Boarding and school fund	9	20019792	23611611
<b>Total Payments</b>		<b>27,422,122</b>	<b>32,050,260</b>
<b>Surplus/Deficit</b>		<b>-229,430</b>	<b>-125,785</b>

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



Name: Dr Josphat Kagema

Chair BOM

Date: 9/10/2024



Name: Mrs Joyce Ngaruni  
School Principal/ Secretary to  
BOM

Date: 9/10/2024



Name: Mr Stanley Mwai

Bursar/ Finance Officer

Date: 9/10/2024

VII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	393,892	641,500
Cash balances	10	18,178	-
Short term investments	1		-
<b>Total cash and cash equivalent</b>		<b>412,070</b>	<b>641,500</b>
Account's receivables	12	11,964,487	10,144,133
<b>Total financial assets</b>		<b>12,376,557</b>	<b>10,785,633</b>
<b>Financial liabilities</b>			
Accounts payables	13	(6,446,960)	(1,285,866)
<b>Net financial assets</b>		<b>5,929,597</b>	<b>9,499,767</b>
<b>Represented by</b>			
Accumulated fund b/fwd		9,499,767	8,528,064
Surplus/deficit for the year		(229,430)	125,785
Increase in receivable		182,035	1,359,054
Increase in payable		(5,161,094)	(261,566)
Net Financial Position		5,929,597	9,499,767


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

  
.....

Name: Dr Josphat Kagema


Chair BOM

Date: 9/10/2024

  
.....

Name: Mrs Joyce Ngaruni  
School Principal/ Secretary to  
BOM

Date: 9/10/2024

  
.....

Name: Mr Stanley Mwai

Bursar/ Finance Officer

Date: 9/10/2024

VIII. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition		1,124,442	1,270,572
Government grants for operations		4,848,899	5,776,421
Government grants for infrastructure		764,000	1,764,500
School fund income- parents contributions/ fees		18,796,346	23,112,982
Other income		1,659,005	
<b>Total receipts</b>		<b>27,192,692</b>	<b>31,924,475</b>
<b>Payments</b>			
Cash outflows for tuition		1,124,630	1,274,874
Cash outflows for operations		3,742,882	5,770,589
Cash outflows for infrastructure		2,534,518	1,393,186
Cash outflows for boarding/lunch & school fund payments		20,019,792	23,611,611
<b>Total payments</b>		<b>27,422,122</b>	<b>32,050,260</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>(229,430)</b>	<b>(125,785)</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		-	-
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
<b>Net cash inflow/outflows from investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
<b>Net cash inflow/outflow from financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/decrease in cash and cash equivalents</b>		<b>(229,430)</b>	<b>(125,785)</b>
Cash and cash equivalent at beginning of the FY		641,500	767,285
<b>Cash and cash equivalent at end of the FY</b>		<b>412,070</b>	<b>641,500</b>

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



.....  
Name: Dr Josphat Kagema

Chair BOM

Date: 9/10/2024



.....  
Name: Mrs Joyce Ngaruni  
School Principal/ Secretary to  
BOM

Date: 9/10/2024



.....  
Name: Mr Stanley Mwai

Bursar/ Finance Officer

Date: 9/10/2024

Hiriga Girls Secondary School  
Public secondary school  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

IX. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2023

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Teaching / Learning Materials	254,700	-	254,700	1,055,442	414
<b>TOTAL</b>	<b>254,700</b>		<b>254,700</b>	-	
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	2,589,750	-	2,589,750	1,331,778	51
Repairs And Maintenance	848,700	-	848,700	1,553,000	183
Local Transport / Travelling	824,850	-	824,850	397,456	48
Electricity And Water	1,417,950	-	1,417,950	701,214	49
Administration Costs	707,400	-	707,400	338,646	48
Activity	899,550	-	899,550	255,005	28
<b>TOTALS</b>	<b>7,288,200</b>		<b>7,288,200</b>	<b>4,577,099</b>	<b>63</b>
<i>(3) FDSE for Infrastructure</i>					
<i>(4) Fees Charged on Parents</i>					
Personnel Emoluments	1395000	-	1395000	1,569,929	113
Repairs And Maintenance	1125000	-	1125000	867,344	77
Local Transport / Travelling	292,500	-	292500	443,401	152
Electricity And Water	2,205,000	-	2205000	2,877,999	131
Administration costs	832,500	-	832500	982,659	118

*Hiriga Girls Secondary School*  
**Public secondary school**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Kshs	e=d/c % Kshs
Activity	67,500		67500	177,137	262
Fee On Boarding Equipment and Stores	12323250		12323250	11,877,877	96
<b>TOTALS</b>	<b>18,240,750</b>		<b>18,240,750</b>	<b>18,796,346</b>	103
<b>6) Expenditure for Tuition</b>					
Exercise books	543600		543600	346,900	64
Laboratory equipment	287550		287550	244,290	85
Teaching/learning materials	254700		254700	15,000	6
Chalks	171450		171450	80,000	47
Exam and assessment	188550		188550	436,400	231
<b>TOTALS</b>	<b>1,445,850</b>		<b>1,445,850</b>	<b>1,122,590</b>	78
<b>7) Expenditure for Operations</b>					
Personal emoluments	2589750		2,589,750	1,492,531	58
Repairs, maintenance & improvements	848700		848700	921,000	109
Local transport/travelling	824850		824850	83,930	10
Electricity, water and conservancy	1417950		1417950	206,522	15
Administration costs	707400		707400	514,121	73
Activity expenses	899550		899550	346,280	38
<b>TOTALS</b>	<b>7,288,200</b>		<b>7,288,200</b>	<b>3,564,384</b>	49
<b>8) Expenditure for school fund/lunch/boarding</b>					
Personal emoluments	1395000		1395000	1,371,267	98
Repairs, maintenance & improvements	1125000		1125000	1,211,096	108

*Hiriga Girls Secondary School*  
Public secondary school

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Local transport/travelling	292500		292500	994,070	340
Electricity, water and conservancy	2205000		2205000	1,084,656	49
Administration costs	832500		832500	2,586,013	311
Activity expenses	67500		67500	155,050	230
Boarding equipment and stores	12323250		12323250	10,554,418	86
<b>Totals</b>	<b>18,240,750</b>		<b>18,240,750</b>	<b>17,956,570</b>	<b>98</b>

Note: i) Receipts

Fees charged from parents – all vote heads were affected by under budgeting. A part from repair maintenance and improvement and boarding equipment and stores. This is due to unexpected rise on receipts

ii) Expenditure

- a) Tuition – Exams and assessments vote head was overdrawn due to unexpected rise on material's cost
- b) Operations – Repair, maintenance and improvement vote head was overdrawn due to unexpected rise of commodities process
- c) School fund/lunch/boarding – RMI, LT & T, ADM and activity vote heads were overdrawn due to unexpected rise in material and service costs.

## X. SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

### 2. **Recognition of receipts and payments**

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

### 3. **In-kind contributions**

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

### 4. **Cash and cash equivalents**

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

**5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

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

**XI. NOTES TO THE FINANCIAL STATEMENTS****1 Government Grants for Tuition**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Reference Materials		153,963
Exercise Books		421,658
Laboratory Equipment		223,325
Internal Exams		241,532
Teaching / Learning Materials	1,055,442	99,478
Inter-borrowing	69,000	
Marker pens & dusters		130,616
<b>Total</b>	<b>1,124,442</b>	<b>1,270,572</b>

**2 Government Grants for Operations**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	1,331,778	2,103,922
Repairs And Maintenance	1,553,000	1,156,329
Local Transport / Travelling	397,456	541,831
Electricity And Water	701,214	1,161,305
Medical	76,800	0
Administration Costs	338,646	576,133
Activity	255,005	-
Electricity	-	5,200
P.A.Y.E	-	5,415
N.S.S.F	-	88,536
N.H.I.F	-	37,750
Inter-borrowing	191,000	100,000
Advance	4,000	-
<b>Total</b>	<b>4,848,899</b>	<b>5,776,421</b>

**3 Government Grants for infrastructure**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Maintenance & Improvement		
Transition infrastructure grants	764,000	1,764,500
Administration Block		
<b>Total</b>	<b>764,000</b>	<b>1,764,500</b>

**4 School Fund Income - Parents Contribution/Fees**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel emoluments	1,569,929	1,689,624
Repairs and maintenance	867,344	1,179,523
Local transport / travelling	443,401	346,061
Electricity and water	2,877,999	2,390,283
Debtors	-	181,149
Administration costs	982,659	1,044,995
Activity	177,137	194,858
Fee on Boarding Equipment and stores	11,877,877	13,118,472
Electricity		2,800
N.S.S.F		39,072
N.H.I.F		13,100
Farm		608,670
Bursary		1,764,375
Rent income		90,000
Inter-borrowing		450,000
<b>Total</b>	<b>18,796,346</b>	<b>23,112,982</b>

5. Miscellaneous Incomes

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Rent Income	87,100	90,000
Income From Farming Activities	354,480	608,670
Prepayment	507,306	
Bursary	416,500	1,764,375
Debtors	293,619	181,149
<b>Total</b>	<b>1,659,005</b>	<b>2,644,194</b>

**6. Tuition**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Exercise Books	346,900	-
Textbooks		101,500
Laboratory Equipment	244,290	448,460
Teaching / Learning Materials	15,000	108,019
Exams And Assessment	436,400	603,395
Whiteboard marker	80,000	11,400
Bank Charges	2,340	2100
<b>Total</b>	<b>1,124,930</b>	<b>1,274,874</b>

**7. Operations**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	1,492,531	1,686,284
Inter-borrowing		752,500
Administration Cost	514,121	433,926
Repairs And Maintenance & Improvements	921,000	643,770
Local Transport / Travelling	83,930	198,390
Electricity And Water	206,522	172,470
Activity Expenses	346,280	281,240
N.S.S.F	133,248	147,144
N.H.I.F	45,250	63,950
P.A.Y.E		5,415
Infrastructure		1,385,500
<b>Total</b>	<b>3,742,882</b>	<b>5,770,589</b>

**8. Infrastructure**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Tilling of classroom	162,000	1,393,186
Tilling and Terrazo of wet areas	1,830,390	
Bank charges	1,128	
Inter-borrowing	541,000	
<b>Total</b>	<b>2,534,518</b>	<b>1,393,186</b>

**9. Boarding And School Fund**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	1,371,267	1,907,245
Service Gratuity		
Repairs And Maintenance & Improvements	1,211,096	1,958,862
Local Transport / Travelling	994,070	1,044,452
Electricity And Water	1,084,656	1,471,853
Medical Expenses		95,628
Administration Costs	2,586,013	2,179,424
Farm	292,200	573,390
Bursary	416,500	1,764,375
Activity	155,050	232,460
Fee On Boarding Equipment and Stores	10,554,418	10,527,624
Creditors	1,014,166	752,610
Insurance Cost ( <i>Life Property</i> )	113,388	
N.S.S.F	58,608	58,608
N.H.I.F	19,650	13,100
Inter-borrowing	148,710	995,880
Fees refund		36,100
Others (specify)		
<b>Total</b>	<b>20,019,792</b>	<b>23,611,611</b>

**10 Bank Accounts**

<b>Account Name &amp; Currency</b>	<b>Status</b>	<b>Bank Account Number</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Active/Dormant</b>		<b>Kshs</b>	<b>Kshs</b>
Tuition Account		1106157192	3,837	4,325
Operations Account		1106157311	1,110,242.80	4,226
School Fund Account/Boarding		0040280904877	529,720	(422,775)
Parent Association Development Account		1106156919	(1,324,345.14)	(789,231.14)
Infrastructural Account		1266598960	74,437	1,844,955
<b>Total</b>			<b>393,892</b>	<b>641,499.86</b>

**10. Cash In Hand**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
School fund	18,178	0.00
<b>Total</b>	<b>18,178</b>	<b>0.00</b>

**11. Short Term Investments**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>

**12. Accounts Receivable**

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	11,914,487	10,144,133
Rent arrears (list/schedule attached)	50,000	
<b>Total</b>	<b>11,964,487</b>	<b>10,144,133</b>

**12 (b) Ageing Analysis of Accounts Receivable**

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	3,146,791		1,480,203	
Between 1- 2 years	1,186,584		1,082,818	
Over 3 years	7,581,112		7,581,112	
<b>Total (should tie to note 13 a)</b>	<b>11,914,487</b>		<b>10,144,133</b>	

**13. Accounts Payable**

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	5,939,654	1,285,866
Prepaid Fees	507,306	
<b>Total</b>	<b>6,446,960</b>	<b>1,285,866</b>

**14. Ageing Analysis of Accounts Payable**

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023		2021-2022	
Less than 1 year	5,667,954		1,014,166	
Between 1- 2 years			271,700	
Between 2-3 years	271,700			
<b>Total (should tie to note 14)</b>	<b>5,939,654</b>		<b>1,285,866</b>	

**15. Fund Balance Brought Forward**

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Balances	641,500		377,724	
Cash Balances	0.00		387,561	
Short Term Investments	0.00		0.00	
Receivables	10,144,133		8,785,079	
Payables	(1,285,866)		(1,024,300)	
<b>Total</b>	<b>9,449,767</b>		<b>8,528,064</b>	

**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	2021-2022
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>

**17. Biological assets**

Description	2022-2023	2022-2023	2021-2022	2021-2022
	NUMBERS	KSHS	NUMBERS	KSHS
			Kshs	Kshs
Cattle	4	Est: 120,000	5	Est: 150,000
Goats	-	-	-	-
Trees	1480	Est: 2,220,000	480	Est: 720,000
Pigs	25	Est: 125,000	26	Est: 130,000
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	

**18. Borrowings**

Description	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	0.00	0.00
<b>Balance at the end of the year</b>	<b>0.00</b>	<b>0.00</b>

**Other important disclosure notes**

19. Stock/ Inventory

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Food stuffs	49,000	156,000
Lab consumables	115,000	98,000
Farm produce	18,000	8,000
Construction Materials	15,000	45,000
<b>TOTALS</b>	<b>197,000</b>	<b>307,000</b>

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      Date: 9/10/2024

Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Supply Of Goods</b>						
1. Joseph Kabugu	35,650					
2. Faimline General Merchant	686,500					
3. Cyrus Murage	85,200					
4.Elite Filling Station	116,735					
5.Mary Kamondo General Merchant	686,700					
6.Kenblest Food Ltd	315,824					
7.Genetic Merchandisers Ltd	748,220					
8.Grace Theuri	314,640					
9.Knight Book Centre	424295					
10.Blueline Classicyard Ltd	321,530					
11.Charles Ndungu	338,700					
12.Sportsta Agencies	477,180					
13.Belons Office Machine Services	281,000					

*Hiriga Girls Secondary School*

**Public secondary school**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

<b>Supplier Of Goods Or Services</b>	<b>Original Amount</b>	<b>Date Contracted</b>	<b>Amount Paid To-Date</b>	<b>Outstanding Balance Current FY</b>	<b>Outstanding Balance Comparative FY</b>	<b>Comments</b>
14.Jane Wanjiru	36,250					
15.Frankline Muriuki	9,600					
16.Cecilia Mwangi	41,600					
17.Wagatu Traders	13,400					
18.Cashpen Ventures	69,000					
19.Samuel Wanjoga	353,310					
20.Rykind Traders	114,840					
21.Jandas Cosmetics	13,000					
23.Rucee Agencies	28,800					
24.Original Centreline Enterprises	167,580					
25.Tap Education Consultancy	37,500					
<b>SUB -TOTAL</b>	<b>5,717,054</b>					
<b>Supply Of Services</b>						
27.Charles Mwariri	14,800					
28.Lumu Cleaning &Health Care Sevices	185,000					
21.Muriithi Chege	22,800					
<b>SUB-TOTAL</b>	<b>222,600</b>					
<b>TOTAL</b>	<b>5,939,654</b>					

*Hiriga Girls Secondary School*

**Public secondary school**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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<b>Asset Class</b>		<b>Historical Cost c/f (Kshs) 30<sup>th</sup> June 2023</b>
Land	Balance b/f 01/07/2022	Est'16,000,000
Buildings And Structures	Balance b/f 01/07/2022	Est'27,000,000
Motor Vehicles	Balance b/f 01/07/2022	Est'2,500,000
Office Equipment, Furniture And Fittings	Balance b/f 01/07/2022	Est'4,000,000
Textbooks	Balance b/f 01/07/2022	Est'3,000,000
ICT Equipment	Balance b/f 01/07/2022	Est'1,000,000
Tools And Apparatus	Balance b/f 01/07/2022	Est'1,000,000
Other Machinery And Equipment	Balance b/f 01/07/2022	Est'600,000
Intangible Assets- Soft Ware	Balance b/f 01/07/2022	Est'300,000
<b>Total</b>		<b>Est' 55,400,000</b>