

REPUBLIC OF KENYA



REPORT

DATE: 16 JUN 2026

DAY.

Tuesday.

**TABLED
BY:**

*Hon. Naomi Wago, CBS, MP
(Deputy Majority Party Whip)*

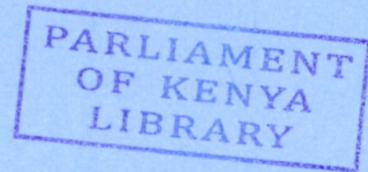
OF

**CLERK-AT
THE-TABLE:**

Lomale.

THE AUDITOR-GENERAL

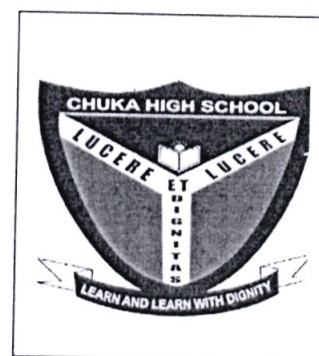
ON



CHUKA HIGH SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2025**

THARAKA NITHI COUNTY



CHUKA HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

Transitional Financial Statements Prepared under the International Public Sector Accounting Standards (IPSAS)



Table of Contents

Page

1. Acronyms and Definition of Key Terms	ii
2. Key School Information and Management.....	iii
3. Summary Report of Performance of the School.....	viii
4. Statement of School Management Responsibility.....	xv
5. Report Of The Independent Auditor.....	xvi
6. Statement Of Financial Performance for the Year Ended 30 th June 2025.....	1
7. Statement of Assets and Liabilities As At 30 th June 2025.....	2
8. Statement of Cash Flows for the Year Ended 30 th June 2025	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2025	4
10. Significant Accounting Policies	7
11. Notes To the Financial Statements	9
12. Annexes	16

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

1. Acronyms and Definition of Key Terms

A. Acronyms.

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	Free Day Secondary Education
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education

B. Definition of Key Terms

Comparative Year- Means the prior period.

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, Chuka Sub-County.

The school was registered in 12/07/2021 under registration number 13S00300783 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 1206 number of students as at 30th June 2025 has 07 streams and 60 teachers of which 08 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr. Alexander Micheni Muratha	Chairman	1 st July 2022
2	Mr. Imunya H.G	Secretary - Principal	
3	Dr. Lucy Mureu	Member	1 st July 2022
4	Mrs. Joan Njagi	Member	1 st July 2022
5	Dr. Birichi Alfred Rugendo	Member	1 st July 2022
6	Mrs. Egidia Nyaga	Member	1 st July 2022
7	Mr. James M Mbutu	Member	1 st July 2022
8	Jacqueline W Muiruri	Member – Rep CEB	1 st July 2022
9	Mjchael Macharia	Member Rep Teachers	1 st July 2022
10	Fr. Edwin Mutethia	Sponsor	1 st July 2022
11	Mr. Nicodemus Muoki	Member - Community	1 st July 2022
12	Mr. Protasio Mutema	Sponsor	1 st July 2022
13	Irene Kagendo K	special needs	1 st July 2022
14	Samson Mutua	REP STUDENTS	1ST JULY 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, of 2013.
- Ensure and assure the provision of proper and adequate facilities for the School.

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025**

- 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. Mr. Alexander M. Muratha 2. Mr. Imunya H.G 3. Mr. Edwin Mutethia 4. Ms. Lucy Mureu	Chairman Principal/ B.O.M sec Sponsor Member	17/06/2025
2	Audit Committee	1. Ms. Jackline Muiruri 2. Mr. Protasio Mutema 3. Mr. Nichodemus Mwoki 4. Mr Macharia Michael 5. Mr. Imunya H.G	Member Member Member Member	N/L
3	Finance, procurement and general purposes Committee	1. Ms. Lucy Mureu 2. Mr Alexander M. Muratha 3. Dr. Alfred Birichi 5. Mr Mr. Imunya H.G 4. Mrs Kirema Lilian	Member Chairman Member Principal/sec B.O.M Bursar	5/07/2024

Annual Report and Financial Statements For the year ended 30th June 2025V

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025****(a) School operation Management**

For the financial year ended 30th June, 2025 the School's day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Nelson Murithi	TSC No. 353491
2	Deputy Principal	Albert Nyagah	TSC No. 441476
3	School Bursar	Lilian M Nyaga K	ICPAK No.23011
4	Other (Acting deputy)	Michael Macharia	TSC No. 559275

(b) Schools contacts

Post Office Box: 20 – 60400 Chuka

Telephone: 0703705892

E-mail: chukahighschool@yahoo.com

Website: www.chukahighschool.sc.ke

Facebook:

Twitter:

(c) School Bankers

S. NO.	NAME OF BANK	BRANCH	ACCOUNT NO.	NAME OF ACCOUNT
1	Kenya Commercial Bank	CHUKA	1103664646	Chuka High School Boarding account
2	Kenya Commercial Bank	CHUKA	1103664417	Operations account.
3	Kenya Commercial Bank	CHUKA	1265486875	School infrastructure account
4	Kenya Commercial Bank	CHUKA	1108131018	Savings account
5	Co-operative Bank	CHUKA	01129057596600	Boarding fees collection ac.
6	Co-operative Bank	CHUKA	01139057596600	Tuition account
7	Co-operative Bank	CHUKA	01129057596601	Farm account
8	Kenya Commercial Bank	CHUKA	Business No. 522533 Account No. 7653396# 1103664646	M-pesa pay bill Boarding account
9	Equity Bank	CHUKA	0210283092441 Business No.247247 Account No. 210283#	Boarding Fees Collection Account

(d)Independent Auditors

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

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

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:

<i>YEAR</i>	<i>AMOUNT</i>
2023	(3,772,711)
2024	13,768,096
2025	13,762,158



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

<i>YEAR</i>	<i>AMOUNT</i>
2023	21,262,877.60
2024	23,030,792.09
2025	19,940,167.12

Capitation grants



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

<i>YEAR</i>	<i>AMOUNT</i>
2023	90,881,199.33
2024	90,752,596.65
2025	81,281,045.75

Growth of other income



■ 2023 ■ 2024 ■ 2025

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

YEAR	AMOUNT
2023	115,916,788.14
2024	99,862,453.48
2025	87,658,054.82

Growth in expenditure



■ 2023 ■ 2024 ■ 2025

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

YEAR	DEBTORS	CREDITORS
2023	28,191,673	29,794,244
2024	29,786,030	21,508,030
2025	32,645,693.60	17,822,093



Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025****Teacher Student ratio:****TRANSFERRED DURING THE PERIOD OF JULY 2024/JUNE 2025**

S/N	TSC.NO	NAME	SUB	SUB
1.	359231	Mr Imunya H,G (Principal)	Maths	Phy
2.	707604	Collins Kimathi	Kisw	Hist
3.	890129	Ms Charity Mindenyo	German	C.R.E
4	789977	Mr Nyakundi Mogaka	Agri	Bio
5	467328	Arnold Mugambi	Maths	Chem
6	683840	Flora Kangai Nyaga	C.R.E	Hit
7	544872	Doreen Judy Mauki	Eng	Lit
8	795387	Cyrus Nyaga Waithanje	Eng	Lit

POSTED DURING THE YEAR 2024 JULY TO 2025 JUNE

S/N	TSC.NO	NAME	SUB	SUB
1	353491	Mr Murithi Nelson Njoka	B/S	Geo
2	849881	Mrs. Njeru Betty	Kisw	Cre
3	529092	Mr. Michael Antony M.	Kisw	Hist
4	659289	Mr. Roywin Mwenda	Kisw	Cre
5	911712	Mr Miriti Dominic Bundi	Bio	Agri
6	899400	Mr Simba Micheni Gerrald	Eng	Lit
7	583852	Ms Faith Mwende Iguna	Hist	Cre
8	580838	Tabitha Nangila Walela	Chem	Bio
9	556892	Basil Muthuyia	Eng	Lit
10	771398	Joy Kageni Miriti	Maths	Chem
11	860247	Joel Mwangi Murithi	Maths	Phy

TEACHING STAFF

S/N	TSC.NO	NAME	PHONE NO.	SUB	SUB
1.	353491	Mr Murithi Nelson Njoka	0721426312	B/S	Geo
2.	441476	Mr Nyagah Albert	0722412430	Maths	B/S
3.	559275	Mr. Macharia Michael K.	0723261896	Bio	Chem
4.	414518	Mr.Dickson Mutwiri M.	0720566240	Maths	Bs
5.	333971	Mr. Kimani John K.	0722947597	Maths	Bio
6.	374548	Mrs. Rugendo Kellen N.	0727528425	Kisw	Lib
7.	441409	Mrs. Kinyua Winnie K.	0720409835	Maths	Chem
8.	579444	Mr. King'ang'i Joel M.	0714654350	Maths	Phy
9.	349787	Mr. Githae Stephen M.	0712340448	D/D	B/C
10.	611522	Mr. Munene G. Morris	0711130347	Kisw	Hist
11.	464245	Mr. Karanja Nicholas K.	0720977305	Eng	Frenc
12.	587891	Mrs. Mutethia Annrose	0728976315	B/S	Hist
13.	467399	Ms. Musyoka Sarah M.	0721794315	Maths	Geo
14.	774276	Mr. Benedict K	0727785154	Kisw	Hist

15.	433546	Mrs. Kirumbu Ann	0721231400	Kisw	Hist
16.	469729	Ms. Mercy Ileri	0720437931	Bio	Agr
17.	470845	Mr. Mutegi Evans	0721332976	B/S	Geo
18.	420379	Mrs Wokabi Catherine	0726898710	Chem	Bio
19.	663945	Ms. Susan Kainyu	0722573572	Eng	Lit
20.	681885	Ms.Lilian Awiti	0716665827	Kisw	Geo
21.	433790	Mr. Peterson Kathia	0729763929	Maths	Geo
22.	732908	Mr. Muchangi Evan	0718436610	Geo	Cre
23.	712886	Mr. Kinoti Kithinji	0104732642	Kisw	Hist
24.	679297	Mr.Mugo Samwel Njue	0705041001	Hist	Kisw
25.	810956	Ms. Diana Makena Mwiti	0712250959	Hist	Kisw
26.	821729	Mr. Musare Eric	0707418564	Agri	Bio
27.	493071	Mrs. Riungu Liz	0727091131	Eng	Lit
28.	899175	Mrs. Mutethia Lydia Wanja	0716507184	Eng	Lit
29.	527749	Mr.Njagi William Silas	0721496348	Comp	
30.	516153	Mr. Jesse Kathurima K.	0720384417	Bio	Chem
31.	714622	Ms.Nyabuga Betty Karemi	0798083273	Eng	Lit
32.	739540	Mrs Ngui Dorcas Njoki	0798801001	Hist	Kisw
33.	533419	Mr.Kimathi George	0721589890	Bio	Chem
34.	494779	Mrs.Catherine Ndeke K.	0718167963	Bio	Chem
35.	776945	Mr.Muthee Gitonga M.	0715767584	Eng	Lit
36.	863905	Mr. Mwencha Pius Oyako	0705684762	Maths	Chem
37.	870215	Mr. Richard Kirimi M.	0702261960	Maths	Phy
38.	926802	Mrs. Murimi Diana Kiende	0712306348	Bio	Agri
39.	956615	Ms. Olympia Kendi	0713169722	Geo	Maths
40.	479604	Ms. Sophia Kamau	0724537418	Chem	Bio
41.	440603	Mrs. Koome Fridah Karimi	0720884332	B/S	Geo
42.	586254	Mr. Eric Njagi Mbuba	0725268243	Geo	Kisw
43.	952299	Ms. Nyaga Kendi Scolacia	0715123297	Geo	Cre
44.	446602	Mrs. Njiru Jane Murugi	0724359823	Maths	Chem
45.	719732	Mr. Richard Olwande Odo	0705317655	Hist	Cre
46.	701231	Ms. Micheni Doreen M.	0711324991	Eng	Lit
47.	559721	Ms. Virginia Riungu	0721119173	Maths	B/S
48.	730540	Ms. Esther Mwendu Mutegi	0729605780	Eng	Lit
49.	516534	Mrs. Muthomi Tabitha	0725340513	Eng	Lit
50.	849881	Mrs. Njeru Betty	0706371106	Kisw	Cre
51.	529092	Mr. Michael Antony M.	0726277332	Kisw	Hist
52.	659289	Mr. Roywin Mwenda	0723583790	Kisw	Cre
53.	911712	Mr Miriti Dominic Bundi	0715630991	Bio	Agri
54.	899400	Mr Simba Micheni Gerrald	0719180786	Eng	Lit
55.	583852	Ms Faith Mwendu Iguna	0721115757	Hist	Cre
56.	580838	Tabitha Nangila Walela	0727177255	Chem	Bio
57.	556892	Basil Muthuyia	0729445217	Eng	Lit
58.	771398	Joy Kageni Miriti	0718637759	Maths	Chem
59.	860247	Joel Mwangi Murithi	0704418061	Maths	Phy

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

B.O.M TEACHERS 2025

S/N	TSC.NO	NAME	PHONE NO.	SUB	SUB
61.	925214	Mr Njue Michael	0701145898	Maths	Phy
62.	874773	Mr. Lukas Fundi	0748787217	Maths	Phy
63.	1052847	Mr Morris Mutugi Bundi	0718804826	Comp	Maths
64.	1108570	Mr. Njoroge George	0724406601	Phy	Maths
65.	1102650	Mr Kinyua Alfred	0710490124	Bio	Agri
66.	1098105	Mr Kamau David	0768404018	Maths	Phy
67.	1096491	Mr Musembi Paul	0701384101	Maths	Phy
68	973744	Olive Wanjiku		Bio	Chem

b) The mean score in the 2024 KCSE:

YEAR	MEAN SCORE	TRANSITION TO UNIVERSITY	COMMENT
2022	7.3	279	
2023	6.8	227	
2024	6.504	168	

c) Number of Candidates in the 2024 KCSE:

YEAR	ENTRY
2022	322
2023	369
2024	351

d) The capacity of the school:

FACILITY	NO. OF STUDENTS/ STAFF	NO. OF FACILITIES	CAPACITY (Designed to carry)	SHORTFALL
1. Classrooms	1206	24	1200	6
2. Dorms	1206	6	1000	206
3. Staff houses	100	17	17	83
4. Play ground	1206	3	1000	206
5. Halls	1206	1	250	956
6. Library	1206	1	100	1106
7. Computer lab	1206	1	30	1176
8. Science labs	1206			1066
Biology		1	40	
Physics		1	60	

Chemistry		1	40	
9. Dining hall	1206	Twin	800	680
10. Kitchen	1206	1(small)	6	406
11. Staffroom (Common Room)	71	1	40	31
12. Toilets	1206	46	700	506
13. Bathrooms	1206	42	700	506
14. Bus park	3	1	3	0
15. Car park	71	2	12	59
16. Assembly ground	1206	1	1000	206
17. Central stores	3	1(small)		3
18. Cereals stores	1	1(small)		1
18. Administration block	30	1	7	23
19. Departmental office	71	9	60	11

e) Development projects carried out by the school:

S.No.	Project	Year	Source Of Fund	Amount Kshs	Exspense On The Project Kshs	Balance At The End Of Period Total Kshs	REMARKS STATUS
1	3STOREY TUITION BLOCK	2019	M.I	6,708,000		6,708,000=	Preparation of plans and structural drawings, and seeking approvals for the project.
2	3 STOREY TUITION BLOCK	2020	M.I	4,652,000	8,670,567.95	2,689,431.15	Approval of project on April 2020. Floating of tenders, evaluation

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

							award. Commence of the proje PHASE 1ground flo
3	3 STOREY TUITION BLOCK	2021	M.I	2,000,000	1,790,115.90	2,899,315.25	PHASE 1 ground flo
4	3 STOREY TUITION BLOCK	2021/2022	M.I	4,569,500	5,139,337.38	2,329,477.35	Phase 2A 2021/2022 floor
5	3 STOREY TUITION BLOCK	2022/23	M.I	5,349,000	4,232,187.16	2,946,290.75	Phase 2b 2022/23
6	3 STOREY TUITION BLOCK	2023/24	M.I	850,000.00	1,162,674.75	2,633,616.00	Phase 2b 2022/23 Staircase drawings.
7	3 STOREY TUITION BLOCK	2024/25	M.I	5,983,100	0	8,614,160.00	n/a

.....
School Principal

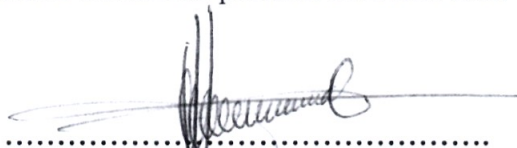
4. Statement of School Management Responsibility

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 keep all proper books and records of accounts of the income, expenditure, and assets of the institution.

The Board of Management of Chuka High 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).

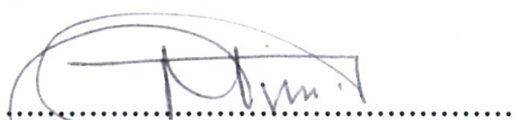
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.



Name: Alexander M. Muratha

Designation: Chairman, School Board of Management

Date: 14.04.2026



Name: Nelson Murithi Njoka

Designation: School Principal & Secretary to Board of Management

Date: 14.04.2026



Name: Lilian M. Nyaga K

Designation: Bursar/ Finance Officer

Date: 14.04.2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON CHUKA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – 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 transitional IPSAS financial statements of Chuka High School – Tharaka Nithi County set out on pages 1 to 15, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of financial performance, 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 transitional IPSAS financial statements present fairly, in all material respects, the financial position of Chuka High School – Tharaka Nithi County as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. In accuracies in the Financial Statements

The statement of budgeted versus actual amounts reflects actual total revenue and actual total expenditure of Kshs.101,221,212 and Kshs.87,658,054. However, the statement of cashflows under cash flows from operating activities reflects total receipts which include proceeds from investments and payments of Kshs.107,081,448 and Kshs.99,990,595 resulting to unexplained variances of Kshs.5,860,236 and Kshs.12,332,541 respectively.

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

2. Unsupported Accounts Receivable

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.32,773,954 as disclosed in Note 12 to the financial statements. However, the supporting ledger reflects accounts receivables amount of Kshs.10,137,460 resulting to a variance of Kshs.22,636,494 which was not supported by a detailed aging analysis with the names, admission numbers and amounts disclosed as fee arrears.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.32,773,954 could not be confirmed.

3. Unsupported Accounts Payables

The statement of assets and liabilities reflects accounts payables balance of Kshs.17,822,093 as disclosed in Note 14 to the financial statements. However, a detailed ageing analysis of the trade and other payables detailing the suppliers' information, invoice details, invoice dates, invoice amount, reference numbers such as local purchase orders or local service orders numbers and ageing categories were not provided for audit.

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.20,882,002 could not be confirmed.

4. Unsupported House Rental and School Bus Hire Income

The statement of receipts and payments reflects miscellaneous incomes amount of Kshs.14,605,108 which includes rent and income from bus hire amounts of Kshs.496,600 and Kshs.2,103,000 respectively as disclosed in Note 5 to the financial statements. However, rental house and bus hire lease agreements and policy guidelines on the rental and lease rates to be paid by the tenants and lessors of the housing units and the school bus were not provided for audit review.

In the circumstances, the accuracy and completeness of the rent and income from bus hire amounts of Kshs.496,600 and Kshs.2,103,000 respectively could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Chuka 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

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.115,444,452 and Kshs.101,221,212 respectively, resulting in an under-funding of Kshs.14,223,240 or 12 % of the budget. Similarly, the School spent Kshs.87,658,054 against actual receipts amount of Kshs.101,221,212 resulting in an under – utilization of Kshs.13,563,158 or 13% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional 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 report in the year under review.

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the FY 2024/25 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary schools and, therefore, does not include

certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

My opinion is not modified in respect of this matter.

Other Information

Management is responsible for the Other Information set out on page iii to xv which comprise of Key School Information and Management, Summary Report of Performance of the School and the Statement of School's Management Responsibilities. 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 and 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 THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects 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 the Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 23 January, 2026 instead of the statutory deadline of 31 August, 2025. This was contrary to Section 68(2)(k) of the Public Finance Management Act, 2012 which states that an accounting officer shall prepare annual financial statements for each financial year within three months after the end of the financial year, and submit them to the Controller of Budget and the Auditor-General for audit.

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

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

The statement of financial performance reflects total payments amount of Kshs.93,641,155 as disclosed in the financial statements. Included in the expenditure is an amount of Kshs.1,255,900 transferred to Kenya Secondary School Heads Association (KESSHA). 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.1,255,900 could not be confirmed.

3. Unconfirmed Students Enrolment Data

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations totalling Kshs.19,940,167, 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, NEMIS reflected one thousand, two hundred and forty nine (1,249) students while records from the County Director of Education had one thousand, two hundred and six (1,206) students, resulting in an overfunding of forty-three (43) students each expected to receive Kshs.22,244 totalling an amount of Kshs.956,492. This was contrary to the Ministry of Education Circular MOE.HQS/3/10/18 Vol.II/(33) dated 07 March, 2024 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

4. Excess Supply of Books

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed one thousand, four hundred and seventy-one (1,471) excess books to the school. These unexplained excess text books remained unissued to the students at the time of the audit in March 2026

In the circumstances, value for money on the excess one thousand, four hundred and seventy-one (1,471) books could not be confirmed.

5. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables balance of Kshs.17,822,093. However, included in the balance are payables balance of Kshs.7,259,346 which had been outstanding for more than one (1) year, and risk loss of public funds through litigations, interests and penalties. This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting

Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

6. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects school fund payments amount of Kshs.72,734,408 as disclosed in Note 9 to the financial statements which includes an amount of Kshs.37,878,794 in respect of procurement contracts signed with the school's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts. This was contrary to paragraph 3(1) of the Public Procurement Capacity Building Levy, Order 2023 which states that there shall be paid a levy by a supplier on all procurement contracts signed between the supplier and a procuring entity, at the rate of zero point zero three per centum (0.03%) of the value of the signed contract, exclusive of applicable taxes. In addition, Public Procurement Regulatory Authority (PPRA) circular No. 01/2024 dated 30 August, 2024 which requires procurement entities to remit the levy to the Authority through the e-Citizen payment platform by the 20th day of the subsequent month and also file monthly returns.

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

7. Lack of Adequate Facilities in the Institution

Physical verification of the learning environment of the School revealed that the School had shortages as detailed below. However, Management did not provide evidence of measures taken to address the shortage as detailed below;

School Facilities	Required	Number in Place	Shortage
Teachers TSC	70	52	18
Dormitories	10	6	4
Dining Hall	2	1	1
Laboratories	6	3	3
Toilets	92	46	46
Library	3	1	2
Classrooms	32	24	8
Staff houses	34	17	17

Further, four (4) laboratories, one (1) dining hall, one (1) conference hall, fourteen (14) staff houses and the administration block had asbestos roofing. This is contrary to Ministry of Environment, Climate Change and Forestry circular Ref: MEF/EMC/1/1 dated 23 August, 2024 that directed on the removal of asbestos roofing by Government agencies including offices, houses and learning institutions' premises as a means of providing a clean, safe, healthy and sustainable environment. Thus, the school poses a health risk to the students and staff with the continued deterioration of the roofing.

In the circumstances, the School may not achieve its mandate.

8. Failure to Submit for Approval the Estimates of Revenue and Expenditure

Audit review revealed that the School Management failed to submit estimates of revenue and expenditure for approval contrary to provisions of Section 16(1) and (2) of the Basic Education Act, 2013. Therefore, by operating without an approved budget, the institution is in breach of the Basic Education Act, 2013.

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

9. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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

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. Lack of Internal Audit Function

During the year under review, the school did not have 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, the existence of an effective oversight mechanisms could not be confirmed.

2. Weaknesses in the Composition of Board Committees

Review of the Board of Management committee reports revealed that two Members of the Board were both in the Audit Committee and Finance Committee thereby contravening the Head of Public Service Circular no. OP/CAB.9/1A dated 11 March, 2020 which directs that a member serving in the Board's audit committee shall not be appointed Member of finance committee and vice versa.

Further, Discipline, ethics and integrity Committee, and the academic standards, quality and environment committees had six (6) Members each instead of four (4) Members each which is contrary to Paragraph B4 of Circular Ref. No OP/CAB.9/1A from the Head of Public Service dated 11 March, 2020, which stipulates that the number of Members to any committee should not be more than one third of the full Board.

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

3. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.659,323,699 which includes land with a balance of Kshs.520,000,000. However, land ownership documents were not provided for audit. In addition, the assets including desk top computers, office desks, tables, office cabinets and chairs were not tagged. Further, there is no evidence that the management of the School had insured the buildings as required by law, thus, the buildings could be exposed to the risk of loss in case of fire, riots or damages.

In the circumstances, the existence of effective measures in the management of assets could not be confirmed.

4. Weak Controls in Inventory Management

Note 16 of the financial statements under other important disclosure notes disclosed an inventory closing balance of Kshs.1,794,874. However, the stock take report in support of the balance was not provided for audit review. Further, quarterly stock takes were not done, thus stores, inventory and assets procured by the Institution may suffer deterioration from preventable causes and overstocking which may take a whole year to be detected. In addition, Management uses the manual stores ledgers to manage inventories instead of setting up an inventory management system to be managed by head of procurement function.

In the circumstances, the existence of effective measures in the management of inventory assets could not be confirmed.

5. Weaknesses in ICT Controls

An assessment of the IT environment across the school revealed multiple critical weaknesses indicating inadequate ICT governance, data protection, and systems control.

The following shortcomings were observed:

- i) The School has a system used to record income and payments. However, during the audit period in March 2026, the school lacked a system to record and manage inventory, staff payroll and library books issue and collection;
- ii) Lack of an approved ICT Policy: There is no formally approved ICT policy to guide the development, deployment, use, and management of ICT resources within the entity;
- iii) Staff use personal email (Gmail) addresses for official communication, which undermines data security and organizational accountability;
- iv) The entity lacks a documented data protection policy to ensure that the collection, handling, storage, and sharing of data comply with legal and regulatory data protection requirements;
- v) There is no centralized and updated ICT asset register to track, manage, or safeguard ICT infrastructure and equipment;
- vi) There is no formalized data backup process, exposing the entity to the risk of data loss in the event of system failure, cyberattack, or accidental deletion.
- vii) No disaster recovery plan, in the absence of a disaster recovery plan, the entity lacks the capacity to restore operations promptly following system disruptions or disasters.

In the circumstances, the efficiency in the use of IT within the School could not be confirmed.

6. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.32,773,954 in respect of fees arrears as disclosed in Note 12 to the financial statements. Included in the balance is accounts receivable balance of Kshs.16,484,155 which had been outstanding for more than three (3) years. However, there was no detailed ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management 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 the Management and Board of Management

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual 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.

The Board of Management is 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 ISSAIs 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

20 April, 2026

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

6. Statement of Financial Performance for the Year Ended 30th June 2025

Description of Vote Head	Note	2024-2025	2023-2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	3,811,476	3,792,996
Government grants for operations	2	16,128,691	18,449,755
Government Grants for infrastructure	3	5,983,100	788,040
School fund income- parents' contributions	4	66,874,938	78,417,996
Miscellaneous incomes	5	14,605,108	12,181,761
Total Revenue		107,403,313	113,630,549
Expenditure			
Tuition	6	4,006,423	1,908,260
Operations	7	16,897,768	11,956,537
Infrastructure	8	2,556	868,784
Boarding and school fund	9	72,734,408	85,128,872
Total Expenditure		93,641,155	99,862,453
Surplus/Deficit		13,762,158	13,768,096

The school financial statements were approved on **14.04.2026** and signed by:

.....
Name: Alexander M Muratha

Chair BOM

Date: 14.04.2026

.....
Name: Nelson Murithi Njoka
School Principal/ Secretary to BOM

Date: 14.04.2026

.....
Name: Lilian M. Nyaga K
Bursar/ Finance Officer

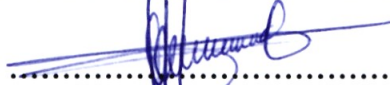
Date: 14.04.2026

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

7. Statement of Assets and Liabilities as at 30th June 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	18,434,375	11,353,818
Cash balances	11	8,943	1,202
Short term investments		0	0
Total cash and cash equivalent		<u>18,443,318</u>	<u>11,355,021</u>
Account's receivables	12	32,773,954	29,786,030
Total financial assets (a)		51,217,272	41,141,052
Financial liabilities			
Accounts payables	13	17,822,093	21,508,030
Total Financial Labilities (b)		17,822,093	21,508,030
Net financial assets (a-b)		33,395,179	19,633,022
Represented by			
Accumulated fund b/fwd	14	19,633,022	5,864,926
Surplus/deficit for the year		13,762,157	13,768,096
Net Assets		33,395,179	19,633,022

The school's financial statements were approved on **14.04.2026** and signed by:

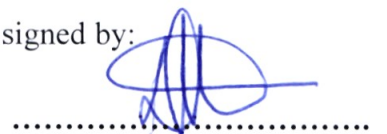

 Name: ALEXANDER M.
 MURATHA

Chair BOM

Date: 14.04.2026


 Name: NELSON MURITHI
 NJOKA
 School Principal/ Secretary to
 BOM

Date: 14.04.2026


 Name: LILIAN M NYAGA
 K

Bursar/ Finance Officer

Date: 14.04.2026

8. Statement of Cash Flows for the Year Ended 30th June 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		3,811,416	3,792,996.60
Government grants for operations		18,779,337	18,449,755
Government grants for infrastructure		0	788,940
School fund income- parents contributions/ fees		57,049,083	81,809,453
Other income		27,441,613	10,109,256
Total receipts		107,081,448	114,949,501
Payments			-
Cash outflows for tuition		4,048,623.00	2,458,583
Cash outflows for operations		16,805,988	14,097,225
Cash outflows Boarding/lunch and school fund payments		79,135,985	93,343,494
Total payments		99,990,595	109,899,302
Net cash inflow/outflow from operating activities		7,090,853	5,050,199
Cash flow from investing activities			
Acquisition of assets		0	(1,162,675)
Proceeds from sale of Assets		0	
Proceeds from investments		(2,556.00)	
Purchase of investments		0	
Net cash inflow/outflows from investing activities		(2,556.00)	(1,162,675)
Cash flow from Financing activities			
Proceeds from borrowings/ loans		0	0
Net cash inflow/outflow from financing activities		0	0
Net increase/decrease in cash and cash equivalents		7,088,297	3,887,524
Cash and cash equivalent at beginning of the FY		11,355,021	7,467,497
Cash and cash equivalent at end of the FY		18,443,318	<u>11,355,021</u>

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

The school's financial statements were approved on 14.04.2026 and signed by:

NAME: ALEXANDER M MURATHA

Chair BOM

Date: 14.04.2026

Name: NELSON MURITHI NJOKA

School Principal/ Secretary to BOM

Date: 14.04.2026

Name: LILIAN M NYAGA K

Bursar/ Finance Officer

Date: 14.04.2026

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025
9. Statement of Budgeted Versus Actual Amounts for the Year Ended 30th June 2025

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					
Internal Exams	2,142,367.50	0	2,142,367.50	1,100,116.00	51.35
Exercise Books	2,915,328.00	0	2,915,328.00	996,232.10	34.17
Lab Equipment's	1,500,000.00	0	1,500,000.00	900,000.00	60.00
Teaching, Learning Materials	142,350.00	0	142,350.00	361,268.00	253.79
Chalk	113,880.00	0	113,880.00	103,517.00	90.90
Library/Reference Books	328,594.50	0	328,594.50	350,343.00	106.62
Total	7,142,520.00	0	7,142,520.00	3,811,476.10	53.36
(2) Capitation Grant on Operations					
Activity	71,175.00	0	71,175.00	864,283.00	1214.31
Administration Cost	1,271,185.00	0	1,271,185.00	721,312.01	56.74
EW&C	1,338,090.00	0	1,338,090.00	472,508.00	35.31
MI Infrastructure	7,117,500.00	0	7,117,500.00	4,610,600.00	64.78
L.T.T	1,338,090.00	0	1,338,090.00	134,395.40	10.04
Personal Emoluments	11,419,317.00		11,419,317.00	9,325,592.61	81.67
TOTAL	22,555,357.00		22,555,357.00	16,128,691.02	71.51
3) FDSE for infrastructure					
Maintenance &Improvement MOE	0	0		3,938,100.00	0
M&I Parents' contribution	0	0		2,000,000.00	0
totals				5,938,100.00	
Boarding Fees	49,113,480.00	0	49,113,480.00	43,812,224.30	101.05
Activity	1,335,750.00	0	1,335,750.00	965,666.00	96.67
Personal Emoluments	3,050,385.00	0	3,050,385.00	2,176,715.50	90.25
Administration Costs	5,302,830.00	0	5,302,830.00	4,416,770.80	103.88

Chuka High School
Annual Report and Financial Statements For the year ended 30th June 2025

E.W. And Conservancy	2,283,138.00	0	2,283,138.00	1,860,589.00	101.89
L.T. And Travel	3,131,232.00	0	3,131,232.00	2,248,242.00	93.31
R.M. and Improvements	2,657,460.00	0	2,657,460.00	1,568,825.00	91.97
5) Miscellaneous Income					
Fees arrears				7,311,836.50	
Fees Prepayment				1,962,500.00	
Adm. Costs F3 Uniform	2,380,000.00	0	2,380,000.00	2,190,800.00	105.14
Rent	429,300.00	0	429,300.00	115,800.00	69.32
Farm	7,062,000.00	0	7,062,000.00	4,496,137.00	63.67
Bus Hire	1,200,000.00	0	1,200,000.00	2,103,000.00	175.25
Bakery	7,371,000.00	0	7,371,000.00	3,771,460.00	51.17
Rent				218,500.00	
Posho Mill	430,000.00	0	430,000.00	370,600.00	86.19
Total	85,746,575.00	0	85,746,575.00	72,277,829.60	94.79
farm				864,956.15	
Total Income	115,444,452.00	0	115,444,452.00	101,221,212.87	87.68
Payments					
(6) Expenditure For Tuition					
Sundry creditors	-	0	0	670,220.00	0.00
Exercise Books	2,915,226.00	0	2,915,226.00	538,418.00	18.47
Lab equipment's	2,252,800.00	0	2,252,800.00	1,972,137.00	87.54
Teaching, Learning Materials	141,000.00	0	141,000.00	266,920.00	556.96
Chalk	115,800.00	0	115,800.00	28,560.00	24.66
Library/Reference Books	328,594.00	0	328,594.00	104,400.00	31.77
Internal Exams	2,142,455.00	0	2,142,455.00	467,628.00	13.34
Bank Charges	500.00		500.00	460.00	92.00
Totals	7,896,375.00	0	7,896,375.00	4,048,623.00	50.73
7) Expenditure For Operations		0			
Activity	1,335,750.00	0	1,335,750.00	682,500.00	51.09
Administration Cost	1,271,185.00	0	1,271,185.00	1,779,408.85	139.98
E.w &C	1,338,090.00	0	1,338,090.00	362,354.88	27.08
Maintenance & Improvement	5,117,500.00	0	5,117,500.00	742,300.00	14.51

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025**

L.T.T	704,632.50	0	704,632.50	25,000.00	3.55
Personal Emoluments	11,419,317.00	0	11,419,317.00	9,316,338.35	81.58
Bank Charges Ops	7,000.00		7,000.00	6,766.00	96.7
Sundry creditors	2,000.00	0		1,240,673.48	36.51
Totals	21,193,474.50	0	21,193,474.50	14,155,341.56	60.95
Infrastructure bank charge				2,556.00	
(9) Expenditure For school fund/lunch/boarding					
Boarding Fees	50,113,480.00	0	50,113,480.00	37,878,794.00	82.53
Activity	1,335,750.00	0	1,335,750.00	1,729,055.00	132.9
Personal Emoluments	3,050,385.00	0	3,050,385.00	2,127,749.98	90.08
Administration Costs	5,302,830.00	0	5,302,830.00	4,631,261.50	89.96
E.W. And Conservancy	2,283,138.00	0	2,283,138.00	1,223,169.00	109.10
L.T. And Travel	3,131,232.00	0	3,131,232.00	2,683,784.00	88.48
R.M. And Improvements	2,657,460.00	0	2,657,460.00	2,431,942.50	109.3
Adm. Costs F3 Uniform	2,380,000.00	0	2,380,000.00	2,448,000.00	102.86
Sundry creditors				6,598,467.00	
Prepayments				2,717,395.00	
Rent	48,243.30	0	48,243.30	61,297.50	127.06
Farm	4,803,553.70	0	4,803,553.70	3,901,467.72	108.09
Bank Charges	70,000.00	0	70,000.00	70,916.00	101.31
Bus Hire	910,000.00	0	910,000.00	1,127,485.00	140.48
Bakery	4,855,104.00	0	4,855,104.00	2,965,078.52	62.02
Posho Mill	254,876.00	0	254,876.00	281,481.00	110.44
Sundry creditors				163,225.00	
Dairy	-	0	-	1,054,467.00	0.00
Bank Charges	2,000.00	0	2,000.00	4,936.00	246.80
Totals	81,198,052.00	0	81,198,052.00	70,734,407.74	87.11
Totals	110,287,901.50	0	110,287,901.50	87,658,054.82	80.40

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

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, these first/second/third/year financial statements are transitional financial statements.

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of cash flow). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of revenue and expenditure

The school recognizes all revenue from various sources when earned and all expenses when incurred.

The capitation grants include recurrent and development grants. Recurrent capitation is recognised in the statement of financial performance while development grants are recognised in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognised as revenue upon fulfilment of the set conditions.

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 financial performance both as revenue and as expenditure 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 an 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 the fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditures incurred for the purchase of goods, works and services that have 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 2025.

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025****Notes to the Financial Statements****1 Government Grants for Tuition**

Description	2024-2025	2023-2024
	Kshs	Kshs
Reference Materials	350,343.00	377,934.54
Exercise Books	996,232.10	1,194,372.50
Laboratory Equipment	900,000.00	781,382.80
Internal Exams	1,100,116.00	1,274,933.30
Teaching / Learning Materials	361,268.00	91,748.50
Chalk	103,517.00	72,624.96
Total	3,811,476.10	3,792,996.60

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	9,325,592.61	8,723,964.25
Local Transport / Travelling	134,395.40	343,726.80
Electricity And Water	472,508.00	628,327.20
MI Infrastructure	4,610,600	5,997,700.00
Administration Costs	721,312.00	1,746,537.24
Activity	864,283.00	1,009,500.00
Total	16,128,691.01	18,449,755.49

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	3,983,100.00	0
Transition infrastructure grants	2,000,000.00	0
Class room Cbc Phase 2	0	788,040
Total	5,983,100.00	788,040

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025**

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	2,752,506.50	4,486,771.00
Repairs and maintenance	2,444,000.00	2,940,936.00
Local transport / travelling	2,921,683.00	3,638,816.00
Electricity and water	2,326,210.00	2,113,425.00
Administration costs	5,508,599.80	6,507,563.00
Activity	1,290,705.00	1,285,787.00
Fee on Boarding Equipment and stores	49,631,233.30	57,102,129.00
uniform	0	342,570.00
Total	66,874,937.60	78,417,997.00

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Uniforms F3	2,502,355.00	2,121,605.00
Rent	496,600.00	292,295.00
Income From Farming Activities	5,361,093.15	3,874,460.55
Income From Bus Hire	2,103,000.00	1,438,000.00
Income From Posho Mill	370,600	0
Income From bakery	3,771,460.00	4,455,400.00
Total	14,605,108.15	12,181,760.55

6 Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books	538,418.00	900,000.00
Lab Equipment's	1,972,137.00	481,483.00
Teaching, Learning Materials'	785,320.00	395,757.48
Chalk	28,560.00	0
Library/Reference Books	104,400.00	0
Internal Exams	577,128.00	128,500.00
Bank charges	460.00	2,520.00
Total	4,006,423.00	1,908,260.48

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025****7 Operations**

Description	2024-2025	2023-2024
	Kshs	Kshs
Activity	682,500	1,009,500.00
Administration Cost	1,779,409	1,194,793.30
EW&C	362,355	397,301.00
Maintenance & Improvement	3,983,100	918,362.00
L.T.T	25,000	29,800.00
Personal Emoluments	9,316,338	8,404,985.79
M.I	742,300	0
Bank charges	6,766	0
Total	16,897,768	11,954,742.09

8 Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
CBC Phase 2	0	782,784
Construction of classrooms bqs	0	0
Bank Chages	2,556.00	86,000
Total	2,556.00	868,784

9 Boarding And School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Boarding Fees	41,362,894.00	56,546,574.13
Activity	1,775,345.00	1,402,255.00
Personal Emoluments	2,138,749.98	3,366,738.38
Administration Costs	4,777,226.50	3,415,143.64
E.W. And Conservancy	2,491,955.10	1,767,655.26
L.T. And Travel	2,770,784.00	2,880,910.00
R.M. and Improvements	2,906,355.50	4,107,553.00
Adm. Costs F3 Uniform	2,448,000.00	1,971,580.00
Rent	61,297.50	0
Farm	5,192,253.64	4,649,990.00

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025**

Bank Charges	70,916.00	98,758.50
Bus Hire	1,278,335.00	924,111.00
Bakery	3,173,878.52	3,997,603.00
Infrastructure Account	2,000,000.00	
Bank Charges farm	4,936.00	0
Posho mill	281,481.00	0
Total	72,734,407.74	85,128,871.91

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	active	01139057596600	1,128,697.45	1,365,844.35
Operations Account	active	1103664417	2,189,045.76	4,576,796.30
School Fund Account/Boarding	active	1103664646	5,083,819.28	2,114,908.94
Boarding Collection Account	active	0210283092441	1,109,577.84	43,766.20
Boarding Collection Account	active	01129057596600	143,358.92	93,620.62
Infrastructural Account	active	1265486875	8,614,160.00	2,633,616.00
Income Generating Activities Account	active	01129057596601	134,796.44	492,468.29
Savings Account	active	1108131918	30,919.80	32,797.80
Total			18,434,375.49	11,353,818.50

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	8,943.00	1,202.90
Total	8,943.00	1,202.90

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025****12 Accounts Receivable**

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	32,459,154	29,633,530
Other Non-Fees Receivables rent	314,800	152,500
Total	32,773,954	29,786,030

12 b) Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	<i>Kshs</i>		<i>Kshs</i>	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	10,137,460.00	31	9,498,728.00	32
Between 1- 2 years	2,186,892.00	7	4,150,647.00	14
Between 2-3 years	3,650,647.00	11	2,100,358.10	7
Over 3 years	16,484,155.00	51	13,883,797	47
Total (should tie to note 13 a)	32,459,154.00	100	29,633,530	100

13 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	13,000,770	15,931,812
Prepaid Fees	4,821,323.00	5,576,218.00
Total	17,822,093	21,508,030

13a. Ageing Analysis of Accounts Payable

Description	2024-2025		2023-2024	
	<i>Kshs</i>		<i>Kshs</i>	
	Current 2025	% of the total	Comparative 2024	% of the total
Less than 1 year	5,741,423.02	44	5,647,955.96	35
Between 1- 2 years	6,361,019.00	49	7,137,971.05	45
Between 2-3 years	898,327.98	7	3,145,885.00	20
Over 3 years	0		0	0
Total (should tie to note 14)	13,000,770	100%	15,931,812.01	100%

Chuka High School**Annual Report and Financial Statements For the year ended 30th June 2025****14. Fund Balance Brought Forward**

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	11,353,416.50	7,441,521.26
Cash Balances	1,202.90	25,975.90
Short Term Investments	0	0
Receivables	29,786,030	28,191,673.10
Payables	(21,508,030)	(29,794,244)
Total	19,633,021	5,864,926.26

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.

15 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle		1,060,000.00	660,000.00
pigs		600,000.00	600,000.00
Rabbits		8,000.00	10,000.00
Coffee Or Tea Plantation	2302	414,360.00	414,360.00
Poultry	0	0	0
Bananas		120,000.00	120,000.00
Fruit trees		37,000.00	37,000.00
Trees		3,800,000.00	4,200,000.00
sheep	3	28,000.00	21,000.00
Goats	2	15,000.00	15,000.00
Total		6,082,360.00	6,077,360.00

16 Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	542,038.00	684,750.00
Lab consumables	150,000.00	250,000.00
Farm produce	200,000.00	230,000.00
Medication	3,216.00	3,216.00
Construction Materials	197,855.00	30,085.00
T.L.M, Exercise Books	701,765.00	383,843.00
Farm inputs	0	50,906.00
	1,794,874.00	1,632,800.00

17 Progress On Follow Up of Auditor Recommendations

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

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


 Sign and Date
 Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supply of goods	balance as at 30.6.2024	DATE CONTRACTED	AMOUNT PAID TO DATE	Outstandig as at 22,23,24	OUTSTANDING current year 2025	total unpaid sundry creditors bal as at 30.6.25	COMMENT
1. DAVCO STATIONERS	51,000.00	2024	51,000.00	-	-	0.00	
2. MILTO PRODUCTS	23,200.00	2020	23,200.00	-	-	0.00	
3. JATOMY ENTERPRISES	14,158.00	2020	14,158.00	-	-	0.00	
4. LANES ENTERPRISES	141,620.00	2022		141,620.00	-	141,620.00	
5. SARICARE PHARMACY	3,480.00	23/202425	3,480.00	-	6,480.00	6,480.00	
6. JUSTIN ELECTRICALS	9,950.00	23/202425	9,950.00	-	28,470.00	28,470.00	
7. MWENDANTU STORES	313,101.00	23/2024	200,000.00	113,101.00	-	113,101.00	
8. MUGWE ANIMAL FEEDS	60,000.00	202425	60,000.00	-	235,415.00	235,415.00	
9. ELIZABETH KAGENDO	2,031,180.00	2023	1,050,000.00	781,180.00		781,180.00	
10. NAIROBI SPORTS HOUSE	323,160.00	2024	323,160.00	-		0.00	
11. EUNICE KAGENDO	60,000.00	202425	60,000.00	-	135,000.00	135,000.00	
12. RENTOKIL ININTIAL	22,333.48	202425	22,233.48	-	20,506.00	20,506.00	
13. LALJI RAMJI FILING STATION	193,006.00	202425	193,006.00		244,607.00	244,607.00	
14. LENHAM ENTERPRISES	3,125,415.00	23/2024/25	1,265,100.00	1,860,315.00	184,430.00	2,044,745.00	
15. CHARLES MWENDA		2425		-	45,950.00	45,950.00	
16. CHUKA LAB EQUIPMENT	2,594,905.00	2023	600,000.00	1,994,905.00	129,070.00	2,123,975.00	
17. PRICOMPS LTD	503,850.00	2023	300,000.00	203,850.00		203,850.00	
18. classic food store	18,750.00	2024	18,750.00	-	665,000.00	665,000.00	
19. GILFEEDS INVESTMENTS	200,000.00	21/2022	200,000.00	-	-	0.00	
20. POSTAL CORPORATION				-	7,725.00	7,725.00	
21. ANN KAINYU				-	32,000.00	32,000.00	
22. EVERCLEAN EXHAUSTERS				-	54,000.00	54,000.00	
23. CHUKA RITHO STORES	4550			4,550.00	135,000.00	139,550.00	
24. JOHN RUGENDO	17,100.00	2024	-	17,100.00	11,400.00	28,500.00	
25. ALEX MUGAMBI	60,000.00	2024	60,000.00	-	60,000.00	60,000.00	
26. SARICARE PHARMACY	16,570.00	23/2024	0.00	16,570.00	6,840.00	23,410.00	
27. WEAVER BIRD GARMENTS	88,275.00	2023	88,275.00	-	35,100.00	35,100.00	
28. CHUKA AMAZING GRACE				-	15,000.00	15,000.00	
29. SAMWEL MWENDA	12,700.00	23/2024	12,700.00	-	7,700.00	7,700.00	
30. EBENEZER TRADERS	492,700.00	23/2024	492,700.00	-	-	0.00	
31. ISAAK KAMAU	1,479,890.00	23/2024	1,479,890.00	0	1,129,270.00	1,129,270.00	

Annual Report and Financial Statements For the year ended 30th June 2025

Supply of goods	balance as at 30.6.2024	DATE CONTRACTED	AMOUNT PAID TO DATE	Outstandig as at 22,23,24	OUTSTANDING current year 2025	total unpaid sundry creditors bal as at 30.6.25	COMMENT
	KSHS		KSHS	KSHS	KSHS	KSHS	
32. NICHOLUS MUGAMBI	503,000.00	2024	0	503,000.00		503,000.00	
33. ELIAS KINYUA	-	2023		-	40,000.00	40,000.00	
34. NYAMBENE M WATER	12,500.00	2024	12500	-	-	0.00	
35. farmers cetre	134,025.00	2024	134,025.00	-	-	0.00	
36. COPY CAT LTD	310,129.50	23/2024	310,129.50	-	-	0.00	
37. CYMER COMPANY LTD				-	30,000.00	30,000.00	
38. CHARLES OTINGA				-	30,000.00	30,000.00	
39. EMMINENCE GENERAL STORES				-	21,600.00	21,600.00	
40. JOHN KARIUKI				-	32,000.00	32,000.00	
41. DAIMA STORES	44,590.00	2024	44,590.00	-	482,400.00	482,400.00	
42 BEDFORD MBIUKI	120,000.00	2024	120,000.00	-	-	0.00	
43. LINUS MWANDIKI	15,734.00	2024	15,734.00	-	-	0.00	
44. EBIRTH UNIT	60,000.00	2024	60,000.00	-	-	0.00	
45. WEGO PUBLISHERS	5,000.00	2024	5,000.00	-	-	0.00	
46. HARLES MWENDA SAMWEL	10,000.00	2024	10,000.00	-	-	0.00	
47. AVID MICHENI				-	6,300.00	6,300.00	
48. ELIPHERET MICHENI	6,000.00	2024	6,000.00	-	33,000.00	33,000.00	
49. HOME HEALTH	18,920.00	2024	18,920.00	-	-	0.00	
50. COLLINS IRERI	200,000.00	2024	200,000.00	-	-	0.00	
51. DENIS MWENDA	29,200.00	2024	29,200.00	-	36,550.00	36,550.00	
52. SPECIAL CUT	592,900.00	2024	592,900.00	-	919,700.00	919,700.00	
53. NDEGE STORES	365,745.00	2024	365,745.00	-	450,920.00	450,920.00	
54. MUTEGI HALBAN	5,550.00	2024	5,550.00	-	-	0.00	
55. ASHO PRIME	15,370.00	2024	15,370.00	-	11,460.00	11,460.00	
56. NTERTECK PRODUCTS	48,000.00	2024	48,000.00	-	3,000.00	3,000.00	
57. MERCHANT SUPPLIES	47,200.00	2024	47,200.00	-	58,130.00	58,130.00	
58. ESCANA MACHINES				-	380,400.00	380,400.00	
59. KESHAP ENTERPRISES	-	2023		-	6,000.00	6,000.00	
60. NON TEACHING STAFF GRATUITY	704,828.00	23/2024	0.00	704,828.00		704,828.00	
61. UPCOUNTRY GUARDS	104,000.00	23/2024	104,000.00	-	-	0.00	
Total	15,213,584.98		8,672,465.98	6,341,019.00	5,730,423.00	12,071,442.00	

Chuka High School

Annual Report and Financial Statements For the year ended 30th June 2025

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	520,000,000.00	0	0	520,000,000.00
Buildings And Structures	100,534,199.70	0	0	100,534,199.70
Motor Vehicles KCH442Q	13,600,000.00	0		13,600,000.00
KBN952E	5,973,000.00	0		5,973,000.00
KBU 992K	1,100,000.00	0		1,100,000.00
Office Equipment, Furniture and Fittings	1,000,000.00		0	1,000,000.00
Textbooks	3,900,000.00	0	0	3,900,000.00
ICT Equipment	5,739,500.00	0	0	5,739,500.00
Tools And Apparatus	4,577,000.00	0	0	4,577,000.00
Other Machinery and Equipment	2,500,000.00	0	0	2,500,000.00
Heritage And Cultural Assets	0	0	0	0
Intangible Assets- Soft Ware	400,000.00	0	0	400,000.00
Total	659,323,699.70	0	0	659,323,699.70