

REPUBLIC OF KENYA



*Enhancing Accountability*

PARLIAMENT  
OF KENYA  
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**REPORT**

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 20 NOV 2024

DAY.

TABLED  
OF

Deputy Leader of  
Majority Party

CLERK-AT  
THE-TABLE:

WILLIS OBIERO

**THE AUDITOR-GENERAL**

**ON**

**GACHORORO MIXED DAY  
SECONDARY SCHOOL**

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

**KIAMBU COUNTY**



Revised 30<sup>th</sup> June 2023.



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**GACHORORO MIXED DAY 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)**

GACHORORO MIXED DAY SECONDARY SCHOOL

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

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*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**1. Acronyms and Glossary of Terms**

*Provide a list of all applicable acronyms and glossary of terms e.g.*

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
FDSEF	Free Day Secondary School Education Funds

**2. Key School Information and Management**

**(a) Background information**

**(a) Background information**

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in **Kiambu County, Juja**

**Sub-County.**

- (b) The school was reregistered in July (07)/2017 under registration number **22S00300290** and is currently categorized as a **Sub County public school** established, owned or operated by the Government.
- (c) The school is a day school and had **672** and **738** number of students as at **31<sup>st</sup> July 2022** and **30<sup>th</sup> June 2023** respectively.
- (d) It has 4 streams and 32 teachers of which **3** teachers are employed by the School Board of Management.

**(e) 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:

<b>Ref:</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	CHARITY MAINA	Principal	18/05/2022
2	FELISTA NJERI	Representative of Parents and Local community	18/05/2022
3	WILSON NYAKUNDI	Representative of Parents and Local community	18/05/2022
4	JANE MUTHONI NJOROGE	Representative of Parents and Local community	18/05/2022
5	JANE KAGENDO	Representative of Parents and Local community	18/05/2022
6	DAVID MURAGURI NDUTA	Representative of Parents and Local community	18/05/2022
7	JOSEPH KARARI	Representative of Parents and Local Community	18/05/2022
8	DR CATHERINE NGAMAU	C.E.B Rep	18/05/2022
9	MILKA MACHARIA	Teacher Rep	18/05/2022
10	JEREMIAH KIAMA M	Sponsor Rep	18/05/2022
11	JOHN MBARIRE	Sponsor Rep	18/05/2022
12	JANE KINUTHIA W	Sponsor Rep	18/05/2022
13	ENG. MARTIN MURIMI	Special Group Rep	18/05/2022
14	REV.B. PAUL KAGIRI	Rep of People with Special Needs	18/05/2022

**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 part 21 and 23 of the Basic Education Act, 2013.

**(f) Committees of the Board**

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Dr. Catherine Ngamau Mrs. Charity Maina Bishop Paul Kagiri Eng. Martin Murimi Mr. Joseph Ndung'u P.A	Chairperson Secretary Member Member Member	4
3	Finance, procurement and general-purpose Committee	Mr. John Mbarire Mr. Joseph Ndung'u Mrs. Charity Maina Mrs. Jane Kagendo Mrs. Jane Kinuthia Dr. Catherine Ngamau Mr. David Muraguri	Chairman Secretary Member Member Member Member	4

GACHORORO MIXED DAY SECONDARY SCHOOL

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

4	Development Committee	Mr. Joseph Karari Bishop Paul Kagiri Mrs.Charity Maina Eng. Martin Murimi Mr. Wilson Nyakundi Mr. Joseph Ndungu	Chairman Secretary Member Member Member	4
5	Academic Committee	Eng. Martin Murimi Ms. Milka Macharia Mrs.Charity Maina Mrs. Purity Nyaguthii Bishop Paul Kagiri Mr. David Muraguri Dr. Catherine Ngamau	Chairman Secretary Member Member Member Member	4
6	Discipline and welfare Committee	Mr. Joseph Karari Ms. Milka Macharia Mrs.Charity Maina Bishop Paul Kagiri Eng. Martin Murimi Mrs. Mary Wanjiku	Chairman Secretary Member Member Member	4

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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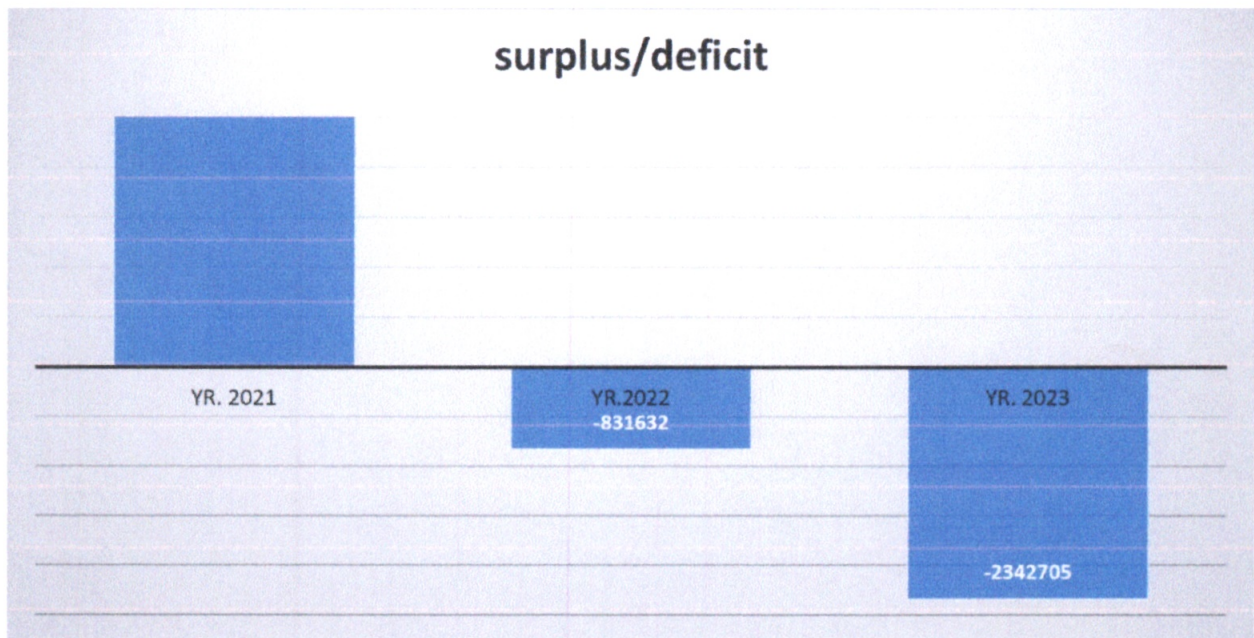
**3. Summary Report of Performance of The School**

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

**a) Financial performance:**

- YEAR	- SURPLUS/DEFICIT
- 2023	- (2,342,705)
- 2022	- (831,682)
- 2021	- 2,348,3473

- 0150

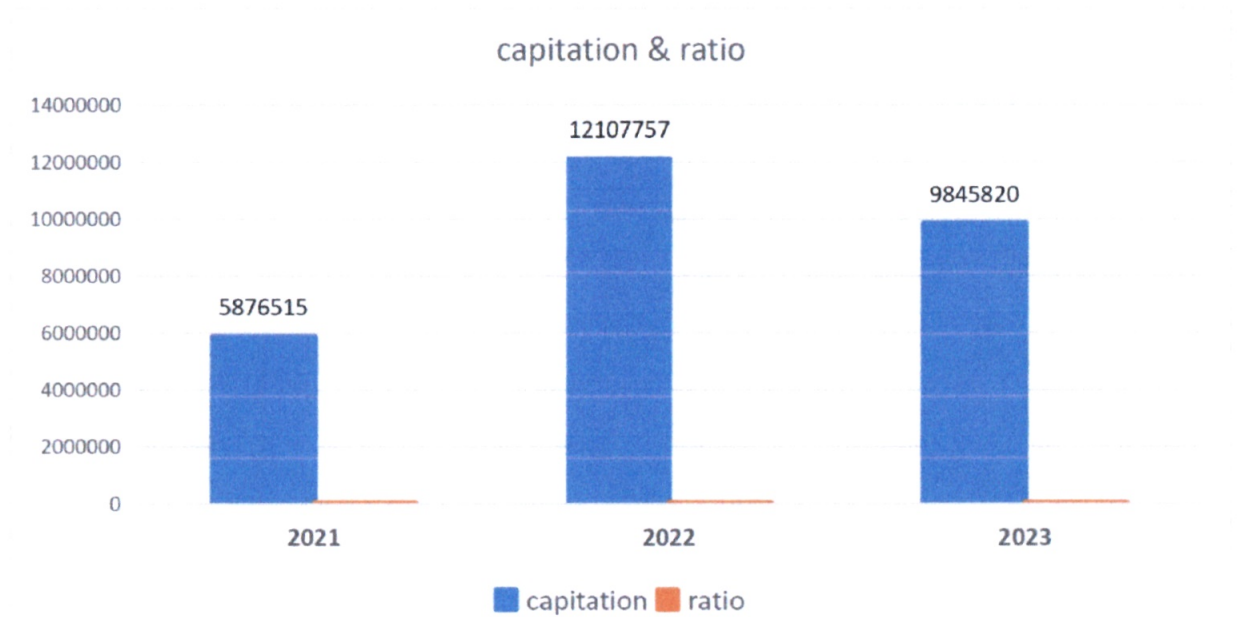


**GACHORORO MIXED DAY SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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

YEAR	CAPITATION	RATIO OF CAPITATION PER STUDENT
2023	9,845,820	13,341
2022	12,107,757	17,446
2021	5,876,515	8,784

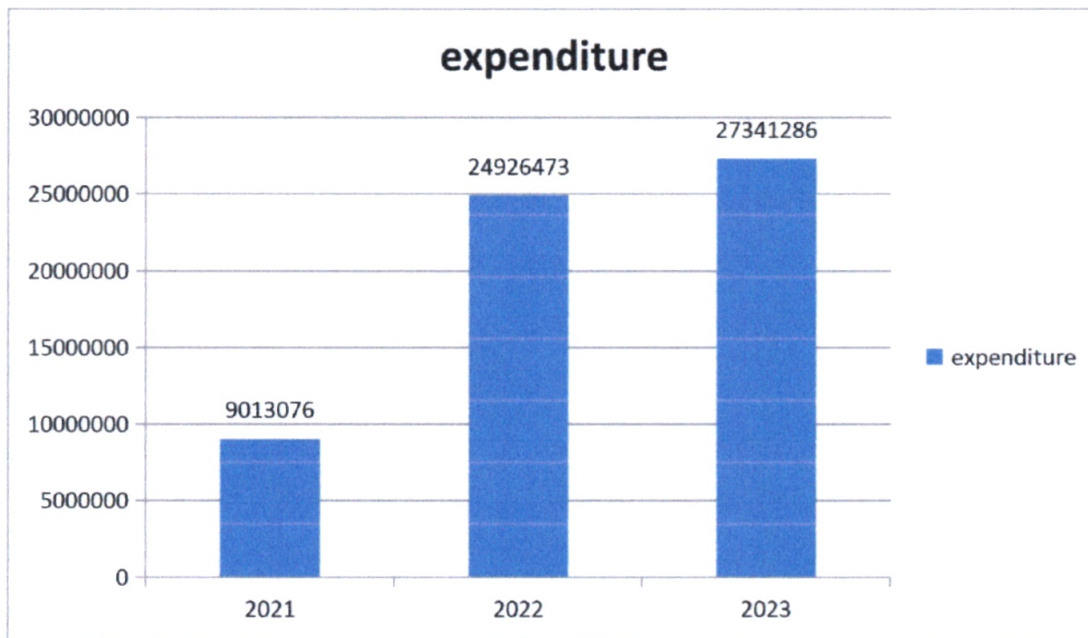


**GACHORORO MIXED DAY SECONDARY SCHOOL**  
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- A three-year overview of growth of other income(s) earned by the school.
- A three-year overview of growth in expenditure of the school

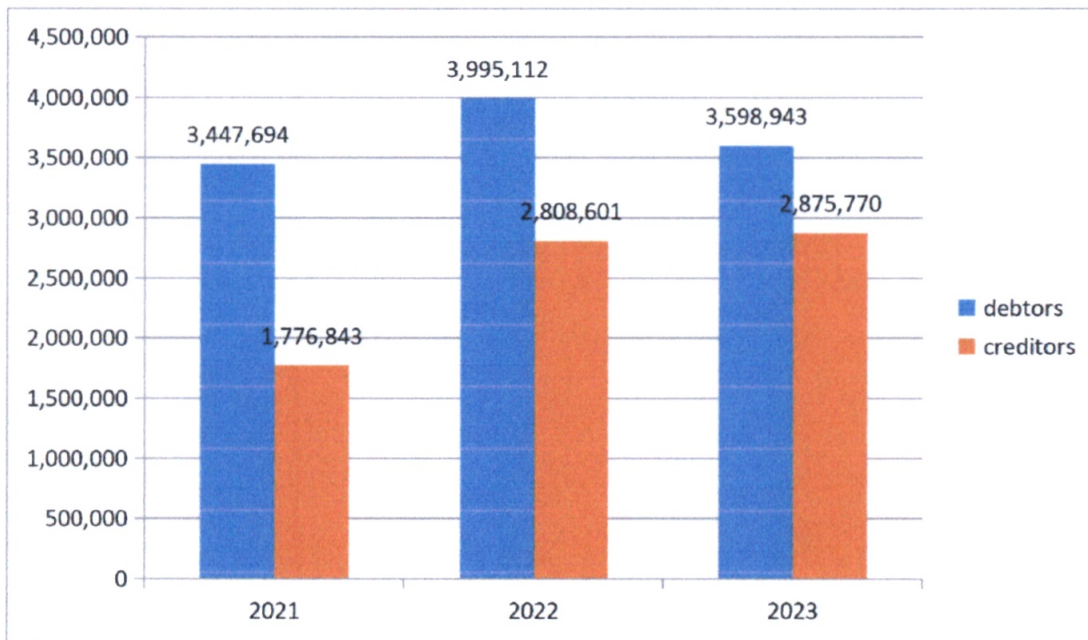
<i>YEAR</i>	<i>EXPENDITURE</i>
2023	27,341,286
2022	24,926,473
2021	9,013,076



**GACHORORO MIXED DAY SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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

YEAR	DEBTORS	CREDITORS
2023	3,598,943	2,875,770
2022	3,995,112	2,808,601
2021	3,447,694	1,776,843



**b) Teacher Student ratio:**

*(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).*

NEW	TRANSFERED	TSC TEACHERS	B.O.M TEACHERS
4	1	32	3

**(g) 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:

Ref:	Designation	Name	Identification
1	Principal	Charity W. Maina	335117 TSC NO
2	Deputy Principal-Administration	James. M.Njuguna	308507 TSC NO
3	Bursar/School Finance Officer	James M. Muriithi	22568102 ID NO
4	Other (specify)		

**(h) Schools contacts**

Post Office Box: 583-01001; Kalimoni  
 Mobile Number: 0715 802 318  
 E-mail: [gachororoscc@gmail.com](mailto:gachororoscc@gmail.com)  
 Website: [gachororoscc.co.ke](http://gachororoscc.co.ke)

**(i) School Bankers**

The school operated 5 number of bank accounts as follows:

1. Name of Bank: Equity Bank  
 Branch: Thika  
 Account Number: 0090291412921
2. Name of Bank: Equity Bank  
 Branch: Thika  
 Account Number: 0090291739410
3. Name of Bank: Equity Bank  
 Branch: Thika  
 Account Number: 0090291457549
4. Name of Bank: KCB Bank.  
 Branch: Thika Bank  
 Account Number: 049157127821
5. Name of Bank: KCB Bank  
 Branch: JKUAT Juja.  
 Account Number: 1208422855

**;(j)Independent Auditors**

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

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
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<i>SUBJECT</i>	<i>GEO/CRE</i>	<i>HIST/GEO</i>	<i>KISW/ENG</i>	<i>AGR/BIO</i>	<i>CHEM/GEO</i>	<i>ENG/LIT</i>	<i>CHEM/BIO</i>	<i>KISW/CRE</i>	<i>CHEM/MATHS</i>	<i>BSN/GEO</i>	<i>CRE/HIST</i>	<i>KISW/HIST</i>	<i>PHY/MATHS</i>	<i>MATH/BSN</i>	<i>MATH/GEO</i>	<i>KISWA/MSC</i>
<i>NUMBER OF TEACHERS</i>	3	2	1	3	1	6	1	4	1	1	2	1	3	1	1	1

*UNDERSTAFFED SUBJECTS/SHORTAGES*

*MATHS/CHEM*

*COMP/MATHS*

*BIO/AGRI*

**GACHORORO MIXED DAY SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**c) Mean score in the 2022 KCSE:**

*Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or oierwise as compared to the school's set score.*

S/ N	CATEGO RY	CANDIDATURE			A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	U	P	W	POI NTS	MEAN SCORE			DEV
		M	F	T																			2022	2021	2020	
1	SUB- COUNTY	78	75	153	0	0	0	0	3	9	13	20	26	33	4	8	0	0	0	0	0	-	3.647	3.461	4.148	+0.186

**GACHORORO MIXED DAY SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**KCSE ANALYSIS YEAR 2021**

**1.0 Schools Overall Performance year 2021**

S/N	School Category	Candidature			A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	W	Points	Mean Score			Dev.
		M	F	T																2021	2020	2019	
1	Gachororo Sec Sub County	85	89	174				1	8	6	6	16	29	35	60	7	4	1	-	3.461	4.148	3.807	+0.102

**1.0 School Overall Performance Year 2020**

S/N	School Category	M	F	T	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	U	P	W	POINTS	MEAN SCORE		DEV.
																							2020	2019	
	Gachororo sec Sub-County	45	49	94	0	0	0	3	4	3	7	18	20	20	19	0	0	0	0	0	0	-	4.1489	3.807	+0.3419

**GACHORORO MIXED DAY SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**d) Number of Candidates in the 2023 KCSE:**

YEAR NO. OF KCSE CANDIDATES

YEAR	NO. OF KCSE CANDIDATES
2022	153
2021	174
2020	94

**e) Capacity of the school:**

(Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education).

FACILITY	NO. OF STUDENTS
1. LABORATORY	903 -STUDENTS
2. TOILETS BOYS	424 - 11 TOILETS
TOILETS GIRLS	479 – 21 TOILETS
3. DINNING HALL NOT COMPLETE	903- STUDENTS

**f) Development projects carried out by the school:**

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
CONSTRUCTION OF CLASSROOMS	PARENT S/MOE	COMPLETED	2,940,000	2,350,000	
BULDING MULTIPURPOSE HALL/KITCHEN	PARENTS/MOE	ONGOING	15,000,000	3,958,250	







Name: Dr. Catherine Ngamau

Name: Charity Wambui Maina (Mrs)

Name: James Maina Mureithi (Mr)

Chair BOM

School Principal/ Secretary to BOM

Bursar/ Finance Officer

Date: 17/7/2024

Date: 17/7/2024

Date: 17/07/2024

**4. Statement of School Management Responsibility**

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

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

The Board of Management of (GACHORORO 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. Catherine Ngomani

Designation: Chairman, School Board of Management

Date: 17/7/2024



.....  
Name: CHARITY W. MWANGI

Designation: School Principal & Secretary to Board of Management

Date: 17/7/2024



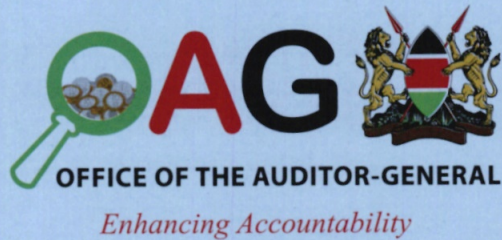
.....  
Name: JAMES M. MUREITHI

Designation: Bursar/ Finance Officer

Date: 17/07/2024.

# 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 GACHORORO MIXED DAY SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - KIAMBU COUNTY

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### 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 regulation 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 Gachororo Mixed Day Secondary School-Kiambu County set out on pages 1 to 20, which comprise of the

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*Report of the Auditor General on Gachororo Mixed Day Secondary School for the year ended 30 June, 2023 - Kiambu County*

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Gachororo Mixed Day Secondary School - Kiambu 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) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

### **Basis for Qualified Opinion**

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

The audit revealed variances between the financial statements and the ledgers as indicated below:

<b>Item</b>	<b>Financial Statements (Kshs)</b>	<b>Ledgers (Kshs)</b>	<b>Variance (Kshs)</b>
<b>Tuition Payments</b>			
Exercise Books	762,176	363,280	398,896
Laboratory Equipment	505,054	205,124	299,930
Teaching / Learning Materials	732,084	259,970	472,114
<b>Operations Payments</b>			
Administration Cost	1,248,148	1,449,174	(201,026)
Local transport / Travelling	927,739	1,236,400	(308,661)
Electricity and Water	1,355,355	1,297,516	57,839
<b>Boarding and School Fund Payments</b>			
Lunch Programme	11,681,035	11,576,259	104,776

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

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

Note 14 to the financial statements reflects accounts payables balance of Kshs.2,875,770. However, the corresponding aging analysis for the accounts payables

reflects a balance of Kshs.2,456,096 resulting to unexplained and unreconciled variance of Kshs.419,674.

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

### **3. Long Outstanding Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.3,598,943 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.2,668,393 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.2,668,393 could not be confirmed.

### **4. Unsupported Operations Payments**

The statement of receipts and payments reflects payments for operations amount of Kshs.5,132,021 as disclosed in Note 7 to the financial statements. Included in this amount is Kshs.1,248,148 in respect of administration costs and Kshs.1,355,355 in respect of electricity and water expenses. However, administration costs amounting to Kshs.701,929 and electricity and water expenses amounting to Kshs.842,809 were not supported by way of purchase requisitions, local purchase orders, delivery notes and stores records.

In the circumstances, the regularity, accuracy and completeness of operations payments amounting to Kshs.1,544,738 could not be confirmed.

### **5. Unsupported Boarding and School Fund Payments**

The statement of receipts and payments reflects payments for boarding and school fund amount of Kshs.14,516,841 as disclosed in Note 9 to the financial statements. Included in this amount is Kshs.11,681,035 in respect of payments for the lunch programme. However, the payments were not supported by way of procurements documents such as the purchase requisitions, local purchase orders, delivery notes and stores records.

In the circumstances, the regularity, accuracy and completeness of boarding and school fund payments amounting to Kshs.11,681,035 could not be confirmed.

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.24,355,300 and Kshs.22,316,864 respectively resulting to under-funding of Kshs.2,018,436 or 8% of the budget. Further, the School spent a balance of Kshs.24,925,935 against actual receipts of Kshs.22,316,864 resulting to an under-utilization of Kshs.2,609,071 or 12% of the actual receipts.

The under-funding and under-utilization 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 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, 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association**

The statement of receipts and payments reflects payment for operations amount of Kshs.5,132,021 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.602,000 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.602,000 could not be confirmed.

## **2. Failure to Prepare a School Improvement Plan**

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

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

The audit was conducted in accordance with ISSAI 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance 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**

#### **Lack Ownership Documents**

The summary of fixed assets register in Annex 2 to the financial statements reflects total fixed assets balance of Kshs.92,334,951 being the historical cost of the School's assets as at 30 June, 2023. Included in this balance is Kshs.20,000,000 in respect of land. However, it was noted that the School's title deed is registered under Gachororo Farmers Limited and the Management could not justify the ownership of the land in the asset register whereas the title name is a under different institution.

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

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

### **Responsibilities of Management and Board of Management**

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 the 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 ability to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements 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 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls 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 controls 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 controls.
- 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 sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls 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**

**24 October, 2024**

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**


**6. Statement of Receipts and Payments For the Year Ended 30<sup>th</sup> June 2023**

Description Of Vote Head	Note	FY 2022- 2023	FY 2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	1,822,326	2,253,842
Government grants for operations	2	5,343,494	6,523,635
Government Grants for infrastructure	3	2,680,000	3,330,250
School fund income- parents' contributions	4	15,152,760	11,987,064
Miscellaneous incomes	5	-	-
<b>Total Receipts</b>		<b>24,998,580</b>	<b>24,094,791</b>
<b>Payments</b>			
Tuition	6	2,494,694	2,595,361
Operations	7	5,132,021	7,197,371
Infrastructure	8	5,197,730	2,515,439
Boarding and school fund	9	14,516,841	12,618,302
<b>Total Payments</b>		<b>27,341,286</b>	<b>24,926,473</b>
<b>Surplus/Deficit</b>		<b>(2,342,705)</b>	<b>(831,682)</b>

The school financial statements were approved on 17/7/2024 and signed by:

  
 .....

Name: Dr. Catherine Ngamau

  
 .....

Name: Charity Wambui Maina (Mrs)

  
 .....

Name: James Maina Mureithi (Mr)

Chair BOM

School Principal/ Secretary to BOM

Bursar/ Finance Officer

Date: 17/7/2024

Date: 17/7/2024


Date: 17/07/2024.

GACHORORO MIXED DAY SECONDARY SCHOOL  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

7. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2023

Description	Note	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	(176,861)	1,810,797
Cash balances	11	239,555	131,265
Short term investments	12	-	-
<b>Total cash and cash equivalent</b>		<b>62,694</b>	<b>1,942,062</b>
Account's receivables	13	3,598,943	3,995,112
<b>Total financial assets</b>		<b>3,661,637</b>	<b>5,937,174</b>
<b>Financial liabilities</b>			
Accounts payables	14	2,875,770	2,808,601
<b>Net financial assets</b>		<b><u>785,867</u></b>	<b><u>3,128,573</u></b>
<b>Represented by</b>			
Accumulated fund b/fwd	15	3,128,573	3,960,255
Surplus/deficit for the year		(2,342,705)	(831,682)
<b>Net financial position</b>		<b><u>785,867</u></b>	<b><u>3,128,573</u></b>

The school's financial statements were approved on 17/7/2024 and signed by:

  
.....

Name: Dr. Catherine Ngamau

Chair BOM

Date: 17/7/2024

  
.....

Name: Charity Wambui Maina (Mrs)

School Principal/ Secretary to BOM

Date: 17/7/2024

  
.....

Name: James Maina Mureithi (Mr)

Bursar/ Finance Officer

Date: 17/07/2024

(Comparative FY refers to the financial year preceding the current Financial year.)

GACHORORO MIXED DAY SECONDARY SCHOOL

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

8. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2023

Description	Note	FY-2023 (Kshs)	FY-2022 (Kshs)
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition		1,822,326	2,975,542
Government grants for operations		9,486,890	10,517,050
School fund income- parents contributions/ fees		17,402,787	14,308,390
Other income		-	-
<b>Total receipts</b>		<b>28,712,003</b>	<b>27,800,982</b>
<b>Payments</b>			
Cash outflows for tuition		1,827,584	2,998,386
Cash outflows for operations		6,787,662	7,808,909
Cash outflows Boarding/lunch and school fund payments		17,617,875	15,053,290
<b>Total payments</b>		<b>26,233,121</b>	<b>25,860,585</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>2,478,882</b>	<b>1,940,397</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		(4,358,250)	(2,287,739)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		(-)	(-)
<b>Net cash inflow/outflows from investing activities</b>		<b>(4,358,250)</b>	<b>(2,287,739)</b>
<b>Cashflow 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>(1,879,368)</b>	<b>(347,342)</b>
Cash and cash equivalent at beginning of the FY		1,942,062	2,289,404
<b>Cash and cash equivalent at end of the FY</b>		<b>62,694</b>	<b>1,942,062</b>

Note:

(The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS.

The school's financial statements were approved on 17/7/2024 and signed by: \_\_\_\_\_

.....  
 Name: Dr. Catherine Ngamau

.....  
 Name: Charity Wambui Maina (Mrs)

.....  
 Name: James Maina Mureithi (Mr)

Chair BOM

Date: 17/7/2024

School Principal/ Secretary to BOM

Date: 17/7/2024

Bursar/ Finance Officer

Date: 17/07/2024

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**9. Statement Of Budgeted Versus Actual Amounts 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	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Receipts</b>					
<b>(1) Capitation Grant on Tuition</b>					
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	2,344,300	-	2,344,300	1,822,326	77.7%
Exams And Assessment	-	-	-	-	-
<b>(2) Capitation Grant on Operations</b>					
Other Vote Heads	5,530,000		5,530,000	4,832,469	87.4%
Personnel Emoluments					
Repairs And Maintenance	-				
Local Transport / Travelling					
Electricity And Water					
Medical & Insurance	945,000	-	945,000	133,400	14.1%
Administration Costs					
Activity	826,000		826,000	377,625	45.7%
Gratuity	-	-	-	-	-
	-	-	-	-	-
<b>3) FDSE for infrastructure</b>					
Maintenance & Improvement MoE	3,500,000		3,500,000	2,680,000	76.6%
M&I parents' contribution	-	-	-	-	-
Economic Stimulus	-	-	-	-	-

GACHORORO MIXED DAY 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	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Programs					
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
<b>(4) Fees Charged on Parents</b>					
Lunch programme	903,0000		9,030,000	10,635,014	117.8%
Development programme	2,180,000		2,180,000	1,836,030	84.2%
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical/Insurance		-	-		
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	-	-	-	-	-
<b>5) Miscellenous Income</b>					
Loans / Borrowing	-	-	-	-	-
Rent income	-	-	-	-	-
Income From Farming Activities	-	-	-	-	-
Insurance Compensation	-	-	-	-	-
Income From Posho Mill	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-
Fee For Hire of Ground and Equipment	-	-	-	-	-

GACHORORO MIXED DAY 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	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
<b>Grand Total Income</b>	<b>24,355,300</b>	-	<b>24,355,300</b>	<b>22,316,864</b>	<b>91.6%</b>
<i>(6) Expenditure For Tuition</i>					
Textbooks	-	-	-	-	-
Reference Materials	-	-	-	-	-
Exercise Books	534,500		534,500	363,280	67.97 %
Laboratory Equipment	837,039		837,039	205,124	24.51%
Internal Exams	563,775		563,775	383,400	68.01 %
Teaching / Learning Materials	332,916		332,916	129,985	39.04%
Chalks	60,650		60,650	65,520	108.03%
Exams And Assessment					
Teachers Guides	258,765		258,765	129,985	50.23%
Administration Costs	-	-	-	-	-
Bank Charges		960	960	960	100.00
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	2,461,377		2,461,377	1,411,872	57.36%
Repairs, Maintenance & Improvements	3,500,000	-	3,500,000	3,500,000	100%
Local Transport / Travelling	1,305,500		1,305,500	1,251,900	95.89%
Electricity, Water and Conservancy	795,002		795,002	1,298,516	163.33%
Medical & insurance	550,000		550,000	5,950	1.08%
Administration Costs	618,551		618,551	1,449,174	234.29 %
Activity Expenses	1,327,225		1,327,225	507,120	38.21%
Gratuity	-	-		-	-
SMASSE	-	-		-	-

GACHORORO MIXED DAY 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	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>(8) Expenditure For infrastructure</b>					
Construction of classrooms	-	-	-	-	-
Construction of multipurpose hall ,classrooms and other repair works.	3,500,000	-	3,500,000	4,607,730	131.65%
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
<b>(9) Expenditure For school fund/ lunch/boarding</b>					
Luch programme	9,030,000		9,030,000	11,576,259	128.20%
Development programme	2,180,000		2,180,000	1,523,900	69.90%
Personnel Emoluments	-	-	-	-	-
Repairs, Maintenance and Improvements	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	-	-
Medical Expenses	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
Gratuity	-	-	-	-	-
Boarding Equipment and Stores	-	-	-	-	-
Expenditure For Income Generating Activity	-	-	-	-	-

*GACHORORO MIXED DAY 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	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	15,560	15,560	15,560	100%
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
<b>Grand Total Expenditure</b>	<b>24,355,300</b>	<b>16,220</b>	<b>24,371,520</b>	<b>24,925,935</b>	<b>102.3%</b>

*[Provide below a commentary on significant under utilization (below 90% of utilization) and any over utilization above 100%]*

- i. The under utilization below 90% was caused by the vote heads not well funded and also fewer projects or events.*
- ii. The over utilization occurred due to under funding and also more unforeseeable projections during the year.*

## 10. Significant Accounting Policies

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

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

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

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

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

### 2. Recognition of receipts and payments

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

### 3. In-kind contributions

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

### 4. Cash and cash equivalents

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

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**11. Notes To The Financial Statements**

**1 Government Grants for Tuition**

Description	Current FY 2022-2023	Comparative FY 2021-2022
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	1,822,326	2,253,842
Others ( <i>specify</i> )*	-	-
<b>Total</b>	<b>1,822,325</b>	<b>2,253,842</b>

**2 Government Grants for Operations**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Repairs And Maintenance	-	-
Local Transport / Travelling	-	-
Electricity And Water	-	-
Insurance/Medical	133,400	137,600
Administration Costs	-	-
NHIF edu afya	-	-
Activity	377,625	-
Other Vote Heads (RMI,PE,LT&T,EWC,ADM)	4,832,469	6,386,035
<b>Total</b>	<b>5,343,494</b>	<b>6,523,635</b>

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**3 Government Grants for infrastructure**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Maintenance & Improvement	2,680,000	3,330,250
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
<b>Total</b>	<b>2,680,000</b>	<b>3,330,250</b>

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

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Personnel emoluments	-	-
Lunch programme	13,269,880	11,205,214
Development programme	1,880,480	781,850
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	2,400	-
Activity	-	-
Fee on Boarding Equipment and stores	-	-
PA Levies*	-	-
Others (specify)	-	-
<b>Total</b>	<b>15,152,760</b>	<b>11,987,064</b>

*GACHORORO MIXED DAY SECONDARY SCHOOL*  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**5 Miscellaneous Incomes**

<b>Description</b>	<i>Current FY2022-2023</i>	<i>Comparative FY2021-2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income ( <i>specify</i> )*	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**GACHORORO MIXED DAY SECONDARY SCHOOL**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**Notes to the Financial Statements (continued)**

**6 Tuition**

<b>Description</b>	<b>Current FY2022-2023</b>	<b>Comparative FY2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Tuition		
Exercise Books	762,176	719,500
Textbooks	-	13,866
Reference materials	-	-
Laboratory Equipment	505,054	748,395
Teaching / Learning Materials	732,084	517,005
Exams And Assessment	383,400	591,195
Teachers Guides	-	-
Chalks	111,020	3,600
Bank Charges	960	1,800
Others ( <i>specify</i> )	-	-
<b>Total</b>	<b>2,494,694</b>	<b>2,595,361</b>

**7 Operations**

<b>Description</b>	<b>Current FY-2023</b>	<b>Comparative FY-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	1,087,711	2,203,678
Service Gratuity	-	-
Administration Cost	1,248,148	2,321,675
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	927,739	1,003,300
Electricity And Water	1,355,355	1,254,519
Medical /Insurance	5,950	7,420
Activity Expenses	507,120	406,780
Insurance Cost	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	<b>5,132,021</b>	<b>7,197,371</b>

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**Notes to the Financial Statements (continued)**

**8 Infrastructure**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Construction of classrooms	-	-
Repairs , maintenance& improvements.	5,197,730	2,515,439
Construction of dinning hall	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Bank charges	-	-
Others (specify)	-	-
<b>Total</b>	<b>5,197,730</b>	<b>2,515,439</b>

**9 Boarding And School Fund**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Repairs And Maintenance &Improvements	-	-
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical Expenses	-	-
Development	1,523,900	1,235,708
Lunch Programme	11,681,035	10,629,889
Bank Charges	15,260	15,310
Expenses On Income Generating Activities**	-	-
Fee On Boarding Equipment and stores	-	-
Other Administration expenses/charges	1,296,646	731,395
Insurance Cost ( <i>Life Property</i> )	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	-	-
Others (specify)	-	-
<b>Total</b>	<b>14,516,841</b>	<b>12,618,302</b>

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Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	Current FY2022-2023	Comparative FY2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	active	90291457549	2,886	8,144
Operations Account	active	90291739410	21,847	2,619
School Fund Account/Boarding	active	90291412921	-242,154	81,224
Savings Account		1101686898	7,761	7,761
Parent Association Development Account		-	-	-
Income Generating Activities Account		-	-	-
Infrastructural Account	active	1208422855	32,797	1,711,047
<b>Total</b>			<b>-176,861</b>	<b>1,810,796</b>

11 Cash In Hand

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Notes and Coins	239,555	131,265
<b>Total</b>	<b>239,555</b>	<b>131,265</b>

12 Short Term Investments

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**Notes to the Financial Statements (continued)**

**13 Accounts Receivable**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Fees Arrears	3,598,943	3,995,112
<b>Other Non-Fees Receivables</b>		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears(list/schedule attached)	-	-
<b>Total</b>	<b>3,598,943</b>	<b>3,995,112</b>

**13 b Ageing Analysis of Accounts Receivable**

Description	Current FY2022-2023		Comparative FY2021-2022	
	Kshs		Kshs	
	Current FY-2023	% of the total	Comparative FY-2022	% of the total
Less than 1 year	930,550	26%	827,480	21%
Between 1- 2 years	-	-	178,017	4%
Between 2-3 years	2,668,393	74%	2,989,615	75%
Over 3 years	-	-	-	%
<b>Total (should tie to note 13 a)</b>	<b>3,598,943</b>	<b>100%</b>	<b>3,995,112</b>	<b>100%</b>

**14 Accounts Payable**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2,456,096	1,059,835
Prepaid Fees	419,674	1,748,766
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables ( <i>specify</i> )	-	-
<b>Total</b>	<b>2,875,770</b>	<b>2,808,601</b>

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**Notes to the Financial Statements (continued)**

**14a. Ageing Analysis of Accounts Payable**

Description	Current FY2022-2023		Comparative FY2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,415,351	98%	1,016,780	96%
Between 1- 2 years	40,745	2%	43,055	4%
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (should tie to note 14)</b>	<b>2,456,096</b>	<b>100%</b>	<b>1,059,835</b>	<b>100%</b>

**15 Fund Balance Brought Forward**

Description	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Bank Balances	-176,861	1,810,797
Cash Balances	239,555	131,265
Short Term Investments	-	-
Receivables	3,598,943	3,995,112
Payables	(2,875,770)	(2,808,601)
<b>Total</b>	<b>785,867</b>	<b>3,128,573</b>

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**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	Current FY2022-2023	Comparative FY2021-2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**17 Biological assets**

Description	Numbers	FY2022-2023	FY2021-2022
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees	10	60,000	60,000
Ornamental plants		-	-
trees		-	-
Others (specify)		-	-
<b>Total</b>		<b>-</b>	<b>60,000</b>

**18 Borrowings**

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



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**12. 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-2023	Outstanding Balance Comparative FY-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
1. PAMAMWA CONTRACTORS	2,940,000	25/07/2022	2,350,000	590,000		
2.						
3.						
<b>Sub-Total</b>	<b>2,940,000</b>		<b>2,350,000</b>	<b>590,000</b>		
<b>Supply Of Goods</b>						
4.Jajastan services limited (lab items)	800,150	31/10/2022	500,220	299,930	-	
5.Uniworks General supplier	1,039,990	03/02/2023	123,480	916,510	-	
6.Metsam Enterprises	273,135	28/02/2023	150,000	123,135	-	
7.Matsan chem Enterprises	516,000	04/11/2022	300,000	216,000		
8.Goeshay Enterprises.Latrines treatment.	165,000	24/01/2023	-	165,000		
9.Timothy Maina Waitugi	180,139	06/06/2023	119,539	60,601		
10.Monica Wangeci Muchiri.	229,785	22/05/2023	185,610	44,175		
<b>Sub-Total</b>	<b>3,204,199</b>		<b>1,378,849</b>	<b>1,825,351</b>		
<b>Supply Of Services</b>						
<b>Sub-Total</b>						
<b>Grand Total</b>	<b>6,144,199</b>		<b>3,728,849</b>	<b>2,415,351</b>		

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**Annex 2 – Summary of Fixed Assets Register**

<b>Asset Class</b>	<b>Historical Cost b/f (Kshs) 1<sup>st</sup> July 2022</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost c/f (Kshs) 30<sup>th</sup> June 2023</b>
Land	20,000,000	-	-	20,000,000
Buildings And Structures	49,250,000	5,658,250	-	54,908,250
Motor Vehicles	-	-	-	-
Office Equipment, Furniture And Fittings	4,725,649	195,860	-	4,921,509
Textbooks	4,620,996	-	-	4,620,996
ICT Equipment	3,670,745	186,900	-	3,857,645
Tools And Apparatus	2,708,730	335,924	-	3,044,654
Other Machinery And Equipment	670,000	-	-	670,000
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	214,481	97,416	-	311,897
<b>Total</b>	<b>85,860,601</b>	<b>6,477,350</b>		<b>92,334,951</b>

