

REPUBLIC OF KENYA



*Enhancing Accountability*



PARLIAMENT  
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**REPORT**

**OF**

**THE AUDITOR-GENERAL**


**ON**

**KIRIMARA HIGH SCHOOL**

**FOR THE YEAR ENDED**

**30 JUNE, 2023**

**NYERI COUNTY**

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>	
<b>DATE:</b>	<b>08 MAR 2025</b> <b>DAY:</b> Wednesday
<b>TABLED BY:</b>	Hon. Naomi Waco, MP Deputy Majority Party Whip
<b>CLERK-AT THE-TABLE:</b>	A. Shubuko

OFFICE OF THE AUDITOR GENERAL  
P. O. Box 20884, ONDO, NAIROBI  
KENYA  
23 SEP 2024  
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**KIRIMARA HIGH SCHOOL**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2023**

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



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**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
FDSE	

## 2. Key School Information and Management

### (a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Nyeri County, Mathira East Sub-County

The school was registered in 2.2.2017 under registration number 19S00300079 and is currently categorized as an Extra County, public school established, owned or operated by the Government.

The school is boarding school and had 930 students as at 30th June 2023. It has 4 streams and 36 teachers of which 5 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	Date of appointment
1	Mr Peter Kamau	Sponsor rep.	Chairman	May2022
2	Mr Nicholas Muchemi	Principal	Secretary - Principal	May 2022
3	Mr Edwin Mwangi	Community rep.	Member	May 2022
4	MrsAnn Gatambuki	Sponsor rep.	Member	May2022
5	MrsMiriamMwangi	Community rep.	Member	May 2022
6	Mr James Gitinga	Community rep.	Member	May2022
7	Mr Jessi Kogi	Community rep.	3 Members	May2022
8	Mr Jeremiah Wahome	Sponsor rep.	Member	May2022
9	MrsSarah Mwangi	CEB rep.	Member	May2022
10	MrsPeris Muthoni	Special group rep.	3 Members	May2022
11	Mrs Mary Muriuki	Community rep.	Member	May 2022
12	Daniel Kagema	Persons with special needs	Member	May2022
13	Mark Muriuki	Chairperson of students' council	Rep Students	May 2022

**The functions of the School Board of Management are to:**

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

**(c) Committees of the Board**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	<b>Executive Committee</b>	Mr Pete Kamau Mr Nicholas Muchemi Mrs Mary Muriuki Mr Edwin Mwangi Mr Paul Mundia	BOM chairman BOM sec/ Principal Member Member PA chairman	1
2	<b>Audit Committee</b>	Mr Edwin Mwangi Mr Paul Mundia Mrs Sarah Mwangi	Chairman Member Member	1
3	<b>Finance, procurement and general purposes Committee</b>	Mr Edwin Mwangi Mr Paul Mundia Mrs Sarah Mwangi	Chairman Member Member	1
5	<b>Development Committee</b>	Mr Jesse Kogi Mr Douglas Nyambane Mrs Ann Gatambuki	Chair Member Member	1

		Mr Peter Kamau Mr George Nyamu Mr Paul Mundia Nicholas Muchemi	Member Member Bom chair D/P principal	
6	<b>Discipline and welfare Committee</b>	Mr Daniel Kagema Mrs Ann Gatambuki Mr Jesse Kogi	Chair Member Member	1
7	<b>Human rights and students welfare committee</b>	Mrs Sarah Mwangi Mr Daniel Kagema Mrs Mary Muriuki	Chair Member Member	1

**(d) School operation Management**

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

Ref:	Designation	Name	TSC Number
1	Principal	Mr Nichola Muchemi	352370
2	Deputy Principal	Mr George Nyamu	374578
3	School Bursar	Mrs Milka Kagure	21776357

**(e) Schools contacts**

Post Office Box: 51 – 10101 Karatina  
 Telephone: 0757 279 705  
 E-mail: [kirimarahigh@gmail.com](mailto:kirimarahigh@gmail.com)  
 Website: [www.kirimaraghschool.ac.ke](http://www.kirimaraghschool.ac.ke)

**(f) School Bankers**

The following school operated eight number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

	<b>SCHOOL FUND A/C</b>	<b>TYPE</b>
1.	Name of Bank: KCB Branch: KARATINA Account Number: 1106162161	Current account
	<b>OPERATIONS A/C</b>	
2.	Name of Bank: KCB Branch: KARATINA Account Number: 110552578	Current account
	<b>INFRASTRUCTURE A/C</b>	
3.	Name of Bank: KCB Branch: KARATINA Account Number: 1270901974	Current account
	<b>TUITION A/C</b>	
4.	Name of Bank: KCB Branch: KARATINA Account Number: 1105550524	Current account
	<b>PTA A/C</b>	
5.	Name of Bank: CO-OPERATIVE Branch: KARATINA Account Number: 114105927640	Current account
	<b>FARM A/C</b>	
6.	Name of Bank: TAIFA SACCO Branch: KARATINA	

- |    |                    |   |                 |
|----|--------------------|---|-----------------|
|    | Account Number:    | 8010101523                                | Savings account |
| 7. | Name of Bank:      | CDF                                       |                 |
|    | Branch:            | KARATINA                                  |                 |
|    | Account Number:    | 0011417711400300                          | Current account |
| 8. | MPESA Pay Bill No. | Business Number: 522123                   |                 |
|    |                    | Account Number: 39422K                    |                 |
|    |                    | Attached to KCB account number 1106162161 |                 |

**(g) Independent Auditors**

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

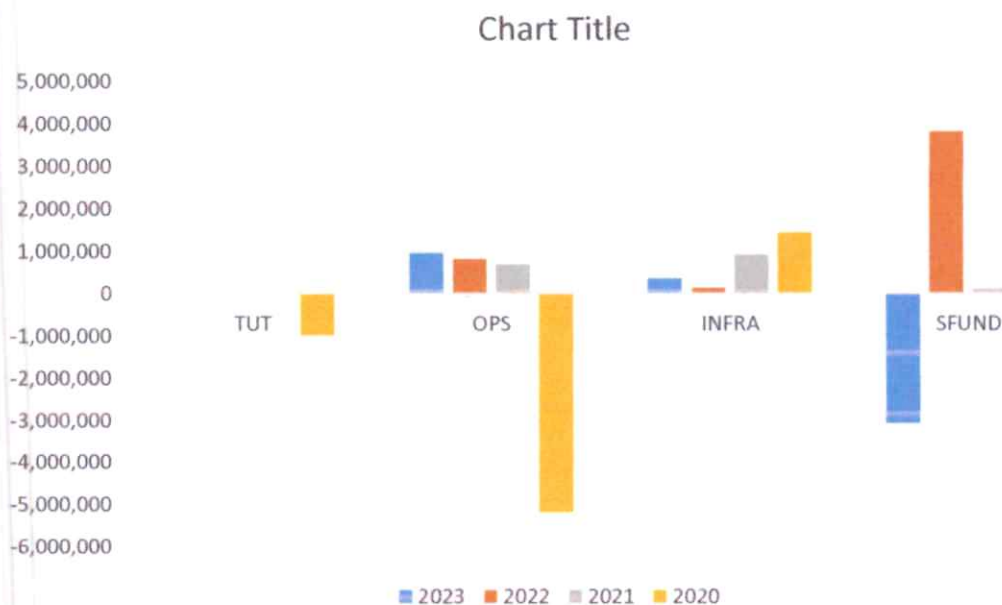
**3. Summary Report of Performance of The School**

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

**a) Financial performance:**

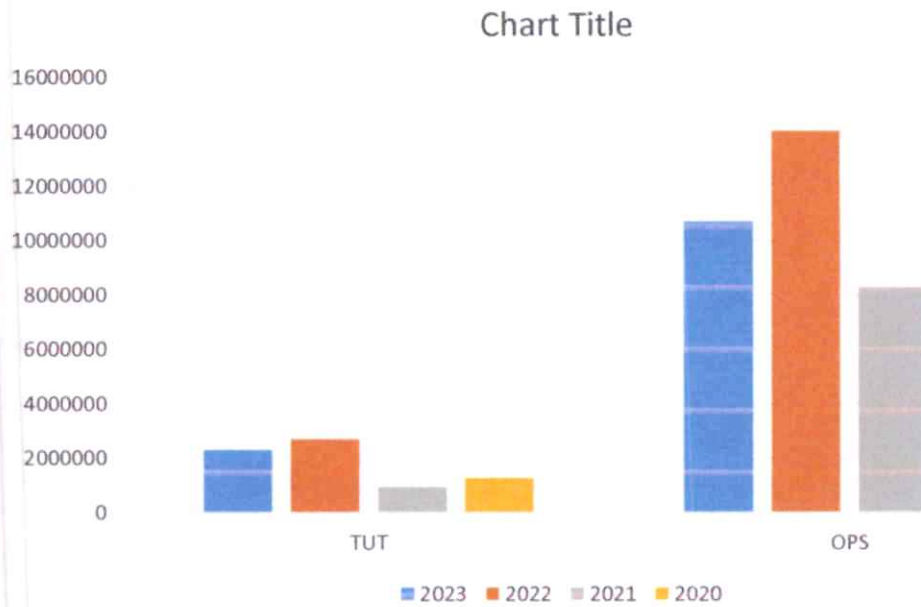
- Surplus/ deficit for the year and a comparison of the same for the last three years

ACCOUNTS	2023	2022	2021	2020
TUITION ACCOUNT	7,581.00	(6,252.00)	7,530.00	(974,370.00)
OPERATIONS ACCOUNT	970,164.00	820,608.00	707,796.00	(5,193,172.00)
INFRASTRUCTURE	358,850.00	147,370.00	916,900.00	1,452,796.00
SCHOOL FUND ACCOUNT	(3,083,223.00)	3,822,173.00	124,319.00	0
<b>TOTAL</b>	<b>(1,746,628.00)</b>	<b>4,783,899.00</b>	<b>1,756,455.00</b>	<b>(4,714,746.00)</b>



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

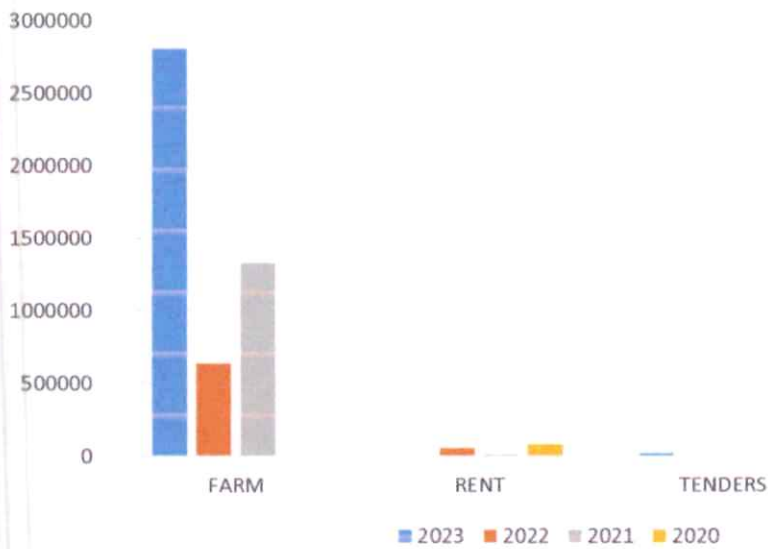
ACCOUNTS	2023	2022	2021	2020
TUITION ACCOUNT	2,327,596.00	2,701,651.00	961,430.00	1,276,500.00
OPERATIONS ACCOUNT	10,696,649.00	14,033,798.00	8,274,821.00	8,349,919.00
<b>TOTAL</b>	<b>13,024,245.00</b>	<b>16,735,449.00</b>	<b>9,236,251.00</b>	<b>9,626,419.00</b>



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

<b>OTHER INCOMES</b>				
<b>ACCOUNTS</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
FARM	2,810,817	638,744	1,329,600	-
RENT INCOME	-	56,700	14,200	84,530
TENDERS	19,000	-	-	-
<b>TOTAL</b>	<b>2,829,817</b>	<b>695,444</b>	<b>1,343,800</b>	<b>84,530</b>

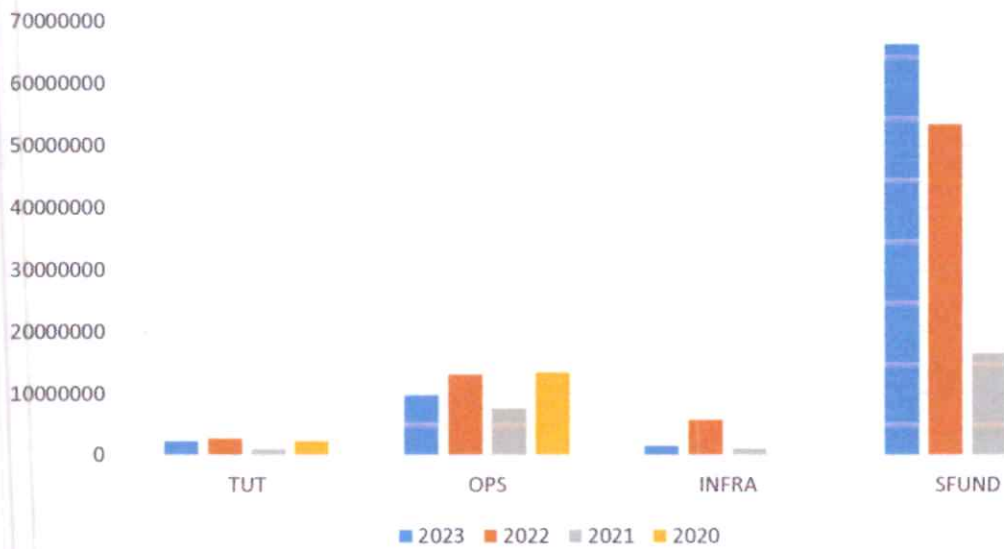
Chart Title



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

ACCOUNTS	2023	2022	2021	2020
TUITION ACCOUNT	2,320,015.00	2,707,903.00	953,900.00	2,250,870.00
OPERATIONS ACCOUNT	9,726,485.00	13,213,190.00	7,567,115.00	13,543,091.00
INFRASTRUCTURE	1,555,150.00	5,663,580.00	1,147,060.00	-
SCHOOL FUND ACCOUNT	66,289,966.00	53,431,854.00	16,652,165.00	18,354,048.00
<b>TOTAL</b>	<b>79,891,616.00</b>	<b>75,016,527.00</b>	<b>26,320,240.00</b>	<b>34,148,009.00</b>

Chart Title

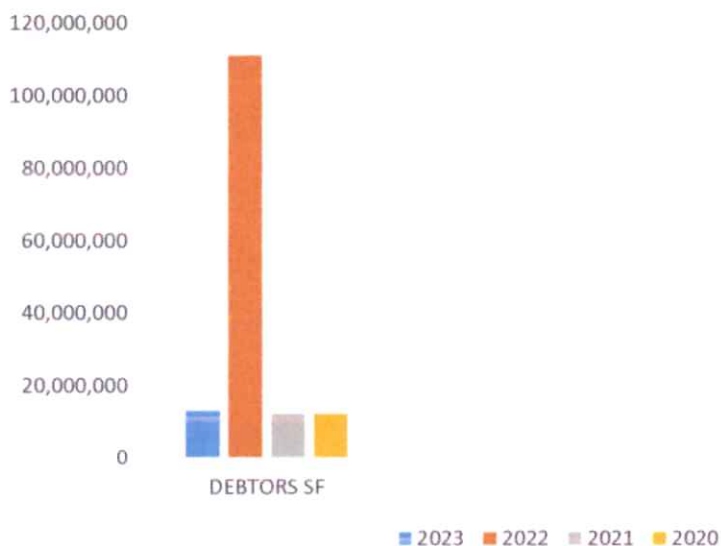


- Movement of debtors of the school over the last three years

<b>DEBTORS</b>				
<b>ACCOUNTS</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
SCHOOL FUND ACCOUNT	13,156,026	11,109,756	12,359,402	12,359,402
<b>TOTAL</b>	<b>13,156,026</b>	<b>11,109,756</b>	<b>12,359,402</b>	<b>12,359,402</b>

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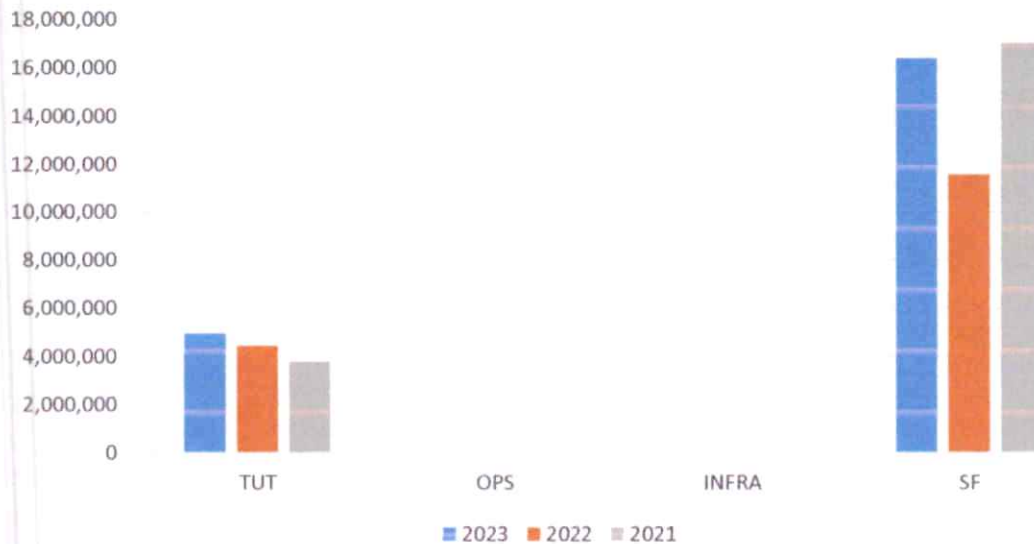
Chart Title



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

<b>CREDITORS</b>			
<b>ACCOUNTS</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
TUITION ACCOUNT	4,957,901	4,450,008	3,780,944
OPERATIONS ACCOUNT	0	0	0
INFRASTRUCTURE	0	0	0
SCHOOL FUND ACCOUNT	16,400,512	11,548,448	17,044,142
<b>TOTAL</b>	<b>21,358,413</b>	<b>15,998,456</b>	<b>20,765,302</b>

Chart Title



**b) Teacher Student ratio:**

*Current population of 1050 students with 38 teachers; TSC – 34 while 5 are under BOM.*

*Ratio is 27:1*

*TSC recruited two teachers and posted. One teacher retired during the year.*

*Number of teachers the school has for each subject*

<i>English</i>	-	5
<i>Kiswahili</i>	-	7
<i>Chemistry</i>	-	6
<i>Biology</i>	-	4
<i>History</i>	-	6
<i>Geography</i>	-	6
<i>C.R.E</i>	-	4
<i>Agriculture</i>	-	2
<i>Physics</i>	-	5
<i>Art &amp; Design</i>	-	2

**c) Mean score in the 2023 KCSE:**

*Performance of the school for each and over the last three years*

YEAR	ENTRY	A	A-	B +	B	B-	C+	C	C-	D+	D	D-	E	MEAN SCORE	MEAN GRADE
2020	184	0	1	11	23	25	31	52	33	6	1	1	0	6.7990	C+
2021	186	0	0	1	6	12	21	37	40	50	17	2	0	5.2903	C-
2022	148	0	0	2	4	12	13	42	41	25	8	1	0	5.5811	C

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

YEAR	ENTRY
2020	184
2021	186
2022	148
2023	233

**Target mean score            7.5****e) Capacity of the school:**

<i>Number of students</i>	-	1050
<i>Number of dormitories</i>	-	8
<i>Number of Laboratories</i>	-	4
<i>Number of classrooms</i>	-	16
<i>Dining hall</i>	-	1
<i>Toilets</i>	-	45

f) Development projects carried out by the school:

*CONSTRUCTION OF A MODERN ABLUTION BLOCK*

PROJECT	SOURCE OF FUNDS	STATUS	INITIAL COST (KSH)	AMOUNT SPENT (KSH)	EXPECTED COMPLETION TIME
ABLUTION BLOCK	M.O.E	ALMOST COMPLETE	3,100,000	1,555,150	31 <sup>ST</sup> AUGUST

.....  
School Principal

**PRINCIPAL**  
**KIRIMARA HIGH SCHOOL**

**17 SEP 2024**

SIGN: 

TEL: 0757 279 705  
P.O. Box 51 - 10101, KARATINA

**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 *Kirimara 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 30<sup>th</sup> June, 2023, and of the school's financial position as at that date.

  
Peter Kamau.....

Name:

Designation: Chairman, School Board of Management

Date: 20/09/2024



Nicholas Muchemi.....

Name:

Designation: School Principal & Secretary to Board of Management

Date:

  
Name: Milkah Kagure

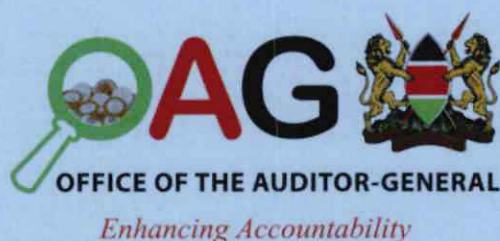
Designation: Bursar/ Finance Officer

Date: 16/9/2024



# REPUBLIC OF KENYA

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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 KIRIMARA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – NYERI 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 regulations, and that its internal control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of Kirimara High School -Nyeri County set out in pages 1 to 22 which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023, and the statement of receipts and payments,

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Kirimara High School - Nyeri County as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

### **Basis for Qualified Opinion**

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

The financial statements submitted for audit includes inaccuracies as indicated below;

- i) The statement of receipts and payments reflects school fund income - parents' contribution fee of Kshs. 56,117,975 as disclosed in Note 4 to the financial statements while system generated report reflects Kshs. 58,172,295 resulting in an unexplained difference of Kshs. 2,054,320.
- ii) The statement of financial assets and financial liabilities reflects accumulated fund brought forward balance of Kshs.2,253,962. However, the fund balance did not agree with total of the bank, receivables and payables balances brought forward from the previous year of Kshs.941,310 resulting in an unexplained variance of Kshs.1,312,652.
- iii) The statement of receipts and payments reflect payments for boarding and school fund payments of Kshs.66,289,966. However, a re-computation of the payments for boarding and school fund payments in note 9 to the financial statement indicates total amount of Kshs.59,781,516 resulting to in unexplained variance of Kshs.6,508,450.
- iv) The statement of assets and liabilities reflect bank balance of Kshs.6,203,000 for the previous year in Note 10. However, a re-computation of the balance in note 10 to the financial statements reflect Kshs.6,418,162 resulting to in unexplained variance of Kshs.215,162.
- v) The re-performance of the amounts reported in the statement of budgeted versus actual amounts revealed variances between the recorded balance and the re-casted balance resulting to a total variance of Kshs. 3,934,470.

- vi) The statement of financial assets and liabilities reflects bank balance of Kshs. 4,616,384 as at 30 June 2023. However, cashbook balances reflected balances that differed with the respective balances reflected in the Notes to the financial statements as indicated below;

<b>Bank account</b>	<b>Financial statement amount</b>	<b>Cashbook amount</b>	<b>Variance</b>
Tuition	12,853	(186,227)	173,374
Operations	2,512,714	2,460,563	52,151
School fund account	1,213,609	1,231,799	18,190
<b>Total</b>	<b>3,739,176</b>	<b>3,506,135</b>	<b>243,715</b>

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

## **2. Variance in Capitation Amounts Disbursed**

The statement of receipts and payments reflects capitation grants for operations of Ksh.10,696,649 as disclosed in note 2 to the financial statements. Review of the NEMIS capitation disbursements made to the School revealed total disbursement of Kshs. 10,497,394 resulting to in unexplained variance of Kshs.199,255

In the circumstances, the accuracy and completeness of the capitation grants for operations of Kshs 10,696,649 could not be confirmed.

### **2.1. Overdrawn (Negative) Cashbook Balances**

The statement of financial assets and financial liabilities reflects a bank balance of Kshs.4,616,384 as disclosed in Note 10 to the financial statements includes an overdrawn cashbook amount of Kshs. 186,227 for the tuition contrary to contrary to Section 28(4)(5) of the Public Finance Management Act, 2012.

In the circumstances, the accuracy and completeness of bank balance of Kshs.4,616,384 could not be confirmed.

## **3. Undisclosed Expenditure from School Fund.**

The statement of receipts and payments reflects boarding school fund payments of Kshs. 66,289,966 which is disclosed in note 9 to the financial statements. However, examination of the cashbook revealed that Management made payments totalling to Kshs. 12,171,042 which were not included in the boarding and school fund payments.

In the circumstances, the accuracy, and completeness of the boarding school fund payments amounting to Kshs.66,289,966 could not be confirmed.

#### **4. Unsupported Income from Farming Activities**

The statement of receipts and payments reflects miscellaneous income of Kshs. 7,088,768 as disclosed in Note 5 to the financial statements. Included in this amount is Kshs. 2,810,817 relating to income from farming activities. However, detailed supporting schedule and ledger were not provided for audit verification.

In the circumstances, the accuracy and completeness of income from farming activities of Kshs. 2,810,817 could not be confirmed.

#### **5. Long Outstanding Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.13,189,936 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.7,490,180 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.13,189,936 could not be confirmed.

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

#### **Key Audit Matters**

Key audit matters are those matters that, in my professional 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, based on the procedures performed, except for 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. Non-Compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements**

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

- i. Annex 1 to the financial statements on Analysis of Pending Accounts Payable has not been duly filled according to the reporting template.
- ii. The explanation for significant variances in the Statement of Budgeted versus Actual was not provided according to the reporting template
- iii. The summary report of the school's performance shows debtors of Kshs.13,156,026 in 2023, while the statement of assets and liabilities reflects Kshs.13,189,936, resulting to understatement of Kshs. 33,910. Further, the summary report of the school's performance shows debtors of Kshs. 11,109,756 in 2022, while the statement of assets and liabilities reflects Kshs.11,170,556, resulting to understatement of Kshs. 60,800.
- iv. The summary report of the school's performance shows creditors of Kshs. 21,358,413 in 2023, while the statement of assets and liabilities reflects Kshs.22,053,642 resulting to understatement of Kshs.695,229. Further, the summary report of the school's performance shows creditors of Kshs. 15,998,456 in 2022, while the statement of assets and liabilities reflects Kshs.17,036,161 resulting to understatement of Kshs.1,037,705.
- v. Annex 2 to the financial assets reflects summary of fixed assets register of Kshs.446,588,000. However, a recast shows Kshs.452,680,000 resulting to a variance of Kshs.6,092,000.
- vi. Note 17 to the financial assets reflects biological assets of kshs.1,012,000. However, the recomputed balance is kshs.1,014,760 resulting to a variance of kshs.2,760.
- vii. The statement of cash flows does not include references to the notes in the financial statements.

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

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

The statement of receipts and payments reflects operations grants amount of Kshs.10,696,649 as disclosed in Note 2 to the financial statements. The amounts were received from the Ministry of Education and were credited in the Schools operations bank account. Included in the amount is Kshs.3,494,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs. 3,343,000 was transferred to infrastructure account, leaving a balance of Kshs.151,000 as at 30 June, 2023. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16

June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

### **3. Long Outstanding Payables**

The statement of financial assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payable balance of Kshs. 22,053,642. However, included in the balance are trade payables balance of Kshs.7,356,937 which had been outstanding for more than two years. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 requires that that an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates.

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

### **4. Failure to Develop School Improvement Plan**

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

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

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

## **REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for 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. Land Without Ownership Documents**

Review of documents and records related to land matters revealed that the school occupies seventy-eight (78) parcels of land of different sizes. Out of this the School had secured title deeds for 12.7 acres. However, no evidence was provided to demonstrate efforts to acquire title deeds for the remaining pieces of land to avoid the invasion by unauthorized persons.

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

### **2. Inadequate Infrastructure and Lack Maintenance of Buildings**

Audit inspection conducted on 7 June, 2024 revealed that the school computer laboratory, the sanatorium, the library, and some of the classrooms had worn-out roofs and some sections of the roofs always leak when raining. The roofs need an overhaul and be replaced with new iron sheets. In addition, inspection of the school infrastructure revealed that the school did not have an administration block. Further, some classrooms had been converted into offices despite the increasing number of students enrolled into the school following 100% transition directive by the Government.

In the circumstances, the safety of students and the existence of a conducive learning environment could not be ascertained.

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

## **Responsibilities of Management and those Charged with Governance**

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

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

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

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

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

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial

statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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

17 September, 2024

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

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	2,327,596	2,701,651
Government grants for operations	2	10,696,649	14,033,798
Government Grants for infrastructure	3	1,914,000	5,810,950
School fund income- parents' contributions	4	56,117,975	55,033,224
Miscellaneous incomes	5	7,088,768	2,220,803
<b>Total Receipts</b>		<b>78,144,988</b>	<b>79,800,426</b>
<b>Payments</b>			
Tuition	6	2,320,015	2,707,903
Operations	7	9,726,485	13,213,190
Infrastructure	8	1,555,150	5,663,580
Boarding and school fund	9	66,289,966	53,431,854
<b>Total Payments</b>		<b>79,891,616</b>	<b>75,016,527</b>
<b>Surplus/Deficit</b>		<b>(1,746,628)</b>	<b>4,783,899</b>

The school financial statements were approved on 16/9/2024 signed by:



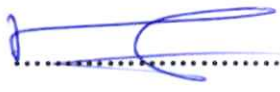
Name: Peter Kamau

Chair BOM

Date: 20/09/2024

**PRINCIPAL**  
**KIRIMARA HIGH SCHOOL**  
  
**17 SEP 2024**  
 Name: Nicholas Muchemi  
 School Principal/Secretary to  
 BOM  
 TEL: 0757 279 705  
 P.O. Box 51 - 10101, KARATINA

Date:



Name: mikah kagure

Bursar/ Finance Officer

Date: 16/9/2024

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	4616384	6,418,162
Cash balances	11	246732	388,753
Short term investments	12	-	-
<b>Total cash and cash equivalent</b>		<b><u>4,863,116</u></b>	<b><u>6,806,915</u></b>
Account's receivables	13	13,189,936	11,170,556
<b>Total financial assets</b>		<b>18,053,052</b>	<b>17,977,471</b>
<b>Financial liabilities</b>			
Accounts payables	14	(22,053,642)	(17,036,161)
<b>Net financial assets</b>		<b>(4,000,590)</b>	<b>941,310</b>
<b>Represented by</b>			
Accumulated fund b/fwd	15	(2,253,962)	(3,842,589)
Surplus/deficit for the year		1,746,628	4,783,899
<b>Net financial position</b>		<b>(4,000,590)</b>	<b>941,310</b>

The school's financial statements were approved on 16/9/2024 and signed by:

Name: peter Kamau

Chair BOM

Date: 20/09/2024

**PRINCIPAL**  
**KIRIMARA HIGH SCHOOL**  
 Name: Nicholas Muthemi  
 School Principal/ Secretary to  
 BOM TEL: 0757 279 705  
 P. O. Box 51 - 10101, KARATINA  
 Date: 17 SEP 2024

Name: Milkah Kagure

Bursar/ Finance Officer

Date: 16/9/2024



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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition		2,327,596	2,701,651
Government grants for operations		10,696,649	14,033,798
Government grants for infrastructure		1,914,000	5,810,950
School fund income- parents contributions/ fees		56,117,975	55,033,224
Other income		7,088,768	2,220,803
<b>Total receipts</b>		<b>78,144,988</b>	<b>79,800,426</b>
<b>Payments</b>			
Cash outflows for tuition		2,320,015	2,707,903
Cash outflows for operations		9,726,485	13,213,190
Cash outflows Boarding/lunch and school fund payments		66,289,966	53,431,854
Cash outflows for infrastructure		1,555,150	5,663,580
<b>Total payments</b>		<b>79,891,616</b>	<b>75,016,527</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>(1,746,628)</b>	<b>4,783,899</b>
<b>Cash flow from investing activities</b>			
Purchase of investments		(197,171)	165,365
<b>Net cash inflow/outflows from investing activities</b>		<b>(1,943,799)</b>	<b>4,949,264</b>
<b>Net increase/decrease in cash and cash equivalents</b>		<b>(1,943,799)</b>	<b>4,949,264</b>
Cash and cash equivalent at beginning of the FY		6,806,915	1,857,651
<b>Cash and cash equivalent at end of the FY</b>		<b>4,863,116</b>	<b>6,806,915</b>

The school's financial statements were approved on 16/09/2024 and signed by:



Name: Peter Kamau

Chair BOM

Date:

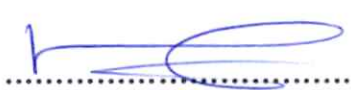
20/09/2024



Name: Nicholas Muchemi

School Principal/Secretary to BOM

Date:



Name: Milkah Kagure

Bursar/ Finance Officer

Date:

16/09/2024

*KIRIMARA HIGH SCHOOL*

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

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**KIRMARA HIGH 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 a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c Kshs	% Of Utilization
<b>Receipts</b>						
<b>(1) Capitation Grant on Tuition</b>						
Reference Materials						
Exercise Books	1,374,120		1,374,120			
Laboratory Equipment	247,000		247,000			
Internal Exams						
Teaching / Learning Materials	1,133,000		1,133,000	2,327,596	-1,194,596	194%
Exams And Assessment						94%
<b>TOTAL</b>	<b>2,754,120</b>		<b>2,754,120</b>	<b>2,327,596</b>	<b>-1,194,596</b>	
<b>(2) Capitation Grant on Operations</b>						
Personnel Emoluments	5,145,000		5,145,000	2,801,075	2,338,925	54%
Repairs And Maintenance	5,250,000		5,250,000	3,492,000	1,758,000	66.52%
Local Transport / Travelling	1,575,000		1,575,000	1,166,445	408,555	74%
Electricity And Water	1,575,000		1,575,000	1,166,445	408,555	74%
Administration Costs	1,575,000		1,575,000	1,346,645	228,355	85%
Activity	1,650,000		1,650,000	344,613	1,305,387	21%
Gratuity				223,176		
<b>TOTAL</b>	<b>16,770,000</b>		<b>16,770,000</b>	<b>10,505,323</b>	<b>6,264,677</b>	
<b>3) FDSE for infrastructure</b>						

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c Kshs	% Of Utilization
Maintenance & Improvement MoE				1,914,000		
M&I parents' contribution						
Economic Stimulus Programs						
Transition Infrastructure Grants						
<b>TOTAL</b>				<b>1,914,000</b>		
<b>(4) Fees Charged on Parents</b>						
Personnel Emoluments	3,386,250		3,386,250	3,266,636	119,614	97%
Repairs And Maintenance	2,100,000		2,100,000	2,433,113	-333,113	96.47%
Local travel transport				3,991,719		
Electricity And Water	3,386,250		3,386,250	2,520,162	866,088	74%
Administration Costs	3,386,250		3,386,250	5,157,245	-177,995	152%
Activity	275,000		275,000	478,227	203,237	173%
P A Levies				4,041,356		
Fee On Boarding Equipment and Stores	26,654,250		26,654,250	34,229,517	-7,575,267	128%
<b>5) Miscellaneous Income</b>						
Loans / Borrowing						
Rent income						
Income From Farming Activities				2,810,817		
Insurance Compensation						
Income From Posho Mill						
Income From Bus Hire						

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c Kshs	% Of Utilization
Transfer from savings				442,400		
Interest Income				19,000		
Income From Any Other Investment				163,065		
<b>Total Income</b>	<b>42,574,250</b>		<b>42,574,250</b>	<b>63,206,744</b>	<b>6,719,441</b>	<b>125%</b>
<b>(6) Expenditure For Tuition</b>						
Textbooks						
Reference Materials						
Exercise Books	1,374,120		1,374,120	430,520	1,043,600	31%
Laboratory Equipment				359,295		
Internal Exams						
Teaching / Learning Materials	1,133,000		1,133,000	1,000,200	133,000	114%
Chalks						
Exams And Assessment						
Teachers Guides						
Administration Costs						
Creditors				530,000		
<b>TOTAL</b>	<b>2,507,120</b>		<b>2,507,120</b>	<b>2,319,815</b>	<b>1,176,600</b>	<b>120%</b>
<b>(7) Expenditure For Operations</b>						
Personnel Emoluments	5,145,000		5,145,000	3,055,107		169%
Repairs, Maintenance & Improvements	5,250,000		5,250,000			
Local Transport / Travelling	1,575,000		1,575,000	359,621	1,215,379	22%

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c Kshs	% Of Utilization
<b>(9) Expenditure For school fund/lunch/boarding</b>						
Personnel Emoluments	3,386,250		467,500	5,068,547		
Repairs, Maintenance and Improvements	2,100,000		1,870,000	3,974,805		
Local Transport / Travelling	3,860,000		3,860,000	5,383,987		
Electricity, Water and Conservancy	3,386,250		4,740,000	3,718,234		
Medical Expenses			467,500			
Administration Costs	3,386,250		3,389,250	7,125,079	-3,738,829	210%
Activity	275,000		287,500	729,000	-441,500	253%
Gratuity						
Lunch Programme						
Boarding Equipment and Stores	26,654,250		26,654,250	27,437,783	-7,486,091	102%
Expenditure For Income Generating Activity						
Insurance Costs						
Other Expenses On farm				2,087,956		
Rent Expenses						
P. A				4,256,125		
Loan Interest Repayment						
Loan Principal Repayment						
Acquisition Of Assets						

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c Kshs	% Of Utilization
<b>Totals</b>	43,211,179		43,211,179	66,289,966	-11,666,420	317%

## 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.

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

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Reference Materials/Tuition		448,000
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,327,596	2,253,651
Others ( <i>specify</i> )*		
<b>Total</b>	<b>2,327,596</b>	<b>2,701,651</b>

**2 Government Grants for Operations**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	2,801,075	2,333,009
Repairs And Maintenance	3,492,000	5,085,410
Local Transport / Travelling	1,166,445	1,903,361
Electricity And Water	1,166,445	2,333,009
Medical	188,100	
Administration Costs	1,346,645	2,333,009
Activity	344,613	
Loan	171,026	-
Rent	16,800	21,000
Salary advance	3,500.	25,000
<b>Total</b>	<b>10,696,649</b>	<b>14,033,798</b>

**3 Government Grants for infrastructure**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Maintenance & Improvement	1,914,000	5,810,950
Other ( <i>specify</i> )(NGCDF and County govt.		
<b>Total</b>	<b>1,914,000</b>	<b>5,810,950</b>

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

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel emoluments	3,266,636	3,938,651
Repairs and maintenance	2,433,113	2,948,640
Local transport / travelling	3,991,719	3,627,452
Electricity and water	2,520,162	5,188,637
Medical	-	-
Administration costs	5,157,245	7,513,329
Activity	478,227	644,312
Fee on Boarding Equipment and stores	34,229,517	30,307,313
PA Levies*	4,041,356	864,891
Others (specify)		
<b>Total</b>	<b>56,117,975</b>	<b>55,033,225</b>

**5 Miscellaneous Incomes**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Rent Income	-	56,700
Income From Farming Activities	2,810,817	638,744
Prepayments	-	27,000
Transfer to infrastructure	-	224,500
Income from bus hire	-	-
Salary advance	-	171,000
Fees arrears	3,653,486	970,981
Tender forms	19,000	
Damages	163,065	
Transfer from savings	442,400	89,000
Transfer from Co-op savings	-	42,878
<b>Total</b>	<b>7,088,768</b>	<b>2,220,803</b>

**Notes to the Financial Statements (continued)****6 Tuition**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Exercise Books	430,520	402,040
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	359,295	-
Teaching / Learning Materials	1,000,200	955,023
Exams And Assessment	-	
Teachers Guides	-	
Bank Charges	-	
Creditors	530,000	1,350,840
<b>Total</b>	<b>2,320,015</b>	<b>2,707,903</b>

**7 Operations**

<b>Description</b>	<b>2022-2023</b>	<b>2021-2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	3,055,107	4334,891
Transfer to Operations	-	150,000
Administration Cost	359,621	624,941
Repairs And Maintenance & Improvements	213,080	108,500
Local Transport / Travelling	244,100	554,850
Electricity And Water	1,644,557	1,558,618
Creditors	1,819,844	290,850
Activity Expenses	253,000	49,100
Insurance cost	223,176	
Transfer to infrastructure	1,914,000	5,541,440
<b>Total</b>	<b>9,726,485</b>	<b>13,213,190</b>

## Notes to the Financial Statements (continued)

## 8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms		
Construction of laboratory		
Construction of dormitory	1,555,150	5,663,580
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
Others (specify)		
<b>Total</b>	<b>1,555,150</b>	<b>5,663,580</b>

## 9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	5,068,547	3,085,002
Service Gratuity	-	300,000
Repairs And Maintenance & Improvements	3,974,805	4,452,202
Local Transport / Travelling	5,383,987	4,118,650
Electricity And Water	3,718,234	2,222,555
Salary advance	-	141,000
Administration Costs	7,125,079	5,253,843
Activity	729,000	763,400
Expenses from the farm	2,087,956	1,353,850
P.A	4,256,125	787,700
Fee On Boarding Equipment and Stores	27,437,783	17,106,298
Creditors Paid	-	13,041,515
Fee refund	-	557,580
Prepayment	-	248,259
<b>Total</b>	<b>66,289,966</b>	<b>53,431,854</b>

## Notes to the Financial Statements (continued)

## 10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account		KCB	12,853	5,272
Operations Account		KCB	2,512,714	1,476,464
School Fund Account/Boarding		KCB	1,213,609	4,220,896
Savings Account		Taifa Sacco	17,988	215,160
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account		KCB	859,220	500,370
<b>Total</b>			<b>4,616,384</b>	<b>6,203,003</b>

## 11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Infrastructure Account	1,630	1,630
Operation Account	34,038	100,123
School Fund account	211,064	287,000
<b>Total</b>	<b>246,732</b>	<b>388,753</b>

## 12 Short Term Investments

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## Notes to the Financial Statements (continued)

## 13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	13,156,026	11,109,756
<b>Other Non-Fees Receivables</b>		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)	33,910	60,800
<b>Total</b>	<b>13,189,936</b>	<b>11,170,556</b>

## 13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	5,699,756	43%	2,967,370	27%
Between 1- 2 years		%	212,596	1%
Between 2-3 years	7,490,180	57%	7,990,590	71%
Over 3 years		%		%
<b>Total (should tie to note 13 a)</b>	<b>13,189,936</b>	<b>100%</b>	<b>11,170,556</b>	<b>100%</b>

## 14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	21,358,413	15,998,456
Prepaid Fees	695,229	1,037,705
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables ( <i>specify</i> )	-	-
<b>Total</b>	<b>22,053,642</b>	<b>17,036,161</b>

## Notes to the Financial Statements (continued)

## 14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2022-2021	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	14,001,476	66%	5,014,959	31%
Between 1- 2 years	5,014,959	23%	9,859,237	62%
Between 2-3 years	1,217,718	6%	1,124,260	7%
Over 3 years	1,124,260	5%		0%
<b>Total (should tie to note 14)</b>	<b>21,358,413</b>	<b>%</b>	<b>15,998,456</b>	<b>%</b>

## 15 Fund Balance Brought Forward

Description	2022-2023	2022-2021
	Kshs	Kshs
Bank Balances	6,220,990	1,630,104
Cash Balances	388,753	392,912
Short Term Investments	-	-
Receivables	13,189,936	11,170,556
Payables	(22,053,642)	(17,036,161)
<b>Total</b>	<b>(2,253,962)</b>	<b>(3,842,589)</b>

**Other important disclosure notes**

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

**16 Non-current Liabilities Summary**

Description	2022-2023	2022-2021
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
<b>Total</b>	-	-

**17 Biological assets**

Description	Numbers	2022-2023	2022-2021
		Kshs	Kshs
Cattle	8	640,000	640,000
Goats	2	12,000	12,000
Trees	Thousands	Thousands	Thousands
Coffee Or Tea Plantation	2,760.00	2,760	2,760
Poultry	45	360,000	360,000
Total	2,802.00	1,012,000	1,012,000
Cattle	8	640,000	640,000

**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>	-	-

Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Food stuffs	926,400	-
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
<b>Balance at the end of the year</b>	<b>926,400</b>	<b>-</b>

**20 Progress On Follow Up Of Auditor Recommendations**

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

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

-----  
Sign and Date  
Principal

PRINCIPAL  
KIRIMARA HIGH SCHOOL  
**17 SEP 2024**  
SIGN:.....  
TEL: 0757 279 705  
P. O. Box 51 - 10101, KARATINA

## 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	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Supply Of Goods</b>						
4. BOADING VOTEHEAD					11,016,481	
5. TUITION VOTEHEAD					4,718,271	
<b>Sub-Total</b>					<b>15,734,752</b>	
<b>Supply Of Services</b>						
6. REPAIR MAINTAIN VOTEHEAD					4,158,708	
7. PERSONAL EMOLUMENT					393,171	
8. ELECTRICITY WATER & REPAIR					1,071,782	
<b>Sub-Total</b>					<b>5,623,661</b>	
<b>Grand Total</b>					<b>21,358,413</b>	

## Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2023
Land 1		48 ACRES	EST 144,000,000			EST 144,000,000
Land 2		30 ACRES	EST 90,000,000			EST 90,000,000
Buildings and structures			EST 200,000,000			EST 200,000,000
Motor vehicles			EST 5,800,000			EST 5,800,000
Office equipment, furniture and fittings			EST 4,000,000			EST 4,000,000
ICT Equipment, and Other ICT Assets			EST 2,000,000			EST 2,000,000
Tools and apparatus			EST 1,000,000			EST 1,000,000
Textbooks			EST 4,000,000			EST 4,000,000
Other Machinery and Equipment			EST 1,000,000			EST 1,000,000
Heritage and cultural assets			EST 800,000			EST 800,000
Intangible assets- soft ware			EST 80,000			EST 80,000
<b>Total</b>			<b>EST 446,588,000</b>			<b>EST 446,588,000</b>