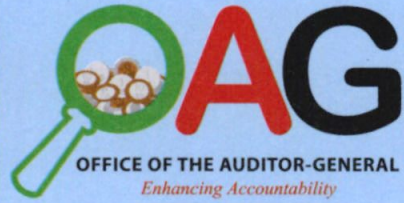


REPUBLIC OF KENYA



REPUBLIC OF KENYA



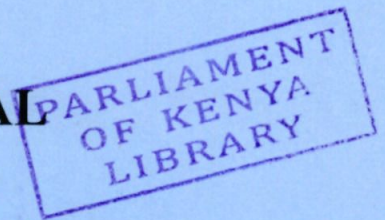
OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2026	DAY: WED
FILED BY:	Hon. Robert Pukosa
CLERK-AT THE-TABLE:	J. Lemerelle

REPORT

OF

THE AUDITOR-GENERAL

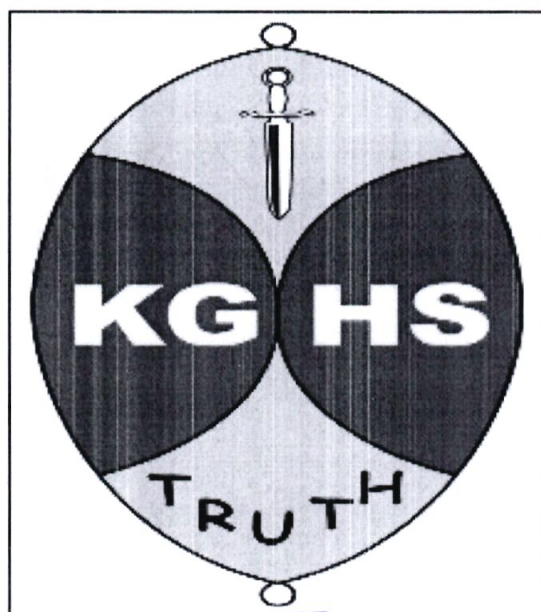


ON

**KAHUHIA GIRLS
HIGH SCHOOL**

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

MURANG'A COUNTY



OFFICE OF THE AUDITOR GENERAL
P.O. Box 30084 - 00100, NAIROBI
RECORDS OFFICE

30 APR 2026

RECEIVED

KAHUHIA GIRLSHIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2023

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

KAHUHIA GIRLS' HIGH SCHOOL

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

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KAHUHIA GIRLS' HIGH SCHOOL

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

1. Acronyms and Glossary of Terms

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

KAHUHIA GIRLS' HIGH SCHOOL

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

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 Murang'a County, Kahuro Sub-County.

The school was registered in 15th February, 2018 under registration number 21S30000218 and is currently categorized as an extra county public school established, owned or operated by the Government.

The school is a boarding school and had 1,609 number of students as at 30th June 2023. It has 8 streams and 64 teachers of which 9 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref.	Name of Board Member	Designation	Date of Appointment
1.	Dr. Joyce Ndegwa	Chairperson	15/02/2022
2.	Mrs. Naomi Njihia	Secretary - Principal	15/02/2022
3.	Grace Thuku	Member Special Needs	15/02/2022
4.	Arch. Elias Kamotho	Local Community Representative	15/02/2022
5.	Dr. Gonye P.M Joseph	Local Community Representative	15/02/2022
6.	Lucy Njeri Mbira	Local Community Representative	15/02/2022
7.	Bishop George Kariuki	Local Community Representative	15/02/2022
8.	Carolyne S. Mwangi	Local Community Representative	15/02/2022
9.	Arch. Aidah MUnano	CEB Representative	15/02/2022
10.	Ishmael W. Muya	Teachers Representative	15/02/2022
11.	Prof. Wachira	Member – Sponsor	15/02/2022
12.	Rev. Samuel Ndirangu	Member – Sponsor	15/02/2022
13.	Simon K. Mwaura	Local Community Representative	15/02/2022
14.	Charles Njenga	Special Interest Group	15/02/2022
15.	Hon. Gerishon Nyagia	Members – Sponsor	15/02/2022
16.	Catherine Wangechi Munene	Student representative	15/02/2022
17.	Eva Kimachas	Co-opted member	15/02/2022
18.	Grace Wahu Njoroge	Co-opted member	15/02/2022

KAHUHIA GIRLS' HIGH SCHOOL

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

SCHOOL INFORMATION AND MANAGEMENT

The function of the School Board of Management includes:

- 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 paragraph 21 and 23 of the Basic Education Act, 2013.

KAHUHIA GIRLS' HIGH SCHOOL

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1.	Executive Committee	Dr. Joyce Ndegwa Mrs. Naomi Njihia Rev. Samuel Ndirangu Arch. Aidah Munano	Chairman Secretary Sponsor Member	2 out of 2 2 out of 2 2 out of 2 2 out of 2
2.	Finance, Procurement and General Purposes Committee	Prof. Wachira Muturi Grace Thuku Lucy Mbira Charles Njenga Grace Njoroge Dr. Joyce Ndegwa Mrs. Naomi Njihia	Chairperson Vice Chair Member Member Member Ex-Official Ex-Official	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
3.	Academic Committee	Hon. Nyagia Reuben James Gichuki Grace Njoroge Grace Njoroge Grace Thuku Carolyn Mwangi Dr. Joyce Ndegwa Mrs. Naomi Njihia	Chairperson Vice Chair Member Member Member Member Ex-Official Ex-Official	4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4
4.	Development Committee	Robert Mwet Dr. Margaret Mwhaki Esther Kariuki Susan Ndege Rev. Samuel Mbugua George Meja Dr. Joyce Ndegwa Mrs. Naomi Njihia	Chairman Secretary Member Member Member Member Ex-Official Ex-Official	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
5.	Discipline and Welfare Committee	Grace Njoroge Lilian Nkonge Dr. Gonye P.M Mr. Charles Njenga Dr. Joyce Ndegwa Mrs. Naomi Njihia	Chairperson Vice Chair Member Member Ex-Official Ex-Official	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
6.	Audit Committee	Bishop George Kariuki Dr. Gonye P.M Grace Njoroge Charles Njenga Hon. Nyagia Reuben Naomi Njihia Joyce Ndegwa	Chairperson Vice Chair Member Member Member Ex-Official Ex-Official	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2

KAHUHIA GIRLS' HIGH SCHOOL

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

(d) School Operation Management

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

Ref:	Designation	Name	TSC Number
1.	Chief Principal	Mrs. Naomi N. Njihia	321848
2.	Deputy Principal Administration	Mrs. Lilian Nkonge	380094
3.	Deputy Principal Academic	James N. Gichuki	413604
4.	School Bursar	Mrs. Martha W. Gichure	14641042 (ID)

(e) Schools contacts

Post Office Box: 66 – 10206 Kahuhia.

Telephone No. 0799141438

E-mail Address: kahuhiagirls@gmail.com

(f) School Bankers

The school operated an Mpesapaybill account and 5 bank accounts in the following banks:-

1. Name of Bank : Equity BankMurang'a Branch
Account Name : Kahuhia Girls High School(School Fund Account)
Account Number : 0220290472107
2. Name of Bank : Equity BankMurang'a Branch
Account Name : Kahuhia Girls High School(Infrastructure Account)
Account Number : 0220272820495
3. Name of Bank : Equity BankMurang'a Branch
Account Name : Kahuhia Girls High School (Tuition Account)
Account Number : 0220291405247
4. Name of Bank : KCBMurang'a Branch (School Fund Account)
Account Name : Kahuhia Girls High School
Account Number : 1108562965
5. Name of Bank : KCB Murang'a Branch
Account Name : Kahuhia Girls High School (Operations Account)
Account Number :1107187737
6. M – Pesa Pay Bill No. 522123
Account Number : 31482K

KAHUHIA GIRLS' HIGH SCHOOL

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

(g) Independent Auditors

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

KAHUHIA GIRLS' HIGH SCHOOL

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

3. Summary Report Of Performance Of The School

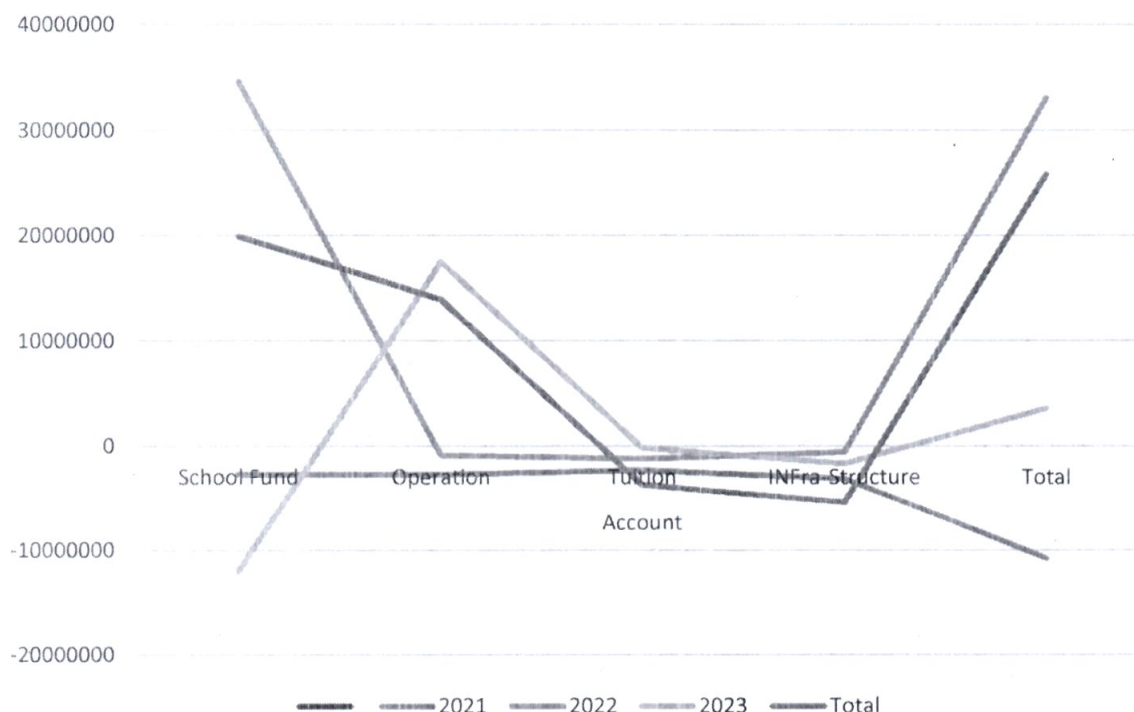
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

Financial Performance - 3 Years Trend					
Year	School Fund	Operation	Tuition	Infrastructure	Total
2021	(2,690,124)	(2,210,063)	(2,294,433)	(489,800)	(7,684,420)
2022	34,611,597	(879,122)	(1,320,693)	0	32,411,782
2023	(7,480,463)	17,461,035	(174,102)	(1,682,708)	8,123,761
Total	24,441,010	14,371,850	(3,789,228)	(2,172,508)	32,851,123

Financial Performance - 3 Years Trend

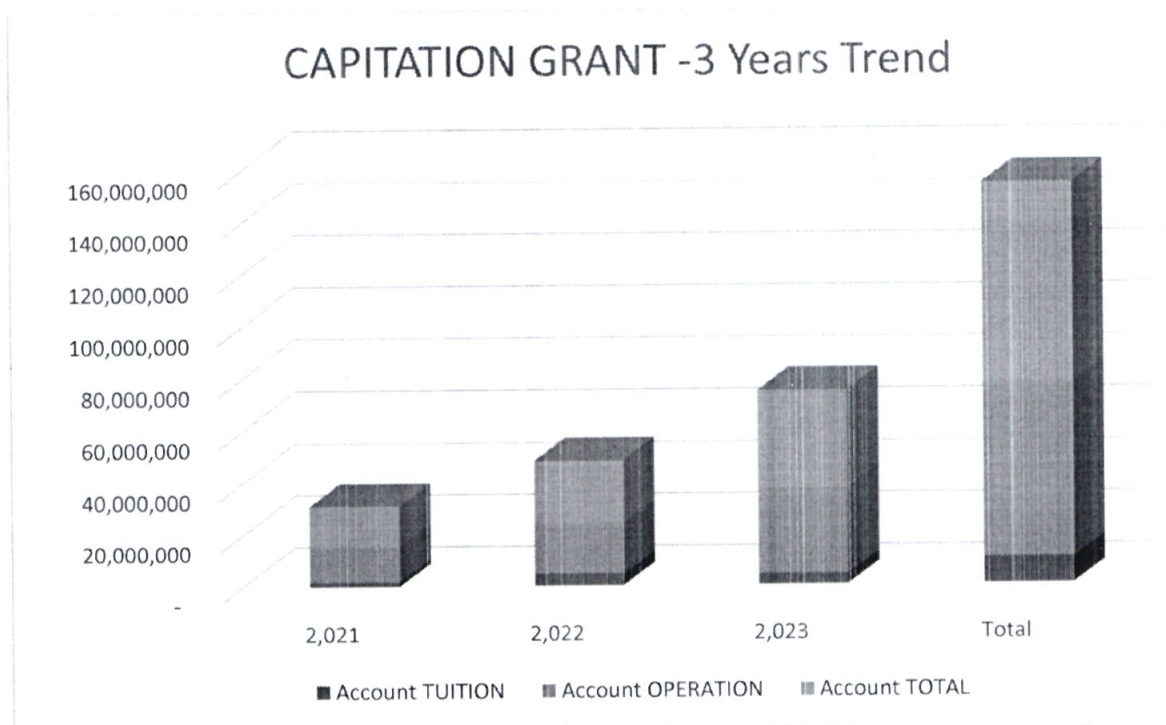


- *Capitation grants from the Ministry of Education for the last three years*

Year	Tuition	Operations	Total
2021	1,666,807	13,936,350	15,603,157
2022	4,481,457	19,672,527	24,153,984
2023	4,118,025	33,268,958	37,386,983
Total	10,266,289	66,877,835	77,144,124

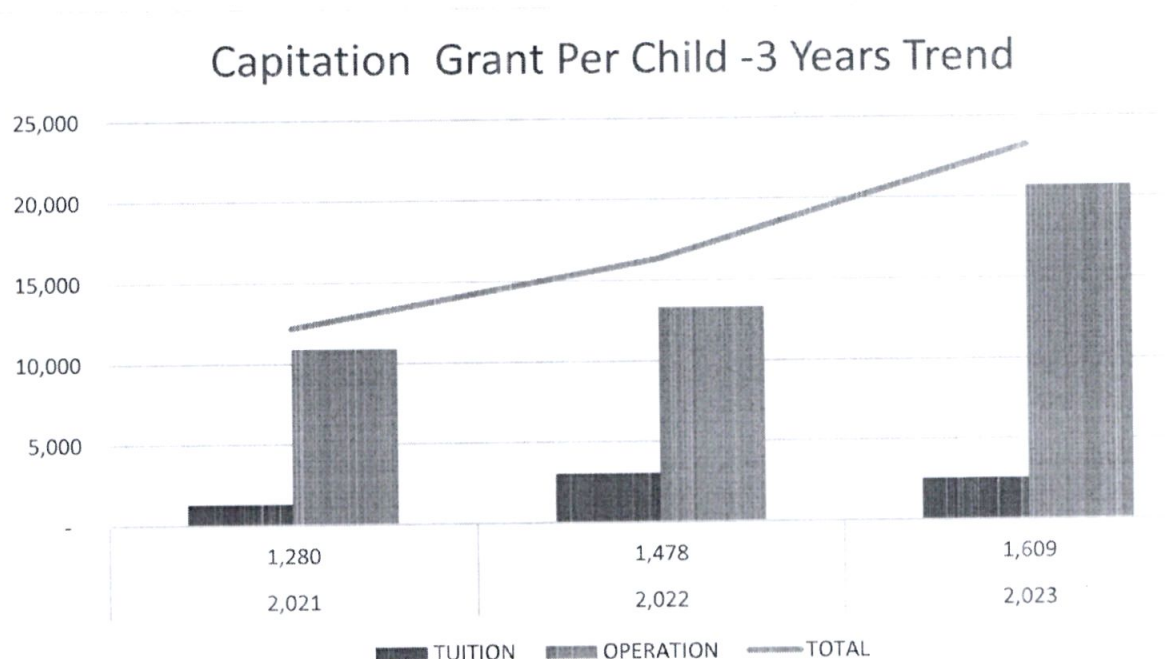
KAHUHIA GIRLS' HIGH SCHOOL

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



Ratio of capitation grant per student over the last three years

Year	Enrolment	Tuition	Operations	Total
2021	1,280	1,302	10,888	12,190
2022	1,478	3,032	13,310	16,342
2023	1,609	2,559	20,677	23,236



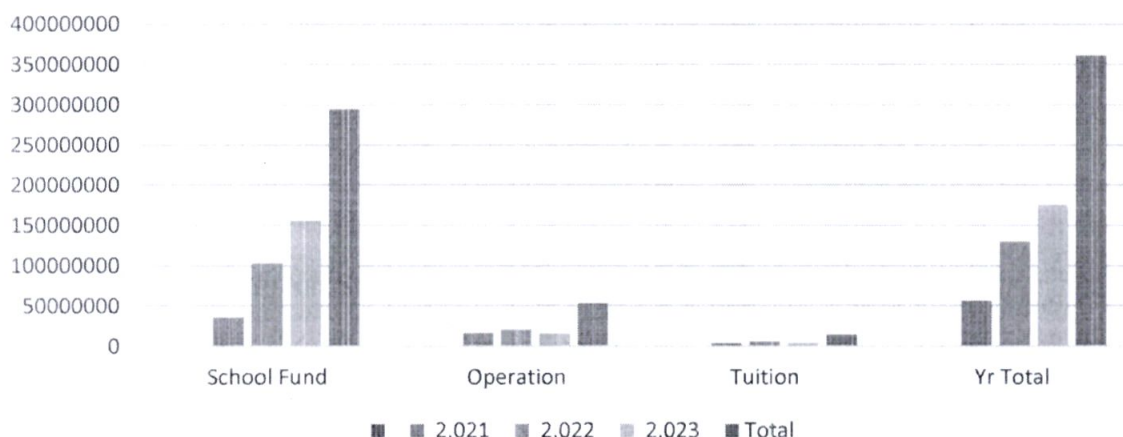
KAHUHIA GIRLS' HIGH SCHOOL

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

Three years growth in expenditure

Year	School Fund	Operation	Tuition	Year Total
2021	35,899,266	16,636,213	3,961,240	56,496,719
2022	103,034,714	20,551,649	5,802,150	129,388,513
2023	155,336,000	15,807,923	4,292,128	175,436,051
Total	294,269,980	52,995,785	14,055,518	361,321,283

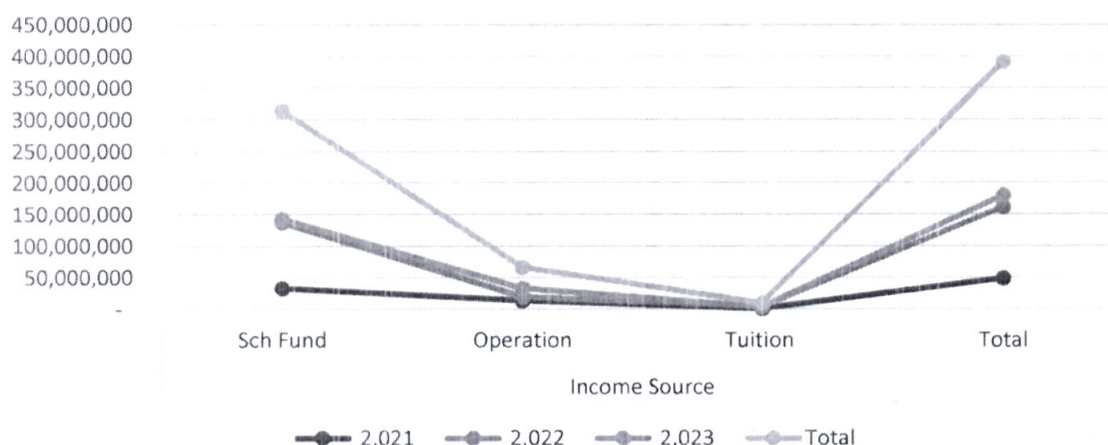
Expenditure -3 Years Trend



- Three years growth in income

Year	School Fund	Operation	Tuition	Total
2021	33,209,142	13,936,350	1,666,807	48,812,299
2022	137,611,597	19,672,527	4,481,457	161,765,581
2023	143,302,973	33,268,958	4,118,025	180,689,956
Total	314,123,712	66,877,835	10,266,289	391,267,836

Growth of Other Incomes -3 Years Trend



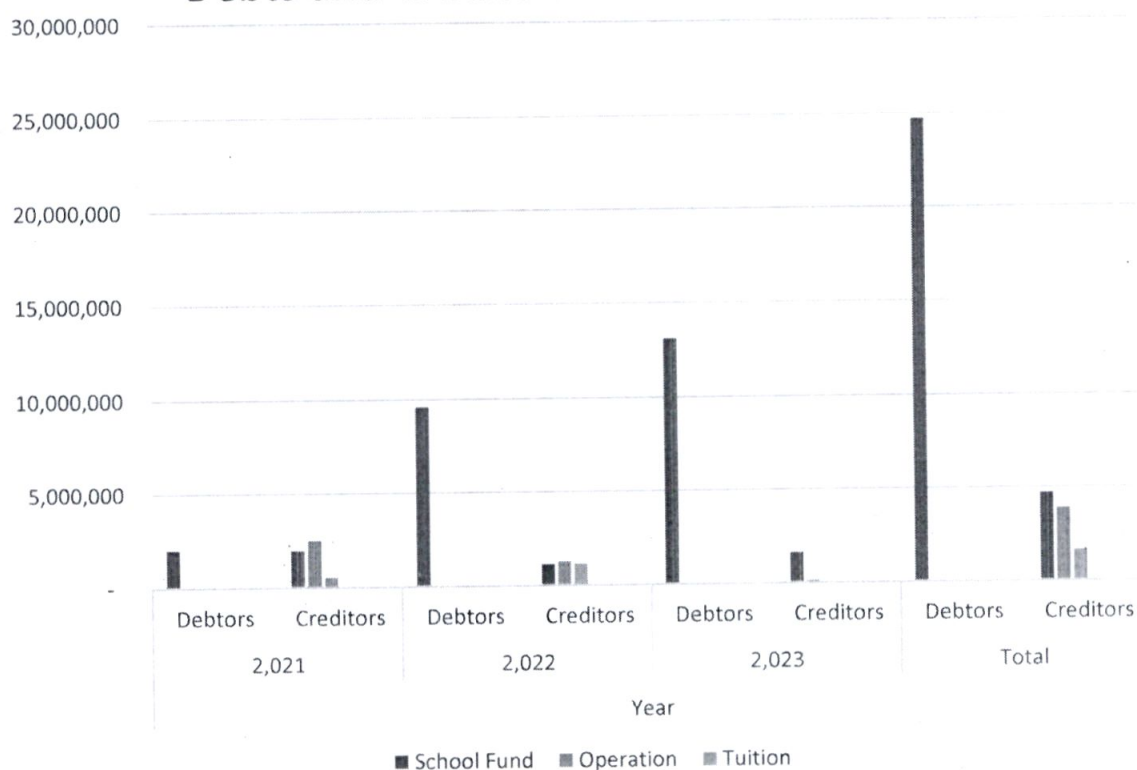
KAHUHIA GIRLS' HIGH SCHOOL

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

Movement of Debtors and Creditors

Year		School Fund	Operation	Tuition	Year Total
2021	Debtors	9,378,540	-	-	9,378,540
	Creditors	2,260,480	2,500,000	500,000	5,260,480
2022	Debtors	12,462,536	-	-	12,462,536
	Creditors	1,124,854	1,245,841	1,125,850	3,496,545
2023	Debtors	19,052,186	-	-	19,052,186
	Creditors	17,311,597	121,918	-	17,311,597
Total	Debtors	40,893,262	-	-	24,703,901
	Creditors	20,696,931	3,867,759	1,625,850	26,190,540

Debts and Creditors -3 Years Trend



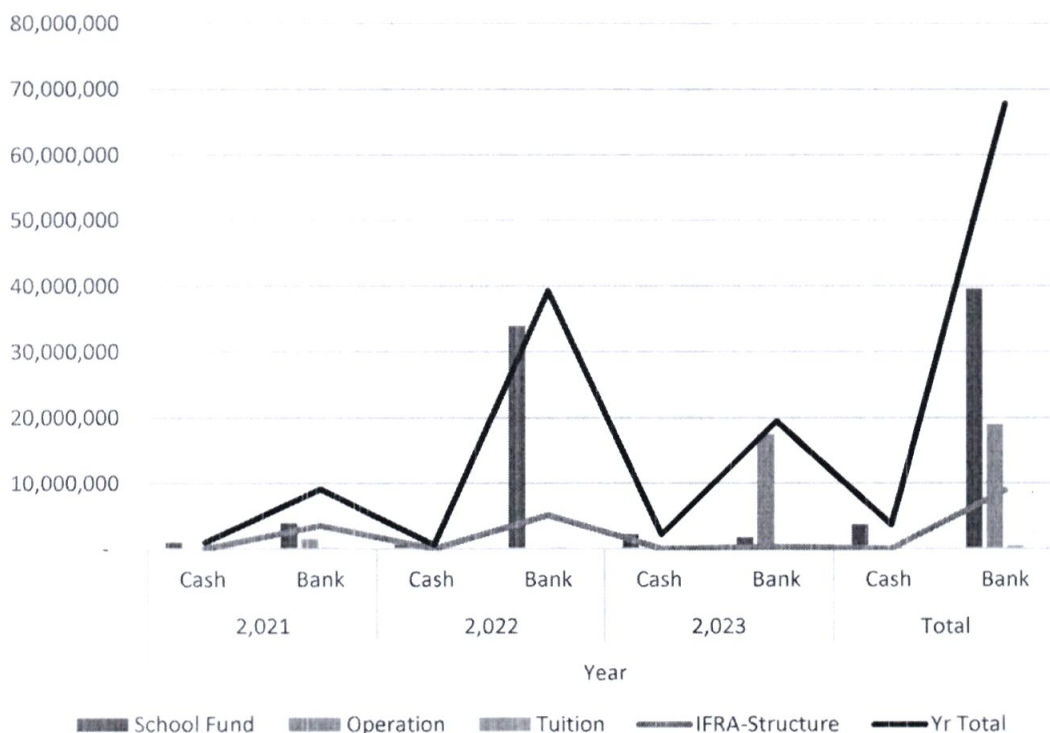
KAHUHIA GIRLS' HIGH SCHOOL

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

Movement of cash and bank balances over the last three years

Year		School Fund	Operation	Tuition	Infrastructure	Year Total
2021	Cash	938,522	-	-	-	938,522
	Bank	4,594,494	1,471,643	172,516	3,539,538	9,778,191
2022	Cash	573,582	-	-	-	573,582
	Bank	36,090,570	5,722	183,674	5,146,622	41,426,588
2023	Cash	2,195,332	-	-	-	2,195,332
	Bank	33,695,543	17,466,758	9,573	271,552	51,443,425
Total	Cash	3,707,436	-	-	-	3,707,436
	Bank	39,530,612	18,944,123	365,763	8,957,712	67,798,210

Cash and Bank Balances -3 Years Trend



KAHUHIA GIRLS' HIGH SCHOOL

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

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

b) Teacher Student ratio:

Ratio of students to Teachers	
Total enrolment	1,609
Total Number of Teachers	60
Students: Teacher's ratio	1:27

Teachers Turnover	
Number of teachers recruited in the year	7
Number of teachers transferred inwards in the year	5
Number of teachers transferred outwards in the year	4
Net inflow of teachers	8

Teachers Employment	
Number of teachers required by CBE	60
Number of teachers employed by TSC	45
Shortage of teachers before BOM teachers	15
Number of teachers employed by BOM	10
Net Shortage Number of teachers	5

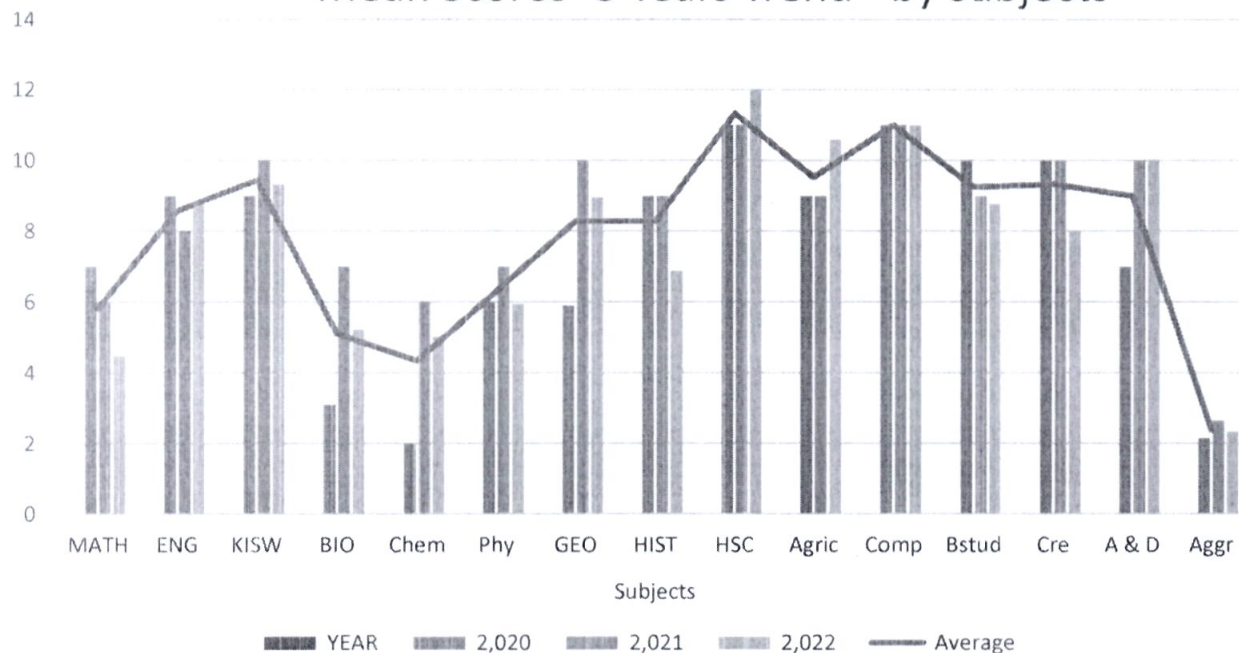
KCSE Results for the Last 3 Years

YEAR	Subjects													
	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	HSC	Agric	Comp	Bstud	Cre	A & D
2020	7	9	9	3	2	6	6	9	11	9	11	10	10	7
2021	6	8	10	7	6	7	10	9	11	9	11	9	10	10
2022	4	9	9	5	5	6	9	7	12	11	11	9	8	10

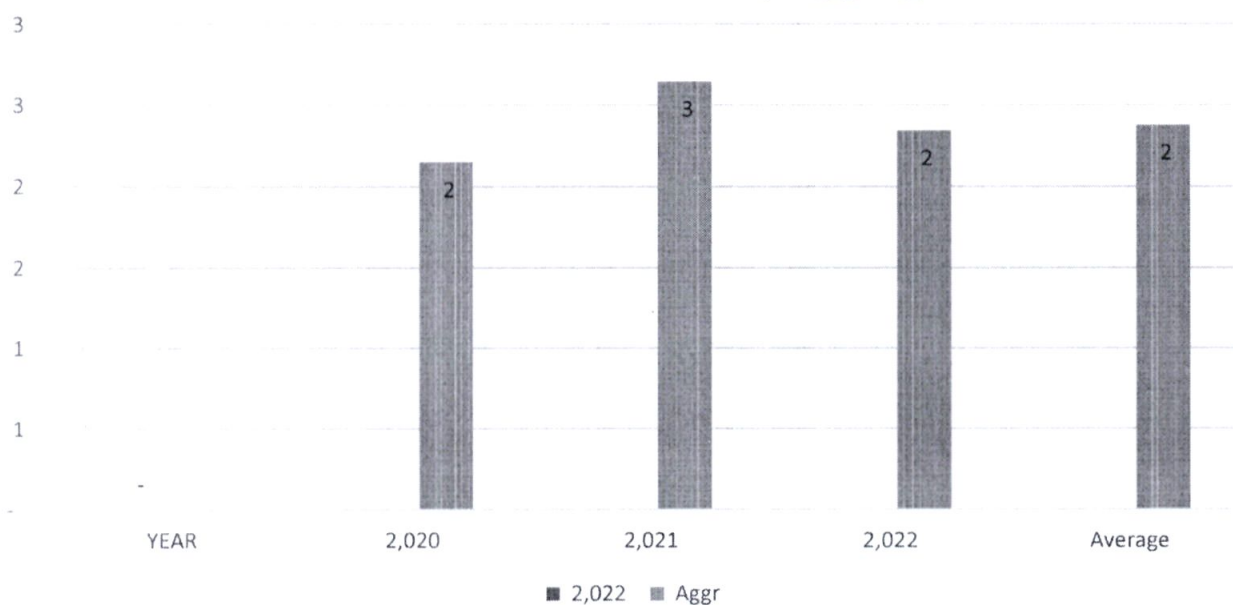
KAHUHIA GIRLS' HIGH SCHOOL

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

Mean Scores -3 Years Trend- by subjects



Mean Scores -3 Years Trend- by aggregate Mean



a) Number of Candidates who sat for KCSE 2022:

2022	2021	2020
295	275	257

KAHUHIA GIRLS' HIGH SCHOOL

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

b) Capacity of the school:

Area	Means of infrastructure measurement	Quantity of infrastructure required	Actual quantity of infrastructure available	Infrastructure gap
Classrooms	Number of classes	25	21	4
Laboratories	Number of laboratories	5	4	1
Toilet Doors	Number of toilet doors	80	60	20
Dining Hall	Number of students well seated	1500	1,200	300
Library	Number of students well seated	600	300	300
Staffroom	Number of teachers well seated	60	48	12
Staff Houses	Number of Staff When Properly Housed	20	8	12

KAHUHIA GIRLS' HIGH SCHOOL

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

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

c) Development projects carried out by the school:

Projects Analysis	
	Name of project
	CONSTRUCTION OF SEPTIC TANK
Estimated (BQ) Cost	3,082,866.00
Source(s) of Funding	Infrastructure Fund
Contract Cost	2,965,640.00
Start Date of project	4 TH April, 2023
Expected Completion date	30 TH June, 2024
Status	Work in Progress
Amount paid	1,381,900.00
Amount due on project	2,111,211.00
comment on project success/challenges	Construction of septic tank ongoing.

PRINCIPAL
KAHUHIA GIRLS HIGH SCHOOL
1000 KAHUHIA DRIVE, KAHUHIA
DATE:..... SIGN:.....

School Principal

KAHUIA GIRLS' HIGH SCHOOL

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

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 Kahuhia Girls High 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 30th June, 2023, and of the school's financial position as at that date.



Name: Adv. Ruth Muirure

Designation: Chairperson, School Board of Management

Date: 28.04.2026



PRINCIPAL
KAHUHIA GIRLS HIGH SCHOOL
P. O. Box 66 - 10206, KAHUHIA

Name: Naomi Njeri Njehia

Designation: School Principal & Secretary to Board of Management

Date: 28/4/20

DATE..... SIGN:.....



Name: Martha Wangari Gichure

Designation: Bursar/ Finance Officer

Date: 28/4/20

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 KAHUHIA GIRLS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – MURANGA COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kahuhia Girls High School set out on pages 1 to 16, which comprise of the statement of assets and liabilities as at

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

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

Basis for Qualified Opinion

Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.53,638,757 as disclosed in Note 10 and Note 11 to the financial statements. The balance relates to five (5) bank accounts with a total balance of Kshs.51,443,425 and a cash balance of Kshs.2,195,332. However, the bank balances were not supported by bank reconciliation statements. Further, Board of Survey reports in support of the bank balances were not provided for audit. In addition, the School maintained one cash book for the two school fund accounts with a total balance of Kshs.33,695,543 and it was not possible to establish the individual fund account balance.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.53,638,757 could not be confirmed.

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

Key Audit Matters

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

Other Information

The Management is responsible for the Other Information set out on page iii to xvii which comprise of Key School Information and Management, Summary Report of Performance

of the School, and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.28,787,958 as disclosed in Note 2 to the financial statements from the Ministry of Education, which was credited to the operations bank account. The grants include an amount of Kshs.21,103,000 in respect of infrastructure grants, which were to be transferred to the infrastructure bank account for the maintenance and improvement of the school's facilities. However, an amount of Kshs.19,481,000 had been transferred to the infrastructure account as at 30 June, 2023, leaving a balance of Kshs.3,136,000. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/ dated 16 June, 2021, which directed that infrastructure grants, as well as maintenance and improvement funds, should be transferred to the school infrastructure account within fifteen (15) days upon receipt in the operations account.

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

2. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations of Kshs.4,118,026 and Kshs.28,787,957.85, respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand six hundred and forty (1640) students while the enrolment records provided by the school indicated a total number of one

thousand six hundred and twenty (1620) students, resulting in an unexplained variance of twenty (20) students. As a result of the variances, the school was over funded by an amount of Kshs.232,500

In the circumstances, the overfunding of the School may have resulted in misallocation of scarce public resources from priority needs.

3. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects amounts of Kshs.4,118,025, Kshs.28,787,958 and Kshs.4,481,000 in respect of capitation grants for tuition, operations and infrastructure grants respectively all totaling Kshs.37,386,983. Comparison of data from National Education Management and information System (NEMIS) with records from the school revealed that during the financial year under audit, NEMIS reflected one thousand six hundred and forty (1,640) students while records from the school data had of one thousand six hundred and twenty (1,620) students, resulting in an overfunding of the school by an amount of Kshs.232,500. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate.

In the circumstances, the School Management did not comply with the Ministry of Education directives.

4. Long Outstanding Payables

The statement of assets and liabilities reflects payables balance of Kshs.17,311,597 as disclosed in Note. 14 to the financial statements. However, the accounts payables balance of Kshs.3,496,545 which had been outstanding for more than a year, and risk of loss of public funds through litigations, interests and penalties. This was contrary to Regulation 42 (1) (a) of the Public Finance Management (National Government) Regulations, 2015 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

5. Unapproved Fees on Parents Association Support Programme

Review of records revealed that the School charged amounts of Kshs.12,573,600 for remedial, Kshs.17,481,288 for development, Kshs.1,483,369 for endowment and Kshs.5,303,380 for administration totalling Kshs.36,841,637 to support the Parent Association Programme. However, the Programme was not approved by the Ministry of Education through the County Education Board contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education.

In the circumstances, Management was in breach of the Government guidelines.

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.150,783,436 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.856,160 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, the value for money for money transferred to KESSHA amounting to Kshs.856,160 could not be confirmed.

7. Irregularities in Procurement Processes

Review of the School's procurement processes revealed the following irregularities;

7.1. Lack of Structured Procurement Processes

During the year under review, the School did not adhere to established procurement procedures, as evidenced by use of inappropriate procurement methods including reliance on direct procurement which circumvented competitive bidding, lack of key committees and procurement reports, including evaluation, inspection, and acceptance reports. Further, no market surveys were conducted. This was contrary to Section 44 (2) (d) of the Public Procurement and Asset Disposal Act, 2015 which states that an Accounting Officer shall ensure proper documentation of procurement proceedings and safe custody of all procurement records in accordance with the Act.

7.2. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(1) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

7.3. Payments Without Electronic Tax Invoices

Review of sampled payment vouchers for boarding and school fund revealed that payments amounting to Kshs.42,458,063 for supplies were not supported with electronic tax invoices contrary to the provisions of Regulations 6(1) of Value Added Tax (Electronic Tax Invoices) Regulations, 2020. Further, Management did not withhold Value Added Tax (VAT) on the taxable payments which is an offence under Section 42(4c) of Tax Procedures Act, 2015.

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

8. Undercharged Rental Income

Review of records and discussions with Management revealed that the School owns twenty-two (22) staff housing units comprising two-bedroom and three-bedroom houses. The School charges Kshs.680 and Kshs.880 for a two-bedroom and three-bedroom house respectively. During the year under review, the School generated rental income amounting to Ksh.32,050. However, the units were leased at rates significantly below prevailing market rates and Management did not provide a clear basis for the charges applied. Further, the School had not executed formal tenancy agreements with the occupants, and therefore the enforceability of the occupancy arrangements could not be ascertained.

In the circumstances, value for money from the use School houses could not be confirmed.

9. Excess Supply of Books

During the year under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed two thousand four hundred and eighty-four (2,484) text books to the school while only one thousand one hundred and forty-six (1,146) books were issued to the students, resulting in one thousand three hundred and thirty- eight (1,338) excess textbooks in the school's store that were no longer in use.

In the circumstances, value for money on the excess one thousand three hundred and thirty- eight (1,338)) textbooks could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.19,052,186 in respect of fees arrears as disclosed in Note 13 to the financial statements. Review of the ageing analysis Note 13(b) to the financial statements indicates that long outstanding debts amounting to Kshs.5,945,090 (net of the unanalyzed recoveries of Kshs.11,440,926) have remained unpaid for more than a year. However, no policy on debt recovery was provided for audit casting doubt on the recoverability of the accounts receivable balance of Kshs.19,052,186.

In the circumstances, the accuracy and recoverability of the accounts receivables balance of Kshs.19,052,186 could not be confirmed.

2. Lack of Internal Audit Function and Non-Functional Audit Committee

During the year under review, the School had not constituted an Audit Committee and an Internal Audit Unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the school through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury. Further, the School's Audit Committee was not active during the year under review.

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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



FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 May, 2026

KAHUHIA GIRLS' HIGH SCHOOL

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

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

Description of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government Grants for Tuition	1.	4,118,025.75	4,481,457.00
Government Grants for Operations	2.	28,787,957.85	19,672,527.70
Government Grants for Infrastructure	3.	4,481,000.00	0.00
School fund Income- Parents' Contributions	4.	107,731,457.00	92,309,731.00
School Fund – Other Incomes	5.	35,571,516.00	45,336,580.00
Total Receipts		180,689,956.60	161,800,295.10
Payments			
Tuition	6.	4,292,128.00	5,802,150.00
Operations	7.	11,326,923.00	20,551,649.00
Infrastructure	8.	6,163,708.00	0.00
Boarding and School Fund	9.	150,783,436.00	103,034,714.00
Total Payments		172,566,195.00	129,388,513.00
Surplus/Deficit		8,123,761.00	32,411,782.00

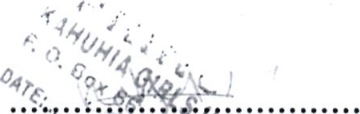
The school financial statements were approved on 22/4/2024 and signed by:



Name: Adv. Ruth Muriru

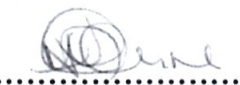
Chairperson BOM

Date: 22/4/2024


KAHUHIA GIRLS' HIGH SCHOOL
P. O. BOX 854
DATE: 22/4/2024

Name: Naomi Njeri Njihia
School Principal/ Secretary to
BOM

Date: 22/4/2024



Name: Martha Wangari

Bursar/ Finance Officer

Date: 22/4/2024

KAHUHIA GIRLS' HIGH SCHOOL

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

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

Description	Note	2022-2023 Kshs	2021-2022 Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances	10.	51,443,425.04	41,426,588.00
Cash Balances	11.	2,195,332.00	573,582.00
Total Cash and Cash Equivalent		53,638,757.04	42,000,170.00
Account's Receivables	13.	19,052,186.00	12,462,536.00
Total Financial Assets		72,690,943.04	54,462,706.00
Financial Liabilities			
Accounts Payables	14.	17,311,597.00	7,207,121.00
Net Financial Assets		55,379,346.00	47,255,585
Represented by			
Accumulated fund b/fwd	15.	47,255,585.00	14,843,803.00
Surplus/Deficit for the Year		8,123,761.00	32,411,782.00
Net Financial Position		55,379,346.00	47,255,585.00

The school's financial statements were approved on 28/4/26 2024 and signed by:



Name: Adv. Ruth Muirure

Chairperson BOM

Date: 28.04.2024

PRINCIPAL

KAHUHIA GIRLS' HIGH SCHOOL
P. O. Box 66 - 10206 NJIHIA

Name: Naomi Njeri Njihia
School Principal/ Secretary to BOM

Date: 28/4/26



Name: Martha Wangari

Bursar/ Finance Officer

Date: 28/4/26

BOM CHAIRMAN
KAHUHIA GIRLS' HIGH SCHOOL
Date: 28.04.2024

KAHUHIA GIRLS' HIGH SCHOOL

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

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

Description	Note	2022-2023 Kshs	2021-2022 Kshs
Cash from Operating Activities			
Receipts			
Government Grants for Tuition	1.	4,118,026.00	4,481,457
Government Grants for Operations	2.	28,787,958.00	19,672,527
Government Grants for Infrastructure	3.	4,481,000.00	0.00
School Fund Income- Parents Contributions	4.	107,731,457.00	92,309,731
School Fund Income – Other Receipts	5.	35,571,516	45,336,580
Total Receipts		180,689,957.00	161,800,295
Payments			
Cash Outflows for Tuition	6.	4,292,128.00	5,802,150
Cash Outflows for Operations	7.	11,326,923.00	20,551,649
Infrastructure Account	8.	6,163,708.00	0.00
Cash outflows Boarding fund payments	9.	147,268,611.00	104,163,069
Total Payments		169,051,370.00	130,516,868
Net Cash Inflow/outflow from Operating activities		11,638,587.00	31,283,427
Net increase/decrease in cash and cash equivalents		11,638,587.00	31,283,427
Cash and cash equivalent at beginning of the FY		42,000,170.00	10,716,743
Cash and cash equivalent at end of the FY		53,638,757.00	42,000,170.00

The school's financial statements were approved on 22/4/2024 and signed by:



Name: Adv. Ruth Muirure

Chairperson BOM

Date: 29.04.2024

PRINCIPAL
KAHUHIA GIRLS' HIGH SCHOOL
P. O. Box 65 - 10206, KAHUHIA

Name: Naomi Njeri Njihia
School Principal/ Secretary to BOM

Date: 28/4/2024



Name: Martha Wangari

Bursar/ Finance Officer

Date: 22/4/2024

BOM CHAIRMAN
KAHUHIA GIRLS' HIGH SCHOOL
Date: 29.04.2024

KAHUHIA GIRLS' HIGH SCHOOL

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

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Teaching / Learning Materials	6,191,136.00	-	6,191,136.00	4,118,025.00	67%
(2) Capitation Grant on Operations					
Personnel Emoluments	6,490,360.00	-	6,490,360.00	1,210,000.00	19%
Repairs and Maintenance	8,200,000.00	-	8,200,000.00	6,103,000.00	74%
Local Transport / Travelling	4,148,000.00	-	4,148,000.00	720,000.00	17%
Electricity and Water	3,559,000.00	-	3,559,000.00	640,000.00	18%
Administration Costs	3,101,835.00		3,101,835.00	218,000.00	7%
Activity	1,650,000.00	-	1,650,000.00	229,200.00	14%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	7,470,000.00	-	7,470,000.00	4,481,000.00	60%
(4) Fees Charged on Parents					
Repairs and Maintenance	6,499,800.00	-	6,499,800.00	4,337,347.00	68%
Local Transport / Travelling	3,040,000.00	-	3,040,000.00	1,937,542.00	64%
Personnel Emoluments	14,582,308.00	-	14,582,308.00	8,202,157.00	62%
Administration Costs	4,146,320.00	-	4,146,320.00	5,384,125.00	129%
Activity	2,060,000.00	-	2,060,000.00	655,155.00	32%
Boarding Equipment and Stores	63,336,000.00	-	63,336,000.00	77,489,233.00	122%
Electricity and Water	6,305,000.00	-	6,305,000.00	9,806,616.00	155%
Total Income	140,779,759.00		140,779,759.00	125,531,400.00	
(6) Expenditure for					

KAHUHIA GIRLS' HIGH SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Tuition					
Teaching / Learning Materials	6,191,136.00	-	6,191,136.00	4,292,128.00	70%
(7) Expenditure for Operations					
Personnel Emoluments	6,490,360.00	-	6,490,360.00	1,206,078.00	19%
Repairs and Maintenance	8,200,000.00	-	8,200,000.00	6,411,574.00	78%
Local Transport / Travelling	4,148,000.00	-	4,148,000.00	717,355.00	17%
Electricity and Water	3,559,000.00	-	3,559,000.00	637,884.00	18%
Administration Costs	3,101,835.00	-	3,101,835.00	217,720.00	7%
Activity	1,650,000.00	-	1,650,000.00	702,930.00	42%
(8) Expenditure For infrastructure					
Maintenance & Improvement MoE	7,470,000.00	-	7,470,000.00	7,136,070.00	96%
(9) Expenditure For school fund/boarding					
Repairs and Maintenance	6,499,800.00	-	6,499,800.00	3,855,424.00	59%
Local Transport / Travelling	3,040,000.00	-	3,040,000.00	3,889,664.00	128%
Personnel Emoluments	14,582,308.00	-	14,582,308.00	11,649,814.00	80%
Administration Costs	4,146,320.00	-	4,146,320.00	6,768,074.00	163%
Activity	2,060,000.00	-	2,060,000.00	2,142,220.00	104%
Boarding Equipment and Stores	63,336,000.00	-	63,336,000.00	75,430,572.00	119%
Electricity and Water	6,305,000.00	-	6,305,000.00	5,544,251.00	88%
Totals	140,779,759.00	-	140,779,759.00	130,601,758.00	

Notes to the budget utilization

(i) Low percentages in Tuition and Operations both grants and expenditure were caused by partial capitation grants released by the MOE. This led to over utilization in the similar voteheads under the school fund account.

KAHUHIA GIRLS' HIGH SCHOOL

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

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.

KAHUHIA GIRLS' HIGH SCHOOL

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

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 30th June 2023.

KAHUHIA GIRLS' HIGH SCHOOL

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

Notes To the Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Teaching / Learning Materials	4,118,026.00	4,481,457.40
Total	4,118,026.00	4,481,457.40

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	1,210,000.00	0.00
Repairs and Maintenance	6,103,000.00	7,173,000.70
Transport and Travel	720,000.00	0.00
Electricity and Water	640,000.00	0.00
Administration Costs	218,000.00	0.00
TIG	15,000,000.00	0.00
School Fund Account	0.00	0.00
Others	4,448,158.00	12,499,529.00
Medical	149,600.00	0.00
Activity	299,200.00	0.00
Infrastructure Account	0.00	0.00
Total	28,787,958.00	19,672,527.70

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance& Improvements - MOE	4,481,000.00	0.00
Total	4,481,000.00	0.00

KAHUHIA GIRLS' HIGH SCHOOL

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

4 School Fund Income - Parents Contribution

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	8,202,157	7,693,692.00
Repairs and Maintenance	4,337,374	5,000,852.00
Transport and Travel	1,937,542	1,861,912.00
Electricity and Water	9,806,616	10,645,529.00
Administration Costs	5,303,380	4,790,334.00
Boarding, Equipment's and Stores	77,489,233	46,433,608.00
PTA	0	5,861,962.00
Activity	655,155	608,994.00
Total	107,731,457	82,896,883.00

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Prepayments	0.00	4,963,127.00
Damages	0.00	5,861,627.00
Insurance	18.00	0.00
Lagos Team	100,000.00	0.00
Endowment Fund	1,483,369.00	1,289,916.00
House Rent	32,050.00	67,930.00
Bakery	8,885,363.00	7,195,134.00
Development	17,481,288.00	12,104,506.00
School Farm	1,397,580.00	1,099,683.00
Advance	12,900.00	13,000.00
House Rent Arrears	13,860.00	93,420.00
Disposal Account	0.00	117,591.00
Student Identification Card	95,400.00	163,255.00
Uniform	6,069,688.00	12,367,391.00
Total	35,571,516.00	45,336,580.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Teaching Learning Materials	4,292,128.00	5,802,150.00
Total	4,292,128.00	5,802,150.00

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	2,691,639.00	0.00
Repairs and Improvements	4,481,000.00	8,162,520.00
Administration Cost	2,591,318.00	0.00
Medical and Insurance	60,000.00	0.00
Transport and Travel	1,394,092.00	0.00
Electricity and Water	1,339,347.00	0.00
Other Vote Heads	0.00	12,389,129.00
Activity Expenses	3,250,527.00	0.00
Total	11,326,923.00	20,551,649.00

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	6,163,708.00	0.00
Total	6,163,708.00	0.00

PAYMENT FOR INFRASTRUCTURE NOTES TO CASH FLOW

Reported in the cashflow statement	6,041,790.00
Add: Pending accounts payable	121,918.00
Reported in statement of Receipts and Payments	6,163,708.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Notes to the Financial Statements (continued)

9 Boarding and School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	21,803,933.00	7,239,920.00
Repairs and Maintenance	3,939,284.00	8,060,783.00
Transport and Travel	4,315,573.00	2,014,619.00
Electricity and Water	6,086,777.00	7,206,723.00
Prepayments	6,892,030.00	0.00
Administration Costs	6,772,574.00	4,199,464.00
Caution	7,800.00	20,500.00
Development	10,559,898.00	0.00
Boarding, Equipment's and Stores	71,323,588.00	48,975,370.00
Insurance	480,670.00	0.00
Activity	2,189,820.00	303,180.00
Bakery	2,942,419.00	4,217,440.00
PTA	0.00	3,015,408.00
Endowment	4,290,000.00	0.00
Farm	1,804,050.00	1,025,270.00
House Rent	0.00	17,950.00
Uniform	7,288,020.00	14,057,477.00
Advance	87,000.00	44,000.00
Student's Identification Card	0.00	75,600.00
Damages	0.00	2,561,010.00
Total	150,783,436.00	103,034,714.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023 Kshs	2021-2022 Kshs
Tuition Account	Active	0220291405247	9,573.00	183,674.92
Operations Account	Active	1107187737	17,466,758.00	5,722.90
Ministry of Education Savings	Active	1106794109	0.00	18,076.00
Savings Account 4109	Active		0.00	141,485.00
Development Savings	Active	1106352114	0.00	390,865.00
Uwezo Savings Account	Active		0.00	118,044.55
School Fund Account	Active	1108562965	31,994,279.00	33,903,326.00
Equity Account	Active	0220290472107	1,701,264.00	1,518,774.62
Infrastructural Account	Active	0220272820495	271,552.00	5,146,622.00
Total			51,443,425.00	41,426,588.99

11 Cash In Hand

Description	2022-2023 Kshs	2021-2022 Kshs
School Fund Account	2,195,332.00	573,582.00
Total	2,195,332.00	573,582.00

12 Short Term Investments

Description	2022-2023 Kshs	2021-2022 Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Total	0.00	0.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	19,052,186.00	12,462,536.00
Total	19,052,186.00	12,462,536.00

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	13,107,096.00	54%	9,596,805.00	55%
Between 1- 2 years	9,596,805.00	15%	2,000,000.00	12%
Between 2-3 years	2,000,000.00	8%	5,789,211.00	33%
Over 3 years	5,789,211.00	23%	0.00	0.00
Recoveries	11,440,926.00	0.00	4,923,480.00	0.00
Total (should tie to note 13 a)	19,052,186.00	100%	12,462,536.00	100%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	14,154,389.00	3,496,545.00
Prepaid Fees	3,157,208.00	3,710,576.00
Total	17,311,597.00	7,207,121.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	2022-2023	% of the total	2021-2022	% of the total
Less than 1 year	10,657,844	75%	3,496,545.00	100%
Between 1-2 years	3,496,545	25%		
Total (should tie to note 14)	14,154,389	100%	3,496,545.00	100%

15 Fund Balance Brought Forward

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Balances	41,426,591		9,778,191	
Cash Balances	573,582		938,552	
Receivables	12,462,536		9,387,540	
Payables	(7,207,121)		(5,260,480)	
Total	47,255,585		14,843,803	

KAHUHIA GIRLS' HIGH SCHOOL

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

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	5	420,000.00	400,000.00
Calves	5	85,000.00	125,000.00
Trees	800	8,000,000.00	8,000,000.00
Total		8,505,000.00	8,525,000.00

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	0.00	0.00
Balance at the end of the year	0.00	0.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Other important disclosure notes

19 Stock/ Inventory

Description		2022-2023 Kshs	2021-2022 KShs.
a) StockInventories			
ITEM	QUANTITY		AMOUNT
Rice	2 bags	9,000.00	36,000.00
Maize	2 bags	15,000.00	80,661.00
Beans	3 bags	33,000.00	170,000.00
Porridge flour	2 bags	15,000.00	45,000.00
Sugar	4 bags	30,000.00	45,000.00
Cooking oil	5 cans	38,000.00	30,400.00
Salt	4 bales	4,800.00	6,000.00
Tea Leaves	1 carton	2,400.00	2,400.00
Balance at end of the year		147,200.00	415,461.00

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

KAHUHIA GIRLS' HIGH SCHOOL
P.O. Box 66 - 10206, KAHUHIA
DATE..... SIGN.....

KAHUHIA GIRLS' HIGH SCHOOL

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

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2022	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply of Goods						
1. Wambogo Vegetable Transporters	264,760.00	1 st May, 2023		264,760.00		To be paid by 31 st October 2023.
2. Sirdajan Investment	343,000.00	17 th February, 2023		343,000.00		To be paid by 31 st October 2023.
3. Dunann Investment	355,803.00	13 th January, 2023.		355,803.00		To be paid by 31 st October 2023.
4. Dennis Maina	13,000.00	30 th March 2023.		13,000.00		To be paid by 31 st October 2023.
5. Ravid Holdings	450,000.00	15 th February 2023.		450,000.00		To be paid by 31 st October 2023.
6. Tripple Stores	186,900.00	10 th April, 2023		186,900.00		To be paid by 31 st October 2023.
7. AnnembugusC onstructions Ltd	121,918.00	16 th February, 2023.		121,918.00		To be paid by 31 st October 2023.
Grand Total	1,735,381.00			1,735,381.00		

KAHUHIA GIRLS' HIGH SCHOOL

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

Annex 2 – Summary of Fixed Assets Register

Asset class	Historical Cost b/f(Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f(Kshs) 30 th June 2021
Land 37 Hectares @3,000,000.00	111,000,000.00			111,000,000.00
Buildings and structures	400,000,000.00			400,000,000.00
Motor vehicles KBN 265E	4,500,000.00			4,500,000.00
KBW 156V	2,800,000.00			2,800,000.00
KCT 511Y	1,800,000.00			1,800,000.00
Office equipment, furniture and fittings	18,000,000.00			18,000,000.00
ICT Equipment, and Other ICT Assets	12,000,000.00			12,000,000.00
Tools and apparatus	6,000,000.00			6,000,000.00
Textbooks	5,578,000.00			5,578,000.00
Other Machinery and Equipment	3,000,000.00			3,000,000.00
Firefighting equipment's	400,000.00			400,000.00
Biometrics	450,000.00			450,000.00
Water Systems	20,000,000.00			20,000,000.00
Electrical Installation	18,000,000.00			18,000,000.00
Tent and Chairs	180,000.00			180,000.00
Cambro Pavements	1,500,000.00			1,500,000.00
Screeding Pavements	1,200,000.00			1,200,000.00
School Gate	4,300,000.00			4,300,000.00
CCTV Intallations	1,200,000.00			1,200,000.00
Total	611,908,000.00			611,908,000.00

