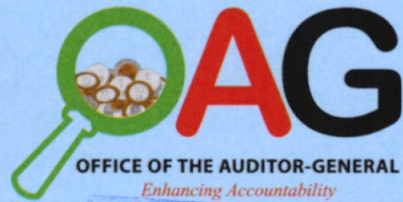


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

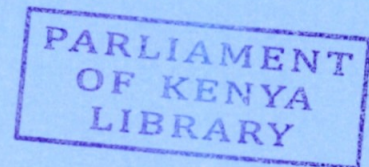


REPORT DATE: 02 JUN 2026 DAY: Thursday
TABLED BY: Deputy Malindi Part 1
CLERK-AT THE-TABLE: Halima Ahmed

OF

THE AUDITOR-GENERAL

ON



KARAMUGI GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2022

THARAKA NITHI COUNTY

Revised 30th June 2022.



**KARAMUGI GIRLS' SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2022**

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

PUBLIC SECONDARY SCHOOLS – KARAMUGI GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

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KEY SCHOOL INFORMATION AND MANAGEMENT

KARAMUGI GIRLS SECONDARY SCHOOL

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Tharaka Nithi County, Meru south Sub-County

The school was registered in 27/2/1974 under registration number 19S30000041 and is currently categorized as an extra county public school established, owned and operated by the Government.

The school is a Boarding school and had 340 number of students as at 30th June 2022 it has 3 streams and 24 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
1	NDII STANLEY MORRIS MWITI	Chairman	9/8/2019
2	MARTHA MUKUNDI	Secretary- Principal	9/8/2019
3	DAVID KIMANTHI MARUTA	Member	9/8/2019
4	DENNIS MUGAMBI KIBUNGI	Member	9/8/2019
5	JAPHET NDEKE MUURU	Member	9/8/2019
6	JASON MUCHIRI	Member	9/8/2019
7	LEAH MURUGI	Member	9/8/2019
8	JANEROSE KAITHI MUTEGI	Member – Rep CEB	9/8/2019
9	NANCY KATHAMBI MUTURUCHIU	Member Rep Teachers	9/8/2019
10	AGOSTINA MUTEGI	3 Members - Sponsor	9/8/2019
11	ANN HILDAH GATAKAA	Member	9/8/2019
12	FR.GEORGE	Member	9/8/2019
13	JOHN NJAGI	Member - Community	9/8/2019
14	HUMPHREY GITONGA	MemberSpecial Needs	9/8/2019
15	CYNTHIA NALIAKA NYACHAMA	Rep Students	9/8/2019

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

- 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

Various committees of the Board established by the Board and the names of the committee members:

S/N	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr. Morris Mwiti	Chairman	3
		M/S Mukundi Martha	Secretary	3
		Dr. Hildah Kinyua	Member	0
		Mrs. Agostina Gakurii	Member	2
		Mr. Joseph Gitonga	Member	2

S/N	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
2	Finance, procurement and general purposes committee	Mr. Morris Mwiti	Chairman	1
		M/S Mukundi Martha	Secretary	1
		Mr. Denis Mugambi	Member	1
		Mrs. Leah Murugi	Member	1
		Fr. George Anthony	Member	1
		Dr. Hildah Kinyua	Member	1

(d) School operation Management

For the financial year ended 30th June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	FLORA WAIRIMU	388826
2	Deputy Principal	LEAH NTINYARI	325615
3	School Bursar	DOREEN KENDI	ID No 24605409

KEY SCHOOL INFORMATION AND MANAGEMENT

(e) Schools contacts

Post Office Box: 136-60400
Telephone: 0721430595
E-mail: karamugigirls@gmail.com
Website: karamugigirls.sc.ke
Facebook:
Twitter:

(f) School Bankers

The following school operated 6 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

- Name of Bank: EQUITY BANK
Branch: CHUKA
Account Number: 0210291337834
Account Name: TUITION
- Name of Bank: EQUITY BANK
Branch: CHUKA
Account Number: 0210293321168
Account Name: Bus Project
- Name of Bank: EQUITY BANK
Branch: CHUKA
Account Number: 0210291771147
Account Name: OPERATION
- Name of Bank: CO-OPERATIVE BANK
Branch: CHUKA
Account Number: 01129057798200
Account Name: SCHOOL FUND

5. Name of Bank: CO-OPERATIVE BANK
Branch: CHUKA
Account Number: 01139057798200
Account Name: PROJECT / INRASTRUCTURE
6. Name of Bank: CO-OPERATIVE BANK
Branch: CHUKA
Account Number: 01100057798200
Account Name: SAVINGS
7. MPESA Pay Bill No. 407878 attached to Cooperative bank account No 01129057798200-school fund account.

(g) Independent Auditors

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

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

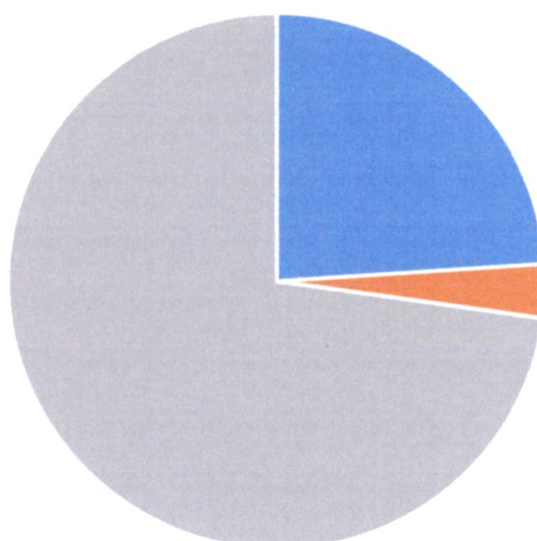
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

SURPLUS/ DEFICIT FOR THE YEAR AND A COMPARISON FOR THREE YEARS

2020	2021	2022
KSH	KSH	KSH
3,769,052	2,158,897	520,638

SURPLUS/DEFICIT

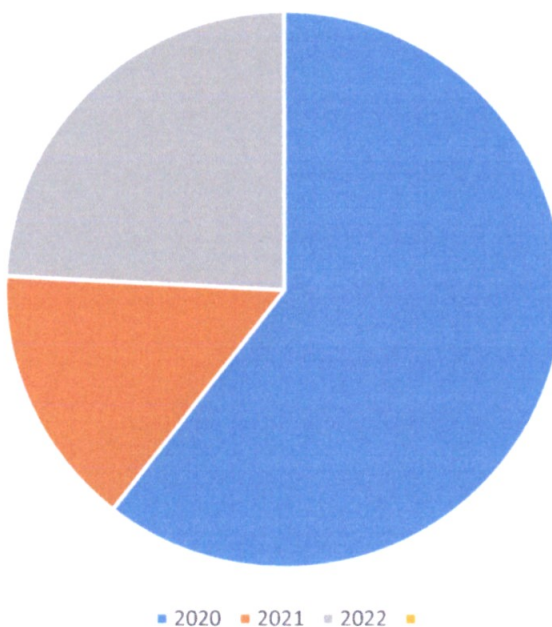


■ 2020 ■ 2021 ■ 2022 ■

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION

2020	2021	2022
KSH	KSH	KSH
21,425,930.24	5,404,648	8,677,562

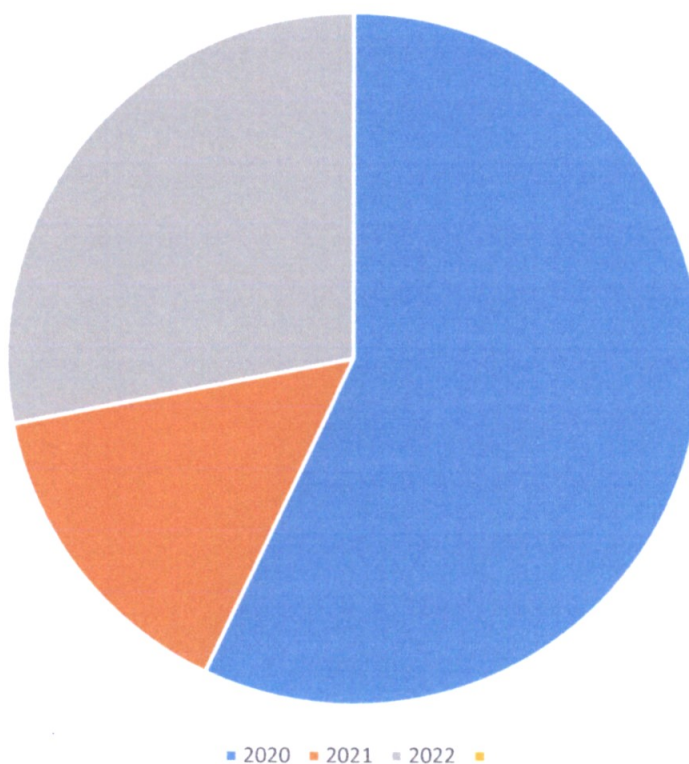
CAPITATION GRANTS



RATIO OF CAPITATION GRANT PER STUDENT

2020	2021	2022
KSH	KSH	KSH
40,048.46	15,896	25,522

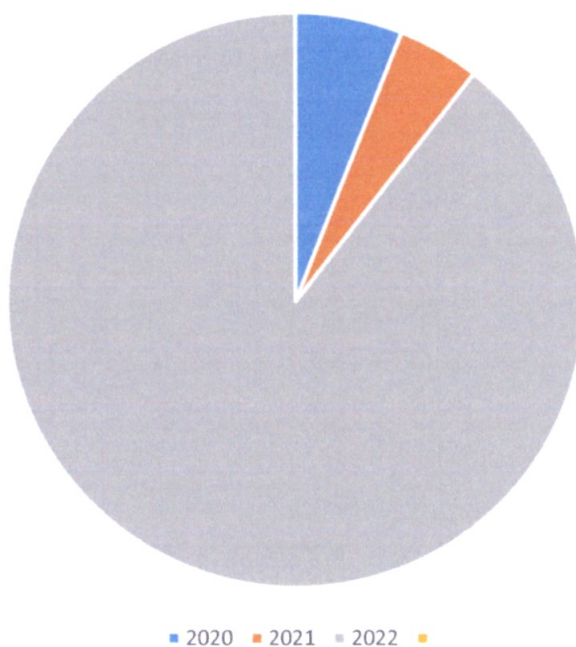
RATIO OF CAPITATION GRANTS



OTHER INCOME FOR YEARS 2020 TO JUNE 2022

2020	2021	2022
KSH	KSH	KSH
61,154.90	3,620,300	7,468,603

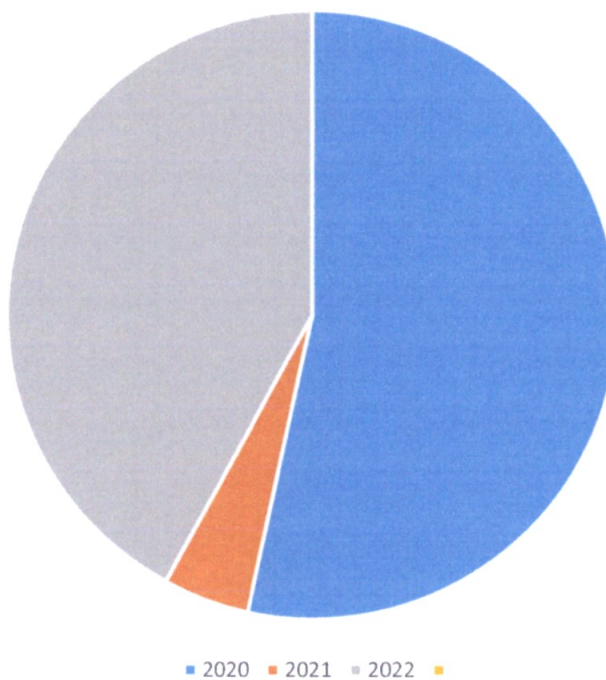
OTHER INCOME



OVERVIEW OF GROWTH IN EXPENDITURE

2020	2021	2022
KSH	KSH	KSH
41,200,300	34,132,262	13,797,861

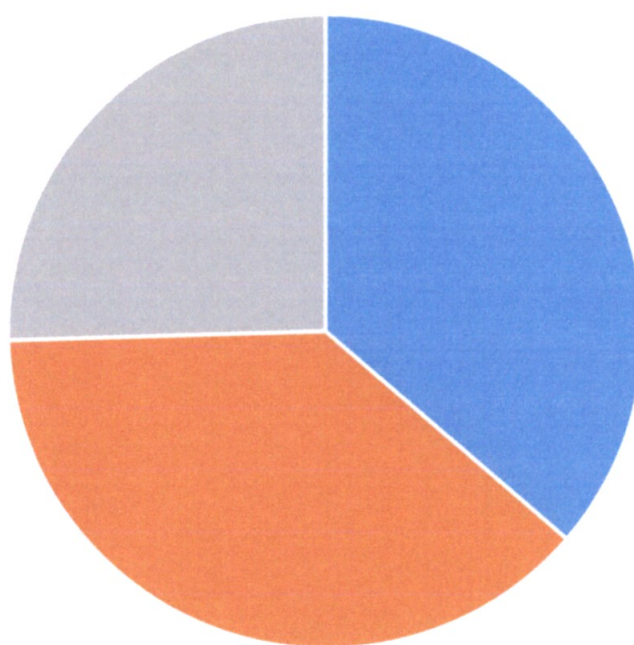
GROWTH IN EXPENDITURE



MOVEMENT OF CREDITORS

2020	2021	2022
KSH	KSH	KSH
3,507,726.74	3,687,567	2,457,812.16

CREDITORS

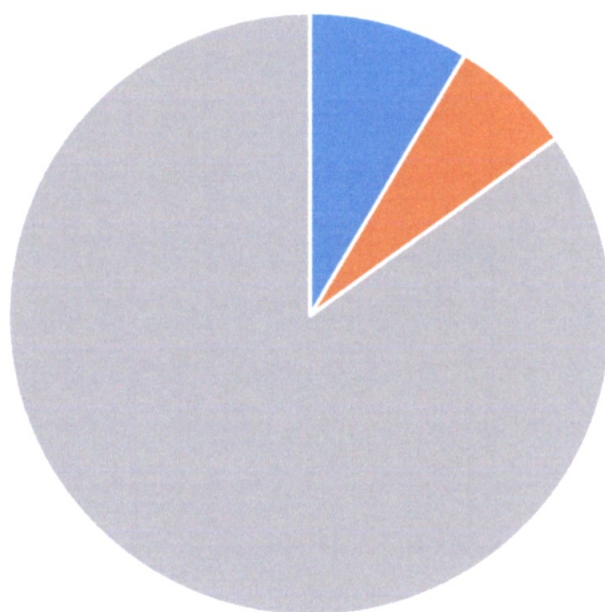


■ 2020 ■ 2021 ■ 2022 ■

MOVEMENT OF DEBTORS

2020	2021	2022
KSH	KSH	KSH
2,690,875	20,094,304	19,891,713

DEBTORS

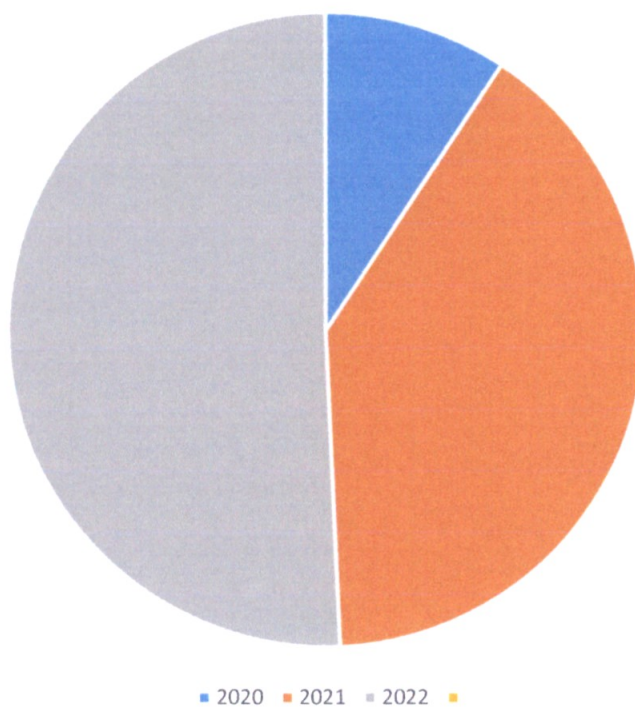


■ 2020 ■ 2021 ■ 2022 ■

CASH AND BANK BALANCES

2020	2021	2022
KSH	KSH	KSH
0	0	494

CASH AND BANK BALANCES



b) **Teacher Student ratio:**

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

NUMBER OF TEACHERS 25

NUMBER OF STUDENTS 340

TEACHER TO STUDENT RATIO 1:14

NAME OF TEACHER	SUBJECT COMBINATION	EMPLOYER	REMARKS
M/S Martha Mukundi	CRE/HISTORY	TSC	
Mrs Lucy Kawira Njeru	English / Literature	TSC	
Mr. Mutugi Henry Kigorwe	Kiswahili/History	TSC	
Miss Lilah Njoki Mwiandi	CRE/Kiswahili	TSC	
Miss Virginia Irungu Muguru	Home Science / Chemistry	TSC	
Mr. Mwirigi Wilson Kangere	Geography / History	TSC	
Mr. Kiunga Patrick Mutua	History/ CRE	TSC	
Miss. Mary Gatiria Kinyua	Biology /Agriculture	TSC	
Mr. Charles Thige Gatheru	Computer/ Mathematics	TSC	
Mr. Kobia Titus	CRE/ History	TSC	
Mr. Musau Aristotle Mutunga	mathematics/chemistry	TSC	
Mr. Mutiso John	Mathematics/ Chemistry	TSC	
Miss. Kalawa Christine Gatwiri	CRE/kiswahili	TSC	Recruited
Miss. Miriam Kinya Mutabari	Geography/ Business	TSC	
Mr. Kinyua Francis Gichia	English /Literature	TSC	
Mr Mutwiri Morris	Kiswahili/ History	TSC	
Mr. Richard Mwenda Mate	Physics / Mathematics	TSC	Transferred
Mr. Oboso Justus Makori	Biology/ Chemistry	TSC	Transferred
Miss Irene M Mutegi	Physics/ Chemistry	TSC	Transferred
Miss Njue Rosaline Njoki	English/ Literature	TSC	
Mr.Dennis Mwit Mbaka	Chemistry/ Biology	BOM	
Mr.Wabule David	Business/ Mathematics	BOM	
Mr. Nyaga Nicholas	Chemistry/ Biology	BOM	
Mr.Onyango Morrison	Biology /Agriculture	BOM	
Miss. Gakeni Ileri	Biolog/y Agriculture	BOM	
Mr. Ayuka Brian	Mathematics /Physics	BOM	

Mean score for the last 3 Years

YEAR	ENTRY	MEAN	DEVIATION
<i>2019</i>	<i>97</i>	<i>4.842</i>	<i>0.763</i>
<i>2020</i>	<i>126</i>	<i>4.079</i>	<i>- 0.713</i>
<i>2021</i>	<i>123</i>	<i>3.6585</i>	<i>-0.4205</i>

Transition to university C+ and above grades

2018 *7/118*

2019 *15/97*

2020 *8/126*

2021 *4/123*

Number of candidates sitting KCSE over the last 3 Years

2018 *118*

2019 *97*

2020 *126*

2021 *123*

Capacity of the school

The school is a three streamed with capacity of 750 students. Currently the enrolment is 340. The school has the following facility

S/N	Facility	Number of Facility	Capacity	remarks
1	Classroom	14	$14 \times 45 = 630$	Sufficient
2	3 Twin Dorms	3	$3 \times 200 = 600$	Sufficient
3	Laboratories	2	$2 \times 40 = 80$	Sufficient
4	Computer room	1	$1 \times 30 = 30$	Sufficient
5	Home science room	1	$1 \times 35 = 35$	Sufficient
6	Library	1	$1 \times 50 = 50$	Sufficient
7	ADM Block	1	$1 \times 10 = 10$	Insufficient
8	Dining Hall	1	$20 \times 10 = 200$	Insufficient
9	Teachers' quota	2	$2 \times 1 = 2$	Insufficient
10	Pit ratline (Ablution)	42	$42 \times 7 = 294$	Insufficient
11	Bus	1	$54 \times 1 = 54$	Insufficient
12	Bakery	1	1×1	Sufficient
THE SCHOOL URGENTLY REQUIRES				
1	Generator	1	KVA45	
2	Perimeter fence	1	1	
3	A new dining Hall	1	340	
4	Staff Quarters	1	5	
5	A new Night Ablution block	1	1	

Sign

School Principal

STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

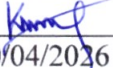
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

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

The Board of Management of *Karamugi Girls' secondary* 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, 2022, and of the school's financial position as at that date.

Name: DR. HARRISON KINYUA
Designation: Chairman, School Board of Management
Sign: 
Date: 10/04/2026

Name: M/S FLORA WAIRIMU
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 10/04/2026

Name: M/S DOREEN KENDI
Designation: Bursar/ Finance Officer
Sign: 
Date: 10/04/2026

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 KARAMUGI GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – THARAKA NITHI COUNTY

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in 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 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 Karamugi Girls Secondary School set out on pages 1 to 18, which comprise of the statement of financial assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and the 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 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 Karamugi Girls Secondary School as at 30 June, 2022, and of its financial performance and its cash flows for the Six months ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects account receivables balance of Kshs.20,094,304 as disclosed in Note 11 to the financial statement. However, no ageing analysis was provided for audit and the School does not have a policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivable balance. Further, receivables amounting to Kshs.19,560,512 had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and full recoverability of the outstanding receivables balance of Kshs.20,094,304 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects budgeted and actual receipts of Kshs.16,032,004 and Kshs.15,450,891 respectively resulting in under-funding amount of Kshs.581,113 of the budget. Similarly, the School spent an amount of Kshs.10,877,593 against actual receipts of Kshs.15,450,891 resulting in an under-utilization of Kshs.4,418,645 or 29% of the actual receipts.

The underfunding and under-utilization may have affected the planned activities for the year and may have impacted negatively on service delivery to the students.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the effects of 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

Management is responsible for the Other Information set out on page iii to xi which comprise of the School's Information and Overall Performance, Statement of Performance against the School's Predetermined Objectives, Environmental and Sustainability Reporting and the Statement of School's Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

The School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2025, the financial statements were submitted on 17 March, 2023, six months late, this is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

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

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects payments for operations amounting to Kshs.7,343,648. Included in the expenditure is an amount of Kshs.648,380 in respect of transfers to Kenya Secondary School Heads Association (KESSHA). However, it was noted that KESSHA is a welfare organization that draws its membership from secondary school principals only. In addition, this organization is not defined in Government of Kenya funding and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money of transfer of funds to KESSHA amounting to Kshs.648,380 could not be confirmed.

3. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects capitation grants for operations amount of Kshs.7,082,731 received from the Ministry of Education. Kshs 540,100 was in respect of infrastructure grants which was to be transferred to infrastructure bank account within 15 days. However, the amount was transferred forty-one (41) days after the date of receipt, contrary to The Ministry of Education circular ref HQS/3/6/36 dated January 14, 2021, that outlines guidelines for the implementation of school projects and dates of transfer.

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

4. Long Outstanding Trade and Other Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.4,541,218. However, Management did not provide explanations or justifications for non-settlement of these obligations. Further, no evidence was presented to demonstrate that the outstanding payables were treated as a first charge on subsequent year budgets as required by the Public Finance Management principles.

In the circumstances, Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

5. Failure to Prepare School Improvement Plan

During the period under review, the School did not have an approved School Improvement plan (SIP), 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. This was contrary to Section 2.2. of the Operation Manual from the Ministry of Education which describes the context of preparation and content of a School Improvement Plan (SIP).

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Approved Critical Governance Documents

During the period under review, the School did not have in place a strategic plan, operational plan, and organizational chart. This is contrary to Regulation 165. (1) of the Public Finance Management (National Government) Regulations, 2015 which states that; The Accounting Officer shall ensure that the national government entity develops;

- (a) risk management strategies, which include fraud prevention mechanism; and
- (b) a system of risk management and internal control that builds robust business operations.

In the circumstances, the School may face challenges in strategic direction, clear roles and responsibilities, accountability, and efficient utilization of resources.

2. Weak IT and Other Internal Controls

During the audit, the School Management did not have in place the following controls to ensure smooth running of the operations:

- i. IT strategy committee and an IT steering committee. This resulted to inadequacy in IT governance, which forms a critical part of the agency's governance structure.
- ii. No disaster management and recovery policies in place including fire suppression systems and the agencies operations might not recover from a disaster.
- iii. No business continuity plan and IT continuity plan including an off-site back-up plan.
- iv. The School did not have an accounting software system to manage accounts payables, accounts receivables, ledgers, invoices and assets.

In the circumstances, the adequacy of the IT and other controls could not be confirmed.

3. Ineffective Audit Committee

During the period under review, there was no evidence of follow-up on the implementation of the recommendations of internal auditors by the audit committee. No satisfactory explanations were provided for this anomaly.

In the circumstances, follow-up by the audit committee which may lead to poor risk management strategies, ineffective internal control and weak governance within the school could not be confirmed.

4. Non-Stock Taking for Inventory

Note 17 on other disclosures includes Kshs.700,000 as stock. Management did not carry out stock take at the end of the financial year and no basis was provided for the valuation.

In the circumstances, the accuracy and existence of stock of Kshs.700,000 could not be confirmed.

5. Weaknesses in Management of Assets

The School has five (5) parcels of land totalling to 13.18 hectares. Only two parcels measuring 1.2 hectares have ownership documents. Further, the asset register was incomplete as it did not reflect values for various classes of assets and physical verification of the asset's existence at the School in the Month of March, 2026, revealed that the assets do not have specific identification references on them for ease of identification and tracking.

In the circumstances, the accuracy, completeness, and ownership of the fixed assets could not be confirmed.

6. Non-Valuation of Biological Assets

Note 15 on other disclosures includes biological assets totaling Kshs.275,000. However, no valuation was provided to confirm the accuracy of the balance.

In the circumstances, adequacy of the system for recording and reporting biological assets could not be confirmed.

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

Responsibilities of Management and 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 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 for 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

12 May, 2026

PUBLIC SECONDARY SCHOOLS – KARAMUGI GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,594,831	696,331
Capitation grants for operations	2	7,082,731	4,708,319
School Fund Income- Parents' Contributions	3	3,620,300	8,947,569
School Fund Income- Other receipts	4	23,993,297	
Infrastructure			
Proceeds from borrowings			
TOTAL RECEIPTS		36,291,159	14,318,499
PAYMENTS			
Payments for Tuition	5	1,568,683	1,030,590
Payments for operations	6	7,343,648	3,692,720
Boarding and school fund payments	7	23,708,069	9,074,551
Infrastructure	8	1,511,862	
TOTAL PAYMENTS		34,132,262	13,797,861
SURPLUS/DEFICIT		2,158,897	520,638

The school financial statements were approved on 10/4/2026 and signed by:

Sign:



Name

Dr. HARRISON KINYUA

Date 10/4/2026

Sign



Name

FLORA WAIRIMU

Date 10/4/2026

Sign



Name

DOREEN KENDI

Date 10/4/2026

STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	3,958,546	1,800,143
Cash Balances	9	495	
Short term Investment	10	-	
Total Cash and cash equivalent		<u>3,959,040</u>	<u>1,800,143</u>
Account's receivables	11	20,094,304	19,891,713
TOTAL FINANCIAL ASSETS		24,053,344	21,734,238
FINANCIAL LIABILITIES			
Accounts Payables	12	4,541,278	4,346,890
NET FINANCIAL ASSETS		19,512,066	17,353,169
REPRESENTED BY			
Accumulated Fund b/fwd	13	17,353,169	16,832,532
Surplus/Deficit for the year		2,158,897	520,638
NET FINANCIAL POSSITION		19,512,066	17,353,169

The School's financial statements were approved on 10/04/2026 and signed by:

Name:
Dr . HARRISON KINYUA

Sign:



Date: 10/4/2026

Name:

FLORA WAIRIMU

Sign:



Date: 10/4/2026

Name:

DOREEN
KATHENYA

Sign:



Date: 10/4/2026

KENDI

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2021
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition		1,594,831	696,331
Capitation grants for operations		7,082,731	4,708,319
School fund income- Parents contributions/ fees		3,620,300	7,468,603
School fund income- other receipts		23,993,297	3,802,761
Infrastructure			
Total receipts		36,291,159	16,676,013
Payments			
Payments for Tuition		1,568,683	882,218
Payments for operations		7,343,648	3,701,990
Boarding and school fund payments		23,708,069	11,492,286
Infrastructure		1,511,862	
Total payments		34,132,262	16,076,494
Net cashflow from operating activities		2,158,897	599,518
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			
Acquisition of Assets			
Proceeds from investments			
Purchase of investments			
Net cash flows from Investing Activities			
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans			-
Repayment of principal borrowings			-
Net cash flow from financing activities			-
NET INCREASE IN CASH AND CASH EQUIVALENTS		2,158,897	599,518
Cash and cash equivalent at BEGINNING of the year		1,800,143	1,200,625
Cash and cash equivalent at END of the year		3,959,040	1,800,143

The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cash flow as recommended by PSASB.

PUBLIC SECONDARY SCHOOLS – KARAMUGI GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-	-	-	-	-	-
Laboratory equipment	900,000.00		900,000.00	805,960.00	94040	90%
	-	-	-	-	-	-
Teaching / learning materials	891,000.00		891,000.00	788,870.60	102,129.4	89%
Chalks	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides						
				1,594,831		
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	1,900,970		1,900,970	1,897,930.00	3040	98%
Repairs and maintenance	2,512,500		2,550,000	2,512,500.00	37,500	98%
Local transport / travelling	750500		750,500	740,251.00	10,249	98%
Electricity and water	900,958		900,958	820,115.20	80842.8	91%
Medical	-	-	-	-	-	
Administration costs	276,576		276,576	902,534.00	426,784	254%
Activity						

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Gratuity				7,082,731		
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	1,900,000		1,900,000	1,897,930.00	2070	99%
Repairs and maintenance	2,550,500		2,550,500	2,512,500	38,000	98%
Local transport / travelling	770,000		770,000	740,251.00	29,749	96%
Electricity and water	1264200		1,264,200	820,115.20	444,084.8	65%
Medical						
Administration costs	1,177300		1,177,300	902534	274,766	77%
Activity						
SMASSE						
Fee on Boarding Equipment and Stores	200,000		200,000	109,400	90600	55%
OTHER INCOME						
Rent income	-	-	-	-	-	-
Income from farming activities		-			-	-
Insurance compensation	-	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Bus Hire		-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
	-	-	-	27,613,597	-	-
TOTAL INCOME						
(1) EXPENDITURE FOR TUITION						
Textbooks and reference materials	-	-	-	-	-	-
Exercise books	-		-	-	-	-
Laboratory equipment	700,000		700,000	674688.00	25,312	96%

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Internal exams						
Teaching / learning materials	900,000		900,000	893,995.00	6,005	99%
Chalks	-	-	-	-	-	-
Exams and assessment	-	-	-	-	-	-
Teachers guides	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
	-	-	-	1,568,683	-	-
(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	1,151,970		1,151,970	684,160	467,810	59%
Repairs, maintenance& improvements	65,000		65,000	62,500	2,500	96%
Local transport / travelling	472,914		472,914	232,500	240,414	49%
Electricity,water and conservancy	350,000		350,000	237,080	112,920	68%
Medical						
Administration costs	1,100,410		1,100,410	1,026,410	74,000	93%
Activity Expenses	250,000		150,000	101,980	48,020	67%
				7,343,648		
SMASSE						
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	1,000,000		1,000,000	805,680	194,320	80%
Repairs, maintenance and improvements	665,000		665,000	240,220.00	1,668,980	63%
Local transport / travelling	300,000		640,614	367,920.00	272,694	57%
Electricity, water and conservancy	200,000		200,000	194,030	5,970	97%
Medical Expenses						
Administration costs	800,000		800,000	753,350.00	46,650	94%

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

Receipt/expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Activity	35,000		35,000	18,350.00	16,650	52%
Gratuity						
Lunch programme						
Boarding Equipment and Stores	7,065,330		7,065,330	4,584,730	2,480,600	65%
Expenditure for Income Generating Activity						
Insurance costs						
Other expenses on investments						
Rent Expenses						
Bank Charges						
Loan Interest Repayment						
Loan Principal Repayment						
				23,708,069		
TOTALS						

NB:

Receipts below 100% is due to poor fees contribution by parents and lower disbursement of funds than expected Expenditures above 100% is due to economic inflation.

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 imp rest, 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 100). 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*.

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. 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. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

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 2022.

NOTES TO THE FINANCIAL STATEMENTS

CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials		
Exercise books		184,230.00
Laboratory equipment	805,960	321,729.75
Internal exams		
Teaching / learning materials	788,870	190,371.00
Chalks		
Exams and assessment		
Teachers guides		
Total	1,594,831	696,331

CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	1,897,930	818,275.00
Repairs and maintenance	2,512,500	1,857,600.00
Local transport / travelling	740,251	477,494.00
Electricity and water	820,115	817,869.00
BES	1,800	
Administration costs	902,534	703,360.70
Activity	100,000	
INFRASTRUCTURE	1,032,000	
SCHOOL FUND A/C	109,400	
INFRASTRUCTURE OPERATIONS	2,586,500	
Total	7,082,731	4,708,318

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

PARENTS CONTRIBUTION/FEEs - SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	1,517,796	499,134.00
Repairs and maintenance	1,258,845	345,760.00
Local transport / travelling	331,915	134,420.00
Electricity and water	3,148,578	368,225.00
BES	14,428,141	5,865,861.16
Administration costs	1,034,474	254,482.00
Activity	227,795	720.00
School bus	391,000	
Bursary fund	601,037	
Operations	60,000	
School farm	88,425	
PA -Donations, School Bus		
Total	23,993,297	11,271,363

NOTES TO THE FINANCIAL STATEMENTS (Continued)

PAYMENTS FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials		
Exercise books		19,745.00
Laboratory equipment	674,688	396,133.40
Internal exams		
Teaching / learning materials	891,170	466,340.00
Chalks		
Exams and assessment		
Teachers guides		
Administration Costs		
Bank Charges	2,825	960
Total	1,568,683	882,218

NOTES TO THE FINANCIAL STATEMENTS (Continued)

PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	639,612	608,060.00
Service Gratuity		
Administration Cost	1,801,895	1,403,880.00
Repairs and maintenance & improvements	506,610	440,505.00
Local transport / travelling	280,641	232,500.00
Electricity and water	664,305	237,080.00
School Fund A/C	60,000	40,000.00
Activity Expenses		101,980.00
Infrastructure	1,511,862	602,723.31
Infrastructure	2,586,500	25,991.26
KRA		
TOTAL	7,343,648	3,701,990

BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	3,600,867	821,852.00
Boarding and school fund	10,197,774	6,314,675.00
Repairs and maintenance & Improvements	1,130,448	254,535.00
Local transport / travelling	407,260	371,420.00
Electricity and water	1,074,583	237,375.00
Farm Account	232,210	
Administration costs	4,024,455	763,770.00
Direct Deposit	269,689	242,618.62
FEES REFUND	34,995	
Expenses on Income Generating Activities		48,840.00
Fee on Boarding Equipment and Stores		
Activity	667,930	19,465.00
Infrastructure		
School bus	46,400	
Operation A/c	109400	
Bursary Fund	601037	
Loan Interest repayment		
Acquisition of Assets		
TOTAL	23,708,069	11,492,286

NOTES TO THE FINANCIAL STATEMENTS (Continued)

BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	0210291337834	47,658	21,510
Operations Account	0210291771147	1,366	261,138
School Fund Account/Boarding	01129057798200	311,864	54,267
Savings Account	01100057798200	264,081	264,082
BUS A/C	0210293321168	2,449	2,449
Infrastructural Account	01139057798200	3,331,126	1,196,697
Total		3,958,546	1,800,143

CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account		
Operation Account	50	0
School Fund account	444	0
Total	494	0

NOTES TO THE FINANCIAL STATEMENTS (Continued)

ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	20,094,304	19,891,713
Other non-fees receivables		
Salary advances		
Imprest		
Total	20,094,304	19,891,713

[Include an ageing of the fees / non fees arrears below]

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	1,535,931	1,478,967
Fees arrears for the previous year	1,478,967	
Fees arrears for prior periods (over two years)	17,079,404	18,412,748
Total	20,094,302	19,891,715

ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	3,067,959.00	3,627,865
Prepaid fees	1,476,319.00	719,025
Retention monies		
Total	4,541,278.00	4,346,890

[Include an ageing of the creditor's arrears below]

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	3,067,959.00	2,653,538
Trade creditors for the previous year	-	
Trade creditors for prior periods (over two years)		974,328
Total	3,067,959.00	3,627,865

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	1,800,143	1,200,610
Cash balances		14
Short Term Investments		-
Receivables	19,899,916	20,652,211
Payables	(4,346,890)	(5,020,304)
Total	17,353,169	16,832,531

Other important disclosure notes

IPSAS 1 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.

Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	KSH
Cattle	4	60,000.00	100,000
PIGS	6	36,000.00	36,000
Trees	50	152,000.00	150,000
SHEEPS	9	27,000.00	21,000
Total		275,000.00	307,000

Other important disclosure notes

Stock/ Inventory

Description	2021-2022	2020-2021
	KShs	KShs
a) Borrowings		
Stock/ inventory at beginning of the year	1,000,000	500,000
Stock/ inventory purchased during the year	15,118,946	10,000,000
Stock/ inventory issued during the year	15,418,946	9,500,000
Balance at end of the year	700,000	1,000,000

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)

PUBLIC SECONDARY SCHOOLS – KARAMUGI GIRLS' SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

ANNEXES

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2022	Outstanding Balance June 2022	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings	NA					
1.						
Sub-Total	NA					
Supply of goods						
2. KAPALI MILLERS	330,000	27/8/2019		330,000	330,000	
3. LONGHORN PUBLISHERS	31,296	10/9/2019		31,296	31,296	
4. CYBER SCHOOL	160,000			160,000	160,000	
5. PYRAMID	120,080			120,080	120,080	
6. LONGHORN	28,390			28,390	28,390	
7. EMOGOS LABORATORY	90,162	22/11/2019		90,162	90,162	
8. READERS QUEST PUBLISHERS	482,840			482,840	482,840	
9. CHALK DUST	20,000			20,000	20,000	
10. KORJA INVESTMENT	40,000			40,000	40,000	
11. JESCARO	25,140	14/12/2019		25,140	25,140	
12. SMART PASS	5,000			5,000	5,000	
13. SMART CHAMPIONS	61,500			61,500	61,500	
14. VISION AVENUE	5,000			5,000	5,000	
15. KIRIMI FRANKLINE	90,000			90,000	90,000	
16. JOY COMPS	48,000			48,000	48,000	
17. CALVINS SUPPLIES	55,200	1/7/2022		55,200	55,200	
18. P.E	349,228			349,228	349,228	
19. KPLC	39,898			39,898	39,898	
20. TRIOMAX	6,000	1/7/2022		6,000	6,000	

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance June 2022	Outstanding Balance June 2022	Comments
21. MINAZI	71900			71,900	71,900	
22. ELIZABETH KAGENDO	62000	1/5/2022		62,000	62,000	
23. ADEWA	220859	1/7/2021		220,859	220,859	
24. MICHEMBE INVESTMENT	86,000	1/1/2021		86,000	86,000	
25. DESCANA MACHINES	86500	1/1/2021		86,500	86,500	
26. ADDITEX ENTERPRISES	882,540	1/1/2021		882,540	882,540	
27. FRANCO ELETRICALS	104,200	1/1/2021		104,200	104,200	
28.						
Sub-Total	3,501,733			3,501,733	3,501,733	
Supply of services						
29.						
30.						
31.						
Sub-Total	NA					
Grand Total	NA					

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 20xx
Land 1 Jointly owned with Chera Primary 5.6 HA Each (land no 918)	1974	GITARENI	6,000,000			
Land 2 (Land no 717) size 0.6 HA	1994	GITARENI	2,000,000			
Land 3 (Land No 52) 0.18 HA	2001	GITARENI	1,000,000			
Land 4 (Land No 2002) 0.6	2003	GITARENI	1,000,000			
Land 5 (Land No 2003) 0.6	2004	GITARENI	1,000,000			
Buildings and structures			30,000,000			
Motor vehicles			2,300,000			
Office equipment, furniture and fittings			2,500,000			
ICT Equipment, and Other ICT Assets			1,200,000			
Tools and apparatus			1,100,000			
Textbooks			2,300,000			
Other Machinery and Equipment			5,500,000			
Heritage and cultural assets						
Intangible assets- soft ware			250,000			
Total			56,750,000			

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