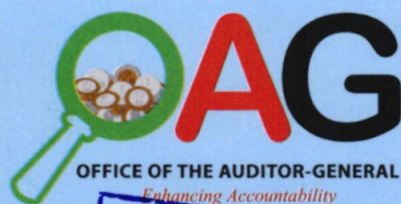


REPUBLIC OF KENYA



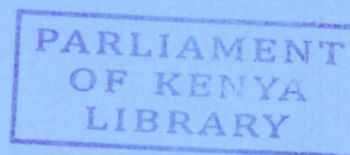
REPORT

OF

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 15 JUN 2026	DAY. Tuesday
TABLED BY:	Hon. Naamni Wajac CBS, MP.
CLERK-AT THE-TABLE:	(Deputy Majority Party whip) Comale.

THE AUDITOR-GENERAL

ON



CHUKA GIRLS' SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2023

THARAKA NITHI COUNTY



CHUKA GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

Chuka Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2023

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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
FDSE	

2. Key School Information and Management**(a) Background information**

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

The school was registered in 06/21 under registration number 13s00300802 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a day/boarding school and had 1,183 number of students as at 30th June 2023. It has 5 streams and 50 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	Jeniffer W. Mugambi	Chairman	28/07/2022
2	Joan Muthoni Muchina	Secretary - Principal	28/07/2022
3	Morris Stanley Mwit	Member	28/07/2022
4	Dr. Charles Njati	Member	28/07/2022
5	Benjamin Njeru	Member	28/07/2022
6	Florence Muthua	Member	28/07/2022
7	Aletus Ndei	Member	28/07/2022
8	Simon Ndahi	Member – Rep CEB	28/07/2022
9	George Muchangi	Member Rep Teachers	28/07/2022
10	Fr. Lawrence Munene	3 Members - Sponsor	28/07/2022
11	Nancy Kawira	Member - Community	28/07/2022
12	Victor Muriithi	Member Special Needs	28/07/2022
13	Nina Mwema	Rep Students	28/07/2022

The functions of the School Board of Management are to:

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

(a) Committees of the Board

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Jeniffer W. Mugambi 2. Joan Muthoni Muchina 3. Charles Njati 4. Stanley Mwiti 5. Fr. Lawrence Munene	BOM Chair BOM Sec/Chief Principal PA Chairperson Member Member	2
2	Audit Committee	1. Morris Mwiti 2. Alectus Ndei 3. Doreen Mwendu	Chairperson	NIL
3	Finance, Procurement and general purposes committee	1. Simon Ndahi 2. Benjamin Mugambi 3. Dr. Charles Njati	Chairperson	1
4	Academic Committee	1. Florence Muthua 2. George Muchangi 3. Jeniffer W. Mugambi 4. Respah Muchocho	Chairperson	1
5	Development Committee	1. Benjamin Mugambi 2. Charles Njati PA Chair	Chairperson PA Chair BOM Chair	2

Chuka Girls Secondary School

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

		3. Jeniffer W. Mugambi 4. Joah Muthoni Muchina 5. Muthoni Gitonga 6. Mohammed Abdi -	Chief Principal/Bom Sec. D/Principal SIC Secretary SCDE- Meru South Sub County	
6	Discipline and welfare Committee	1. Victor Murithi 2. Nancy Kawira 3. Fr. Lawrence Munene	Chairperson	NIL
7	Adhoc Committee (if any during the year)	1. CBC Classrooms Verification Committee 2. Disposal Committee		

Chuka Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2023

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	Identification
1	Principal	Joan Muthoni Muchina	TSC No.304609
2	Deputy Principal	Muthoni Gitonga	TSC No.387613
3.	Deputy Principal	Respah Nambiro	TSC NO.364955
3	School Bursar	Catherine Njoki Kinuthia	ID No. 27888768
4	Other (specify)		

(e) Schools contacts

Post Office Box: 3-60400 Chuka
Telephone: 0115-388019
E-mail: Chukagirls@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

Provide details of the school bankers

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

1. Name of Bank: Co-operative Bank
Branch: Chuka
Account Number: 01129057828800
Account Name: School Fund Account
2. Name of Bank: Co-operative Bank
Branch: Chuka
Account Number: 01139057828800
Account Name: Tuition Account
3. Name of Bank: Co-operative Bank
Branch: Chuka
Account Number: 01139057828802
Account Name: Operations Account
4. Name of Bank: Equity Bank
Branch: Chuka
Account Number: 02102946841101
Account Name: School Fund Account
5. Name of Bank: K.C.B
Branch: Chuka

Chuka Girls Secondary School

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

Account Number: 1236601785
Account Name Infrastructure Account

6. Name of Bank: K.C.B
Branch: Chuka
Account Number: 1145191096
Account Name School Fund Account

7. MPESA Pay Bill No. 400222 attached to 01129057828800 bank account

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(g) Independent Auditors

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

Chuka Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2023

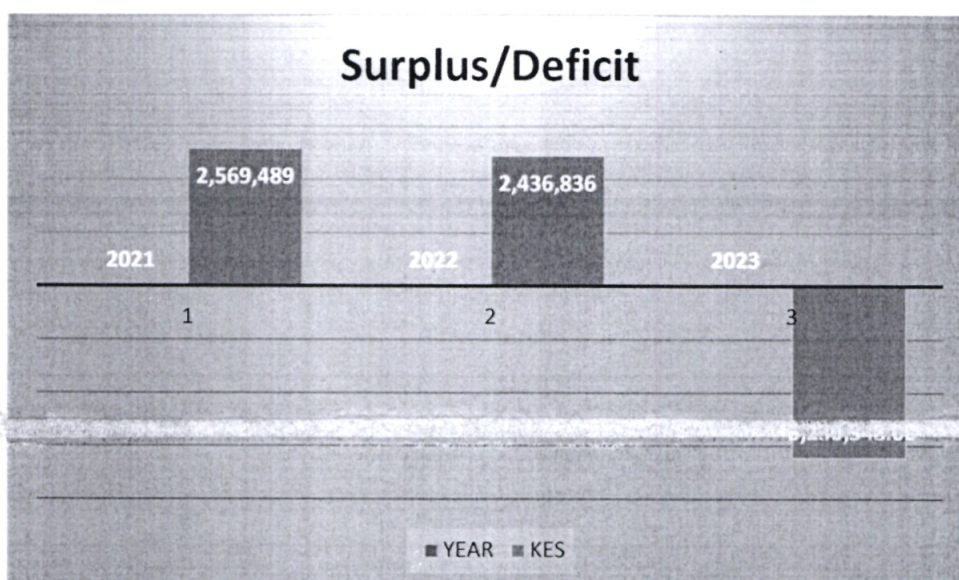
3. Summary Report of Performance of The School

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

a) Financial performance:

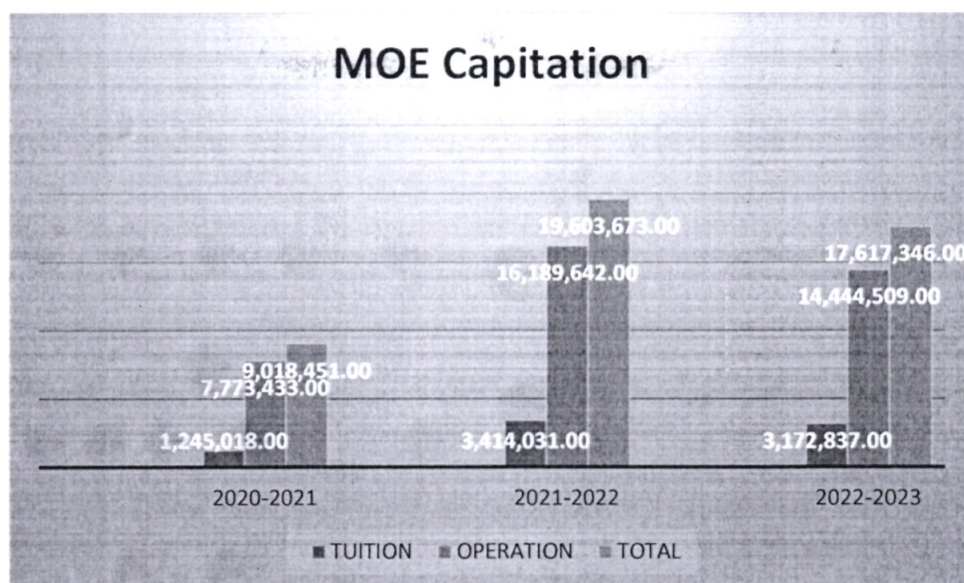
- Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2020-2021	2021-2022	2022-2023
KES	2,569,489	2,436,836	(3,230,348)



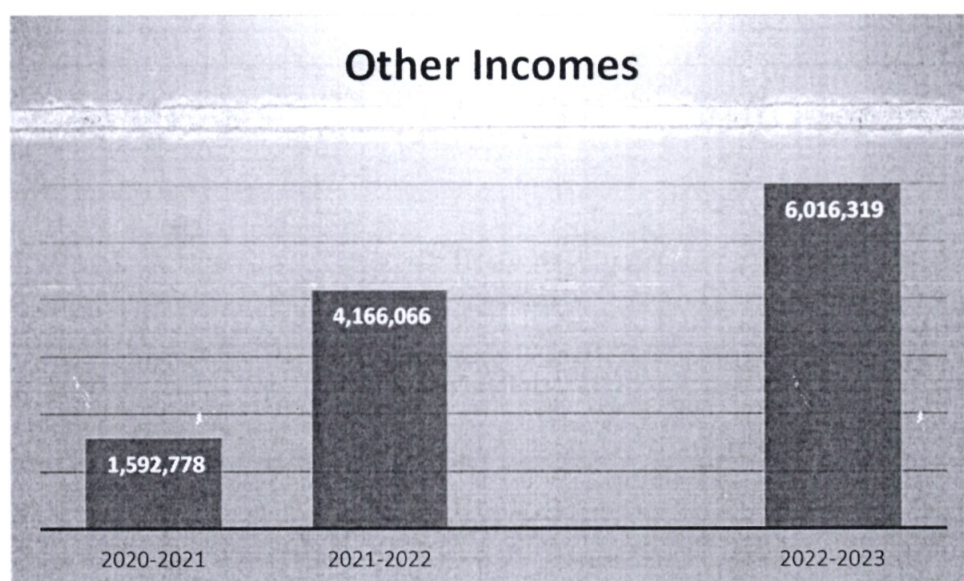
- Capitation grants from the Ministry of Education for the last three years

YEAR	2021	2022	2023
TUITION	1,245,018.00	3,414,031.00	3,072,835.75
OPERATION	7,473,657.00	15,709,038.00	13,591,630.25
TOTAL	8,718,675.00	19,123,069.00	16,664,466.00



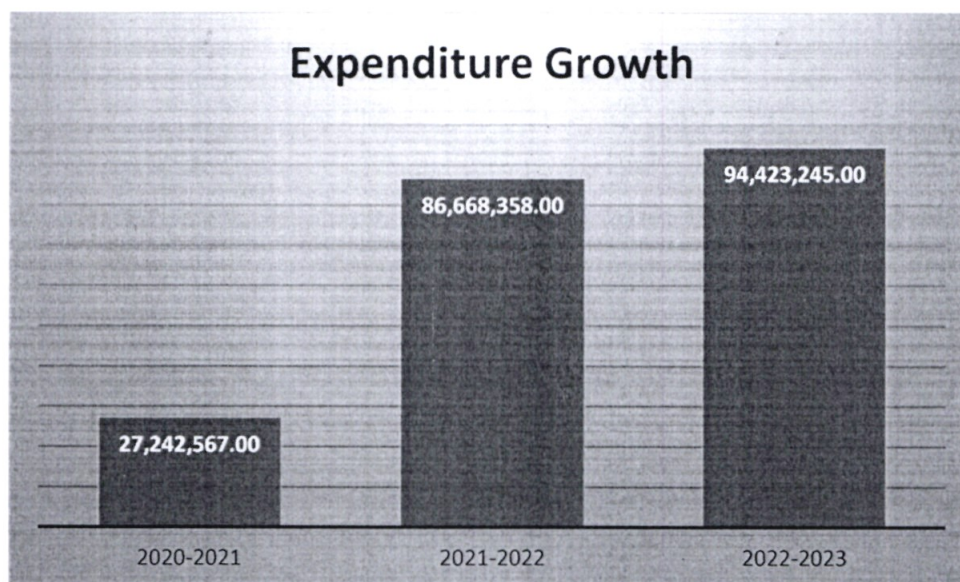
- A three-year overview of growth of other income(s) earned by the school.

YEAR	2020/2021	2021-2022	2022-2023
KES	1,592,778	4,166,066	6,016,319



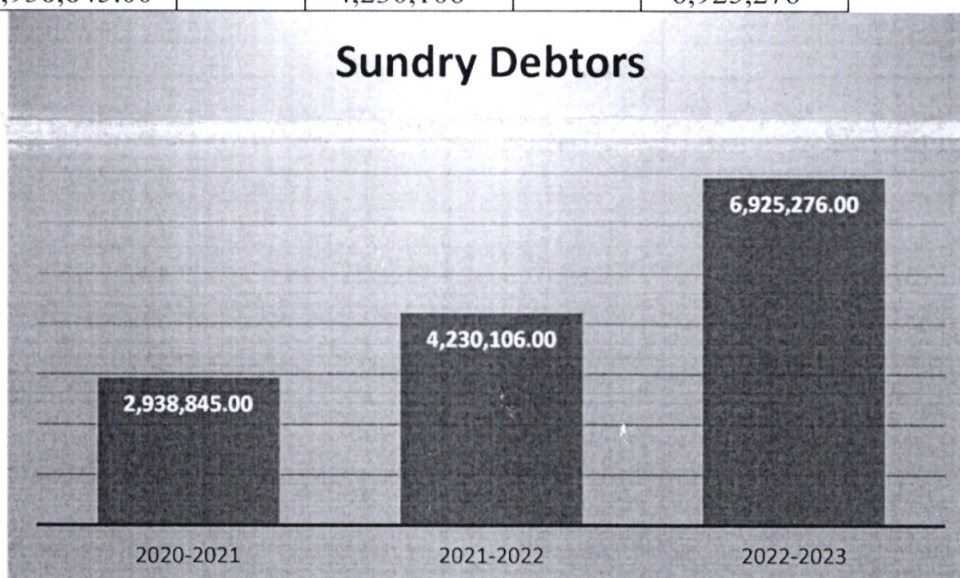
- A three-year overview of growth in expenditure of the school

YEAR	2020-2021	2021-2022	2022-2023
KES	27,242,567	86,668,358	94,423,245



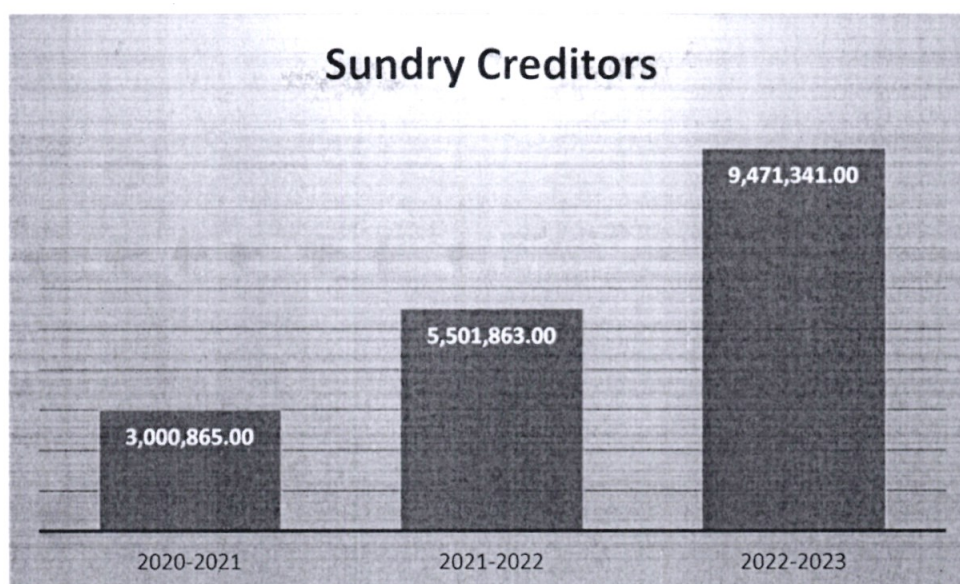
- Movement of debtors of the school over the last three years

YEAR	2020-2021	2021-2022	2022-2023
KES	2,938,845.00	4,230,106	6,925,276



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

YEAR	2020-2021	2021-2022	2022-2023
KES	3,000,865	5,501,863	9,471,341



b) Teacher Student ratio:

Number of teachers recruited and posted to the school

	2020	2021	2022
TSC	6	3	2
BOM	3	0	0

Number of teachers employed

	2020	2021	2022
TSC	40	45	45
BOM	8	5	5

Number of teachers per subject

Subject/year	2020	2021	2022
English	7	7	7
Kiswahili	5	5	5
Mathematics	5	7	7
Biology	4	6	6
Physics	4	5	5
Chemistry	4	5	5
History	4	4	4
Geography	3	3	3

Chuka Girls Secondary School**Annual Report and Financial Statements For the year ended 30th June 2023**

Cre	6	6	6
Home science	1	1	2
Agriculture	2	2	2
Computer studies	2	2	2
Business studies	4	4	4
Art and design	1	1	1

Teacher-student ratio

	2020	2021	2022
Number of students	945	1109	1202
Number of teachers	40	45	45
Ratio	24	25	25

c) Mean score in the 2020-2022 KCSE:

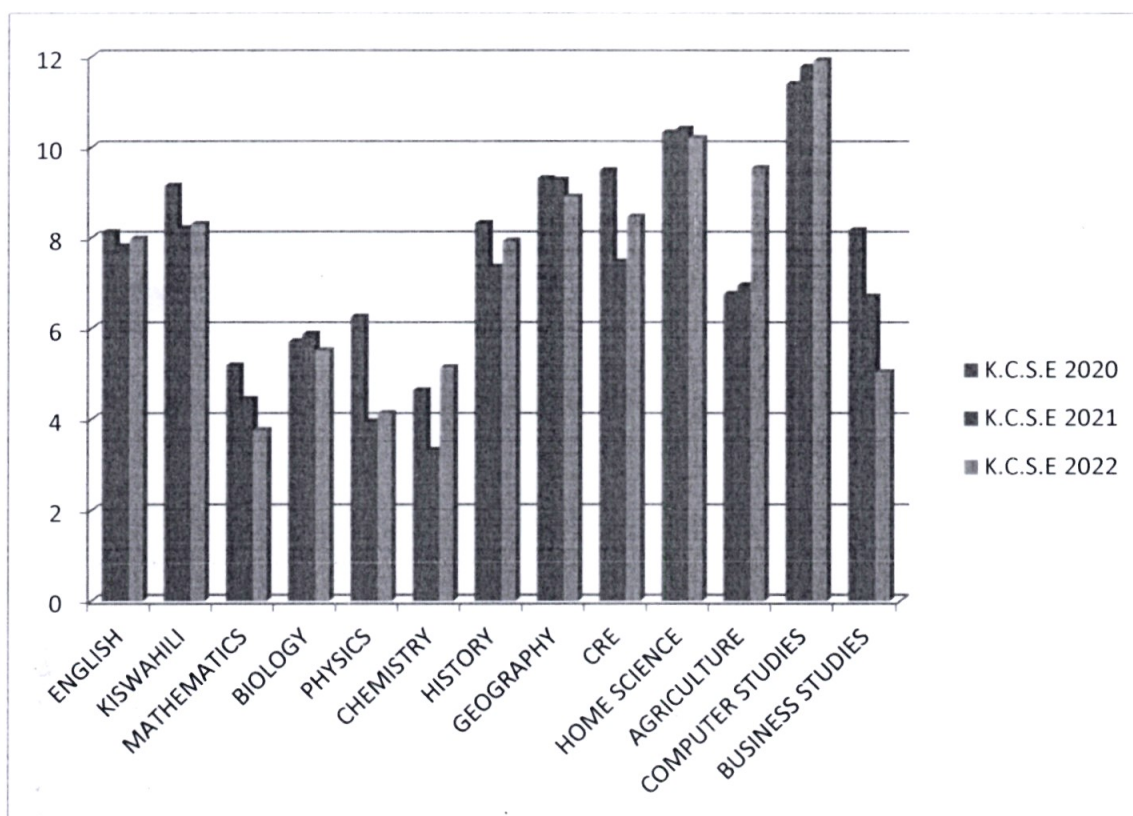
	K.C.S.E 2020	K.C.S.E 2021	K.C.S.E 2022
NUMBER OF CANDIDATES	201	186	227
UNIVERSITY TRANSITION	145	104	132
MEAN SCORE	7.4428	6.7366	6.7974
K.C.S.E TARGET	7.3	6.5	6.6

NR. Improved performance and exceeded set targets

K.C.S.E Subject performance from 2020 to 2022

SUBJECT	K.C.S.E 2020	K.C.S.E 2021	K.C.S.E 2022
ENGLISH	8.1194	7.8065	7.9692
KISWAHILI	9.1393	8.1989	8.304
MATHEMATICS	5.1891	4.4409	3.7533
BIOLOGY	5.7086	5.8765	5.5154
PHYSICS	6.2576	3.942	4.1322
CHEMISTRY	4.6368	3.3172	5.1471
HISTORY	8.3146	7.3556	7.9247
GEOGRAPHY	9.3034	9.2706	8.901
CRE	9.4895	7.4679	8.4581
HOME SCIENCE	10.3226	10.4	10.2
AGRICULTURE	6.7576	6.95	9.5429
COMPUTER STUDIES	11.3889	11.7714	11.9143
BUSINESS STUDIES	8.1593	6.701	5.0345

PERFORMANCE OVER THE LAST THREE YEARS



d) Number of Candidates in the 2022 KCSE:

	K.C.S.E 2020	K.C.S.E 2021	K.C.S.E 2022
NUMBER OF CANDIDATES	201	186	227

e) Capacity of the school:

UNIT S	FACILITY	POPULATION	CAPACITY	RATIO	SUFFICIENT	INSUFFICIENT
9	DORMITORIES	1202	100	1:133		✓
1	DINING HALL	1202	400	1:945		✓
2	LABORATORIES	1202	45	1:601		✓
40	TOILETS	1202	40	1:30		✓
2	COMP. LAB	120	55	1:60		✓
20	CLASSROOMS	1202	45	1:60		✓
1	LIBRARY	1202	55	1:1202		✓

f) Development projects carried out by the school:

PROJECTS	SOURCE OF FUNDS	STATUS	INITIAL COST(KES)	EXPECTED COMPLETION TIME
COMPLETION OF A DORMITORY SECOND FLOOR	R.M.I	ON GOING	9,569,994.20	18/07/2023



School Principal

Chuka Girls Secondary 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 Chuka Girls 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: ARCHANGELO MBAABU

Designation: Chairman, School Board of Management

Date: 25/03/2023



Name: MUTHONI KITHAKA RIMUNYA

Designation: School Principal & Secretary to Board of Management

Date: 25/03/2023



Name: CATHERINE NJOKI KINUTHIA

Designation: Bursar/ Finance Officer

Date: 25/03/2023

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON CHUKA GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – THARAKA NITHI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Chuka Girls Secondary School - Tharaka Nithi County set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments,

Report of the Auditor-General on Chuka Girls' Secondary School for the year ended 30 June, 2023 - Tharaka Nithi County

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 Chuka Girls Secondary School –Tharaka Nithi County as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Accuracy and Presentation of the Financial Statements

The statement of budgeted versus actual amounts reflects actual total revenue and actual total expenditure of Kshs.86,640,837 and Kshs.87,509,357. However, the statement of cash flows under cash flows from operating activities reflects total receipts and payments of Kshs.87,637,566 and Kshs.90,870,531 resulting to unexplained variances of Kshs.996,729 and Kshs.3,361,174 respectively.

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

2. Unsupported Accounts Payables

The statement of assets and liabilities reflects payables balance of Kshs.9,471,341 as disclosed in Note 14 to the financial statements. However, the supporting ledger reflects accounts payable amount of Kshs.3,351,470 resulting to a variance of Kshs.6,119,871 which was not supported by a detailed ageing analysis of the trade and other payables detailing the suppliers' information, invoice details, invoice dates, invoice amount, reference numbers such as local purchase orders or local service orders numbers and ageing categories.

Further, included in the balance are payables balance of Kshs.373,624 which had been outstanding for more than two (2) years. The School, therefore, risks loss of public funds through litigation, interest and penalties. This was contrary to National Treasury Circular no. 10/2020 of 16 June, 2020 which requires that pending bills be settled as a first charge in the first quarter of the preceding financial year.

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.9,471,341 could not be confirmed and Management was in breach of the law.

3. Unsupported House Rental and School Bus Hire Income

The statement of receipts and payments reflects miscellaneous income of Kshs.6,016,319 as disclosed in Note 5 to the financial statements. Included in the income is an amount of Kshs.25,200 received as house rent income paid by staff and Kshs.80,000 received from school bus hire. The Management of the School did not present for audit the rental house and bus hire lease agreements and policy guidelines on the rental and lease rates to be paid by the tenants and lessors of the housing units and the school bus.

In the circumstances, the validity and completeness of the income amounting to Kshs.105,200 could not be confirmed.

4. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.3,468,442 as disclosed in Notes 10 and 11 to the financial statements. However, the cashbooks, bank reconciliations and bank statements of the tuition account and operations account with cashbook balances of Kshs.26,226 and Kshs.1,265,383 respectively, were not provided for audit review. Further, cash survey reports for the month of June, 2023 were not provided to confirm the cash balance of Kshs.13,332 reflected in the financial statements.

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.3,468,442 could not be confirmed.

5. Unsupported and Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.6,925,276 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivables balance of Kshs.2,524,366 which had been outstanding for more than two (2) years. However, there was no detailed ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the accuracy, completeness and existence of effective mechanisms for debt management could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Chuka 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 final receipts budget and actual on a comparable basis of Kshs.84,805,742 and Kshs.75,993,475 respectively, resulting in an under-funding of Kshs.8,812,267 or 10 % of the budget. Similarly, the School spent Kshs.76,396,649 against actual receipts amount of Kshs.75,993,475 resulting in an under absorption of Kshs.403,174 or 1% of the actual receipts.

In the circumstances, the under-funding may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

Management is responsible for the other information set out on page iii to xv which comprise of Key School Information and Management, Summary Report of Performance of the School and 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects total payments amount of Kshs.94,423,245. Included in the expenditure is an amount of Kshs.1,120,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from school principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,120,000 could not be confirmed.

2. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition of Kshs.3,172,837 and capitation grants for operations of Kshs.14,444,509 totalling Kshs.17,617,346. Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the financial year, NEMIS reflected one thousand two hundred and two (1,202) students while records from the County Director of Education had one thousand one hundred and eighty-three (1,183) students, resulting in an underfunding of the school by 19 students with an amount of Kshs.422,636. This was contrary to the Ministry of Education Circular MOE.HQS/3/10/18/(112) dated 15 November, 2022 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

3. 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 one thousand two hundred and twenty-four (1,224) excess books to the School. These unexplained excess books remained unissued to the students at the time of the audit in March, 2026.

In the circumstances, value for money on the one thousand two hundred and twenty-four (1,224) books could not be confirmed.

4. Late Submission of the Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 30 September, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to Section 68(2)(k) of the Public Finance Management Act, 2012 which states that an Accounting Officer shall prepare annual financial statements for each financial year within three months after the end of the financial year, and submit them to the Controller of Budget and the Auditor-General for audit.

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

5. Lack of Adequate Facilities in the Institution

Physical verification of the learning environment of the School conducted in March, 2026 revealed that the school had shortages as detailed below. However, Management did not provide evidence of measures taken to manage the shortage as detailed below;

School Facilities	Required	Number in Place	Shortage
Teachers TSC	65	52	13
Dormitories	14	9	3
Dining Hall	2	1	1
Laboratories	3	2	1
Toilets	69	57	12
Library	1	0	1
Classrooms	32	26	6
Staff houses	30	6	24

In the circumstances the School may not achieve its mandate.

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

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

In the circumstances, the existence of effective measures on adequacy of the estimated amounts could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Internal Audit Function

During the year under review, the School did not have an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the school through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

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

2. Weaknesses in the Board of Management Composition

During the year under review, the Audit Committee and academic committee did not have any sitting, while the Finance, Procurement and General Purposes Committee sat only once contrary to Paragraph A2 of the Circular Ref. No OP/CAB.9/1A from the Head of Public Service dated 11 March, 2020 which stipulates that Board meetings shall be restricted to a minimum of four (4) and capped at a maximum of six (6) for each financial year, and in addition, the same principle shall apply to respective Committees of the Boards.

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

3. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.622,028,800 which includes land with a balance of Kshs.520,000,000. However, land ownership documents were not provided for audit. Further, ownership documents

for the school bus were not provided for audit as the log book of the bus was still held by the bank for a loan previously secured to purchase the school bus.

In addition, the assets including desk top computers, office desks, tables, office cabinets and chairs were not tagged and there was no evidence that the Management of the School had insured the buildings with a value of Kshs.77,394,000 as required by law, thus, the buildings could be exposed to the risk of loss in case of fire, riots or damages.

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

4. Weak Controls in Inventory Management

Note 19 of the financial statements under other important disclosure notes disclosed an inventory closing balance of Kshs.2,268,878. However, the stock take report in support of the balance was not provided for audit review. Further, quarterly stock takes were not done, thus stores, inventory and assets procured by the Institution may suffer deterioration from preventable causes and overstocking which may take a whole year to be detected. In addition, the Management uses the manual stores ledgers to manage inventories instead of setting up an inventory management system to be managed by head of procurement function.

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

5. Lack of a Functional Procurement Unit

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

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

6. Weaknesses in ICT Controls

An assessment of the IT environment across the School revealed multiple critical weaknesses indicating inadequate ICT governance, data protection, and systems control. The following shortcomings were observed:

- i. The School has a system used to record income and payments. However, during the audit period in March, 2026, the School lacked a superb system to record and manage inventory, staff payroll and library books issue and collection.
- ii. Lack of an approved ICT Policy: There is no formally approved ICT policy to guide the development, deployment, use, and management of ICT resources within the entity.

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, OBS
AUDITOR-GENERAL

Nairobi

16 April, 2026

- iii. Staff use personal email (Gmail) addresses for official communication, which undermines data security and organizational accountability.
- iv. The entity lacks a documented data protection policy to ensure that the collection, handling, storage, and sharing of data comply with legal and regulatory data protection requirements.
- v. There is no centralized and updated ICT asset register to track, manage, or safeguard ICT infrastructure and equipment.
- vi. There is no formalized data backup process, exposing the entity to the risk of data loss in the event of system failure, cyberattack, or accidental deletion.
- vii. No disaster recovery plan, in the absence of a disaster recovery plan, the entity lacks the capacity to restore operations promptly following system disruptions or disasters.

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

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 (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

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

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

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

Chuka Girls Secondary 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	3,172,837	3,414,031
Government grants for operations	2	14,444,509	16,189,642
Infrastructure Account	3	4,559,000	5,281,000
School fund income- parents' contributions	4	62,506,015	60,054,454
Miscellaneous incomes	5	6,016,319	4,166,066
Total Receipts		90,698,678	89,105,193
Payments			
Tuition	6	3,344,156	3,447,023
Operations	7	13,836,739	16,842,797
Infrastructure	8	10,893,831	3,485,363
Boarding and school fund	9	66,348,519	62,893,175
Total Payments		94,423,245	86,668,358
Surplus/Deficit		(3,724,567)	2,436,835

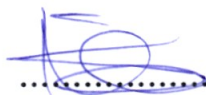
The school financial statements were approved on _____ 2023 and signed by:



ARCHANGELO MBAABU

Chair BOM

Date: 25/03/2023



MUTHONI KITHAKA

RIMUNYA

School Principal/ Secretary to
BOM

Date: 25/03/2023



CATHERINE NJOKI

KINUTHIA

Bursar/ Finance Officer

Date: 25/03/2023

Chuka Girls Secondary 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	3,455,110	6,685,047
Cash balances	11	13,332	16,360
Short term investments	12	-	-
Total cash and cash equivalent		3,468,442	6,701,407
Account's receivables	13	6,925,276	4,230,106
Total financial assets		10,393,718	10,931,513
Financial liabilities			
Accounts payables	14	9,471,341	5,501,863
Net financial assets		922,377	5,429,650
Represented by			
Accumulated fund b/fwd	15	4,646,944	2,992,814
Surplus/deficit for the year		(3,724,567)	2,436,836
Net financial position		922,377	5,429,650

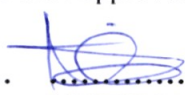
The school's financial statements were approved on _____ 2023 and signed by:



ARCHANGELO MBAABU

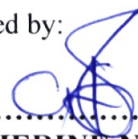
Chair BOM

Date: 25/03/2023



MUTHONI KITHAKA
RIMUNYA
School Principal/ Secretary to
BOM

Date: 25/03/2023



CATHERINE NJOKI
KINUTHIA

Bursar/ Finance Officer

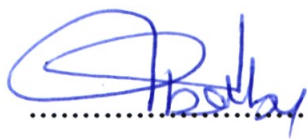
Date: 25/03/2023

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		3,172,836	3,414,031
Government grants for operations		14,444,509	16,189,642
Government grants for infrastructure		4,559,000	5,281,000
School fund income- parents contributions/ fees		59,444,902	59,710,944
Other income		6,016,319	4,166,066
Total receipts		87,637,566	88,761,683
Payments			
Cash outflows for tuition		3,206,871	3,365,063
Cash outflows for operations		13,236,083	16,842,797
Cash outflows Boarding/lunch and school fund payments		65,581,403	63,396,843
Infrastructure account payments		8,846,174	3,485,363
Total payments		90,870,531	87,090,066
Net cash inflow/outflow from operating activities		(3,232,965)	1,671,617
Cash flow from investing activities			
Acquisition of assets		-	-
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(3,22,965)	1,671,617
Cash and cash equivalent at beginning of the FY		6,701,407	5,029,790
Cash and cash equivalent at end of the FY		3,468,442	6,701,406

Chuka Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2023

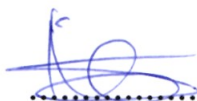
The school's financial statements were approved on _____ 2023 and signed by:



.....
ARCHANGELO MBAABU

Chair BOM

Date: 25/03/2026



.....
MUTHONI KITHAKA

RIMUNYA

**School Principal/ Secretary to
BOM**

Date: 25/03/2026



.....
CATHERINE NJOKI

KINUTHIA

Bursar/ Finance Officer

Date: 25/03/2026

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					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	99,932	-	99,932	99,932	100%
Exercise Books	3,437,000	-	3,437,000	765,585	22%
Laboratory Equipment	1,299,561		1,299,561	1,330,257	102%
Internal Exams	99,931		99,931	99,931	100%
Teaching / Learning Materials	3,300,355		3,300,355	777,131	23%
School fund	100,000		100,000	100,000	100%
TOTAL	8,336,779		8,336,779	3,172,837	38%
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	5,812,550		5,812,550	4,728,431	81%
Repairs And Maintenance	4,541,000		4,541,000	4,541,000	100%
Local Transport / Travelling	1,851,330		1,851,330	728,594	39%
Electricity And Water	3,182,510		3,182,510	937,776	29%
Medical	111,500		111,500	111,500	100%
Administration Costs	1,587,720		1,587,720	1,892,597	119%
Activity	383,530		383,530	652,290	170%
Rent	21,900		21,900	21,900	100%
Welfare	1,400		1,400	1,400	100%

Chuka Girls Secondary School
Annual Report and Financial Statements For the year end d 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
NSSF	250,782		250,782	250,782	100%
NHIF	83,300		83,300	83,300	100%
PAYE	14,939		14,939	14,939	100%
School fund	480,000		480,000	480,000	100%
TOTAL	18,322,461		18,322,461	14,444,509	79%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	4,541,000		4,541,000	4,541,000	100%
School fund	18,000		18,000	18,000	100%
TOTAL	4,559,000		4,559,000	4,559,000	
(4) Fees Charged on Parents					
Personnel Emoluments	3,910,720		3,910,720	4,536,752	116%
Repairs And Maintenance	2,800,730		2,800,730	3,266,064	117%
Local Transport / Travelling	1,599,840		1,599,840	1,859,150	116%
Electricity And Water	1,590,000		1,590,000	198,134	12%
Medical	42,734		42,734	42,734	100%
Administration Costs	6,168,070		6,168,070	7,212,819	117%
Activity	3,083,530		3,083,530	3,893,249	126%
SMASSE	1,253,000		1,253,000	1,253,000	100%
Fee On Boarding Equipment and Stores	27,784,090		27,784,090	35,093,786	126%
5) Miscellenous Income					
Bursary	3,328,776		3,328,776	3,328,776	100%

Chuka Girls Secondary 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
Breakages	16,224		16,224	16,224	100%
Damages	159,478		159,478	159,478	100%
Uniform	2,496,634		2,496,634	2,496,634	100%
Project	93,350		93,350	93,350	100%
Income From Bus Hire	80,000		80,000	80,000	100%
Farm	909,141		909,141	909,141	100%
Rent	25,200		25,200	25,200	100%
Total Income	55,341,517		55,341,517	64,464,491	
<i>(6) Expenditure For Tuition</i>					
Exercise Books	3,437,000		3,437,000	342,570	10%
Laboratory Equipment	1,299,561		1,299,561	1,413,771	109%
Teaching / Learning Materials	3,300,355		3,300,355	850,600	39%
Bank Charges	2,400		2,400	2,400	100%
Sundry creditors	597,530		597,530	597,530	100%
TOTAL	8,039,316		8,039,316		
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	5,812,550		5,812,550	3,985,301	69%
Repairs, Maintenance & Improvements	4,704,400		4,704,400	4,704,400	100%
Local Transport / Travelling	1,851,330		1,851,330	241,000	13%
Electricity, Water and Conservancy	1,182,510		1,182,510	818,516	69%
Medical	105,345		105,345	105,345	100%
Administration Costs	1,587,120		1,587,120	2,055,098	129%

Chuka Girls Secondary 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
Activity Expenses	383,530		383,530	383,280	100%
Gratuity	376,382		376,382	376,382	100%
Insurance	200,940		200,940	200,940	100%
Bank charges	4,800		4,800	4,800	100%
(8) Expenditure For infrastructure					
Maintenance & Improvement MoE	8,842,234		8,842,234	8,842,234	100%
Bank charges	3,940		3,940	3,940	100%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	3,910,720		3,910,720	3,226,284	82%
Repairs, Maintenance and Improvements	2,800,730		2,800,730	1,996,565	71%
Local Transport / Travelling	1,599,840		1,599,840	1,377,500	86%
Electricity, Water and Conservancy	1,590,000		1,590,000	1,329,207	84%
Administration Costs	6,168,070		6,168,070	6,570,373	107%
Activity	2,067,800		2,067,800	3,776,288	183%
Gratuity	20,000		20,000	20,000	100%
Uniform	2,646,780		2,646,780	2,646,780	100%
Boarding Equipment and Stores	27,784,090		27,784,090	35,278,109	127%
PTA	27,000		27,000	27,000	100%
Insurance Costs	155,235		155,235	155,235	100%

Chuka Girls Secondary 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
Project	33,000		33,000	33,000	100%
Rent Expenses	20,000		20,000	20,000	100%
Bank Charges	18,146		18,146	18,146	100%
Farm	771,715		771,715	771,715	100%
Bursary	3,270,146		3,270,146	3,270,146	100%
Bus	68,000		68,000	68,000	100%
Operations account	480,000		480,000	480,000	100%
Tuition account	100,000		100,000	100,000	100%
S.E.S	1,416,902		1,416,902	1,416,902	100%
Totals	54,948,174		54,948,174	62,581,250	114%

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. Accounts receivables also include school fees billed to parents for services rendered but not paid. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

7. Non-current assets

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the school fixed asset register a summary of which is provided as a memorandum to these financial statements.

8. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *school's* budget was approved by the School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

9. Comparative figures

Where necessary comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

Chuka Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2023

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	99,933	177,625
Exercise Books	765,585	941,385
Laboratory Equipment	1,330,257	1,378,075
Internal Exams	99,931	
Teaching / Learning Materials	777,131	887,236
School fund	100,000	29,710
Total	3,172,837	3,414,031

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	4,728,431	4,642,132
Repairs And Maintenance	4,541,000	5,305,600
Local Transport / Travelling	728,504	860,710
Electricity And Water	937,776	1,700,692
Medical	111,500	203,800
Administration Costs	1,892,597	1,681,737
Activity	652,290	421,418
NSSF	250,782	329,448
NHIF	83,300	108,700
PAYE	14,939	12,456
School fund	480,000	722,040
Rent	21,900	18,400
Welfare	1,400	30,000
Advance	-	51,300
Tuition	-	92,209
Total	14,444,509	16,189,642

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	4,541,000	5,281,000
School fund	18,000	-
Total	4,559,000	5,281,000

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	4,536,752	5,068,155
Repairs and maintenance	3,398,091	3,812,492
Local transport / travelling	1,859,150	2,027,052
Electricity and water	1,518,407	796,268
Medical	42,734	-
Administration costs	7,300,838	7352,047
Activity	4,333,340	3,692,262
Fee on Boarding Equipment and stores	37,020,069	35,830,187
Uniform	2,496,634	1,439,501
SES	-	3,840
Operations	-	32,650
Total	62,506,014	60,054,454

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Rent Income	25,200	31,000
Income From Farming Activities	909,141	195,700
Income From Bus Hire	80,000	51,000
Breakages	16,224	5,900
Damages	159,478	403
Bursary	3,328,776	3,567,363
Project	93,350	314,700
Nhif	28,200	-
Nssf	85,348	-
Paye	4,202	-
Advance	32,000	-

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Welfare	1,400	-
Smasse	1,253,000	-
Total	6,016,319	4,166,066

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Text books	-	26,677
Exercise Books	581,820	1,045,890
Reference materials	-	254,345
Laboratory Equipment	1,909,336	1,201,332
Teaching / Learning Materials	850,600	823,630
Bank Charges	2,400	2,940
Operation	-	92,209
Total	3,344,156	3,447,023

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	4,514,007	5,570,370
Service Gratuity	376,382	-
Administration Cost	2,263,998	2,815,999
Repairs And Maintenance & Improvements	4,704,400	4,768,500
Local Transport / Travelling	241,000	773,166
Electricity And Water	821,566	1800,477
Medical	105,345	81,759
Activity Expenses	383,280	31,226
Insurance Cost	200,940	355,171
Nssf	250,782	329,448
Paye	14,939	12,456
Nhif	83,300	108,700
Advance	12,000	27,300
Bank charge	4,800	
School fund	-	32,650
Rent	-	105,575
Welfare		30,000
Total	13,836,739	16,842,797

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Repair and maintenance	10,889,891	3,035,363
Bank charges	3,940	-
Administration costs	-	450,000
Total	10,893,831	3,485,363

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	3,226,284	1,773,000
Repairs And Maintenance & Improvements	2,539,212	4,421,570
Local Transport / Travelling	1,377,500	1,015,050
Electricity And Water	1,386,387	565,235
Administration Costs	6,662,028	4,804,284
Bank Charges	18,146	5,700
Fee On Boarding Equipment and Stores	36,772,746	38,603,687
Rent Expenses	20,000	-
Activity	3,953,288	1,764,603
Uniform	2,646,780	1,285,530
Project	33,000	427,334
PTA	27,000	3,000
Service gratuity	20,000	-
Smasse	1,253,000	-
Bursary	3,270,146	3,621,853
Welfare	1,400	-
Farm	771,715	904,810
Insurance	155,235	-
Bus	68,000	335,700
NHF	28,200	-
NSSF	85,348	-
PAYE	4,202	-
Advance	32,000	23,000
Operation	480,000	722,040
Tuition	100,000	29,710
SES	1,416,902	2,570,299
medical	-	19,770
Total	66,348,519	62,893,175

Chuka Girls Secondary 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	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account-Coop	Active	01139057828800	26,226	11,293
Operations Account-Coop	Active	01139057828802	1,265,383	712,119
School Fund Account/Boarding-Coop	Active	01129057828800	754,061	530,387
School Fund Account/Boarding-Equity	Active	0210294684101	207,090	64,387
School Fund Account/Boarding-KCB	Active	1145191096	-	14,557
Infrastructural Account-KCB	Active	1236601785	1,202,350	3,693,887
Total			3,455,110	5,026,630

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	13,332	16,360
Total	13,332	16,360

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	6,925,276	4,230,106
Total	6,925,276	4,230,106

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	4,400,910	64%	1,880,646	44%
Between 2-3 years	2,524,366	36%	2,349,460	56%
Total (should tie to note 13 a)	6,925,276	100%	4,230,106	100%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1A)	6,119,871	2,579,157
Prepaid Fees	3,351,470	2,922,706
Total	9,471,341	5,501,863

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	5,746,247	94%	2,201,973	85%
Between 1- 2 years	373,624	6%	377,184	15%
Between 2-3 years	-			
Over 3 years	-			
Total (should tie to note 14)	6,119,871	100%	2,579,157	100%

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Notes to the Financial Statements (continued)

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	6,201,772	5,026,630
Cash Balances	5,417	3,160
Short Term Investments	-	-
Receivables	4,230,106	2,938,846
Payables	(6,284,569)	(4,975,821)
Total	4,152,726	2,992,815

Chuka Girls Secondary 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		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Others (specify)		
Total		

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle		110,000	700,000
Pigs		166,000	213,000
Trees		50,000	10,800
bananas		200,000	150,000
Poultry			
Total		826,000	1,073,800

18 Borrowings

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

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Other important disclosure notes

19 Stock/ Inventory

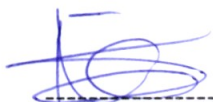
Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	1,700,473	
Stationeries	568,405	
	2,268,878	

Chuka Girls Secondary School**Annual Report and Financial Statements For the year ended 30th June 2023**

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

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.JASCARO CONTRACTORS	692,684.02			692,684.02		
1. RIPANA CONTRACTORS	1,201,108.45			1,201,108.45		
Sub-Total				1,893,792.47		
Supply Of Goods						
4.MWENDANTU ENTERPRISES	39,865			39,865		
5.TONY MURIMI	90,000			90,000		
6.JACKIN GITONGA	24,000			24,000		
7.MWENDANTU ENTERPRISES	247,485			247,485		
8.NDEGE STORES	311,817			311,817		
9.BINPOINT COMPANY LTD	81,880			81,880		
10.MAFUKO INDUSTRIES LTD	359,520			359,520		
11.FELIX MUTWIRI	345,400			345,400		
12.ERISTAR GENERAL SERVICES	60,230			60,230		
13.SENGO-ORACE VENTURES	239,000			239,000		
14.MUGAKAR INVESTMENTS	95,000			95,000		
15.FAITH MUTUA ADVOCATE	90,000			90,000		
16. KABUBONI FCS LTD	157,020			157,020		
17.KENCHU BOOKSHOP	1,655			1,655		

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18.EBENEZER TRADERS	23,000		23,000		
19.LIKE ENTERPRISES	82000		82,000		
20.LILAC COMMERCIAL AGENCIES	108,500		108,500		
21.JASPER GITARI	203,527		203,527		
22.FIRE MARSHALS E.A	139,700		139,700		
23.SOFTWARE FOR SCHOOLS KENYA	43,600		43,600		
24.SANAA BUSMIX VENTURES	25,600		25,600		
25.EPHANTUS MBAKA	200,048		200,048		
26.SALESIO KITHINJI	188,658		188,658		
27.READERS QUEST PUBLISHERS	495,565		495,565		
28. KELAD ENTERPRISES	239,250		239,250		
Sub-Total			3,863,454		
Supply Of Services					
6.					
7.					
8.					
Sub-Total					
Grand Total			5,757,246.47		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b (Kshs) 1st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land	520,000,000	-	0	520,000,000
Buildings And Structures	77,394,000	-		77,394,000
Motor Vehicles	2,110,000			2,110,000
Office Equipment, Furniture And Fittings	970,000			970,000
Textbooks	13,947,655			13,947,655
ICT Equipment	2,721,789			2,721,789
Tools And Apparatus	3,725,256			3,725,256
Other Machinery And Equipment	865,100			865,100
Intangible Assets- Soft Ware	295,000			295,000
Total	622,028,800			622,028,800