

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL


ON

GATAMAIYU HIGH SCHOOL

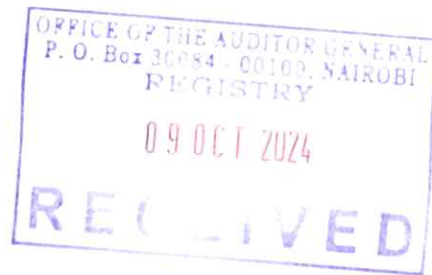
FOR THE YEAR ENDED

30 JUNE, 2023

KIAMBU COUNTY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 MAR 2025	
DAY: Wednesday	
TABLED BY:	Hon. Naomi Wago, MP Deputy Majority Party Whip
CLERK-AT THE-TABLE:	Ar. Shwako

-s-----/Revised 30th June 2023.



GATAMAIYU HIGH 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)

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1. Acronyms and Glossary of Terms

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

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

2. Key School Information and Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in KIAMBU County, LARI Sub-County.

The school was registered in NOV 2022 under registration number 22S00301040 and is currently categorized as a COUNTY public school established, owned or operated by the Government.

The school is a boarding school and had 553 number of students as at 30th June 2023. It has 13 streams and 30 teachers of which 8 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	EVANS M KARANJA	Chairman	30 TH MAY 2022
2	LEONARD WANJOHI	Secretary - Principal	30 TH MAY 2022
3	LOISE W. WAWERU	Member	30 TH MAY 2022
4	NJUGUNA MBIGI	Member	30 TH MAY 2022
5	BONIFACE WAMBUGU	Member	30 TH MAY 2022
6	PURITY MWANGI	Member	30 TH MAY 2022
7	JOSEPH KABUCHO	Member	30 TH MAY 2022
8	DAVID GITAU	Member – Rep CEB	30 TH MAY 2022
9	PAULINE W. KIGO	Member Rep Teachers	30 TH MAY 2022
10	PETER NGANGA	3 Members - Sponsor	30 TH MAY 2022
11	LEAH NDEGWA	Member - Community	30 TH MAY 2022
12	NICHOLAS IGADIZI	Member Special Needs	30 TH MAY 2022
13	BENARD GITAU	Rep Students	30 TH MAY 2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.EVAN KARANJA 2. JOSEPHKABUCHO 3.WANJOHI LEONARD 4.LOISE WAMBUI 5. NJUGUNA MBIGI	CHAIRMAN...	3 out of 3
2	Audit Committee			0 out of 3
3	Finance,procurement and general purposes Committee	1.EVANSKARANJA 2.LEONARDWANJOHI 3.BONIFACE WAMBUGU 4.HARON NGANGA 5.LOISE WAMBUI		2out of 3
4	Academic Committee	1.NJUGUNAMBIGI		3 out of 3

		2.DR.KABUCHO 3.PAULINE KIGO 4.NICHOLAS IGADIZI 5. PURITY MWANGI 6.LOISE WAMBUI		
5	Development Committee	BONIFACEWAMBUGU LOISE WAMBUI NJUGUNA MBIGI LEONARD WANJOHI LEAH NDEGWA	CHAIRMAN	nil
6	Discipline and welfare Committee	1.DAVID NJUGUNA 2. HARON NGANGA 3.LEAH NDEGWA	CHAIRMAN	nil
7	Adhoc Committee (if any during the year)			N/A

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	LEONARD WANJOHI	TSC No.285993
2	Deputy Principal	HARUN NGANGA	TSC No.291817
3	School Bursar	EUNICE MBUGUA	ICPAK No. N/A
4	Other (specify)		

(e) Schools contacts

Post Office Box: 8-00223 KAGWE
Telephone: 020-2047725
E-mail: gatamaiyuhighschool@gmail.com
Website: N/A
Facebook:
Twitter:

(f) School Bankers

The school operated Eight number of bank accounts in the following banks:

1. Name of Bank: KCB
Branch: GITHUNGURI
Account Number: 1105015793
2. Name of Bank: KCB
Branch: GITHUNGURI
Account Number: 1105030814
3. MPESA Pay Bill No. 522123 attached to 1105015793 bank account
4. Name of Bank: KCB
Branch: GITHUNGURI
Account Number: 1105026272
5. Name of Bank: KCB
Branch: GITHUNGURI
Account Number: 1261364244
6. Name of Bank: EQUITY BANK
Branch: GITHUNGURI
Account Number: 0930295169173

7. Name of Bank KCB
Branch GITHUNGURI
Account Number 1104451948
8. Name of Bank K-UNITY
Branch GITHUNGURI
Account Number 00210000015851

(g) Independent Auditors

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

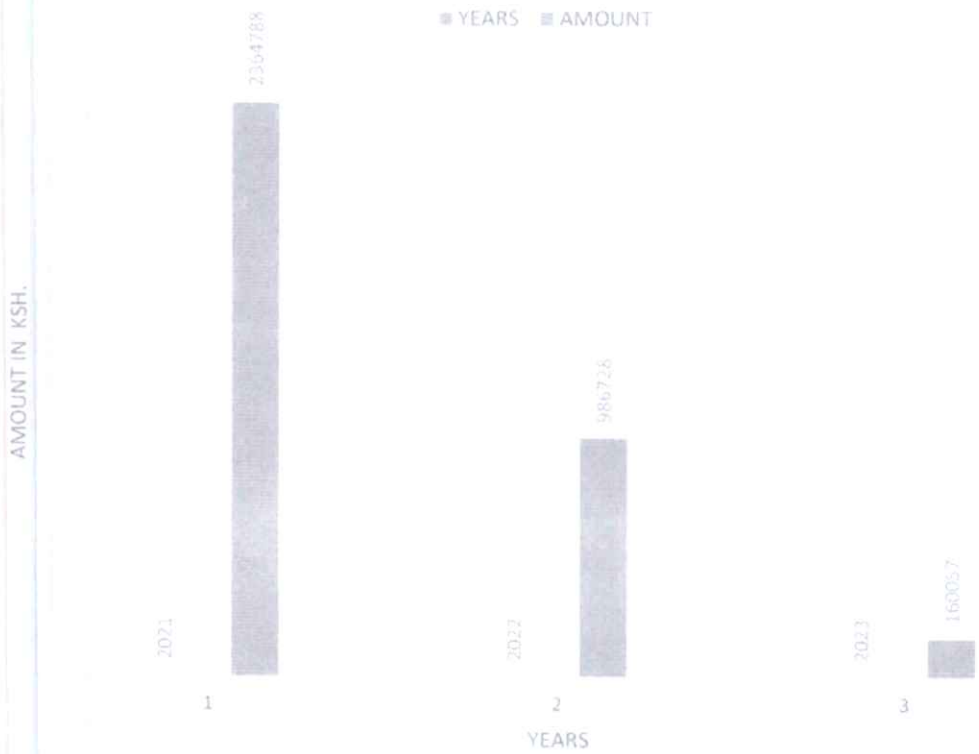
GATAMAIYU HIGH SCHOOL

(A) Financial performance:

SURPLUS / DEFICIT FOR THE LAST THREE YEARS

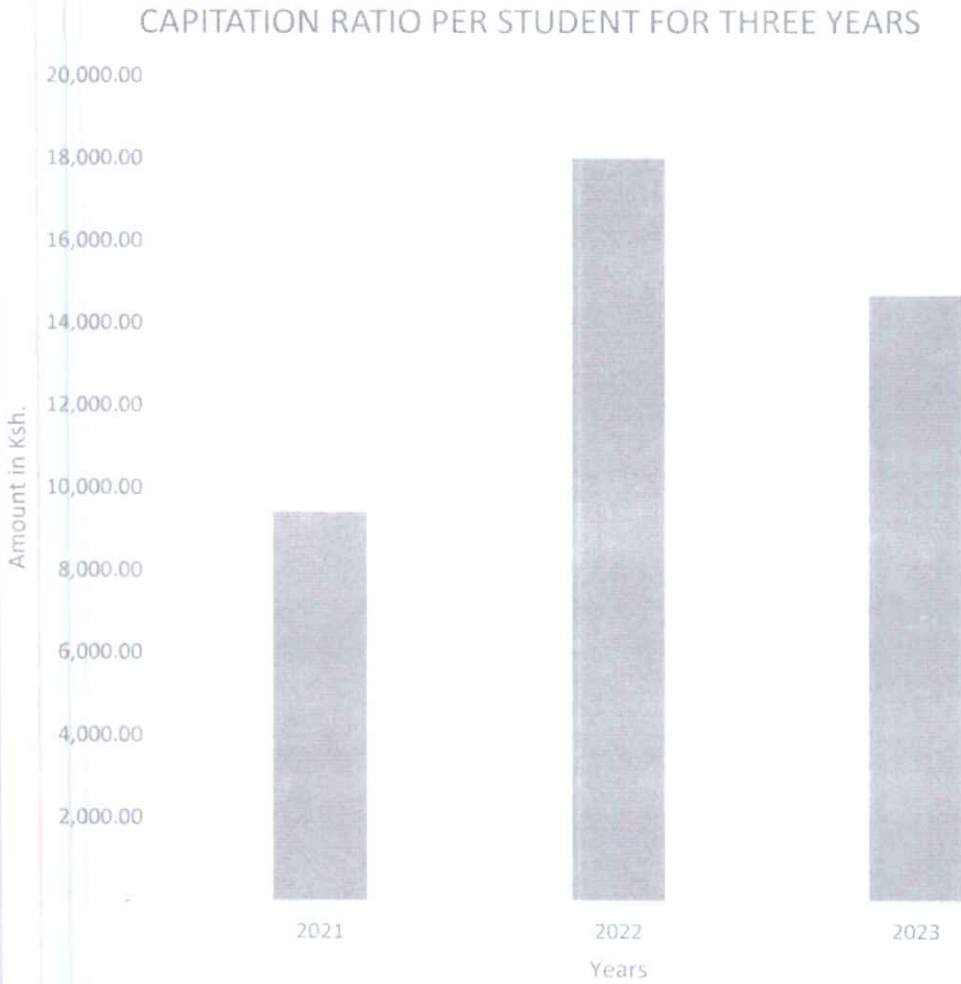
YEARS	AMOUNT
2021	2,364,788.00
2022	986,728.00
2023	160,057.00

SURPLUS / DEFICIT FOR THE LAST THREE YEARS



GATAMAIYU HIGH SCHOOL

YEAR	AMOUNT
2021	9,438.00
2022	17,991.00
2023	14,688.00



GATAMAIYU HIGH SCHOOL

YEAR	AMOUNT
2021	5,256,877.00
2022	10,039,243.00
2023	8,519,104.00

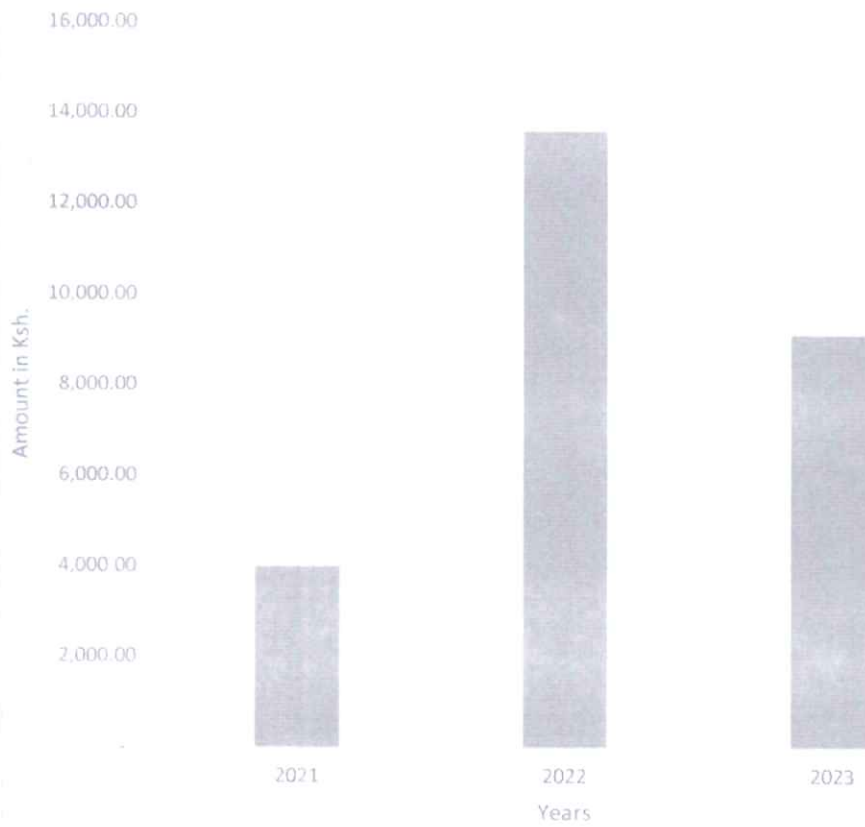
CAPITATION GRANT FOR THREE YEARS



GATAMAIYU HIGH SCHOOL

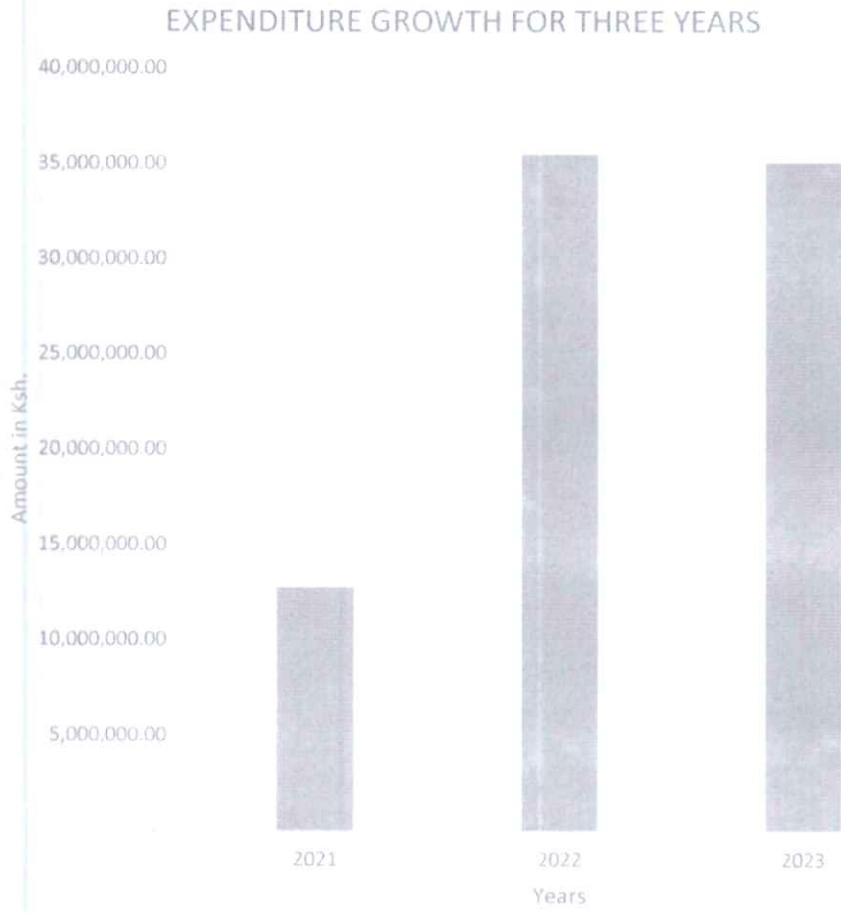
YEAR	AMOUNT
2021	4,000.00
2022	13,600.00
2023	9,100.00

GROWTH OF OTHER INCOMES FOR THREE YEARS



GATAMAIYU HIGH SCHOOL

YEAR	AMOUNT
2021	12,786,737.00
2022	35,498,548.00
2023	35,062,869.00



GATAMAIYU HIGH SCHOOL

YEAR	BANK	CASH
2021	(246,399.00)	40,521.00
2022	75,597.00	23,812.00
2023	(899,023.00)	1,626.00

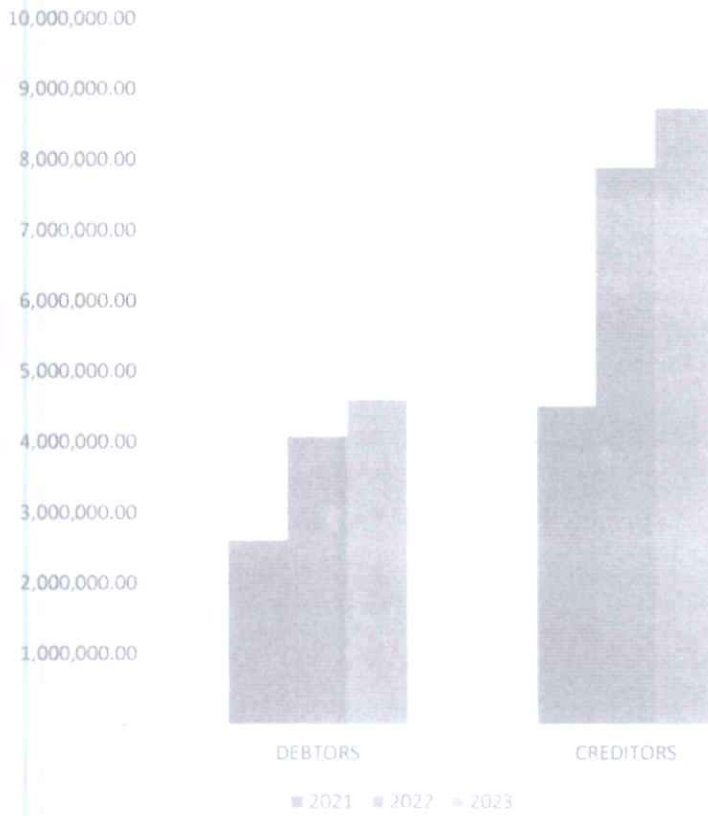
MOVEMENT OF BANK AND CASH BALANCES FOR THREE YEARS



GATAMAIYU HIGH SCHOOL

YEAR	DEBTORS	CREDITORS
2021	2,613,076.00	4,512,697.00
2022	4,084,586.00	7,892,194.00
2023	4,599,462.00	8,726,815.00

MOVEMENT OF DEBTORS AND CREDITORS
FOR THREE YEARS



**GATAMAIYU HIGH SCHOOL
YEAR 2022 PERFORMANCE REPORT**

A	TEACHER STUDENT RATIO
	TSC TEACHERS.....22
	BOM TEACHERS.....8
	ONE TEACHER FOR 18 STUDENTS
	2021.....1:18
	2022.....1:20
	2023.....1:18
B	MEAN SCORE KCSE
	2021.....3.808
	2022.....4.5
	2023.....4.379
C	NUMBER OF 2021 KCSE CANDIDATES
	YEAR 2021.....93
	YEAR 2022.....120
	YEAR 2023.....104
	SCHOOL CAPACITY
	YEAR 2021.....469 STUDENTS
	YEAR 2022.....528 STUDENTS
	YEAR 2023.....553 STUDENTS
	DORMS
	TOILETS 30
	DINNING HALL.....1 ROOM
	LABORATORIES :
	COMPUTER LAB
	BIOLOGY LAB
	CHEMISTRY LAB
	PHYSICS LAB

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
SCHOOL VAN	PARENTS CONTRIBUTION	ACQUIRED	3,450,000.00	3,450,000.00	30 TH JUN 2023



.....
School Principal

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 *GATAMAIYU HIGH SCHOOL* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2023, and of the school's financial position as at that date.



.....
Name: EVANS MUTUA KARANJA

Designation: Chairman, School Board of Management

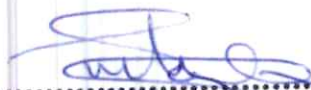
Date: 17/07/2024



.....
Name: LEONARD WANJOHI

Designation: School Principal & Secretary to Board of Management

Date: 17/07/2024



.....
Name: EUNICE N. MBUGUA

Designation: Bursar/ Finance Officer

Date: 17/07/24

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
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HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON GATAMAIYU HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - KIAMBU COUNTY

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Gatamaiyu High School - Kiambu County set out on pages 1 to 23, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of

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

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

Basis for Qualified Opinion

1.0 Inaccuracies in the Financial Statements

The following inaccuracies were noted in the financial statements;

Component	Note	Financial Statements (Kshs)	Ledger (Kshs)	Variance (Kshs)
Government Grants for Tuition	1	1,578,316	1,576,961	1,355
Government Grants for Operations	2	4,621,788	6,940,788	(2,319,000)
Government Grants for Infrastructure	3	2,319,000	-	2,319,000
Personnel Emoluments	4	1,867,311	3,207,999	(1,340,688)
Administration Cost	4	1,163,261	2,443,261	(1,280,000)
Fee on Boarding Equipment and Stores	4	17,097,383	19,097,395	(2,000,012)
Laboratory Equipment	6	440,392	1,246,412	(806,020)
Personnel Emoluments	7	1,263,204	1,352,226	(89,022)
Administration Cost	7	3,951,112	5,510,425	(1,559,313)
Personnel Emoluments	9	4,438,005	4,582,855	(144,850)
Repair and Maintenance	9	1,429,190	1,663,190	(234,000)
Administration Cost	9	1,585,291	1,624,575	(39,284)
Fee on Boarding Equipment and Stores	9	12,616,568	4,582,855	8,033,713
Total				(466,121)

The statement of cashflows reflects acquisition of assets of Kshs.3,534,000 which was not supported. In addition, the statement reflects comparative cash and cash equivalents at the end of the year of Kshs.99,409. However, a re-computation gives Kshs.780,850 resulting to a variance of Kshs.681,144.

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

2.0 Capitation Grants

2.1 Unaccounted for Capitation Grants for Tuition

The statement of receipts and payments and as disclosed in Note 1 to the financial statements reflects an amount of Kshs.1,578,316 in respect to capitation grants for tuition. However, review of the cashbook and bank statements revealed that the actual capitation grants received for tuition were Kshs.1,576,961 resulting to an unexplained variance of Kshs.1,355. Further, it was observed that as of the time of audit in May, 2024, Management had not issued individual receipts to the beneficiary students, almost four years after the funds were received.

In the circumstances, the accuracy and completeness of the capitation grants for tuition could not be confirmed.

2.2 Unaccounted for Capitation Grants for Operations

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects an amount of Kshs.4,621,788 in respect to capitation grants for operations. However, review of the cashbook and bank statements revealed that the actual capitation grants received for operations for the year ended 30 June, 2023 was Kshs.6,940,788 resulting to an unexplained variance of Kshs.2,319,000. It was further observed that as at the time of audit in May, 2024, Management had not issued individual receipts to the beneficiary students.

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

2.3 Unsupported School Fund Income - Parents' Contributions

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects Kshs.26,694,722 in respect to school fund income from parents' contributions for the year ended 30 June, 2023. However, the income was not supported with detailed ledgers/schedules showing the date, student name, admission number, mode of payment, receipt number, and amount of money received. Further, the School did not maintain individual student fee ledgers.

In the circumstances, the accuracy and completeness of the school fund income from parents' contributions could not be confirmed.

3.0 Cash and Cash Equivalents

3.1 Unsupported Bank Balance

The statement of assets and liabilities and as disclosed in Note 10 to the financial statements reflects an overdraft bank balance of Kshs.899,023 as at 30 June, 2023. However, four (4) bank accounts balances were not supported as detailed below;

Account Name	Bank	Amount (Kshs)	Observations
Savings Account	KCB	2,580	Cashbook, Bank Reconciliation Statements, Bank statements and Certificate of Bank Balance were not provided.
Parents Association Development Account/ESP	Equity	24,540	Cashbook, Bank Reconciliation Statements, Bank statements and Certificate of Bank Balance were not provided.
Income Generating Activities	K-Unity	57,770	Cashbook, Bank Reconciliation Statements, Bank statements and Certificate of Bank Balance were not provided.
Infrastructure Account	KCB	844	Cashbook balance indicated Kshs.718 resulting in a variance of Kshs.126
Total		85,734	

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

3.2 Overdrawn Account and Netting-Off of Bank Balance

The statement of assets and liabilities reflects an overdraft bank balance of Kshs.899,023 as disclosed in Note 10 to the financial statements. Included in the bank balance are two (2) bank accounts with an overdraft balance of Kshs.985,710 which has been netted off bank balances contrary to Section 28(4)(5) of the Public Finance Management Act, 2012.

In the circumstances, the accuracy, completeness and existence of overdraft bank balance of Kshs.899,023 could not be confirmed.

4.0 Accounts Receivables

4.1 Unsupported Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects a balance of Kshs24,694,267 in respect to accounts receivables as at 30 June, 2023 which further includes Kshs.24,678,266 in respect to fees arrears. However, the fees arrears was not supported with student fee ledgers and billing statements sent to parents or guardians detailing fee arrears at the end of the year.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.24,678,266 could not be confirmed.

4.2 Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.24,694,267 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs. 18,585,199 which

had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.24,694,267 could not be confirmed.

5.0 Unsupported Accounts Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects a balance of Kshs.8,726,815 in respect to accounts payables. Included in this balance is Kshs.64,886 and Kshs.1,135,342 for unpaid salaries and statutory deductions and caution money that was not supported with ledgers.

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.8,726,815 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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 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. Failure to Transfer Infrastructure Funds of Kshs.1,514,000 from the Operations Bank Account

During the financial year, the School received capitation grants for operations totaling Kshs.6,940,788, out of which Kshs.2,319,000 was earmarked for maintenance and improvement. These funds were required to be transferred to the infrastructure account. However, review of the school's infrastructure bank account revealed that only Kshs.805,000 was transferred, resulting in a shortfall of Kshs.1,514,000. This was contrary to the Ministry of Education Circular Ref. No. MOE.HQS/3/13/3, which stipulated the transfer of infrastructure grants and maintenance funds within fifteen days of receipt in the operations account.

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

2. Identification, Collection and Accounting for Own-Generated Revenue

Review of the identification, collection, and accounting for own-generated revenue for the year ended 30 June, 2023 revealed that the School's sole identified source of own-generated revenue was from rental houses leased to teachers which had been priced significantly below market rates at Kshs.700 per month. Additionally, other potential revenue streams such as the hire of grounds, hire of school bus and van, and sales of biological assets were not explored. It was observed that only three out of eight (8) rental houses generated income, with only three (3) staff members paying rent while the others were exempted in exchange for providing night supervision for students. Further, although the School Management received reams of photocopy papers from all students at the beginning of each year, these were neither valued nor acknowledged as income.

In the circumstances, the effectiveness in identification, collection and accounting for own-generated revenue could not be confirmed.

3. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit was not correctly paginated as provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB).

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

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 22 May, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2023 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

5. Failure to Prepare School Improvement Plan

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

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

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, 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 overall governance were not effective.

Basis for Conclusion

1. Failure to have a Strategic Plan During the Financial Year 2022/2023

During the year under review, the School Management did not have a strategic plan contrary to Section 68(2)(g) of the Public Finance Management Act, 2012 which states that an accounting officer shall prepare a strategic plan for the entity in conformity with the medium-term fiscal framework and fiscal policy objectives of the National Government.

2. Weak IT Internal Controls

Review of the School ICT environment revealed that apart from physical records, the School uses a computerized information management system i.e. School Academic Management Information system for academic and accounts departments. However, Management did not provide an approved ICT policy, disaster recovery plan and an ICT strategic plan for audit review.

In the circumstances, the reliability, integrity and recoverability of the school data could not be confirmed.

3. Lack of Internal Audit Function and Audit Committee

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

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

4. Incomplete Assets Register and Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register in respect of fixed assets which includes land and motor vehicle with a balance of Kshs.3,900,000. However, land ownership documents and motor vehicle log books were not provided for audit.

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

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or to cease operations. Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

24 January, 2025

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


Description Of Vote Head	Note	2022/23	2021/22
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,578,316.00	1,882,394.00
Government grants for operations	2	4,621,788.00	5,479,349.00
Government Grants for infrastructure	3	2,319,000.00	2,677,500.00
School fund income- parents' contributions	4	26,694,722.00	26,432,433.00
Miscellaneous incomes	5	9,100.00	13,600.00
Total Receipts		35,222,926.00	36,485,276.00
Payments			
Tuition	6	601,631.00	1,953,655.00
Operations	7	6,958,656.00	7,125,994.00
Infrastructure	8	84,000.00	1,189,380.00
Boarding and school fund	9	27,418,582.00	25,229,519.00
Total Payments		35,062,869.00	35,498,548.00
Surplus/Deficit		160,057.00	986,728.00

The school financial statements were approved on _____ 2024 and signed by:


EVANS MUTUA KARANJA

Name: 

Chair BOM

Date: 


LEONARD WANJOHI

Name: Leonard Wanjohi
School Principal/ Secretary to BOM

Date: 17/07/2024

EUNICE MBUGUA

Name: 
Bursar/ Finance Officer

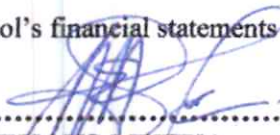
Date: 17/07/24

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

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

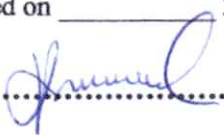
Description	Note	2022/23 Kshs	2021/22 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	(899,023.00)	75,597.00
Cash balances	11	1,629.00	23,812.00
Short term investments	12	0.00	0.00
Total cash and cash equivalent		(897,394.00)	99,409.00
Account's receivables	13	24,694,267.00	22,702,786.00
Total financial assets		23,796,873.00	22,802,195.00
Financial liabilities			
Accounts payables	14	8,726,815.00	7,892,194.00
Net financial assets		15,070,058.00	14,910,001.00
Represented by			
Accumulated fund b/fwd	15	14,910,001.00	13,923,273.00
Surplus/deficit for the year		160,057.00	986,728.00
Net financial position		15,070,058.00	14,910,001.00

The school's financial statements were approved on _____ 2024 and signed by:


Name: EVANS MUTUA
KARANJA

Chair BOM

Date: 17/07/2024


Name: LEONARD WANJOHI
School Principal/ Secretary to
BOM

Date: 17/07/2024


Name: EUNICE MBUGUA

Bursar/ Finance Officer

Date: 17/07/24

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

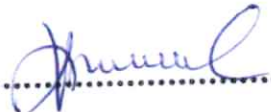
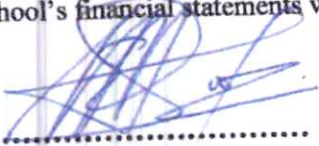
9. Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2022/23	2021/22
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,578,316.00	1,882,394.00
Government grants for operations	2	4,621,788.00	5,479,349.30
Government grants for infrastructure	3	2,319,000.00	2,677,500.00
School fund income- parents contributions/ fees	4	26,694,722.00	26,432,433.00
Other income	5	9,100.00	13,600.00
Total receipts		35,222,926.00	36,485,276.00
Payments			
Cash outflows for tuition	6	601,631.00	1,953,655.00
Cash outflows for operations	7	6,958,656.00	7,125,994.00
Cash outflows Boarding/lunch and school fund payments	9	27,418,582.00	25,229,519.00
Total payments		34,978,869.00	34,309,168.00
Net cash inflow/outflow from operating activities		244,057.00	2,176,108.00
Cash flow from investing activities			
Acquisition of assets		(3,534,000.00)	(1,189,380.00)
Proceeds from sale of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		0.00	0.00
Net cash inflow/outflows from investing activities		(3,534,000.00)	(1,189,380.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash inflow/outflow from financing activities		0.00	0.00
Net increase/decrease in cash and cash equivalents		160,057.00	986,728.00
Cash and cash equivalent at beginning of the FY		99,409.00	(205,878.00)
Cash and cash equivalent at end of the FY		(897,394.00)	99,409.00

Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(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 cashflow as recommended by PSASB).

The school's financial statements were approved on _____ 2024 and signed by:



Name: EVANS M
KARANJA

Name: LEONARD WANJOHI
School Principal/ Secretary to
BOM

Name: EUNICE MBUGUA

Chair BOM

Bursar/ Finance Officer

Date:

17/07/2024

Date:

17/07/2024

Date:

17/07/24

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	0.00	0.00	0.00	0.00	0%
Exercise Books	840,000.00	0.00	840,000.00	0.00	0%
Laboratory Equipment	1,755,312.00	0.00	1,755,312.00	872,391.75	49.7%
Internal Exams	0.00	0.00	0.00	0.00	0%
Teaching / Learning Materials	398,270.00	0.00	398,270.00	705,924.00	177.2%
Exams And Assessment	0.00	0.00	0.00	0.00	0%
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	2,736,500.00	0.00	2,736,500.00	2,410,000.00	88%
Repairs And Maintenance	0.00	0.00	0.00	0.00	0%
Local Transport / Travelling	1,123,850.00	0.00	1,123,850.00	246,000.00	21.9%
Electricity And Water	0.00	175,688.00	175,688.00	175,688.00	100%
Medical	0.00	0.00	0.00	0.00	0%
Administration Costs	1,125,000.00	0.00	1,125,000	1,371,599.65	121.9%
Activity	813,300.00	0.00	813,300.00	361,000.00	44.4%
Gratuity	0.00	0.00	0.00	0.00	0%

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
	xxx	xxx	xxx	xxx	x
3) FDSE for infrastructure					
Maintenance & Improvement MoE	2,500,000.00	0.00	2,500,000.00	2,319,000.00	92.8%
M&I parents' contribution	3,450,000.00	0.00	3,450,000.00	1,991,421.00	57.7%
Economic Stimulus Programs	0.00	0.00	0.00	0.00	0%
Transition Infrastructure Grants	0.00	0.00	0.00	0.00	0%
Administration Block	0.00	0.00	0.00	0.00	0%
(4) Fees Charged on Parents					
Personnel Emoluments	2,050,000.00	0.00	2,050,000.00	1,867,311.00	91.1%
Repairs And Maintenance	1,200,000.00	0.00	1,200,000.00	1,279,612.00	106.6%
Local Transport / Travelling	462,500.00	0.00	462,500.00	386,332.00	83.5%
Electricity And Water	2,450,000.00	0.00	2,450,000.00	2,791,335.00	113.9%
Medical	0.00	50,000.00	50,000.00	27,190.00	54.4%
Administration Costs	1,425,000.00	0.00	1,425,000.00	2,443,261.00	171.5%
Activity	575,000.00	0.00	575,000.00	90,877.00	15.8%
SMASSE	0.00	0.00	0.00	0.00	0%
Fee On Boarding Equipment and Stores	15,742,500.00	0.00	15,742,500.00	19,097,395.00	121.3%
5) Miscellenous Income					
Loans / Borrowing	0.00	0.00	0.00	0.00	0%
Rent income	0.00	0.00	9,100.00	9,100.00	100%
Income From Farming Activities	0.00	0.00	0.00	0.00	0%

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	Kshs	b	Kshs	c=a+b	Kshs	d	Kshs	e=d/c %	Kshs
Insurance Compensation	0.00		0.00		0.00		0.00		0%	
Income From Posho Mill	0.00		0.00		0.00		0.00		0%	
Income From Bus Hire	0.00		0.00		0.00		0.00		0%	
Fee For Hire of Ground and Equipment	0.00		0.00		0.00		0.00		0%	
Interest Income	0.00		0.00		0.00		0.00		0%	
Income From Any Other Investment	0.00		0.00		0.00		0.00		0%	
Total Income	38,647,232.00		225,688.00		38,882,020.00		38,445,437.40		98.9%	
(6) Expenditure For Tuition										
Textbooks	0.00		0.00		0.00		0.00		0%	
Reference Materials	0.00		0.00		0.00		0.00		0%	
Exercise Books	840,000.00		0.00		840,000.00		0.00		0%	
Laboratory Equipment	1,755,312.00		0.00		1,755,312.00		1,246,412.00		71%	
Internal Exams	0.00		0.00		0.00		0.00		0%	
Teaching / Learning Materials	398,270.00		0.00		398,270.00		705,924.00		177.2%	
Chalks	0.00		0.00		0.00		0.00		0%	
Exams And Assessment	0.00		0.00		0.00		0.00		0%	
Teachers Guides	0.00		0.00		0.00		0.00		0%	
Administration Costs	0.00		0.00		0.00		0.00		0%	
Bank Charges	0.00		0.00		0.00		0.00		0%	
(7) Expenditure For Operations										
Personnel Emoluments	2,736,500.00		0.00		2,736,500.00		1,236,204.00		45.2%	

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	Kshs	b	Kshs	c=a+b	Kshs	d	Kshs	e=d/c %	Kshs
Repairs, Maintenance & Improvements	0.00		0.00		0.00		0.00		0%	
Local Transport / Travelling	1,123,850.00		0.00		1,123,850.00		325,380.00		29%	
Electricity, Water and Conservancy	2,450,000.00		0.00		2,450,000.00		398,775.00		16.3%	
Medical	0.00	0.00	0.00		0.00		57,500.00		0%	
Administration Costs	1,125,000.00		0.00		1,125,000.00		5,510,425.00		490%	
Activity Expenses	813,300.00		0.00		813,300.00		124,500.00		15.3%	
Gratuity	0.00		0.00		0.00		0.00		0%	
SMASSE	0.00		0.00		0.00		0.00		0%	
(8) Expenditure For infrastructure										
Construction of classrooms	0.00		0.00		0.00		0.00		0%	
Construction of LAB	0.00		0.00		0.00		0.00		0%	
Construction of DORMS	0.00		0.00		0.00		0.00		0%	
Purchase of furniture	2,319,000.00		0.00		2,319,000.00		895,685.00		38.6%	
Purchase of equipment	0.00		0.00		0.00		0.00		0%	
Purchase of machinery	0.00		0.00		0.00		0.00		0%	
(9) Expenditure For school fund/lunch/boarding										
Personnel Emoluments	2,050,000.00		0.00		2,050,000.00		4,499,315.00		219.5%	

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	Kshs	b	Kshs	c=a+b	Kshs	d	Kshs	e=d/c %	Kshs
Repairs, Maintenance and Improvements	1,200,000.00		0.00		1,200,000.00		1,731,940.00		144.3%	
Local Transport / Travelling	462,500.00		0.00		462,500.00		1,639,248.00		354.4%	
Electricity, Water and Conservancy	2,450,000.00		0.00		2,450,000.00		1,181,510.00		48.2%	
Medical Expenses	0.00		5,300.00		5,300.00		5,300.00		100%	
Administration Costs	1,425,000.00		0.00		1,425,000.00		1,651,875.00		115.9%	
Activity	575,000.00		0.00		575,000.00		1,134,720.00		197.3%	
Gratuity	0.00		0.00		0.00		0.00		0%	
Lunch Programme	0.00		0.00		0.00		0.00		0%	
Boarding Equipment and Stores	15,742,500.00		0.00		15,742,500.00		14,336,342.00		91.1%	
Expenditure For Income Generating Activity	0.00		0.00		0.00		0.00		0%	
Insurance Costs	0.00		0.00		0.00		0.00		0%	
Other Expenses On Investments	0.00		0.00		0.00		0.00		0%	
Rent Expenses	0.00		0.00		0.00		0.00		0%	
Bank Charges	0.00		0.00		0.00		0.00		0%	
Loan Interest Repayment	0.00		0.00		0.00		0.00		0%	
Loan Principal Repayment	0.00		0.00		0.00		0.00		0%	
Acquisition Of Assets	3,450,000.00		0.00		3,450,000.00		3,450,000.00		100%	
Totals	40,916,232.00		5,300.00		40,921,532.00		40,131,055.00		98.1%	

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

- i. 98.92%
- ii. 98.1%

11. 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.

12. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022/23	2021/22
	Kshs	Kshs
Reference Materials	0.00	0.00
Exercise Books	0.00	314,630.00
Laboratory Equipment	872,392.00	493,916.00
Internal Exams	0.00	0.00
Teaching / Learning Materials	705,924.00	1,073,848.80
From school fund	0.00	0.00
Total	1,578,316.00	1,882,394.00

2 Government Grants for Operations

Description	2022/23	2021/22
	Kshs	Kshs
Personnel Emoluments	2,410,000.00	2,825,193.00
Repairs And Maintenance	0.00	0.00
Local Transport / Travelling	246,000.00	360,172.00
Electricity And Water	175,688.00	863,810.00
Medical	57,500.00	109,600.00
Administration costs	1,371,600.00	1,153,774.00
Activity	361,000.00	166,800.00
From School Fund		0.00
TOTAL	4,621,788.00	5,479,349.00

3. Government Grant For Infrastructure

Description	2022/23	2021/22
	Kshs	Kshs
Maintenance & Improvement	2,319,000.00	2,677,500.00
Transition infrastructure grants	0.00	0.00
Administration block	0.00	0.00
Economic stimulus Grants	0.00	0.00
Others(specify)(NGCDF and county govt	0.00	0.00

Description	2022/23	2021/22
	Kshs	Kshs
TOTAL	2,319,000.00	2,677,500.00

4. School Fund Income - Parents Contribution/Fees

Description	2022/23	2021/22
	Kshs	Kshs
Personnel emoluments	1,867,311.00	2,991,090.00
Repairs and maintenance	1,279,612.00	2,171,525.00
Local transport / travelling	386,332.00	636,294.00
Electricity and water	2,791,335.00	4,065,173.00
Medical	27,190.00	0.00
Administration costs	1,163,261.00	1,751,804.00
Activity	90,877.00	145,660.00
Fee on Boarding Equipment and stores	17,097,383.00	14,230,753.00
PA Levies*	1,991,421.00	440,134.00
Transfer from Operatoin	0.00	0.00
Total	26,694,722.00	26,432,433.00

5. Miscellaneous Incomes

Description	2022/23	2021/22
	Kshs	Kshs
Rent Income	9100.00	13,600.00
Income From Farming Activities	0.00	0.00
Insurance Compensation	0.00	0.00
Income From Posho Mill	0.00	0.00
Income From Bus Hire	0.00	0.00
Fee For Hire of Ground and Equipment	0.00	0.00
Income From Grants and Donations*	0.00	0.00
Interest Income	0.00	0.00
Dividends Income	0.00	0.00
Loans/Borrowings*	0.00	0.00

Other Income (<i>savings</i>)	0.00	0.00
Total	9,100.00	13,600.00

Notes to the Financial Statements (continued)

6 Tuition

Description	2022/23	2021/22
	Kshs	Kshs
Exercise Books	0.00	312,561.00
Textbooks	0.00	0.00
Reference materials	0.00	0.00
Laboratory Equipment	440,392.00	744,880.00
Teaching / Learning Materials	161,239.00	896,214.00
Exams And Assessment	0.00	0.00
	0.00	0.00
Bank Charges	0.00	0.00
Transfer to school fund	0.00	0.00
Total	601,631.00	1,953,655.00

7.7.Operations

Description	2022/23	2021/22
	Kshs	Kshs
Personnel Emoluments	1,263,204.00	1,892,927.00
Service Gratuity	0.00	0.00
Administration Cost	3,951,112.00	3,079,083.00
Repairs And Maintenance & Improvements	895,685.00	428,211.00
Local Transport / Travelling	325,380.00	293,679.00
Electricity And Water	398,775.00	989,334.00
Medical	0.00	0.00
Activity Expenses	124,500.00	442,760.00
Insurance Cost	0.00	0.00
Bank Charges/Tranfer to School Fund	0.00	0.00
Total	6,958,656.00	7,125,994.00

Notes to the Financial Statements (continued)

8. Infrastructure

Description	2022/23	2021/22
	Kshs	Kshs
Construction of classrooms	0.00	0.00
Construction of staircases	0.00	370,995.00
Construction of storage facility	0.00	572,285.00
Purchase of furniture	0.00	246,100.00
Purchase of equipment	0.00	0.00
Purchase of apparatus	0.00	0.00
Drilling of boreholes	0.00	0.00
Painting /repairs	84,000.00	0.00
Total	84,000.00	1,189,380.00

9. Boarding And School Fund

Description	2022/23	2021/22
	Kshs	Kshs
Personnel Emoluments	4,438,005.00	3,735,179.00
Service Gratuity	0.00	0.00
Repairs And Maintenance & Improvements	1,429,190.00	936,955.00
Local Transport / Travelling	1,607,998.00	1,059,080.00
Electricity And Water	1,151,510.00	1,138,130.00
Medical Expenses	5,300.00	0.00
Administration Costs	1,585,291.00	3,317,338.00
Lunch Programme	0.00	0.00
Bank Charges	0.00	0.00
Expenses On Income Generating Activities**	0.00	0.00
Fee On Boarding Equipment and Stores	12,616,568.00	14,422,369.00
Rent Expenses	0.00	21,580.00
Insurance Cost (<i>Life Property</i>)	0.00	0.00
Loan Principal Repayment	0.00	0.00
Loan Interest Repayment	0.00	0.00
Acquisition Of Assets	3,450,000.00	0.00
Activity expenses	1,134,720.00	598,888.00
Others(Development ,Savings)	0.00	0.00
Total	27,418,582.00	25,229,519.00

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022/23	2021/22
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1105026272	953.00	15,039.00
Operations Account	Active	1105030814	(133,196.00)	9,699.00
School Fund Account/Boarding	Active	1105015793	(852,514.00)	(150,432.00)
Savings Account	Active	1104451948	2,580.00	33,263.00
Economic stimulus acc	Dormant	0930295169173	24,540.00	24,540.00
Income Generating Activities Account	Dormant	0021000001585 1	57,770.00	58,644.00
Infrastructural Account	Active	1261364244	844.00	84,844.00
Total			(899,023.00)	75,597.00

11 Cash In Hand

Description	2022/23	2021/22
	Kshs	Kshs
Notes and Coins	1,629.39	23,812.00
Total	1,629.39	23,812.00

12 Short Term Investments

Description	2022/23	2021/22
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022/23	2021/22
	Kshs	Kshs
Fees Arrears	24,678,266.90	22,669,785.90
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	16,000.00	28,000.00
Imprest (list/schedule attached)	0.00	0.00
Rent arrears (list/schedule attached)/Gns	0.00	5,000.00
Total	24,694,266.90	22,702,785.00

13 b Ageing Analysis of Accounts Receivable

Description	2022/23		2021/22	
	Current FY	% of the total	Comparative FY	% of the total
+ Less than 1 year	4,599,462.00	18.7%	4,084,586.00	18%
1 Between 1- 2 years	1,493,605.00	5.9%	2,590,780.00	11.4%
Between 2-3 years	2,590,780.00	10.5%	2,233,670.00	9.9%
Over 3 years	15,994,419.90	64.9%	13,760,749.90	60.7%
Total (should tie to note 13 a)	24,678,266.90	100%	22,669,785.90	100%

14 Accounts Payable

Description	2022/23	2021/22
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	7,591,473.00	6,591,852.00
Prepaid Fees	0.00	20,000.00
Retention Monies	0.00	0.00
Unpaid salaries and statutory deductions	0.00	145,000.00
Caution money	1,135,342.00	1,135,342.00
Other payables (<i>specify</i>)	0.00	0.00
Total	8,726,815.00	7,892,194.00

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022/23		2021/22	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	6398,273.00	84%	6,042,582.00	90.0%
Between 1- 2 years	1,053,200.00	14%	655,770.00	10%
Between 2-3 years	140,000.00	2%	0.00	0%
Over 3 years	0.00	%	0.00	0%
Total (should tie to note 14)	7,591,473.00	100%	6,698,352.00	100%

15 Fund Balance Brought Forward

Description	2022/23	2021/22
	Kshs	Kshs
Bank Balances	75,597.00	(246,399.00)
Cash Balances	23,812.00	40,521.00
Short Term Investments	0.00	0.00
Receivables	22,702,786.00	18,641,848.00
Payables	(7,892,194.00)	(4,512,697.00)
Total	14,910,001.00	13,923,273.00

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	2022/23	2021/22
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

17 Biological assets

Description	Numbers	2022/23	2021/22
		Kshs	Kshs
Cattle		0.00	0.00
Goats		0.00	0.00
Trees		2028pcs	2013 pcs
Coffee Or Tea Plantation		0.00	0.00
Poultry		0.00	0.00
Others (specify)		0.00	0.00
Total		0.00	0.00

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	2022/23	2021/22
	Kshs	Kshs
Food stuffs	156,975.00	423,005.00
Lab consumables	42,266.00	53,761.00
Farm produce	0.00	0.00
Medication	0.00	0.00
Construction Materials	0.00	0.00
Others (specify)	0.00	0.00
	199,241.00	476,766.00

20 Progress On Follow Up Of Auditor Recommendations

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

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

 09/10/2023

Sign and Date
Principal

13. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022/23	Outstanding Balance Comparative 2021/22	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. JAMINJU RENOVATORS	794,250.00	2022	259,650.00	534,600.00	794,250.00	
2. GITHUNGURI WATER	23,260.00	2022	0.00	23,260.00	23,260.00	
3.						
Sub-Total				557,860.00		
Supply Of Goods						
2. GENESIS MODERN ENTERPRISES	568,900.00	APR, MAY & JUN	0.00	568,900.00	0.00	
3. GEORGE K MWAURA	352,160.00	MAY/JUN	0.00	352,160.00	0.00	
4. VICTORPRICE BRANDS AFRICA	247,500.00	MAY	0.00	247,500.00	171,250.00	
5. DAMARIS NJERI MUGO	327,750.00	MAY	0.00	327,750.00	321,660.00	
6. RENNIS VENTURES	905,722.00	JAN&MAY	338,109.00	567,613.00	0.00	
7. MERCYBEE VENTURES	27,000.00	MAY	0.00	27,000.00	115,600.00	
8. RACHU SUPPLIES	619,080.00	JUN 2022	475,000.00	144,080.00	619,080.00	
9. ADVARMATEX	528,750.00	FEB	253,000.00	275,750.00	0.00	

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

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022/23	Outstanding Balance Comparative 2021/22	Comments
10. EQUIPLAB SUPPLIES	290,250.00	FEB	0.00	946,020.00	655,770.00	
11. MENKS COMMODITY DEALERS	1,035,000.00	MAY-JUN	0.00	1,035,000.00	1,271,010.00	
12. MBARUK GENERAL MERCHADISE	1,007,930.00	APR,MAY &JUN	0.00	1,007,930.00	616,950.00	
13. JAMES MIRINGU NJUGUNA	246,500.00	MAY/JUN	0.00	246,500.00	220,400.00	
14. BETASTOCK GENERAL SUPPLIES	990,500.00	SEP.,JAN,M AY	450,000.00	540,500.0	424,250.00	
15. LANES ENTERPRISES	198,750.00	2022	0.00	198,750.00	698,750.00	
Sub-Total				6,485,453.00		
Supply Of Services						
16. TWOEM ONLINE PRODUCTION	42,100.00	MAY/JUN	0.00	42,100.00	0.00	
17. PRIMAX OFFICE EQUIPMENT	208,700.00	MAR	0.00	208,700.00	118,600.00	
18. JAMES KINYANJUI	144,850.00	JUN		144,850.00	0.00	
19. MAJESTIC FIRE EXTINGUISHERS	152,510.00	2022	0.00	152,510.00	152,510.00	
Sub-Total				548,160.00		
Grand Total				7,591,473.00		

Annex 2 – Summary of Fixed Assets Register

GATAMAIYU HIGH SCHOOL

SUMMARY OF FIXED ASSET REGISTER AS AT 30TH JUN 2023

ASSET CLASS	DATE PURCHASED	LOCATION	HISTORICAL COST B/F 1ST	ADDITIONS DURING	DISPOSAL DURING THE	DEPRECIATION KSH	HISTORICAL COST C/F (KSH)
			JUL 2014 (KSH)	THE YEAR (KSH)	YEAR (KSH)		30TH JUN 2022
LAND 1		KAGWE					
LAND 2		KAGWE					
BUILDINGS AND STRUCTURE							
CLASSROOMS							
DINNING HALL							
DORMITORIES							
STAFF HOUSES							
KITCHEN							
LABORATORIES							
480 CHAIRS AND DESKS	2004	CLASSROOMS	900,000.00	0	0	150,000.00	750,000.00
240 DOUBLE DECKER BEDS	2012	DORMS	1,824,000.00	193,750.00	0	66,750.00	1,951,000.00
4 COMPUTERS	2019	OFFICES	144,000.00	0	0	0	136,800.00
5 PRINTERS	2010	OFFICES	84,000.00	0	0	0	79,800.00
CABINETS	2016	OFFICES				0	
COPY PRINTER	2015	STORES	400,000.00	0	0	200,000.00	200,000.00
GENERATOR 60KV	2014	GEN.HSE	2,141,030.00	0	0	642,309.00	1,498,721.00
SMALL GENERATOR	2010	COMP.LAB	36,000.00	0	0	18,000.00	18,000.00
LAWN MOWER	2019	STORES	70,000.00	0	0		
POWERSAW	2007	STORES	28,000.00	0	0	19,600.00	8,400.00
WATER PUMP	1998	RIVERSIDE					
SHARFCUTTER	2012	COW SHED	32,000.00	0	0	14,400.00	17,600.00
51 SEATER BUS KBL 367G	2010	PARKING	4,806,000.00			906,000.00	3,900,000.00
MOTOR CYCLE K MDF	2014	STORES	76,000.00	0	0	26,600.00	49,400.00
ENERGY SAVING JIKOS	1998	KITCHEN	250,000.00	0	0		
SUFURIAS	1998	KITCEN	100,000.00	0	0		
WEIGHING MACHINE	2013	KITCEN					
DINNING TABLE	2021	DINNING	418,750.00	0	0	20,937.00	397,812.00
DINNING BENCHES	2021	DINNING	280,000.00	0	0	14,000.00	266,000
TV SET	2019	DINNING	105,000.00	0	0	15,750.00	89,250.00
TEXT BOOKS	2020	STUDENTS/STORE	MOE			0	MOE
HOT WATER SYSTEM	2019	COMPOUND	745,315.00	0	0	72,667.00	672,648.00
SCHOOL VAN	2023		3,450,000				3,450.00

The management will make arrangement for the valuation of structures, buildings and land.