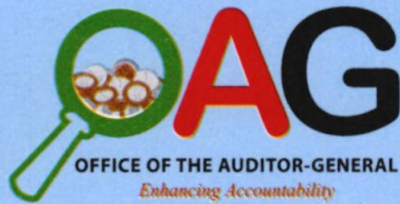


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

ON

KIAMURIUKI SECONDARY SCHOOL

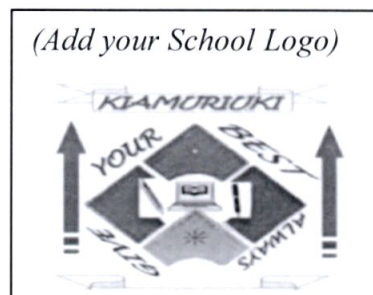
FOR THE YEAR ENDED

30 JUNE, 2024

THARAKA NITHI COUNTY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 28 JUL 2026	
TABLED BY:	Deputy Leader of Majority Hon. Owen Bays
CLERK-AT THE TABLE:	Mr. Inzofu Mwale

Revised 30th June 2024.



KIAMURIUKI SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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 Definition of Key Terms

A. Acronyms.

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	Free Day Secondary Education
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education

B. Definition of Key Terms

Comparative Year- Means the prior period.

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 10th December 2012 under registration number PU/S/3/2570/12 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day/boarding school and had 710 number of students as at 30th June 2024. It has 4 streams and 28 teachers of which 6 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	Mr. Felix Mwenda	Chairman	1st July 2022
2	Mrs. Koome Rael	Secretary - Principal	1st July 2022
3	Mr. Micheni Joseph	Deputy Principal	1st July 2022
4	Dr. Mercy Wanja	Member – Rep Parents/Local community	1st July 2022
5	Leah Kanini	Member – Rep Parents/Local community	1st July 2022
6	Kennedy Mwangi Mutua	Member – Rep Parents/Local community	1st July 2022
7	Jamlick Njagi Rithha	Member – Rep Parents/Local community	1st July 2022
8	Jackline Muchera	Member – Rep CEB	1st July 2022
9	Rhoda Njoki Burini	Member Rep Teachers	1st July 2022
10	Felix Mwenda, Kelvin Mwenda Rugendo, Bridget Mutegi	3 Members - Sponsor	1st July 2022
11	Joy Gakenia Murangiri	Member - Community	1st July 2022
12	Timothy Kirimi	Member Special Needs	1st July 2022
13	Ambrose Muthii	Rep Students	1st July 2022
14	Casty wanja	Member-rep special interest	1st July 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.Felix Mwenda 2.Koome Rael 3.Kennedy Mwangi ...	Chairman Principal/BOM Secretary Vice Chairman	4 out of 6 6 out 6 4 out 6
2	Audit Committee	1.Madam Jackline 2. Madam Bridget	Chairman Vice Chairman	4 out of 6 6 out 6 4 out 6
3	Finance,procurement and general purposes Committee	1.Mwenda Kelvin 2.Njeru Sammy	Chairman Vice Chairman	4 out of 6 6 out 6 4 out 6
4	Academic Committee	1.Prof. Mercy Wanja 2. Madam Wanja Casty	V.chaiman Chairman	4 out of 6 6 out 6 4 out 6

*KIAMURIUKI SECONDARY SCHOOL***Annual Report and Financial Statements For the year ended 30th June 2024**

5	Development Committee	1.Prof. Mercy Wanja 2.Mr. Timothy Kiriimi	Chairaman Vice Chairman	4 out of 6 6 out 6 4 out 6
6	Discipline and welfare Committee	1.Bishop Ken Mwangi 2.Madam Leah	Chairman Vice Chairman	4 out of 6 6 out 6 4 out 6
7	Adhoc Committee (if any during the year)	1.Mr. Mwenda Jackline 2.Mr. Njeru Sammy	Chairman Vice Chairman	4 out of 6 6 out 6 4 out 6

(d) School operation Management

For the financial year ended 30th June 2024 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Mrs. Koome Rael	TSC No.322150
2	Deputy Principal	Mr. Micheni Joseph	TSC No.357743
3	School Bursar	Madam Dorcas	ID No. 13252670
4	Other (specify)	N/A	N/A

(e) Schools contacts

Post Office Box: 35-60403 Magumoni
 Telephone: 0723321053
 E-mail: schoolkiamuriukisecondary@gmail.com
 Website: N/A
 Facebook:
 Twitter:

(f) School Bankers

The school operates 8 number of bank accounts and 1 Paybil number as follows

1. Name of the Bank : Co-operative Bank
 Branch Chuka
 Account Number 01139057675703
 School fund account
2. Name of the Bank : Co-operative Bank
 Branch Chuka
 Account Number: 01139057675700
 Tuition account
3. Name of the Bank: Co-operative Bank
 Branch Chuka
 Account Number 01139057675702
 Operation account
4. Name of the Bank Co-operative Bank
 Branch Chuka
 Account Number 01139057675704
 Infrastructure account
5. Name of the Bank Southern Star Sacco
 Branch Chuka
 Account. 502001585800
 Savings account
6. Mpesa pay Bill No. Business Number: 400222
 Account number: 25674#adm
 Attached to bank account
 01139057675703

KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

- | | | |
|----|---------------------|-------------------|
| 7. | Name of the bank | Co-operative bank |
| | Branch | Chuka |
| | Account | 01134057675700 |
| | School fund account | |
| 8. | Name of the bank | Co-operative bank |
| | Branch | Chuka |
| | Account | 01139057675701 |
| | School fund account | |

(g) Independent Auditors

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

3. Summary Report of Performance of the School

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

a) Financial performance:

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

Year	2023/2024	2022/2023	2021/2022
	KSHS	KSHS	Kshs
Surplus/deficit	2,397,278.00	(214,855.00)	1,445,140.00

Chart Title



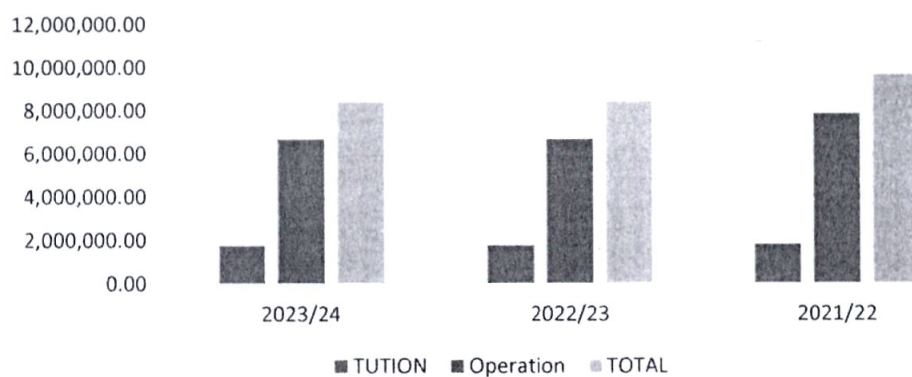
KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

- Capitation grants from the Ministry of Education

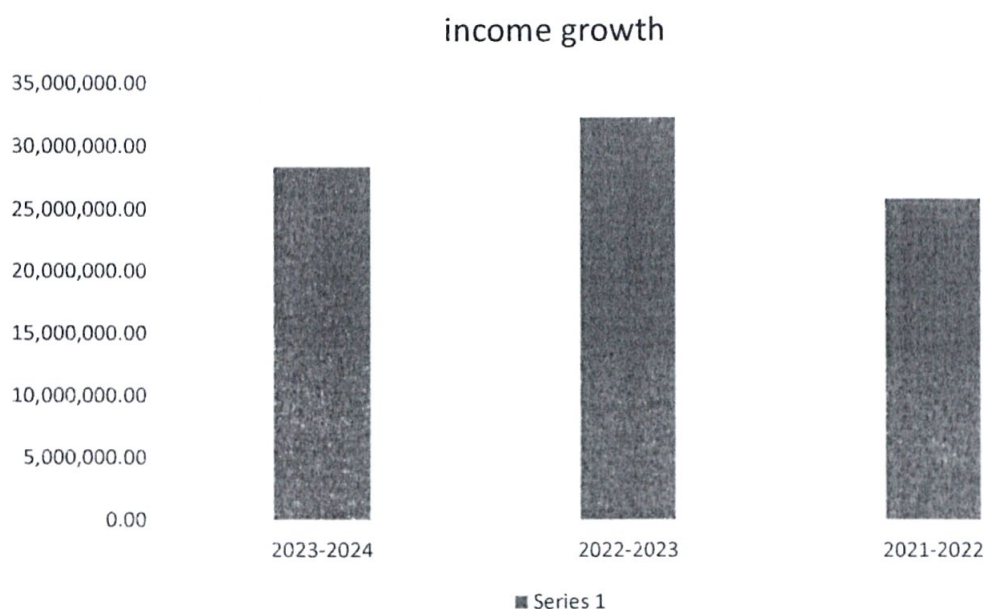
Year	2023/2024	2022/2023	2021/2022
	Kshs	Kshs	Kshs
Tuition	1,761,013.00	1,759,994.00	1,810,564.00
Operation	6,680,768.00	6,673,032.00	7,843,670.00
Total	8,441,781.00	8,433,026.00	9,654,234.00

Chart Title



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

year	2023-2024 kshs	2022-2023 Kshs.	2021-2022 Kshs.
School fund	24,505,501.00	27,933,782.00	24,173,670.00
Miscellaneous	390,416.00	4,353,980.00	1,668,731.00
Total	28,409,667.00	32,287,762.00	25,842,401.00

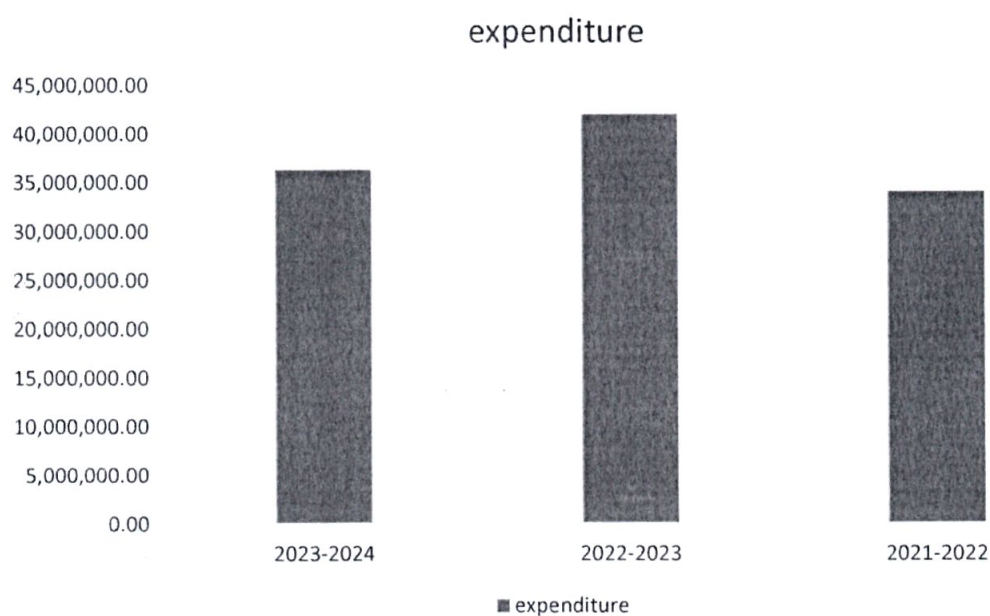


KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

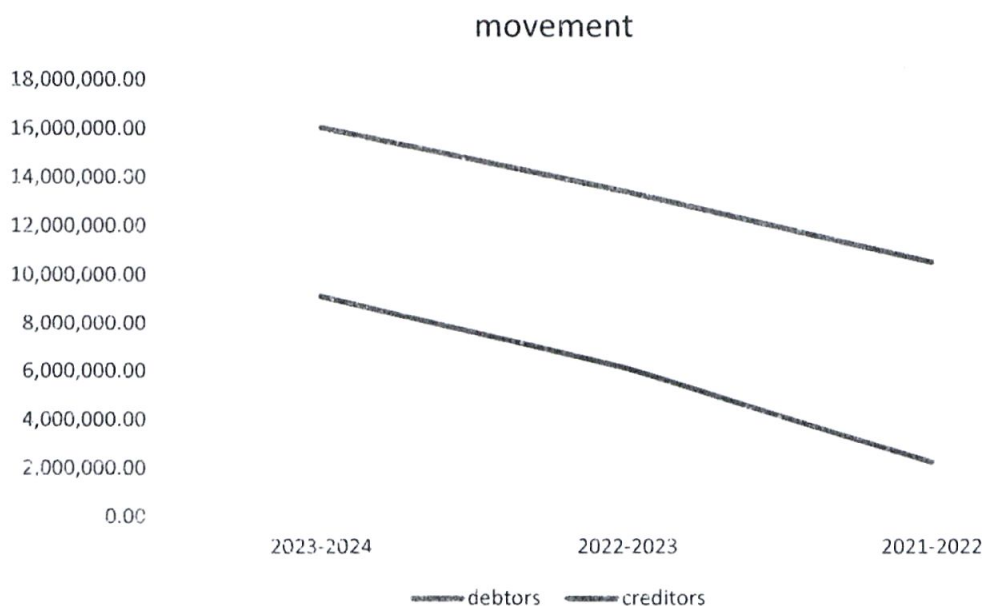
- *A three-year overview of growth in expenditure of the school*

Year	2023/2024	2022/2023	2021/2022
	Kshs	Kshs	Kshs
Tuition	1,220,715.00	1,824,375.00	1,890,840.00
Operation	6,312,205.00	6,176,223.00	6,518,202.00
School fund	28,811,802.00	32,932,125.00	25,642,453.00
Infrastructure	0	1,072,920.00	
Total	36,344,722.00	42,005,643.00	34,051,495.00



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

Year	2023/2024	2022/2023	2021/2022
	Kshs	Kshs	Ksh
Debtors	16,062,717.00	13,401,575.00	10,529,447.00
Creditors	9,132,477.00	6,120,905.00	2,263,718.00



a) Teacher Student ratio:

Between the month of July 2023 and June 2024 the status of the teaching staff is as follows:-

There are 23 teachers posted by the Teachers service commission and 5 B.O.M teachers. The teacher student ration lies at 1:25 (school enrolment 723 students) we have a shortage of 8 teachers from the given CBE.

b) Mean score in the years 2024/2023/2022 KCSE:

YEAR	ENROLMENT	MEAN	TRANSTION	TRANSITION %	SCHOOL TARGET	COMMENTS
2023	202	5.096	42	21%	5.3	Negative deviation 5.376 transition rate. This was a result of increased number of candidates. The least candidate grade was D out of 202. All qualified for middle level colleges and university..
2022	157	5.397	38	25%	6.3	Positive deviation of 0.05 transition rate. The least grade was a D- out of 157 all qualified for middle level colleges and university.
2021	151	5.287	38	25%	5.8	Negative deviation of 0.31 transition rate. The least grade was a D- out of 151

						all qualified for middle level colleges and university.
--	--	--	--	--	--	--

c) Number of Candidates in the 2022/2021/2020 KCSE:

YEARS	2023	2022	2021
CANDIDATES	202	157	151

(d) Capacity of the school:

Girls dormitory	2	0	0	450
Boys dormitory	1	0	1	273
Dining Hall	1	0	0	723
Laboratory	1	0	3	50
Girls Toilets	16	0	0	1:30
Boys Toilet	18	0	0	1:5
Classrooms	13	0	0	50
Modern kitchen	1	0	0	723
Administration block	1	0	0	40 staff
Teachers toilets	14	0	0	Teachers/Guests
Principal/D/Principal house	2	0	0	2

Annual Report and Financial Statements For the year ended 30th June 2024

Boys Ablution block	2019-2020	Complete	1,850,000	TIG Maintenance & improvement	More funds for girls ablution block
2 classrooms	2020/2021	Complete	1,841,968	Maintenance & improvement from G.O.K infrastructure G.O.K	More funds for more classrooms and CBC
2 classrooms underpinning	2022-2023	incomplete	1,072,920	Maintenance and improvement from G.O.K	More funds for completion of the first floor.

PRINTED AT THE
KIAMUR PRESS
M-20125
M. THURU
Date: _____
School Principal

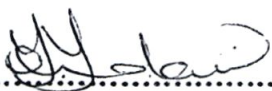
4. Statement of School Management Responsibility

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 keep all proper books and records of accounts of the income, expenditure, and assets of the institution.

The Board of Management of Kiamuriuki 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, 2024, and of the school's financial position as at that date.

Sign 

Name: Felix M. Karkum

Designation: Chairman, School Board of Management

Date: 11/04/2026

Sign 

Name: MERCY MUTAHI

Designation: School Principal & Secretary to Board of Management

Date: 11/04/26

Sign 

Name: DORCAS GRACE

Designation: Bursar/ Finance Officer

Date: 11/4/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KIAMURIUKI SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – 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 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 Kiamuriuki Secondary School set out on pages 1 to 19, which comprise of the statement of Assets and Liabilities as at 30 June, 2024, and the receipts and payments statement of cash flows and statement of

Report of the Auditor-General on Kiamuriuki Secondary School for the year ended 30 June, 2024 – Tharaka-Nithi County

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 Kiamuriuki Secondary School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Irregular and Unsupported Procurement of Goods and Services

The statement of receipts and payments reflects payments for boarding and school fund payments of Kshs.28,811,802, which as disclosed in Note 9 to the financial statements amount includes payment amounting to Kshs.4,256,000 relating to suppliers of cereals. However, review of procurement records and their related documents revealed the following anomalies.

- i. The quotations were directly awarded to the suppliers of goods without evidence of effective competition among the suppliers prequalified under this category hence the prices were not competitively sourced.
- ii. There was no evidence of appointments of ad hoc quotation opening and evaluation committee by the Accounting Officer.
- iii. No evidence of minutes of the quotation opening and evaluation committees
- iv. There was no evidence that the head of procurement function by way of professional opinion made a recommendation on award of procurement based on a market survey.
- v. Payment of kshs.550,000 for twenty-three (23) bags of beans and twenty (20) bags of maize was made to a supplier. However, it was observed that the invoice date of 23 October, 2023 preceded the delivery date of 28 October, 2023. Further, the items were not recorded in the store ledger on the same date.
- vi. Payment of kshs.600,000 for thirty-six (36) bags of beans, thirteen (13) bags of dengue and forty-five (45) bags of maize was made to a supplier. However, it was observed that that only 16 bags (1,440Kgs) of maize was recorded in the store leger at that date.
- vii. Payment of kshs.500,000 for five (5) bags of dengue, and thirty (30) bags of maize was made to a supplier. However, it was observed that there were no records of thirty (30) bags of maize in the store ledger at that date.

In the circumstances, the occurrence, completeness and validity of payments amounting to Kshs.4,256,000 on procurement of goods could not be confirmed.

2. Unsupported and Unreconciled Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.3,837,042 which as disclosed in Notes 10 and 11 to the financial statements includes Kshs.3,828,455 and kshs.8,587 in respect to bank and cash in hand balances respectively. However, review of the bank reconciliation statements and their related supporting documents revealed the following anomalies.

- i. The reported balance excludes three (3) accounts with bank balances totalling Kshs.145,089. In addition, bank balances for the three (3) accounts were not supported by cash books and bank reconciliation statements.
- ii. The cash in hand balance of Kshs.8,587 was not supported by board of survey report to confirm the accuracy and existence of the balance as at 30 June, 2024.
- iii. Direct deposits totalling Kshs.453,536 relating to school fund bank account had not been investigated and receipted in the cashbook. In addition, the deposits were not supported by detailed analysis of transactions.

In the circumstances, the accuracy, completeness, existence and fair presentation cash and cash equivalents balance of Kshs.3,837,042 could not be confirmed.

3. Unsupported Payment for Construction of Competence Based Curriculum (CBC) Classrooms

The statement of receipts and payments reflects payments for boarding and school fund payments of Kshs.28,811,802 which as disclosed in Note 9 to the financial statements includes payment for construction of a CBC classroom of Kshs.1,497,618. However, supporting documents such as contracts, invoices, quotations and certificates of work done were not provided for audit verification.

In the circumstances, the occurrence, completeness and accuracy of payments amounting to Kshs.1,497,618 on construction of CBC classroom could not be confirmed.

4. Irregular and Unsupported Expenditure

The statement of receipts and payments reflects payments for boarding and school fund payments of Kshs.28,811,802, which as disclosed in Note 9 to the financial statements includes payments amounting to Kshs.653,000 made to the Principal and the Board Chairperson in respect to the purchase of cows. However, supporting documents such as invoices, delivery notes, purchase agreements, or acknowledgement receipts were not provided for audit verification. Further, the procurement process and method used to acquire the cows were not disclosed, and it was not clear why the payments were made directly to the Principal and Board Chairperson instead of the respective supplier.

In the circumstances, the occurrence, accuracy, validity and completeness of the expenditure on purchase of cows of Kshs.653,000 could not be determined.

5. Unsupported and Unaccounted for Procurement of Laboratory Materials

The statement of receipts and payments and as disclosed in Note 7 reflects payments for operations of Kshs.6,312,205. Review of the supporting records revealed that payments amounting to Kshs.1,000,000 was paid a local Supplier for the supply of laboratory materials. However, review of records maintained at the School revealed the following anomalies.

- i. The delivery notes provided in support of the payments were not acknowledged as received by the designated Officer as evidence of confirmation that the goods were received.
- ii. Evidence of the items entered in the store ledger on receipt and the corresponding issuance records to the user departments were not provided for audit verification.
- iii. Evidence of report by inspections and acceptance committee to confirm the quantities and the correct specification of items received was not provided for audit verification.
- iv. The total value of invoices provided amounted to Kshs.784,580, which was lower than the total payments made of Kshs.1,000,000, resulting in an unexplained variance of Kshs.215,420. In addition, inconsistencies were noted between the dates in the delivery notes and those of the invoices.

In the circumstances, the occurrence, completeness and validity of payments amounting to Kshs.1,000,000 on procurement of laboratory materials could not be confirmed.

6. Unsupported Payment of Cash to Chair Board of Management

Statement of receipts and payments reflects boarding and school fund balance of Kshs.28,811,802 as disclosed in Note 9 to the financial statements. The amount includes Kshs.114,000 paid to Chair Board of Management being Kshs.89,000 and Kshs.25,000 for the cost of Bill of Quantities for School perimeter wall and cost of buying avocado seedlings respectively. However, supporting documentation to justify that the services were procured through a competitive and approved procurement process were not provided for audit review.

In the circumstances, the occurrence, completeness and validity of payments amounting to Kshs.114,000 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the of Kiamuriuki 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.50,845,255 and Kshs.38,742,000 respectively, resulting in an under-funding of Kshs.12,103,255 or 24% of the budget. However, the School spent an amount of Kshs.31,981,797 against actual receipts, resulting in an under-utilization of Kshs.6,760,203 or 17% of actual receipts.

The under-funding and under-utilization affected the planned activities and 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, I have determined that there are no other key audit matters to report in the year under review.

Other Information

The Management is responsible for the Other Information set out on pages iii to xvi, which comprises Key Entity 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 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 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. Irregularities in Procurement Processes

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

1.1. Lack of Professional Opinion

Review of the procurement process revealed that there was no professional opinion from the Head of Supply Chain Management for any of the tenders awarded during the year. This contravened the provision of Regulation 79(1) of the Public Procurement and Asset Disposal Regulations, 2020 which states that, upon receipt of the evaluation report and professional opinion, the accounting officer shall take into account the contents of the professional opinion and shall within a day, in writing approve award to the successful tenderer.

1.2. Lack of a Functional Procurement Unit

The school did not have an established procurement function managed by qualified procurement professional as required under Section 47(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.

1.3. Unstructured Procurement Processes

Review of procurement of goods and services revealed absence of budgets, need analysis reports, procurement plans, failure to advertise, wrong choice of procurement methods and failure to comply with evaluation regulations.

1.4. Weaknesses in Record Keeping

During the year, the School failed to maintain complete procurement records, including tender documents, tender advertisements, bid evaluation reports, correspondences with supplier, contract documents, payment certificates and contract performance monitoring reports. This was contrary to Section 68 of the Public Procurement and Asset Disposal Act, 2015 and limits audit trail and transparency.

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

2. Late Submission of the Financial Statements

During the year under review, Management submitted the financial statements to the Auditor-General on 23 January, 2026 instead of the statutory deadline of 30 September, 2024. 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.

3. Improper Use of Public Funds

Statement of receipts and payments reflects boarding and school fund balance of Kshs.28,811,802 as disclosed in Note 9 to the financial statements. The amount includes Kshs.110,790 being payments for expenditure incurred on accommodation and allowances drawn by teachers during a wedding in Eldoret. However, there was no evidence demonstrating that the expenditure was officially authorized, related to core mandate of the School and was provided for within the approved budget.

In the circumstances, value for money on expenditure relating to wedding amounting to Kshs.110,790 could not be confirmed.

4. Failure to Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.6,680,768 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.2,794,500 in respect of infrastructure grants which was to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only Kshs.1,890,552 was transferred to infrastructure account, leaving a balance of Kshs.903,948 as at 30 June, 2024. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

5. Under Funding of the Capitation

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,761,013 and Kshs.6,680,768 respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, National Education Management and Information System (NEMIS) reported a total number of two thousand one hundred and forty-two (2,142) students while the enrolment records provided by the School indicated a total number of two thousand one hundred and sixty-five (2,165) students, resulting in an unexplained variance of twenty-three (23) students. As a result of the variances, the School was underfunded by an amount of Kshs.18,484.

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

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

The statement of receipts and payments reflects boarding and school fund payments Kshs.28,811,802 as disclosed in Note 9 the financial statements. Included in the expenditure is an amount of Kshs.950,325 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.950,325 could not be confirmed.

7. Irregular Cash Awards

The statement of receipts and payments reflects boarding and school fund payments of Kshs.28,811,802 as disclosed in Note 9 to the financial statements. Review of payment vouchers and their related supporting documents revealed that the School paid out cash awards totalling Kshs.347,100 during the year under review to various teaching staff. However, approved employee rewards scheme, budget line for the rewards and basis of criteria of determination of the rates payable to staff were not provided for audit review. This was contrary to Regulation 42(1) of the Public Service Commission (Performance Management) Regulations, 2021 which requires a public body rewarding its staff in line with performance management to establish rewards scheme.

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

8. Failure to Prepare School Improvement Plan

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

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

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

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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

1.0 Long Outstanding Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivables from exchange transaction balance of Kshs.16,062,717. The balance included unpaid student fees of Kshs.4,700,297 which has been outstanding for more than two (2) years without recovery. However, there was no age 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 existence of effective mechanisms for debt management could not be confirmed.

2. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.34,930,958 which includes a balance of Kshs.11,500,000 in respect to a parcel of land in which the School is located. However, land ownership document for the parcel of land was not provided for audit verification.

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

3. Weak Controls in Management of Textbooks

Review of textbook records established the following inefficiencies during the audit review.

- i. No inventory or stock register to record the movement of the books was maintained at the School.
- ii. No immediate controls or systems to minimize losses or recover the textbooks lost has been developed and implemented by the School.
- iii. Textbook's storage facilities were inadequate resulting to the school storing the remaining textbooks in unsafe conditions such as floor, that exposes the textbooks to damages.

In the circumstances, effective measures for text book inventory control and strategies to prevent losses and recover lost text book could not be confirmed.

4. Weak Controls Over Revenue Collection from School Bus Hire Services

The statement of financial performance reflects other income amount of Kshs.3,904,165.83 which as disclosed in Note 5 to the financial statements includes Kshs.957,000 in respect to hire of bus. However, review of records revealed that there were no clear requisition and authorization procedures, and approved hire rates by the Board of Management to support how the charges were determined.

In the circumstances, efficiency and effectiveness of controls in management of the income from hire of school bus could not be confirmed.

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gachungu, CBS
AUDITOR-GENERAL

Nairobi

27 April, 2026

6. Statement Of Receipts and Payments for the Year Ended 30th June 2024

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,761,013.00	1,759,994.00
Government grants for operations	2	6,680,768.00	6,673,032.00
Government Grants for infrastructure	3	1,890,552.00	1,070,000.00
School fund income- parents' contributions	4	24,505,501.00	27,933,782.00
Miscellaneous incomes	5	3,904,166.00	4,353,980.00
Total Receipts		38,742,000.00	41,790,788.00
Payments			
Tuition	6	1,220,715.00	1,824,375.00
Operations	7	6,312,205.00	6,176,223.00
Infrastructure	8	-	1,072,320.00
Boarding and school fund	9	28,811,802.00	32,932,125.00
Total Payments		36,344,722.00	42,005,043.00
Surplus/Deficit		2,397,278.00	(214,255.00)

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

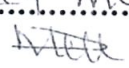

.....

Name: Felix M. Kothumani

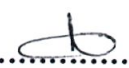
Chair BOM

Date: 11/04/2026

MERCY MUTHIRI
.....

Name: 
School Principal/ Secretary to
BOM

Date: 11/4/26


.....

Name: Dorcas Girelli
Bursar/ Finance Officer

Date: 11/4/2026

KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

7. Statement of Assets and Liabilities As At 30th June 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	3,828,455.00	1,061,443.00
Cash balances	11	8,587.00	27,891.00
Short term investments	12	-	-
Total cash and cash equivalent		3,837,042.00	1,089,334.00
Account's receivables	13	16,062,717.00	13,401,575.00
Total financial assets		19,899,759.00	14,490,909.00
Financial liabilities			
Accounts payables	14	(9,132,477.00)	(6,120,905.00)
Net financial assets		10,767,282.00	8,370,004.00
Represented by			
Accumulated fund b/fwd	15	8,370,004.00	8,584,858.00
Surplus/deficit for the year		2,397,278.00	(214,255.00)
Net financial position		10,767,282.00	8,370,603.00

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



Name: Felix M. Kothumi

Chair BOM

Date: 11/4/2026



Name: Mercy Muthuri
School Principal/ Secretary to
BOM

Date: 11/4/2026



Name: Dorcas Chacha

Bursar/ Finance Officer

Date: 11/4/2026

8. Statement of Cash Flows for the Year Ended 30th June 2024

Description	Note	2023-2024 Kshs	2022-2023 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,761,013.00	1,759,994.00
Government grants for operations		6,680,768.00	6,673,032.00
Government grants for infrastructure		1,890,552.00	1,070,000.00
School fund income- parents contributions/ fees		22,567,412.00	25,334,300.00
Other income		3,904,166.00	4,353,980.00
Total receipts		36,803,911.00	39,191,306.00
Payments			
Cash outflows for tuition		1,220,715.00	1,824,375.00
Cash outflows for operations		6,312,205.00	6,176,223.00
Cash outflows Boarding/lunch and school fund payments		26,523,883.00	29,347,584.00
Total payments		34,056,803.00	37,348,182.00
Net cash inflow/outflow from operating activities		2,747,108.00	1,843,124.00
Cash flow from investing activities			
Acquisition of assets		-	(1,072,320.00)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		-	(1,072,320.00)
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		2,747,108.00	770,804.00
Cash and cash equivalent at beginning of the FY		1,089,934.00	319,130.00
Cash and cash equivalent at end of the FY		3,837,042.00	1,089,934.00

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

.....
Name: Felix M. Karuni

Chair BOM

Date: 11/04/2026

.....
Name: Mercy Muthuri

Name: Mercy Muthuri
School Principal/ Secretary to BOM

Date: 11/4/2026

Principal
KIAMURIUKI SECONDARY SCHOOL
P.O. Box 25 - 00400, NAGARU
Date: 11/4/2026

.....
Name: Dorcas Chacha

Bursar/ Finance Officer

Date: 11/4/2026

9. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30th June 2024

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
RECEIPTS					
(1) CAPITATION GRANT ON TUITION					
Textbooks and reference materials		-			
Exercise books	1,198,777.80	1,198,778	1,006,770.00	1,198,778	84%
Laboratory equipment		-		(223,268)	
Internal exams	599,222.40	599,222	223,268.00	68,247	37%
Teaching / learning materials	1,048,639.20	1,048,639	530,975.00	1,048,639	51%
reference books	149,805.60	149,806		149,806	0%
Exams and assessment		-		-	
Teachers guides			-		
sub total	2,996,445.00	-	2,996,445	1,761,013	59%
(2) CAPITATION GRANT ON OPERATIONS					
Infrastructure			1,890,552	(1,890,552)	
Repairs and maintenance	3,615,000.00	3,615,000	755,700.00	2,859,300	21%
Personnel emoluments	2,718,480.00	2,718,480	2,509,917.00	208,563	92%
Electricity and water	679,620.00	679,620	485,047.00	194,573	71%
Medical	723,000.00	723,000	217,230.00	505,770	30%

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	Kshs
Local travel and transport	1,337,550.00		1,337,550	162,957.00	1,174,593	12%
Administration costs	2,038,860.00		2,038,860	1,989,469.00	49,391	98%
Activity	1,807,500.00		1,807,500	560,448.00	1,247,052	31%
sub total	12,920,010.00	-	12,920,010.00	8,571,320.00	4,348,690.00	66%
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	414,700.00		414,700.00	217,800.00	180,700.00	56%
Repairs and maintenance	1,276,000.00		1,276,000.00	726,000.00	496,000.00	61%
Local transport / travelling	414,700.00		414,700.00	235,950.00	161,200.00	61%
Electricity and water	1,212,200.00		1,212,200.00	689,700.00	471,200.00	61%
BES	20,032,500.00		20,032,500.00	17,360,417.00	2,672,083.00	87%
Administration costs	1,180,300.00		1,180,300.00	686,949.00	443,401.00	62%
Activity	319,000.00		319,000.00	181,000.00	124,500.00	61%
sub total	24,849,400.00		24,849,400.00	24,505,501.00	343,899.00	99%
OTHER INCOME						
Rent income						
Income from farming activities	8,000,000.00		8,000,000.00	573,741.00	7,426,259.00	7%
Hrambee				23,800.00		
Bakery	300,000.00		300,000.00	2,163,550		721%
Income from Bus Hire	1,500,000.00		1,500,000.00	957,000.00	(457,000.00)	191%
Fee for hire of ground and equipment					-	

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
cu	30,000.00		30,000.00	25,975.00	87%
k,c,s,e	249,400.00		249,400.00	160,100.00	308%
sub total	10,079,400.00		10,079,400.00	3,904,166.00	39%
TOTAL INCOME	50,845,255.00	-	50,845,255.00	38,742,000.00	76%
(1) EXPENDITURE FOR TUITION					
Textbooks and reference materials			-		
Exercise books	1,198,777.80		1,198,777.80	748,560.00	62%
Laboratory equipment			-		-
Internal exams	599,222.40		599,222.40	103,665.00	17%
Teaching / learning materials	1,048,639.20		1,048,639.20	368,020.00	35%
reference books	149,805.60		149,805.60		0%
Exams and assessment			-		-
Teachers guides			-		-
creditors			-		-
Bank Charges			-	470.00	(470.00)
sub total	2,996,445.00	-	2,996,445.00	1,220,715.00	41%
(2) EXPENDITURE FOR OPERATIONS					
personnal emoluments	2,718,480.00		2,718,480.00	2,284,163.00	84%
ewc	679,620.00		679,620.00	233,500.00	34%
Administration Cost	2,038,860.00		2,038,860.00	2,941,437.00	144%
Repairs and	3,615,000.00		3,615,000.00		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
maintenance					
infrastructure payments					
Local transport / travelling	1,337,550.00	1,337,550.00	231,430.00	1,106,120.00	17%
medical	723,000.00	723,000.00	1,500.00	721,500.00	0%
Activity	1,807,500.00	1,807,500.00	620,175.00	1,187,325.00	34%
sub total	12,920,010.00	12,920,010.00	6,312,205.00	6,607,805.00	49%
3.EXPENDITURE FOR PARENTS					
Personnel emoluments	414,700.00	414,700	660,428.00	(245,728)	159%
Repairs and maintenance & Improvements	1,276,000.00	1,276,000	874,619.00	401,381	69%
Local transport / travelling	414,700.00	414,700	800,123.00	(385,423)	193%
Electricity and water	1,212,200.00	1,212,200	573,300.00	638,900	47%
Administration costs	1,180,300.00	1,180,300	841,835.00	336,105	72%
school bus	1,500,000.00	1,500,000	1,084,005.00	415,995	72%
Farm Expenses	8,000,000.00	8,000,000	1,039,277.00	6,960,723	13%
Bakery	300,000.00	300,000	1,042,443.00	(742,443)	347%
Fee on Boarding Equipment and Stores	20,032,500.00	20,032,500	17,337,749.00	(1,416,414)	107%
CU	30,000.00	30,000	4,300.00	25,700	14%
Activity	319,000.00	319,000	187,798.00	131,202	59%
kcse	249,400.00	249,400	249,400.00	-	100%

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
Medical				-	3,000	(3,000)		
sub total				34,928,800				82%
	34,928,800.00				24,448,877.00	6,116,998		
TOTALS	50,845,255.00	-		50,845,255.00	31,981,797.00	14,500,533.00		71%

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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 various sources when the event occurs, and the related cash has been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has 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 an insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

are readily convertible to known amounts of cash and are subject to an 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 the fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditures incurred for the purchase of goods, works and services that have 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 2024.

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

Description	2023-2024	2022-2023
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	1,006,770.00	696,571.00
Laboratory Equipment		200,000.00
Internal Exams	223,268.00	547,156.00
Teaching / Learning Materials	530,975.00	316,267.00
Others (<i>specify</i>) *	-	-
Total	1,761,013.00	1,759,994.00

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
RMI	755,700.00	1,352,000.00
EWC	485,047.00	578,660.00
admin cost	1,989,469.00	1,386,079.00
LT&T	162,957.00	495,109.00
activity	560,448.00	244,598.00
personal emolument	2,509,917.00	2,551,786.00
Medical	217,230.00	64,800.00
Total	6,680,768.00	6,673,032.00

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance & Improvement	1,890,552.00	1,070,000.00
BES Infrastructure		
Administration Block		
Economic stimulus grants		
Other (<i>specify</i>)(NGCDF and County govt.		
Total	1,890,552.00	1,070,000.00

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
BES	21,565,602.00	24,097,172.00
RMI	780,000.00	1,104,400.00
LTT	253,500.00	322,400.00
EWC	741,000.00	1,037,400.00
ADMIN COST	736,899.00	867,720.00
PE	234,000.00	277,440.00
ACTIVITY	194,500.00	227,250.00
PA PROJECT		
Total	24,505,501.00	27,933,782.00

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
KCSE	160,100.00	345,800.00
BAKERY	2,163,550.00	2,229,200.00
BUS ACCOUNT	957,000.00	1,063,100.00
FARM	573,741.00	671,340.00
Harambee	23,800.00	28,080.00
CU	25,975.00	16,460.00
Total	3,904,166.00	4,353,980.00

6 Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	748,560.00	806,240.00
Textbooks		
Laboratory Equipment		200,000.00
Teaching / Learning Materials	368,020.00	290,645.00
Exams And Assessment	103,665.00	527,010.00
Teachers Guides		
Bank Charges	470.00	480.00
Others (<i>specify</i>)	-	-
Total	1,220,715.00	1,824,375.00

*KIAMURIUKI SECONDARY SCHOOL***Annual Report and Financial Statements For the year ended 30th June 2024**

7 Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,284,163.00	2,907,380.00
EWC	233,500.00	604,890.00
Administration Cost	2,941,437.00	1,373,896.00
LTT	231,430.00	503,200.00
Medical	1,500.00	
Activity Expenses	620,175.00	786,857.00
bank charges		
Total	6,312,205.00	6,176,223.00

8 Infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms		1,072,320.00
Construction of laboratory		
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
bank charges		
Total	-	1,072,320.00

KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

9 Boarding And School Fund

Description	2023-2024	2022-2023
	Kshs	Kshs
BES	21,448,914.00	24,160,883.00
RMI	874,619.00	1,023,077.00
LTT	800,123.00	796,025.00
EWC	573,300.00	360,995.00
ADMIN COST	841,835.00	1,859,869.00
PE	660,428.00	866,137.00
ACTIVITY	187,798.00	333,030.00
BAKERY	1,042,443.00	1,198,535.00
KCSE	249,400.00	357,800.00
BUS ACCOUNT	1,084,005.00	1,004,138.00
FARM	1,039,277.00	946,010.00
CU	4,300.00	21,000.00
BANK Charges	2,360.00	
Medical	3,000.00	4,626.00
Total	28,811,802.00	32,932,125.00

10 Bank Accounts

Account Name & Currency	Status Active/Dormant	Bank Account Number	2023-2024	2022-2023
			Kshs	Kshs
Tuition Account	active		540,854.00	555.00
Operations Account	active		986,748.00	607,545.00
School Fund Account/Boarding	active		246,614.00	382,333.00
Savings Account	active		134,986.00	46,810.00
Parent Association Development Account				
Income Generating Activities Account	active		8,413.00	3,912.00
Infrastructural Account	active		1,910,840.00	20,288.00
Total			3,828,455.00	1,061,443.00

KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	8,587.00	27,891.00
Total	8,587.00	27,891.00

12 Short Term Investments

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

13 Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	16,062,717.00	13,401,575.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	
Total	16,062,717.00	13,401,575.00

13 b) Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	4,407,684.00	27%	4,334,638.00	32%
Between 1- 2 years	2,588,096.00	16%	1,628,584.00	12%
Between 2-3 years	1,628,584.00	10%	1,215,270.00	9%
Over 3 years	7,438,353.00	46%	6,223,083.00	46%
Total (should tie to note 13 a)	16,062,717.00	100%	13,401,575.00	100%

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	8,408,824.00	5,848,259.00
Prepaid Fees	723,653.00	272,646.00
Retention Monies	-	-
Other payables (<i>specify</i>)	-	-
Total	9,132,477.00	6,120,905.00

14a. Ageing Analysis of Accounts Payable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	4,111,165.00	49%	4,775,915.00	82%
Between 1- 2 years	3,225,315.00	38%	724,910.00	12%
Between 2-3 years	724,910.00	9%		0%
Over 3 years	347,434.00	4%	347,434.00	6%
Total	8,408,824.00	100%	5,848,259.00	100%

15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	1,061,443.00	298,657.00
Cash Balances	27,891.00	20,472.00
Short Term Investments	-	-
Receivables	13,401,575.00	10,529,447.00
Payables	(6,120,905.00)	(2,263,718.00)
Total	8,370,004.00	8,584,858.00

KIAMURIUKI SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

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.

1. Biological assets

Description	Numbers	2023-2024	2022-2023
		Kshs	Kshs
Cattle		1,103,000.00	400,000.00
Goats		-	-
Trees		200,000.00	450,000.00
Coffee Or Tea Plantation		-	
Poultry		200,000.00	150,000.00
Others (specify)		-	-
Total		1,503,000.00	1,000,000.00

2. Stock/ Inventory

Description	30 th June 2023–2024	30 th June 2022-2023
	Kshs	Kshs
Food stuffs	950,000.00	740,950.00
Lab consumables	750,000.00	800,000.00
Farm produce		-
Medication		-
Construction Materials	80,000.00	64,000.00
Others (specify)		
	1,780,000.00	1,604,950.00

3. 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)

PRINCIPAL
 KIAMURIUKI HIGH SCHOOL
 P.O. Box 35 - 60403, MAGUWANI

Date: 31/12/26 Sign: [Signature]

Sign and Date
 Principal

1 Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. EBENEZER TRADERS	936,975.00		500,000.00	436,975.00	436,975.00	
2.						
3.						
Sub-Total						
Supply Of Goods						
4. KELEPAMU INVESTMENT	2,082,300.00	30/6/2024	712,300.00	1,370,000.00	2,082,300.00	
5. JOHN KARIUKI	49,750.00	30/6/2024		49,750.00		
6. M DMITH LINK	375,900.00	30/6/2024		375,900.00		
7. MARKIM ENTERPRISE	39,600.00	30/6/2024		39,600.00	39,600.00	
8. CHUKA LAB	2,788,340.00	30/6/2024	1,166,550.00	1,621,790.00	1,761,250.00	
9. PATRICK MUNENE	12,030.00	30/6/2024		12,030.00		
10. PATMAM MASTERS	205,120.00	30/6/2024		205,120.00	205,120.00	
Sub-Total						
Grand Total			2,378,850.00	4,111,165.00	4,525,245.00	

*KIAMURIUKI SECONDARY SCHOOL***Annual Report and Financial Statements For the year ended 30th June 2024**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	6,490,015.00					

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2024
Land	10,000,000.00	1,500,000.00		11,500,000.00
Buildings And Structures	8,860,958.00			8,860,958.00
Motor Vehicles	5,400,000.00			5,400,000.00
Office Equipment, Furniture And Fittings	1,800,000.00			1,800,000.00
Textbooks	4,530,000.00			4,530,000.00
ICT Equipment	1,200,000.00	300,000.00		1,500,000.00
Tools And Apparatus	100,000.00			100,000.00
Other Machinery And Equipment	1,200,000.00			1,200,000.00
Heritage And Cultural Assets	-			-
Intangible Assets- Soft Ware	40,000.00			40,000.00
Total	33,130,958.00			34,930,958.00

Annex 3- Trial Balance

**KIAMURIUKI SECONDARY SCHOOL
TUITION ACCOUNT
TRIAL BALANCE AS AT 30TH JUNE 2024**

VOTE HEAD	TRIAL BALANCE			ADJUSTMENTS		ADJUSTED TRIAL BALANCE	
	F/L	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)
Bal b/f Bank			555.10			-	555.10
T L&M		368,020.00	530,975.20			368,020.00	530,975.20
Creditors						-	-
Bank charges		470.00				470.00	-
Internal exams		103,665.00	223,268.00			103,665.00	223,268.00
textbook						-	-
Laboratory eqpt						-	-
school fund		37,800.00	37,800.00			37,800.00	37,800.00
EXERCISE		748,560.00	1,006,770.30			748,560.00	1,006,770.30
Balance c/d		540,853.60				540,853.60	-
		1,799,368.60	1,799,368.60	-	-	1,799,368.60	1,799,368.60

**KIAMURIUKI SECONDARY SCHOOL
OPERATION ACCOUNT
TRIAL BALANCE AS AT 30TH JUNE 2024**

VOTE HEAD	F/L	TRIAL BALANCE		ADJUSTMENTS		ADJUSTED TRIAL BALANCE	
		DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)
Bal b/f	Bank		607,544.55			-	607,544.55
	Cash		10,701.00			-	10,701.00
Other vote head						-	-
RMI			2,646,252.00			-	2,646,252.00
P.E		2,284,163.00	2,509,917.00			2,284,163.00	2,509,917.00
EWC		233,500.00	485,047.40			233,500.00	485,047.40
LTT		231,430.00	162,957.00			231,430.00	162,957.00
Activity		620,175.00	560,447.58			620,175.00	560,447.58
infrastructure		1,890,552.00				1,890,552.00	-
ADM		2,941,437.00	1,989,469.02			2,941,437.00	1,989,469.02
Medical		1,500.00	217,230.00			1,500.00	217,230.00
CBC		2,280,668.00	2,280,668.00			2,280,668.00	2,280,668.00
BES		500,000.00	500,000.00			500,000.00	500,000.00
Balance c/d	Bank	986,747.55				986,747.55	-
	Cash	61.00				61.00	-
		11,970,233.55	11,970,233.55	-	-	11,970,233.55	11,970,233.55

SCHOOL ACCOUNT

TRIAL BALANCE AS AT 30TH JUNE 2024

VOTE HEAD	TRIAL BALANCE			ADJUSTMENTS		ADJUSTED TRIAL BALANCE	
	F/L	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)
Bal b/f Bank			382,332.85			-	382,332.85
Savings a/c			3,912.00				3,912.00
Cash			17,190.00			-	17,190.00
BES		17,337,749.00	17,360,417.50	4,111,165.00	4,205,184.00	21,448,914.00	21,565,601.50
RMI		874,619.00	726,000.00		54,000.00	874,619.00	780,000.00
EWC		573,300.00	689,700.00		51,300.00	573,300.00	741,000.00
ACTIVITY		187,798.00	181,000.00		13,500.00	187,798.00	194,500.00
LTT		800,123.00	235,950.00		17,550.00	800,123.00	253,500.00
ADMIN		841,835.00	686,949.00		49,950.00	841,835.00	736,899.00
P.E		660,428.00	217,800.00		16,200.00	660,428.00	234,000.00
ARREARS			1,746,542.00	4,407,684.00		4,407,684.00	1,746,542.00
SCHOOL BUS		459,155.00	281,000.00			459,155.00	281,000.00
KCSE		249,400.00	160,100.00			249,400.00	160,100.00
BAKERY		1,042,443.00	2,163,550.00			1,042,443.00	2,163,550.00
FARM		1,039,277.00	534,355.00			1,039,277.00	534,355.00
SUNDRY CREDITORS		1,550,600.00			4,111,165.00	1,550,600.00	4,111,165.00
BURSARY		2,680,500.00	2,680,500.00			2,680,500.00	2,680,500.00
Harambee			23,800.00				23,800.00
Operation A/C		500,000.00	500,000.00			500,000.00	500,000.00
PREPAYMENT		272,646.00	723,653.00			272,646.00	723,653.00
Tuition A/C		37,800.00	37,800.00			37,800.00	37,800.00
CU		4,300.00	25,975.00			4,300.00	25,975.00

KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

Medical		3,000.00				3,000.00	
Bal c/d Bank		246,614.35				246,614.35	-
Savings a/c		8,413.00				8,413.00	
Cash		8,526.00				8,526.00	-
		29,378,526.35	29,378,526.35	8,518,849.00	8,518,849.00	37,897,375.35	37,897,375.35

**KIAMURIUKI SECONDARY SCHOOL
INFRASTRUCTURE ACCOUNT
TRIAL BALANCE AS AT 30TH JUNE 2024**

	TRIAL BALANCE		ADJUSTMENTS		ADJUSTED TRIAL BALANCE	
VOTE HEAD	F/L	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)	CR (ksh)
Bal b/f Bank			20,288.00		-	20,288.00
op					-	-
RMI			1,890,552.00		-	1,890,552.00
bank charges					-	-
Balance c/d		1,910,840.00			1,910,840.00	-
		1,910,840.00	1,910,840.00	-	-	1,910,840.00

**KIAMURIUKI SECONDARY SCHOOL
SAVINGS ACCOUNT
TRIAL BALANCE AS AT 30TH JUNE 2024**

VOTE HEAD	F/L	TRIAL BALANCE		ADJUSTMENTS		ADJUSTED TRIAL BALANCE	
		DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)	DR (ksh)	CR (ksh)
Bal b/f Bank			46,810.13			-	46,810.13
Farm			39,385.83			-	39,385.83
Bus		624,850.00	676,000.00			624,850.00	676,000.00
bank charges		2,360.08				2,360.08	-
Balance c/d		134,985.88				134,985.88	-
		762,195.96	762,195.96	-	-	762,195.96	762,195.96

KIAMURIUKI SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2024

CASH SURVEY AS AT 30TH JUNE 2024

KSH	N0	AMOUNT
1000	8	8,000.00
500	1	500.00
200		
100		
50	1	50.00
20	1	20.00
10	1	10.00
5	7	7.00
TOTAL		8,587.00

PREPARED BY

NAME JORCAS GRACER

SIGN [Signature]

DATE 01/11/2024 (11/11/2024)

CONFIRMED BY

NAME MERCY MUTHUR

SIGN [Signature]

DATE 11/11/2024

PRINCIPAL
KIAMURIUKI H.S.
P.O. BOX 35-60403
Date: 11/11/2024 Sign: [Signature]