

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



 REPORT THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	04 MAR 2025
DAY:	Tuesday
TABLED BY:	Deputy chief whip Hon. Naomi Jillo
CLERK-AT-THE-TABLE:	Benson Inzofu

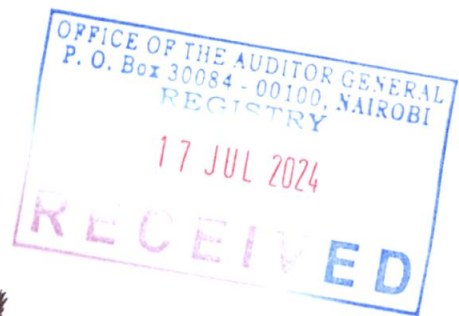
THE AUDITOR-GENERAL

ON

GATHIGA SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2022**

KIAMBU COUNTY



**GATHIGA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

(Gathiga secondary school)
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
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I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was Re-registered in 07/2009 under registration number **CP/A/7205/09** and is currently categorized as a Sub **County** public school established, owned or operated by the Government.

The school is a boarding school and had 210 numbers of students as at **30th June 2022**. It has 2 streams and 16 teachers of which 0 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 KIARIE PAUL	Chairman	06 TH MARCH 2019
2	MR MAMBO TABITHA	Secretary- Principal	06 TH MARCH 2019
3	CHARLSE CANON MBUGUA	Member	06 TH MARCH 2019
4	MRS KANYARI ANNABELLE	Member	06 TH MARCH 2019
5	MR.MBUGUA JOSEPH	Member	06 TH MARCH 2019
6	MR KAMAU KAMAU	Member	06 TH MARCH 2019
7	MRS KARIUKI MOSES	Member rep CEB	06 TH MARCH 2019
8	MR MBURU GIBSON	Member	06 TH MARCH 2019
9	MRS OMONDI GRACE	Member Rep teachers	06 TH MARCH 2019
10	Rev.EDWIN KINYANJUI ESTHER KIBUGI SIMON KANG'ETHE	3 Membe-Sponsor	06 TH MARCH 2019
11	ANNE WANJIRU	Member - community	06 TH MARCH 2019
12	FLORENCE GATHOGO	Member – special needs	06 TH MARCH 2019
13	MR GITHAIGA JOSEPH	Rep students	06 TH MARCH 2019

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KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management includes:

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

(c) Committees of the Board

SER	COMMITTEE NAME	COMMITTEE MEMBERS	DESIGNATION	NO. OF MEETINGS ATTENDED DURING THE YEAR
1	Executive Committee	Paul Kiarie Mrs.Mambo Tabitha Mrs.Kanyari Annabelle Mrs.Kibugi Esther Joseph Mbugua	Bom chair Principal /BOMs sec P.A chair BOM vice chair Member	4
2	Audit Committee			
3	Finance, Procurement and General Purposes Committee			
4	Academic Committee			
5	Discipline, Ethics and Integrity			
6	Human Rights and Students Welfare Committee			

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(d) School operation Management

For the financial year ended 30th June 2021 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Mrs Mambo Tabitha	305632
2	Deputy Principal	Mr. Wilson Muriuki	310933
3	School Bursar	Joshua Munene	34215343

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 206-00614
Telephone: 0790452949
E-mail: gathigasecondary23@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

The school operated 4 number of bank accounts in the following banks:

1. Name of Bank: Kenya Commercial Bank
Account Number: 1106692667(School Fund A/C)
2. Name of Bank: Equity Bank
Account Number: 0570291741215(Operation A/C)
3. Name of Bank: Equity Bank
Account Number: 0570291737814(Tution A/C)
4. Name of Bank: Equity Bank
Account Number: 0570295135579(Development A/C)

(g) Independent Auditors

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

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II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

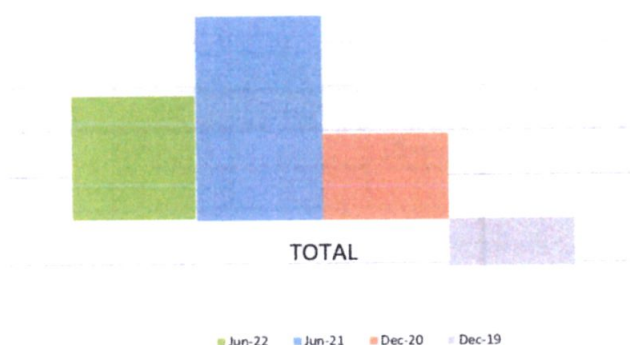
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

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

SURPLUS/ (DEFICIT) Kshs ...For the year ended.....				
ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
TOTAL	565,333.00	920,848.00	385,069.00	(215,622.00)

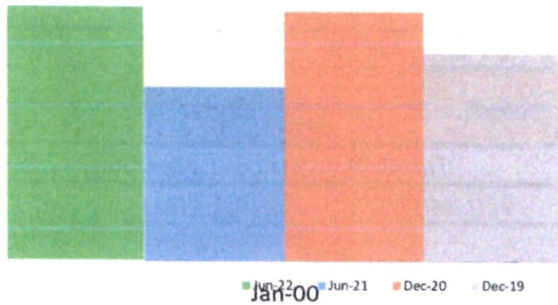
SURPLUS/ DEFICIT BALANCES



- Capitation grants from the Ministry of Education for the last three years
- Ratio of capitation grant per student over the last three years

MOE CAPITATION GRANTS Kshs ...For the year ended.....				
ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
STUDENT ENROLLMENT	210	210	234	234
OPERATIONS ACCOUNT	3,625,261	2,623,193	4,417,678	3,199,707
TUITION ACCOUNT	1,059,074	540,172	675,690	1,028,172
TOTAL	4,684,335	3,163,365	5,093,368	4,227,879
RATIO PER STUDENT	22,306.36	15,063.64	21,766.53	18,067.86

GRANT PER STUDENT



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

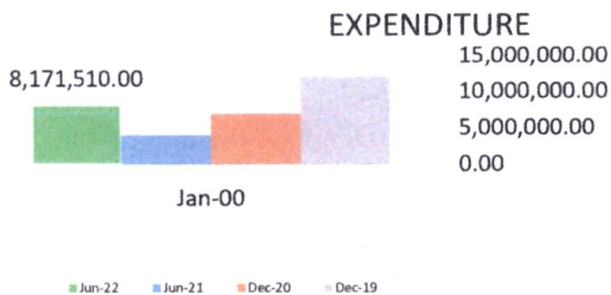
OTHER INCOME Kshs ...For the year ended.....				
ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
SCHOOL FUND ACCOUNT	-	-	-	-
OPERATIONS ACCOUNT	-	-	-	-
TUITION ACCOUNT	-	-	-	-
TOTAL	-	-	-	-

Other income

- Jun-21
- Dec-20
- Dec-19
- Dec-18

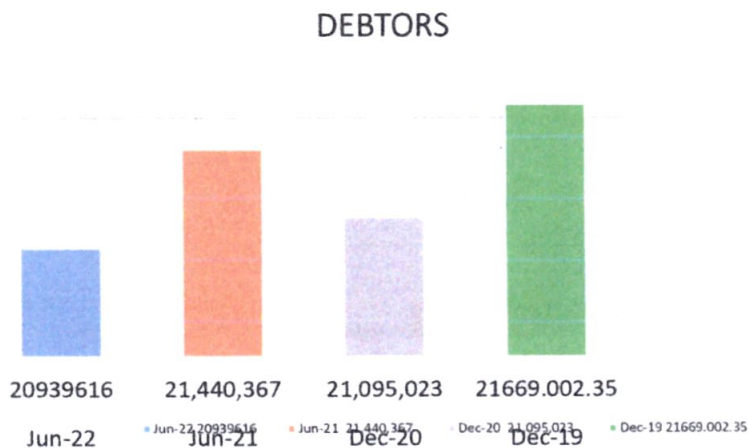
- A three-year overview of growth in expenditure of the school

EXPENDITURE Kshs ...For the year ended.....				
ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
SCHOOL FUND ACCOUNT	2,415,684	829,919	1,619,980	-
OPERATIONS ACCOUNT	3,995,586	2,392,928	3,704,790	-
TUITION ACCOUNT	1,760,240	729,700	1,619,980	-
TOTAL	8,171,510.00	3,952,547.00	6,944,750.00	12,065,287.00



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

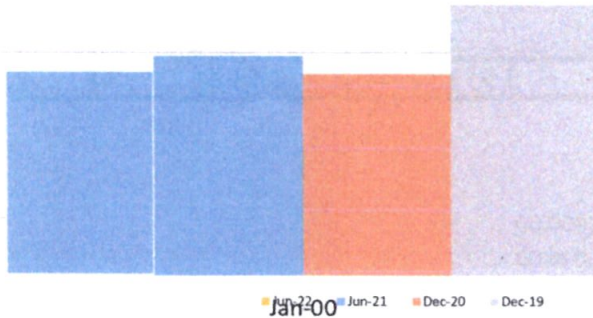
DEBTORS Kshs ...For the year ended.....				
ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
SCHOOL FUND ACCOUNT	20939616	21,440,367	21,095,023	21669.002.35
TOTAL	20,939,616.00	21,440,367.00	21,095,023.00	21,669,002.55



CREDITORS Kshs ... For the year ended.....

ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
TOTAL	3,673,988.00	3,949,078.00	3,626,380.00	4,856,710.00

CREDITORS



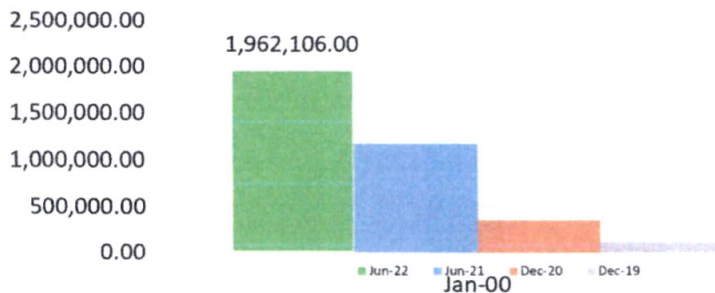
- Movement of cash and bank balances over the last three years

CASH AND BANK BALANCES Kshs ... For the year ended.....

ACCOUNT	Jun-22	Jun-21	Dec-20	Dec-19
SCHOOL FUND ACCOUNT	26,798	954,698	95,538	-
OPERATIONS ACCOUNT	385,683	182,328	31,793	-
TUITION ACCOUNT	1,549,625	33,904	223,432	-
TOTAL	1,962,106.00	1,170,930.00	350,763.00	114,196.00

0

CASH AND BANK BALANCES



**GATHIGA SECONDARY SCHOOL
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b)Teacher Student ratio:

<i>NEW TEACHERS RECRUITED/POSTED WITHIN THE YEAR</i>		<i>0</i>	
<i>TRANSFERRED TEACHERS WITHIN THE YEAR</i>		<i>4</i>	
<i>RETIRED TEACHERS WITHIN THE YEAR</i>		<i>1</i>	
<i>TOTAL TSC EMPLOYED TEACHERS</i>		<i>18</i>	
<i>TOTAL BOM EMPLOYED TEACHERS</i>		<i>0</i>	
<i>TEACHER STUDENT RATIO</i>		<i>1:13</i>	
<i>NUMBER OF TEACHERS PER SUBJECT (BOTH TSC and BOM EMPLOYED)</i>			
<i>SUBJECT</i>	<i>REQUIRED NUMBER</i>	<i>NUMBER AVAILABLE</i>	<i>SHORTAGE</i>
<i>MATHEMATICS</i>	<i>2</i>	<i>2</i>	<i>0</i>
<i>ENGLISH</i>	<i>2</i>	<i>2</i>	<i>0</i>
<i>KISWAHILI</i>	<i>2</i>	<i>1</i>	<i>1</i>
<i>CHEMISTRY</i>	<i>2</i>	<i>2</i>	<i>0</i>
<i>PHYSICS</i>	<i>2</i>	<i>2</i>	<i>0</i>
<i>BIOLOGY</i>	<i>3</i>	<i>3</i>	<i>0</i>
<i>GEOGRAPHY</i>	<i>4</i>	<i>4</i>	<i>0</i>
<i>HISTORY</i>	<i>3</i>	<i>3</i>	<i>0</i>
<i>CRE</i>	<i>5</i>	<i>5</i>	<i>0</i>
<i>BUSINESS STUDIES</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>AGRICULTURE</i>	<i>2</i>	<i>2</i>	<i>0</i>
<i>DRAWING AND DESIGN</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>ART AND DESIGN</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>COMPUTER STUDIES</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>HOMESCIENCE</i>	<i>0</i>	<i>0</i>	<i>0</i>

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c) Mean score -KCSE:

YEAR	2021	2020	2019
MEAN SCORE	1.563	2.115	2.236
ENTRY(NO. OF CANDIDATES)	89	87	73
TARGET SCORE			
TRANSITIONS TO HIGHER LEARNING INSTITUTIONS(NO.)	2	5	1

d) Capacity of the school:

CURRENT ENROLLMENT	BUS	AVAILABLE CLASSROOM CAPACITY	ADMIN BLOCK	LABORATORY CAPACITY
210	1	8	1	60
		More classes are needed for the increasing enrollment		

e) Development projects carried out by the school:

SER	PROJECT TITLE	PROJECT STATUS	SOURCE OF FINANCING
1	Construction of girls toilets	Incomplete	MOE
2	Pavement along the toilets	Completed	MOE
3	Construction of overhead water stand	completed	MOE

Sign



School Principal

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III STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

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

The Board of Management of *Gathiga 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).

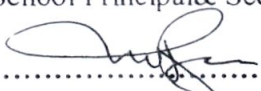
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2022, and of the school's financial position as at that date.

Name: Amos Ndungu
Designation: Chairman, School Board of Management

Sign: 


Date: 15/07/2024

Name: Ruth Njama
Designation: School Principal & Secretary to Board of Management

Sign: 

Date: 15/07/2024

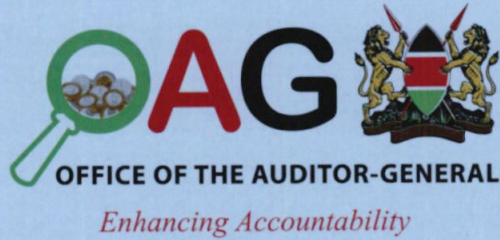
Name: Joshua Munene
Designation: Bursar/ Finance Officer

Sign: for 

Date: 15/7/24

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 GATHIGA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - 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 the 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 Gathiga Secondary School - Kiambu County set out on pages 14 to 28, which comprise of the statement of financial

assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Gathiga Secondary School - Kiambu county as at 30 June, 2022, 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. Inaccuracies in the Capitation Grants

The statement of receipts and payments reflects capitation grants for operations of Kshs.3,625,261 as disclosed in Note 2 to the financial statements. However, review of the operation account's bank statement, revealed that an amount of Kshs.3,505,231 was received in the account resulting to an unexplained variance of Kshs.120,030.

In the circumstances, the accuracy and completeness of the capitation grants for operations of Kshs.3,625,261 could not be confirmed.

2. Unsupported Payments for Operations

The statement of receipts and payments reflects payments for operations amounts of Kshs.3,995,586 as disclosed in Note 6 to the financial statements. However, the schedules supporting the payments reflects an amount of Kshs.3,190,905, resulting to a variance of Kshs.804,681 which was not explained or reconciled.

In the circumstances, the accuracy and completeness of the payments for operations of Kshs.3,995,586 could not be confirmed.

3. Unsupported School Fund Income-Parents Contributions

The statement of receipts and payments and Note 3 to the financial statements reflects parents' contributions amount of Kshs.4,052,510. However, Management did not provide list of students indicating the names, term, period and amounts outstanding for audit review.

In the circumstances, the accuracy and completeness of the school fund income- parents' contributions of Kshs.4,052,510 could not be confirmed.

4. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.1,961,925 as disclosed in Notes 8 and 9 to the financial statements. However, Management did not provide monthly bank reconciliation statements and cash count reports supporting the balances for audit.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,961,925 cannot be confirmed.

5. Unsupported and Long Outstanding Accounts Receivables

The statement of financial assets and liabilities reflects accounts receivables balance of Kshs.20,939,616 as disclosed in Note 11 to the financial statements. However, Management did not provide list of students indicating the details of name, admission dates, amount owed and the debtors aging analysis. Further, included in the balance are receivables amounting to Kshs.20,232,376 which had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the accounts receivables balance of Kshs.20,939,616 could not be confirmed.

6. Unsupported Accounts Payable

The statement of financial assets and liabilities reflect accounts payable balance of Kshs.3,673,988 as disclosed in Note 12 to the financial statements. However, the Management did not provide detailed list indicating the supplier's name, contract date, contract sum, description of the goods supplied/service offered, order number, date service or good were supplied and the payables aging analysis for audit review. Further, Management did not provide procurement files containing records such as budgets, procurement plan, requisitions, tender advertisement/request for quotation, appointment of tender opening and evaluation committees, committees' minutes, professional opinions, award, acceptance, regret letters and contract agreements for review.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Gathiga 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 revenue budget and actual on comparable basis of Kshs.13,256,520 and Kshs.8,736,845 respectively, resulting to under-collection of Kshs.4,519,675, or 34% of the budget. Similarly, the School incurred actual expenditure of Kshs.8,171,510 against actual revenue of Kshs.8,736,845 resulting to an under absorption of Kshs.565,335, or 7% of the actual receipts.

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

My opinion is not modified in respect to this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. 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, 2022.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the procedures performed, except for the matter 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. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payable balance of Kshs.3,673,988. However, included in the balance are trade payables balance of Kshs.2,071,000 which had been outstanding for more than two (2) years. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates'.

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

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments and Note 2 to the financial statements reflects capitation grants for operations amount of Kshs.3,625,261. However, included in the amount is Kshs.1,188,500 which was to be transferred to the infrastructure bank account but had not been transferred as at 30 June, 2022. This was contrary to the Ministry of Education Circular Ref.No:MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure bank account fifteen (15) days upon receipt of the funds in the school operations bank account.

In the circumstances, Management was in breach of the Ministry of Education Circular.

3. Lack of Procurement Plan

The statement of receipts and payments reflects total receipts of 8,736,845 and payments of Kshs.8,171,510. However, the School did not have a procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

4. Failure to Prepare School Improvement Plan

During the period under review, the School did not have an approved School Improvement plan. This was contrary to Paragraph 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 Ministry of Education Operation Manual.

5. Late Submission of Financial Statements to the Auditor-General

The financial statements for the year 2021/2022 were submitted on 2 May, 2023 to the Auditor-General and not on the statutory date of 30 September, 2022. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements to be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

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 and based on the audit procedures performed, except for the matter 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

Failure to Establish Mandatory Board Committees

The School Board of Management failed to establish the Audit Committee and the Human Rights and Student Welfare Committee, contrary to section 61(1) of the Basic Education Act, 2013, which mandates the establishment of the two (2) committees.

In the circumstance, the effectiveness of governance could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and 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 the sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 control 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 control would not necessarily disclose all matters in the internal control 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 control 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 control may not prevent or detect misstatements and instances of noncompliance. 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 the School's 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 control.


- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the 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 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 control 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

27 September, 2024

GATHIGA SECONDARY SCHOOL
YEAR ENDING 30/06/2022

V. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE PERIOD TO 30TH

DESCRIPTION OF VOTE HEAD	Note	07/2021-06/2022	01/2021-06/2021
			Kshs
RECEIPTS			
Capitation grants for tuition	1	1,059,074	540,172
Capitation grants for operations	2	3,625,261	2,623,193
School Fund Income- Parents' Contributions	3	4,052,510	1,710,030
School Fund Income- Other receipts	4	-	-
TOTAL RECEIPTS		8,736,845	4,873,395
PAYMENTS			
Payments for Tuition	5	1,760,240	729,700
Payments for operations	6	3,995,586	2,392,928
Boarding and school fund payments	7	2,415,684	829,919
TOTAL PAYMENTS		8,171,510	3,952,547
SURPLUS/DEFICIT		565,335	920,848

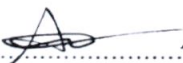
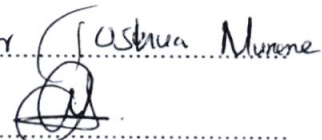
The school financial statements were approved and signed by:

BOM CHAIR

PRINCIPAL/BOM SEC

BURSAR/FINANCE OFFICER

NAME Amos N. Njenga NAME Ruth Njama NAME for Joshua Murine

SIGN  SIGN  SIGN 

DATE 15/07/2024 DATE 15/07/2024 DATE 15/7/24

GATHIGA SECONDARY SCHOOL
FOR YEAR ENDING 30/06/2022

VI. REPORT OF THE STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	56,356	634,190
Cash Balances	9	1,905,569	536,740
Short term Investment	10	-	-
Total Cash and Cash Equivalents		1,961,925	1,170,930
Account's receivables	11	20,939,616	21,440,367
TOTAL FINANCIAL ASSETS		22,901,541	22,611,297
FINANCIAL LIABILITIES			
Bank Balances	8	-	-
Accounts Payable	12	3,673,988	3,949,078
NET FINANCIAL ASSETS		19,227,553	18,662,219
REPRESENTED BY		19,227,553	18,662,219
Fund balance b/fwd 1st July...	13	18,662,218	18,662,218
Surplus/Defict for the year		565,335	920,848
NET FINANCIAL POSITION		19,227,553	18,662,218

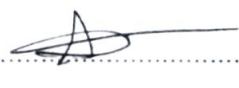
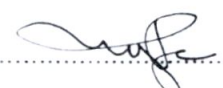

The school financial statements were approved and signed by:

BOM CHAIR

PRINCIPAL/BOM SEC

BURSAR/FINANCE OFFICER

NAME: Amos At Ndungu NAME: RUTH NJAMA NAME: Joshua Munira

SIGN:  SIGN:  SIGN: 

DATE: 15/07/2024 DATE: 15/07/2024 DATE: 15/7/24

GATHIGA SECONDARY SCHOOL
FOR YEAR ENDING 30/06/2022

III. STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2022
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	1,059,074	540,172
Capitation grants for operations	2	3,625,261	2,623,193
School fund income- Parents contributions/ fees	3	4,052,510	1,710,030
School fund income- other receipts	4	-	
Total receipts		8,736,845	4,873,395
Payments			
Payments for Tuition		1,760,240	729,700
Payments for operations		3,995,586	2,392,928
Boarding and school fund payments		2,415,684	829,919
Total payments		8,171,510	3,952,547
Net cash flow from operating activities		565,335	920,848
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Net cash flows from Investing Activities		-	-
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flows from Financing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		565,335	920,848
Cash and cash equivalent at BEGINNING of the year		1,170,930	-
Cash and cash equivalent at END of the year		1,961,925	1,170,930

GATHIGA SECONDARY SCHOOL

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Text books		-	-		-	0.0%
Exercise books	-		-	-	-	0.0%
Laboratory equipments and apparatus	-		-	-	-	0.0%
Teaching/learning materials	3,032,520	-	3,032,520	1,059,074	1,973,446	34.9%
chalks	-		-	-	-	0.0%
internal exams	-	-	-	-	-	0.0%
operation account	-		-		-	0.0%
TOTAL	3,032,520	-	3,032,520	1,059,074	1,973,446	34.9%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
Personnel emoluments	-	-	-	-	-	0.0%
Repairs and maintenance.	2,160,000	-	-	3,625,261	(3,625,261)	0.00%
Local transport / travelling	-	-	-	-	-	0.0%
Electricity and water	-	-	-	-	-	0.00%
Medical	-	-	-	-	-	0.0%
Administration costs	-	-	-	-	-	0.0%
tution account	-	-	-	-	-	0.0%
Activity	4,176,000	-	-	-	-	0.0%
	-	-	-	-	-	0.0%
TOTAL	6,336,000	-	-	3,625,261	(3,625,261)	0

GATHIGA SECONDARY SCHOOL

(3) FEES CHARGED ON PARENTS

Personnel emoluments	-	-	-	-	-	0.0%
Repairs and maintenance	-	-	-	-	-	0.0%
Local transport / travelling	-	-	-	-	-	0.0%
Electricity and water	-	-	-	-	-	0.0%
Medical	-	-	-	-	-	0.0%
Administration costs	-	-	-	-	-	0.0%
Activity	-	-	-	-	-	0.0%
SMASSE	-	-	-	-	-	0.0%
Lunch programme	3,888,000	-	-	4,052,510	(4,052,510)	0
TOTAL	-	-	-	-	-	0.0%
OTHER INCOME						
Hire ground and school bus	-	-	-	-	-	0.0%
Losses/Damages	-	-	-	-	-	0.0%
Uniform	-	-	-	-	-	0.0%
School farm	-	-	-	-	-	0.0%
TOTAL	3,888,000	-	-	4,052,510	(4,502,510)	0%
TOTAL INCOME	13,256,520	-	3,032,520	8,736,845	(6,154,325)	288.1%
(1) EXPENDITURE FOR TUITION						
Reference books	50,000	-	-	102,010	(102,010)	0%
Lockers	200,000	-	200,000	-	200,000	0%
Laboratory equipments and apparatus	400,000	-	400,000	567,050	167,050	142%
Teaching/learning materials	60,000	-	60,000	257,200	(197,200)	429%
chalks	60,000	-	60,000	-	60,000	0%
Internal exams	120,000	-	120,000	-	120,000	0%
Administration costs				26,980		
Repair ans maintenance				807,000		
computer tables	247,520			-		0%
photocopy machine	400,000		400,000		400,000	0%
Books	880,000		880,000		880,000	0%
TOTAL	2,367,520	-	2,120,000	1,760,240	1,527,840	83%

GATHIGA SECONDARY SCHOOL

(II) PAYMENTS FOR OPERATIONS						
Personal Emoluments	1,914,584	-	1,914,584	1,886,825	-	99%
Repairs and maintenance	1,960,000	-	1,960,000	1,099,340	-	56%
Local transport / travelling	-	-	-	100,957	-	0%
Electricity and water	-	-	-	115,724	-	0%
TLM				397,570		
Tuition Account				95,000		
Medical	31,000	-	31,000	29,500	-	95%
Administration costs	-	-	-	242,370	-	0%
Others	1,436,016	-	1,436,016	-	1,436,016	0%
Activity	994,400	-	994,400	28,300	-	3%
TOTAL	6,336,000	-	6,336,000	3,995,586	1,436,016	63%
(III) SCHOOL FUND PAYMENTS						
Personnel emoluments	-	-	-	-	-	0%
Repairs and maintenance	-	-	-	-	-	0%
Local transport / travelling	-	-	-	-	-	0%
Electricity and water	-	-	-	-	-	0%
Medical	-	-	-	-	-	0%
Administration costs	-	-	-	-	-	0%
Activity	-	-	-	-	-	0%
SMASSE	-	-	-	-	-	0%
Fee on Boarding Equipment and Stores	1,856,840	-	1,856,840	2,415,684	-	130%
Others	1,701,660	-	1,701,660	-	1,701,660	0%
Cleaning materials	329,500	-	329,500	-	-	0%
Sales of borehole water	-	-	-	-	-	0%
Uniform	-	-	-	-	-	0%
Development	-	-	-	-	-	0%
School farm	-	-	-	-	-	0%
TOTAL	3,888,000	-	3,888,000	2,415,684	1,701,660	62%
TOTAL EXPENDITURE	12,591,520	-	12,344,000	8,171,510	4,665,516	66%

IV. 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 legislation 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 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*.

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. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

GATHIGA SECONDARY SCHOOL**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022****I. NOTES TO THE FINANCIAL STATEMENTS****1 CAPITATION GRANT FOR TUITION**

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Text books	-	-
Exercise books	-	-
Laboratory equipments and apparatus	-	-
Teaching/learning materials	804,074	360,172
chalks	-	-
Internal exams	-	-
operation account	255,000	180,000
Total	1,059,074	540,172

2 CAPITATION GRANT FOR OPERATIONS

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Personnel emoluments	1,713,683	571,799
Repairs and maintenance.	1,131,982	1,143,597
Local transport / travelling	155,000	142,949
Electricity and water	100,000	142,949
Medical	113,199	-
Administration costs	85,000	285,899
tution account	100,000	336,000
Activity	226,397	-
Total	3,625,261	2,623,193

3 PARENTS CONTRIBUTION/FEEES - SCHOOL FUND ACCOUNT

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
lunch programme	4,052,510	1,710,030
Repairs and maintenance	-	-
LTT	-	-
Electricity and water	-	-
Fee on Boarding Equipment and Stores	-	-
Administration costs	-	-
Activity	-	-
Total	4,052,510	1,710,030

GATHIGA SECONDARY SCHOOL
NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Hire ground and school bus	-	-
House rent	-	-
School farm	-	-
Sales of borehole water	-	-
Losses/Damages	-	-
Interest income	-	-
PA-donations, school van project	-	-
Uniform	-	-
	-	-
Total	-	-

5 PAYMENTS FOR TUITION

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Text books		-
revision materials	102,010	-
Laboratory equipments and apparatus	567,050	170,000
Teaching/learning materials	257,200	55,000
chalks	-	-
repair and maintenance&improvement	807,000	85,000
operation account	-	336,000
administration cost	26,980	83,700
	-	-
		-
Total	1,760,240	729,700

6 PAYMENTS FOR OPERATIONS

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Personal Emoluments	1,886,825	966,883
TLM	397,570	-
Administration Cost	242,370	283,796
Repairs and maintenance & improvements	1,099,340	529,997
Local transport / travelling	100,957	167,092
Electricity and water	115,724	-
Medical	29,500	79,340
Activity Expenses	28,300	320,820

GATHIGA SECONDARY SCHOOL

NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022

SMASSE	-	-
Insurance Cost	-	45,000
tution account	95,000	-
Acquisition of Assets	-	-
	-	
TOTAL	3,995,586	2,392,928

7 BOARDING AND SCHOOL FUND PAYMENTS

	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
lunc programme	1,228,412	545,650
RMI	189,000	-
EWC	-	-
LT@T	500	-
ACTIVITY	202,000	150,000
ADMIN COSTS	118,400	4,526
Personal emolument	487,372	79,743
Medical	-	-
Hire ground and school bus	-	-
NSSF	46,000	-
School farm	-	-
P.A Donation, Infrastructure grant	-	-
Bank charges	-	-
Expenses on Income Generating Activities	-	-
Fee on Boarding Equipment and Stores	-	-
Uniform	-	-
Insurance Cost (Life Property)	144,000	50,000
Loan Principal repayment	-	-
Loan Interest repayment	-	-
Acquisition of Assets	-	-
TOTAL	2,415,684	829,919

*Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 4. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.*

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Tuition Account	26,798	33,904
Operations Account	17,254	182,328

GATHIGA SECONDARY SCHOOL
NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022

School Fund Account/Boarding	12,305	417,958
Infrastructural Account	-	-
Total	56,357	634,190

9 CASH IN HAND

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Tuition Account		
Operation Account	368,249	-
School Fund account	1,537,320	536,740
Total	1,905,569	536,740

10 SHORT TERM INVESTMENTS

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Other investments	-	-
Total	-	-

11 ACCOUNTS RECEIVABLE

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Fees arrears	20,939,616	21,440,367
Other non-fees receivables		
Salary advances	-	-
Imprest	-	-
Total	20,939,616	21,440,367

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

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Fees arrears for current year	619,840	87,400
Fees arrears for the previous year	87,400	1,349,995
Fees arrears for prior periods (over two years)	20,232,376	20,002,972
Total	20,939,616	21,440,367

GATHIGA SECONDARY SCHOOL**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022****12 ACCOUNTS PAYABLE**

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	3,565,308	3,882,628
Prepaid fees	108,680	66,450
Retention monies	-	-
Clubs and Societies	-	-
Caution Money	-	-
Pocket Money	-	-
Total	3,673,988	3,949,078

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

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Trade creditors for current year	1,267,560	256,248
Trade creditors for the previous year	226,748	2,107,480
Trade creditors for prior periods (over two years)	2,071,000	1,518,900
Total	3,565,308	3,882,628

13 FUND BALANCE BROUGHT FORWARD

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Bank balances	56,360	634,189
Cash balances	1,905,569	536,740
Short Term Investments		
Receivables	20,939,616	21,440,367
Payables	(3,673,988)	(3,949,078)
Total	19,227,557	18,662,218

Other important disclosure notes**14 Non-current Liabilities Summary**

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Bank loan(s)	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

GATHIGA SECONDARY SCHOOL
NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDING 30/06/2022

15 Biological assets

Description	07/2021-06/2022	01/2021-06/2021
	Kshs	Kshs
Cattle	-	-
Pigs	-	-
Trees	-	-
Coffee or tea plantation	-	-
Poultry	-	-
Total	-	-

16 Borrowings

Description	07/2021-06/2022	01/2021-06/2021
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

17 1 Stock/ Inventory

Description	07/2021-06/2022	01/2021-06/2021
	KShs	KShs
Stock/Inventory		
Stock/ inventory at beginning of the year	-	-
Stock/ inventory purchased during the year	-	-
Stock/ inventory issued during the year	-	-
Balance at end of the year	-	-

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1 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)

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1.						
2.						
Sub-Total						
Supply of goods						
3. Aspet suppliers	724000	2019				
4. Chania school depot	157500	2019				
5. Readers quest	61705	2020				
6. Detech technologies	124000	2018				
7. Mwangi Michael	137000	2018				
8. Veracity Education Bridge	89000	2019				
9. Weaverbird	630000	2018				
10. Wamotech	200000	2020				
11. Boera Main Security	415000	2021				
12. Gibson Mburu	150000	2021				
13. Joel Kinyua	8500	2021				
14. Enovate Educational services	25000	2021				
15. Vibenta Ventures	32010	2021				
16. Pemol	256248	2021				