

REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY
PAPER LAID

DATE: 02 JUN 2026

DAY

Thursday

TABLED
BY:

Deputy Majority
Whip Mr. Wamari
Wagari

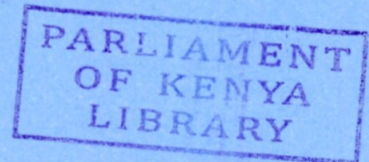
CLERK-AT
THE-TABLE:

Halima Ahmed

OF

THE AUDITOR-GENERAL

ON



KARAMUGI GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2024

THARAKA NITHI COUNTY

Revised 30th June 2024.



***KARAMUGI GIRLS' SECONDARY SCHOOL
PUBLIC 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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KARAMUGI GIRLS SECONDARY SCHOOL
Annual Reports and Financial Statements
For the year ended 30th June 2024

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1. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
CPA	Certified Public Accountant
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

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 located in Tharaka Nithi County, Meru south Sub-County

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

The school is a Boarding school and had 350 number of students as at 30th June 2024 It has 3 streams and 20 teachers of which 2 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	ARCHANGELO MICHENI MBAABU	Chairman	1/7/2022
2	MARTHA MUKUNDI	Secretary-Principal	1/7/2022
3	AGOSTINA GAKURI MUTEGI	Member	1/7/2022
4	DENNIS MUGAMBI KIBUNGI	Member	1/7/2022
5	DR.JANEROSE KAITHI MUTEGI	Member	1/7/2022
6	DAVID KIMANTHI MARUTA	Member	1/7/2022
7	LEAH MURUGI MBUNGU	Member	1/7/2022
8	HUMPHREY GITONGA	Member-Rep CEB	1/7/2022
9	JAPHET NDEKE MUURU	Member Rep Teachers	1/7/2022
10	FRANCIS KINYUA	3Members-Sponsor	1/7/2022
11	JOHN NJAGI	Member-Community	1/7/2022
12	DAVID KINYUA(P.A)	Member Special Needs	1/7/2022
13	FR.FRANCIS KARIKATU	Sponsor	1/7/2022
14	ELIZABETH WANJA RUGANE		1/7/2022
15	NDII STANLEY MWITI		1/7/2022
16	FR.MBAKA	Education secretary	1/7/2022
17	SCDE		1/7/2022

The function of the School Board of Management include:

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

(c) Committees of the Board

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Archangelo Micheni 2.Martha Mukundi 3.Dr. Janerose Kaithi 4.David Kinyua 5. David Kimanthi	Chairman Secretary Member Member Member	2 out of 3
2	Audit Committee	1.David Kimanthi 2. Archangelo Micheni 3. Martha Mukundi 4 David Kinyua 5.Dr. Janerose Kaithi	Chairman Member Member Member Member	1 out of 1
3	Finance, procurement and general purposes Committee	1.Morris Mwiti. 2.Archangelo Micheni 3.Martha Mukundi 4.David Kinyua 5.Denis Mugamabi	Chairman Member Member Member Member	1 out of 2
4	Academic Committee	1.Dr.Janerose Kaithi 2.Mr.Archangelo Micheni. 3.Miss Martha Mukundi 4.Mr David Kinyua. 5.Mr John Mwangi	Chairperson Member Member Member Member	1 out of 2
5	Development Committee	Denis Mugamabi Lucy Micheni Mr.Archangelo Micheni Martha Mukundi David Kinyua David Kimanthi SCDE Representtative	Chairperson Member Member Member Member Member Member	1
6	Discipline and welfare Committee	Japhet Ndeke Mr.Archangelo Micheni Martha Mukundi David Kinyua Gitonga Humprey	Chairperson Member Member Member Member	1
7	Adhoc Committee (if any during the year)	N/A	N/A	0

(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	TSC Number
1	Principal	FLORA WAIRIMU	38826
2	Deputy Principal	LEAH NTINYARI MURUNGI	325615
3	School Bursar	DOREEN KENDI	24605409 ID No

(e) Schools contacts

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

(f) School Bankers

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

- Name of Bank: EQUITY BANK - TUITION
Branch: Chuka
Account Number: 0210291337834
Account Name: TUITION
- Name of Bank: EQUITY BANK - BUS ACCOUNT
Branch: Chuka
Account Number: 0210293321168
Account Name: Bus Project
- Name of Bank: EQUITY BANK - OPERATION
Branch: CHUKA
Account Number: 0210291771147
Account Name: Operation
- Name of Bank: CO-OPERATIVE BANK - SCHOOL FUND
Branch: Chuka
Account Number: 01129057798200
Account Name: School fund
- Name of Bank: CO-OPERATIVE BANK - INFRASTRUCTURE
Branch: Chuka
Account Number: 01139057798200
Account Name: Project

6. MPESA Pay Bill No. 400222 attached to Cooperative bank account No 01129057798200-school fund account.

(g) Independent Auditors

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

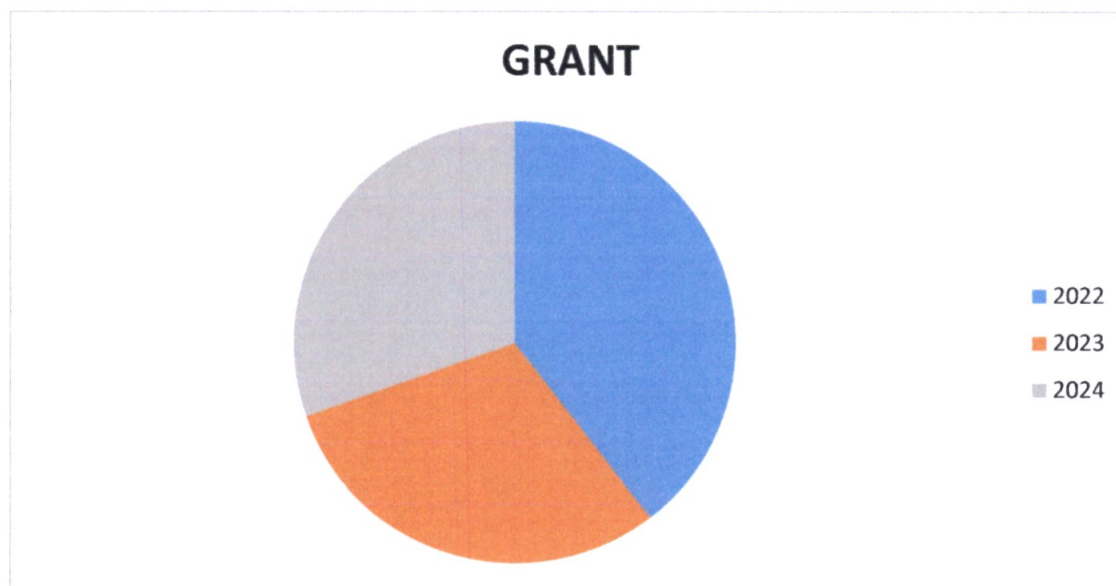
3. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) **Financial performance:**

I. Capitation grant from ministry of education for the last three years

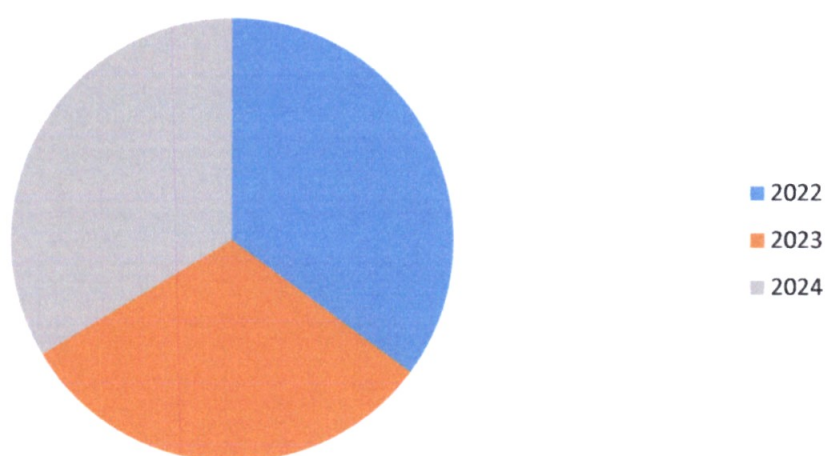
YEAR	GRANT
2022	8,569,961.60
2023	6,551,594.09
2024	6,602,264.32



II. Capitation ratios for the last three years.

YEAR	RATIO (grant per student)
2022	1:19,701.06
2023	1:17,564.60
2024	1:18,863.61

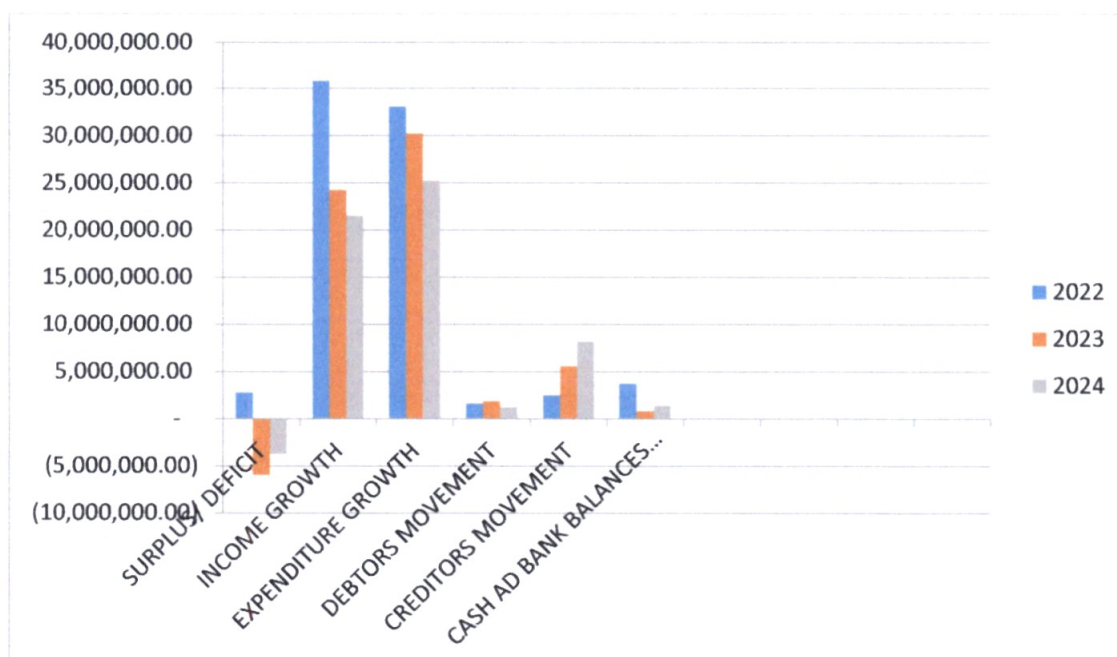
RATIO(GRANT PER STUDENT)



KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

III. Table summary for surplus, deficit, expenditure, debtors, creditors, cash and bank and income for the last three years

YEAR	2022	2023	2024
DESCRIPTION			
SURPLUS/DEFICIT	2,158,897	836,724	585,377
INCOME GOWTH	35,803,050.00	24,245,002.09	21,499,379.80
EXPENDITURE GROWTH	33,049,156.00	30,214,769.12	25,236,780.12
DEBTORS MOVEMENT	1,582,942.30	1,837,930.00	1,212,124.00
CREDITORS MOVEMENT	2,457,812.16	5,566,306.00	8,190,753.00
CASH AND BANK BALANCES MOVEMENT	3,692,509	836,724	1,422,101



b) Teacher Student ratio:

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

I. Teacher students ratio is as per the table below;

TEACHERS	STUDENTS
1	17
21	350

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

No of teachers for each subject:

NAME OF TEACHER	SUBJECT COMBINATION	EMPLOYER	REMARKS
MISS MARTHA MUKUNDI	CRE/HISTORY	TSC	
MRS LUCY KAWIRA NJERU	English/literature	TSC	
MISS LILAH NJOKI MWIANDI	CRE/KISWAHILI	TSC	
MISS VIRGINIA IRUNGU MUGURU	HOME SCIENCE/CHEMISRY	TSC	
MR. MWIRIGI WILSON KANGERE	GEOGRAPHY/HISTORY	TSC	
MR. KIUNGA PATRICK MUTUA	HISTORY/CRE	TSC	
MISS MARY GATIRIA KINYUA	BIOLOGY/AGRICULTURE	TSC	
MR. CHARLES THIGE GATHERU	COMPUTER/MATHAMETICS	TSC	
MR. KOBIA TITUS	CRE/HISTORY	TSC	
MR. MUSAU ARISTOTLE MUTUNGA	MATHEMATICS/CHEMISTRY	TSC	
MR. MUTISO JOHN	MATHEMATICS/CHEMISTRY	TSC	
MISS KALAWA CHRISTINE GATWIRI	CRE/ KISWAHILI	TSC	
MISS MIRIAM KINYA MUTABARI	GEOGRAPHY/BUSINESS	TSC	
MR.KINYUA FRANCIS GICHIA	ENGLISH/LITRERATURE	TSC	
KENNETH MUTWIRI MURIUKI	CHEM/MATH	TSC	
GEORGE IKUA NJENGA	ENG/LIT	TSC	
MORRIS MAWIRA KINYUA	BIO/AGRI	TSC	
MISHEC NKANGA GAISHU	KISWAHILI/HISTORY	TSC	

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

DORCAS NJOROGE	KIS/CRE	TSC	
MR. ONYANGO MARRISON	BIOLOGY /AGRICULTURE	BOM	
MR. STEVE OCHARO	PHYSICS/CHEMISRY	BOM	

<i>English/ Literature</i>	<i>4</i>
<i>Kiswahili/ History</i>	<i>2</i>
<i>Biology/ Agriculture</i>	<i>1</i>
<i>Physics/ Mathematics</i>	<i>0</i>
<i>Home Science</i>	<i>2</i>
<i>Mathematics/ Business</i>	<i>3</i>
<i>CRE/ History</i>	<i>4</i>
<i>Chemistry/ Mathematics</i>	<i>2</i>
<i>Kiswahili/ CRE</i>	<i>3</i>
<i>Kiswahili/Business</i>	<i>0</i>
<i>Geography/Business</i>	<i>1</i>
Total	<u>21</u>
<i>Shortage</i>	
<i>Physics</i>	
<i>Computer and home science</i>	
<i>BOM</i>	

c) **Mean score in the 2023-2024 KCSE:**

<i>YEAR</i>	<i>ENTRY</i>	<i>MEAN</i>	<i>DEVIATION</i>	<i>UNIVERSITY ENTRY</i>
2021	123	3.6585	- 0.421	4
2022	115	3.9652	+ 0.3067	1
2023	87	3.8966	- 0.0686	5

d) **Number of Candidates in the 2023 - 2024 KCSE:**

YEAR	NO. OF CANDIDATES
2021	123
2022	115
2023	87

e) **Capacity of the school:**

The school had a capacity of 350 students in the year 2024.

The school facilities are as follows:

DESCRIPTION	NO. OF FACILITIES	CAPACITY	REMARKS
DORMS	3	150	SUFFICIENT
LABORATORIES	3	40	SUFFICIENT
TOILETS	54	54	INSUFFICIENT
CLASSROOMS	18	44	SUFFICIENT
DINING HALLS	1	250	INSUFFICIENT
LIBRARY	1	100	INSUFFICIENT
ADMINISTRATION BLOCK	1	100	SUFFICIENT
COMPUTER LAB	1	60	SUFFICIENT
BUS	1	51	SUFFICIENT
STAFF QUARTERS	4	4	INSUFFICIENT
KITCHEN	1	4	SUFFICIENT
GENERATOR	1		INSUFFICIENT

The school urgently requires:

1. A generator
2. Perimeter fence
3. A new dining hall
4. A new Night ablution block
5. Staff Quarters

f) Development projects carried out by the school:

Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format

Projects	Source of funds	Status	Initial Cost(Kshs)	Amount Spent(Kshs)	Expected completion time
1. BOM TOILET	MOE	COMPLETE	450,000	350,000.00	2024
2. TEACHERS HOUSE RENOVATION	MOE	INCOMPLETE	800,000	450,000	2025

Sign 
School Principal

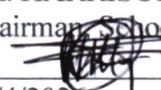
4. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

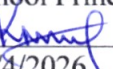
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

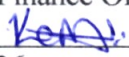
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2024, and of the school's financial position as at that date.

Name: DR. HARRISON KINYUA
Designation: Chairman, School Board of Management
Sign: 
Date: 10/4/2026

Name: M/S FLORA WAIRIMU
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 10/4/2026

Name: M/S DOREEN KENDI
Designation: Bursar/ Finance Officer
Sign: 
Date: 10/4/2026

REPUBLIC OF KENYA

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Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON KARAMUGI GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 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 Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose, and;
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Karamugi Girls Secondary School as set out on pages 1 to 19, which comprise of the statement of assets and liabilities as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35

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

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 effects of matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Karamugi Girls Secondary School as at 30 June, 2024, and of its financial performance and its cash flows for the year ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.27,753,941 as disclosed in Note 11 to the financial statements. However, no ageing analysis was provided for audit and the School does not have a policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivable balance. Further, receivables amounting to Kshs.18,131,656 had been outstanding for more than two (2) years.

In the circumstances, the accuracy, completeness and recoverability of the outstanding receivables balance of Kshs 27,753,941 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects budgeted and actual receipts of Kshs.24,429,645 and Kshs.21,211,829 respectively resulting in under-funding amount of Kshs.3,217,816 or 13% of the budget. Similarly, the School spent an amount of Kshs.24,936,780 against actual receipts of Kshs.21,211,829 resulting in an over-utilization of Kshs.3,724,951 of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of the Financial Statements for Audit

The School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2024, instead they were submitted on 18 March, 2026, one and a half years late. This is contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

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

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects payments for operations amounting to Kshs.5,366,696. Included in the expenditure is an amount of Kshs.597,948 in respect of transfers to Kenya Secondary School Heads Association (KESSHA). However, it was noted that KESSHA is a welfare organization that draws its membership from secondary school principals only. In addition, this organization is not defined in Government of Kenya funding and there is no

assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money on funds transferred to KESSHA amounting to Kshs.597,948 could not be confirmed.

3. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects capitation grants for operations of Kshs.5,754,131 received from the Ministry of Education which includes an amount of Kshs.2,293,840. in respect of infrastructure grants which was to be transferred to infrastructure bank account within 15 days. However, the amount was transferred eighty-three (83) days after the date of receipt, contrary to The Ministry of Education circular ref HQS/3/6/36 dated January 14, 2021, that outlines guidelines for the implementation of school projects and dates of transfer.

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

4. Long Outstanding Accounts Payables

The statement of assets and liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.12,200,915. However, Management did not provide explanations or justifications for non-settlement of these obligations. Further, no evidence was presented to demonstrate that the outstanding payables were treated as a first charge on subsequent year budgets as required by the Public Finance Management principles.

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

5. Failure to Prepare School Improvement Plan

During the 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-six year school improvement planning cycle, one priority area in each of the four key areas which includes 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 EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Approved Critical Governance Documents

During the period under review, the School did not have in place a strategic plan, operational plan, and organizational chart. This is contrary to Regulation 165. (1) of the Public Finance Management (National Government) Regulations, 2015 which states that; The Accounting Officer shall ensure that the national government entity develops; (a) risk management strategies, which include fraud prevention mechanism; and (b) a system of risk management and internal control that builds robust business operations.

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

2. Weak IT and Other Internal Controls

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

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

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

3. Ineffective Audit Committee

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

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

4. Non-Stocktaking for Inventory

Note 17 on other disclosures includes Kshs.2,866,791 as stock. Management did not carry out stock take at the end of the financial year and no basis was provided for the valuation.

In the circumstances, the accuracy and existence of stock of Kshs. 2,866,791 could not be confirmed.

5. Non-Valuation of Biological Assets

Note 15 on other disclosures includes biological assets totaling Kshs.512,000. However, no valuation was provided to confirm the accuracy of the balance.

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

6. Weaknesses in Management of Assets

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

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

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

14 May, 2026

KARAMUGI GIRLS SECONDARY SCHOOL
Annual Reports and Financial Statements
For the year ended 30th June 2024

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR YEAR ENDED 30TH JUNE 2024

DESCRIPTION OF VOTE HEAD	Note	2023-2024	2022-2023
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	848,134	1,007,283
Capitation grants for operations	2	5,754,131	5,544,311
School Fund Income- Parents' Contributions	3	13,363,508	14,637,165
School Fund Income- Other receipts	4	1,904,054	1,602,216
Infrastructure Income	5	440,000	1,484,000
Income -Farm		-	-
CDF Income		-	-
Proceeds from borrowings		-	-
TOTAL RECEIPTS		22,309,827	24,274,975
PAYMENTS			
Payments for Tuition	6	805,349	1,041,385
Payments for operations	7	5,366,696	5,164,389
Boarding and school fund payments	8	15,412,285	16,525,972
Infrastructure Expenses	9	140,120	4,665,544
Farm-Expenses		-	-
CDF Expenses		-	-
TOTAL PAYMENTS		21,724,450	27,397,290
DEFICIT/SURPLUS		585,377	(3,122,316)

The school financial statements were approved on 10/04/2026 and signed by:

Name: DR. HARRISON KINYUA

Chair BOM

Date: 10/4/2026

Name: FLORA WAIRIMU

School Principal/ Secretary to BOM

Date:10/4/2026

Name DOREEN KENDI

Bursar

Date:10/4/2026

7. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	9	1,381,348	835,411
Cash Balances	10	40,753	1,314
Short term Investment		-	
Total Cash and cash equivalent		1,422,101	836,724
Account's receivables	11	27,753,941	23,850,522
TOTAL FINANCIAL ASSETS		29,176,042	24,687,246
FINANCIAL LIABILITIES			
Accounts Payables	12	12,200,915	8,297,496
NET FINANCIAL ASSETS		16,975,127	16,389,750
REPRESENTED BY			
Accumulated Fund b/fwd	13	16,389,750	19,512,066
Surplus/Deficit for the year		585,377	(3,122,316)
NET FINANCIAL POSITION		16,975,127	16,389,750
Diff = Net Assets- Net Balance of Fund		-	-

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

Name DR. HARRISON KINYUA

Chair BOM

Date 10/4/2026

Name: FLORA WAIRIMU

School Principal/Secretary to BOM

Date 10/4/2026

Name DOREEN KENDI

Bursar/Finance Officer

Date 10/4/2026

8.STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2024

		2023-2024	2022-2023
	Note	Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition		848,133	1,007,282
Capitation grants for operations		5,754,130	5,544,311
School fund income- Parents contributions/ fees		13,363,508	14,637,165
School fund income- other receipts		1,904,054	1,602,216
Infrastructure Receipts		440,000	1,484,000
Total receipts		22,309,826	24,274,975
Payments			
Payments for Tuition		805,349	1,041,385
Payments for operations		5,366,696	5,164,389
Boarding and school fund payments		15,412,285	16,525,972
Infrastructure Payments		140,120	4,665,544
Total payments		21,724,450	27,397,290
Net cash flow from operating activities		585,377	(3,122,316)
CASHFLOW FROM INVESTING ACTIVITIES			
Net cash flows from Investing Activities		-	-
CASHFLOW FROM BORROWING ACTIVITIES			
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		585,377	(3,122,316)
Cash and cash equivalents at BEGINNING of the year	23	836,724	3,959,040
Cash and cash equivalent at END of the year		1,422,101	836,724

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

DR. HARRISON KINYUA

M/S FLORA WAIRIMU

M/S KENDI DOREEN

Name:



Name



Name

Chair BOM

School Principal/Secretary to BOM

Bursar/ Finance Officer

Date: 10/4/2026

Date:10/4/2026

Date:10/4/2026

7. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2024

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

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2024

				Actual on Comparable Basis		
			Final		Budget Utilization	
Receipt/expenses Item	Original Budget	Adjustments	Budget		Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
LAB EQUIPMENTS	293,000.00	(243,000.00)	50,000.00	50,000.00	-	100.00
T&LM	315,640.00	482,493.70	798,133.70	798,133.70	-	100.00
EXER BOOKS	423,600.00		423,600.00	-	423,600.00	-
REVISION MATERIALS	564,660.00		564,660.00	-	564,660.00	-
CHALK AND DUSTERS	60,700.00		60,700.00	-	60,700.00	-
	1,657,600.00		1,657,600.00	848,133.70	1,048,960.00	51.17
(2) CAPITATION GRANT ON OPERATIONS			-			
RMI	2,000,000.00	298,840.00	2,298,840.00	2,298,840.00	-	100.00
LT&T	940,000.00	(840,000.00)	100,000.00	100,000.00	-	100.00

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

ADM COSTS	470,000.00	98,300.00	568,300.00	568,300.00	-	100.00
EW&C	470,000.00	(242,500.00)	227,500.00	227,500.00	-	100.00
PEMOL	1,880,000.00		1,880,000.00	1,995,143.80	(115,143.80)	106.12
ACTIVITY	600,000.00	(323,203.24)	276,796.76	276,796.66	0.10	100.00
MED	800,000.00		800,000.00	-	800,000.00	-
	7,160,000.00		7,160,000.00	5,754,130	684,856.30	
<i>(3) FEES CHARGED ON PARENTS</i>			-			
BES	10,432,000.00	(2,427,444.52)	8,004,555.48	8,004,555.48	-	100.00
EW&C	1,466,000.00	(278,046.00)	1,187,954.00	1,187,954.00	-	100.00
RMI	800,000.00	(197,125.00)	602,875.00	602,875.00	-	100.00
PEMOL	1,800,000.00	(412,745.00)	1,387,255.00	1,387,255.00	-	100.00
LT&T	360,000.00	(81,010.00)	278,990.00	278,990.00	-	100.00
ADM COSTS	1,242,000.00	(298,728.00)	943,272.00	943,272.00	-	100.00
ACTIVITY	200,000.00	(51,840.00)	148,160.00	148,160.00	-	100.00
	16,300,000.00		16,300,000.00	13,363,508	-	
School Fund -OTHER INCOME			-			
FARM	250,000.00	658,350.00	908,350.00	908,350.00	-	100.00
BUS FUND	600,000.00	(597,551.00)	2,449.00	2,449.00	-	100.00
BUS ACCOUNT	400,000.00	453,255.00	853,255.00	853,255.00	-	100.00

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

INFRASTRUCTURE AC	200,000.00	(60,000.00)	140,000.00	140,000.00	-	100.00
INFRASTRUCTURE INCOME			-	1,904,054		#DIV/0!
SCHOOL FUND AC	200,000.00		200,000.00	-	200,000.00	-
INFRASTRUCTURE	440,000.00		440,000.00	440,000.00	-	-
OPERATIONS AC	1,284,000.00		1,284,000.00	-	1,284,000.00	-
	1,924,000.00		1,924,000.00	440,000.00	1,484,000.00	22.87
FARM INCOME			-			
CDF INCOME			-			
TOTAL INCOME	1,450,000.00		1,450,000.00	1,904,054.00	-	
			-			
(1) EXPENDITURE FOR TUITION			-			
LAB EQUIPMENTS	293,000.00	(235,100.00)	57,900.00	-	57,900.00	-
T&LM	315,640.00	488,584.00	804,224.00	804,224.00	-	100.00
EXER BOOKS	423,600.00		423,600.00	-	423,600.00	-
REVISION MATERIALS	63,160.00		63,160.00	-	63,160.00	-
BANK CHARGES	-		-	1,125.00	(1,125.00)	#DIV/0!
S. CREDITORS	-		-	-	-	#DIV/0!
	1,095,400.00		1,095,400.00	805,349.00	543,535.00	#DIV/0!
(2) EXPENDITURE FOR			-			
OPERATIONS			-			

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

RMI	2,000,000.00		2,000,000.00	2,138,408.00	(138,408.00)	106.92
LT&T	940,000.00	(938,837.00)	1,163.00	1,163.00	-	100.00
ADM COSTS	470,000.00	1,502,560.00	1,972,560.00	1,972,560.00	-	100.00
EW&C	470,000.00	130,357.00	600,357.00	600,357.00	-	100.00
PEMOL	1,880,000.00		1,880,000.00	1,557,257.00	322,743.00	82.83
ACTIVITY	600,000.00	(198,964.00)	401,036.00	401,036.00	-	100.00
MED	800,000.00		800,000.00	-	800,000.00	-
	7,160,000.00		7,160,000.00	5,366,696	984,335.00	
(3) EXPENDITURE FOR			-			
SCHOOL FUND			-			
BES	10,432,000.00		10,432,000.00	8,545,246.00	1,886,754.00	81.91
EW&C	1,466,000.00	(1,264,563.00)	201,437.00	201,437.00	-	100.00
RMI	800,000.00	315,450.00	1,115,450.00	1,115,450.00	-	100.00
PEMOL	1,800,000.00	751,104.00	2,551,104.00	2,551,104.00	-	100.00
LT&T	360,000.00	170,900.00	530,900.00	530,900.00	-	100.00
ADM COSTS	1,242,000.00	487,378.12	1,729,378.12	1,729,378.12	-	100.00
ACTIVITY	200,000.00	482,755.00	682,755.00	682,755.00	-	100.00
FARM	250,000.00	563,830.00	813,830.00	813,830.00	-	100.00
BUS FUND	600,000.00	(471,800.00)	128,200.00	128,200.00	-	100.00

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

BUS ACCOUNT	400,000.00	482,230.00	882,230.00	882,230.00	-	100.00
INFRASTRUCTURE AC	-		-	140,000.00	(140,000.00)	#DIV/0!
TOTAL School fund Payments	17,550,000.00		17,550,000.00	15,412,285	1,746,754.00	
INFRASTRUCTURE PAYMENTS			-			
SCHOOL FUND AC	200,000.00		200,000.00	140,000.00	60,000.00	70.00
INFRASTRUCTURE	3,565,544.10		3,565,544.10	-	3,565,544.10	-
OPERATIONS AC	900,000.00		900,000.00	-	900,000.00	-
BANK CHARGES	-		-	120.00	(120.00)	
TOTAL INFRASTRUCTURE PAYMENTS	4,665,544.10		4,665,544.10	140,120.00	4,525,424.10	
FARM PAYMENTS			-			
TOTAL FARM PAYMENTS	-		-	-	-	
CDF PAYMENTS			-			
total CDF PAYMENTS	-		-	-	-	

NB:

Receipts below 90% is due to poor fees contribution by parents and lower disbursement of funds than expected Expenditures above 100% is due to economic inflation.

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

4. **Cash and cash equivalents**

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)**5. Accounts Receivable**

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. *Karamugi Girls High School* 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

Note 1 CAPITATION GRANT FOR TUITION		
	2023-2024	2022-2023
	Kshs	Kshs
LAB EQUIPMENTS	50,000	120,068
T&LM	798,134	887,214
REVISION MATERIALS	-	
SCHOOL FUND	-	
BANK CHARGES	-	
S. CREDITORS	-	
	848,134	1,007,282

2. GOVERNMENT GRANT FOR OPERATIONS

	2023-2024	2022-2023
	Kshs	Kshs
RMI	2,298,840	1,474,000
LT&T	100,000	38,329
ADM COSTS	568,300	996,711
EW&C	227,500	334,320
PEMOL	1,995,144	1,594,800
ACTIVITY	276,797	206,150
SCHOOL FUND	287,551	
Infrastructure A/c	-	900,000
Total	<u>5,754,131</u>	<u>5,544,311</u>

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2024

3. GOVERNMENT GRANT FOR INFRASTRUCTURE

	2023-2024	2022-2023
	Kshs	Kshs
SCHOOL FUND AC	-	200,000
INFRASTRUCTURE	440,000	
OPERATIONS AC	-	1,284,000
-	-	
BANK CHARGES	-	
	<u>440,000</u>	<u>1,484,000</u>

4. SCHOOL FUND INCOME - PARENTS CONTRIBUTION/FEES -

	2023-2024	2022-2023
	Kshs	Kshs
BES	8,004,555	10,300,929
EW&C	1,187,954	950,902
RMI	602,875	732,905
PEMOL	1,387,255	1,261,810
LT&T	278,990	275,905
ADM COSTS	943,272	949,281
ACTIVITY	148,160	129,460
Sub-Total	<u>13,363,508</u>	<u>14,601,192</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

MISCELLANEOUS INCOMES

	2023-2024	2022-2023
	Kshs	Kshs
FARM	908,350	488,010
BUS FUND	2,449	582,600
BUS ACCOUNT	853,255	337,606
OPERATIONS	-	-
BURSARY	-	-
KNEC EXAM	-	-
-	-	-
INFRASTRUCTURE AC	140,000	200,000
	1,904,054	1,608,216

(Include an explanation on the kind and source of grants/ donations received by the school.)

The school's source of income is:

- Grant from the Ministry of education (FDSE) through Tuition, Operations and Infrastructure Account
- Fees from parents through school fund account.
- Other income generating activities such as: Farm, bus hire and house rent.

5. PAYMENTS FOR TUITION

	2023-2024	2022-2023
	Kshs	Kshs
LAB EQUIPMENTS	-	57,900
T&LM	804,224	982,645
	-	-
REVISION MATERIALS	-	-
SCHOOL FUND	-	-
BANK CHARGES	1,125	840
S. CREDITORS	-	-
Total	805,349	1,041,385

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. PAYMENTS FOR OPERATIONS

	2023-2024	2022-2023
	Kshs	
RMI	2,138,408	363,370
LT&T	1,163	188,550
ADM COSTS	1,972,560	3,060,692
EW&C	600,357	242,100
PEMOL	1,557,257	1,327,937
ACTIVITY	401,036	252,420
SCHOOL FUND AC	-	-
Infrastructure A/c	300,000	1,284,000
TOTAL	<u>6,970,781</u>	<u>6,719,069</u>

7. PAYMENTS FOR INFRASTRUCTURE

	2023-2024	2022-2023
	Kshs	Kshs
SCHOOL FUND AC	140,000.00	200,000
INFRASTRUCTURE	-	3,565,544
OPERATIONS AC	-	900,000
-	-	
BANK CHARGES	120.00	
Sub-Total	<u>140,120.00</u>	<u>4,665,544</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. BOARDING AND SCHOOL FUND PAYMENTS

	2023-2024	2022-2023
	Kshs	Kshs
BES	8,545,246	10,180,141
EW&C	201,437	389,331
RMI	1,115,450	1,248,112
PEMOL	2,551,104	2,141,021
LT&T	530,900	445,600
ADM COSTS	1,729,378	1,434,201
ACTIVITY	682,755	607,430
FEES REFUND	-	-
DIRECT DEPOSIT	-	-
MEDICAL	-	-
BANK CHARGES	-	-
FARM	813,830	343,222
BUS FUND	128,200	799,713
BUS ACCOUNT	882,230	-
OPERATIONS AC	-	-
BURSARY	-	-
KNEC EXAM	-	-
-	-	-
INFRASTRUCTURE AC	140,000	200,000
TOTAL	<u>17,320,530</u>	<u>17,788,771</u>

Expenses on income generating activities** should include all costs relating to the school earnings on other receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

BANK ACCOUNTS

Account Name & currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	210291337834	56,340	13,556
Operations Account	Active	210291771147	766,289	380,126
School Fund Account/Boarding	Active	1129057798200	77,551	263,617
Savings Account	Dormant	1100057798200	26,082	26,082
Income Generating Bus Project	Dormant	210293321168	654	2,449
Infrastructural Account	Active	1139057798200	449,462	149,582
Total Bank Balances			<u>1,381,348</u>	<u>835,411</u>

CASH IN HAND

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	40,753	1313
Total Cash Balances	<u>40,753</u>	<u>1,313</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

ACCOUNTS RECEIVABLE

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	27,753,941	23,850,522
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	<u>27,753,941</u>	<u>23,850,522</u>

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023	
	Kshs	
	2024	2023
Less than 1 year	1,212,124	1,837,930
Between 1-2 years	1,837,930	1,535,931
Between 2-3 years	3,650,472	
Over 3 years	18,803,961	18,227,207
Total (should tie to note 13a)	<u>27,753,941</u>	<u>23,850,522</u>

ACCOUNTS PAYABLE

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	10,524,502	6,707,015
Prepaid Fees	1,676,413	1,590,480
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	<u>12,200,915</u>	<u>8,297,496</u>

14a.Ageing Analysis of Accounts Payable

Description		
	2024	2023
Less than1 year	10,524,502	6,707,015
Between 1-2 years		3,067,959
Between 2-3 years		5,020,304
Over 3 years		
Total (should tie to note 14)	10,524,502	6,707,015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FUND BALANCE BROUGHT FORWARD

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank balances	835,411	3,958,545
Cash balances	1313	495
Short Term Investments	-	
Receivables	23,850,522	20,094,3064
Payables	(8,297,496)	(4,541,278)
Total	16,389,750	19,512,066

Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle	3	50,000.00	45,000.00
Sheep	14	42,000.00	42,000.00
Trees	70	210,000.00	182,000.00
Pigs	30	210,000.00	120,000.00
Total		512,000.00	389,400.00

KARAMUGI GIRLS' SECONDARY SCHOOL
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Other important disclosure notes

Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	654,124.00	666,607.00
Lab consumables	194,441.00	198,975.00
Construction Materials	15,000.00	
Stationery/Exer. Books/Inks	2,003,406.00	505,329.00
	<u>2,866,971.00</u>	<u>1,370,911.00</u>

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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

 Sign and Date
 Principal

KARAMUGI GIRLS SECONDARY SCHOOL
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ANNEXES

ANNEX 1 - 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						
Supply Of Goods						
1. ADEWA VENTURES		1/7/2024		2,153,500		
2. TRIOMAX DYNAMIK		1/7/2024		30,000		
3. JAMLICK KIRIMI MARETE		20/6/2024		15,345		
4. KABUBONI FCS LTD		30/6/2024		35,340		
5. JAMES KIRIMI MBAKA		30/6/2024		33,768		
6. NTAUGO STORES		1/7/2024		160,000		
7. MICHEMBE INVESTMENT		1/7/2024		26,900		
8. CRESCENT SPECIALITIES		1/7/2024		1,082,500		
9. LANES ENTERPRISES		1/7/2024		67,800		
10. MWENDANTU BUTCHERY		1/7/2024		132,550		
11. EMUTS		1/7/2024		7,500		
12. DAVID MUTEGI		1/7/2024		85,000		
13. JAKAJO		1/7/2024		200,225		
14. ALFRED MUTEMBEI MURITHI		4/5/2024		8,600		
15. ADDYTEX ENTERPRISES		1/1/2021		1,450,430.00		

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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
16. LIBERTY INTERIOR		1/7/2024		47,500		
17. FRANCO ELECTRICAL		1/1/2021		236,307		
18. DESCANA MACHINES		1/1/2021		225,000		
19. TOPMARK HOLDINGS		1/1/2021		202,000		
20. TOPSITE SOLUTIONS		1/1/2021		46,650		
21. REINER DISTRUTORS		1/1/2021		168,250		
22. MINAZI		1/1/2021		82,090		
23. MSSHA				31,158		
24. KESSHA LEVIES				32,200		
25. MERU DIOCESS				15,000		
26. KPLC				180,000		
27. SCHACCS SOFTWARE		1/1/2021		22,800		
28. CAPSAM		1/2/2021		6,100		
29. BERNARD GITARI				100,000		
30. MICHAEL MUTEGI				72,000		
31. CHARLES MBUBA				49,900		
32. CHARLES THIGE		1/7/2024		100,000		
33. LIBERATO K MANGA				65,000		
34. JOHN KIRIMI				50,000		
35. ROBERT RUGENDO				27,180		
Grand Total						

KARAMUGI GIRLS SECONDARY SCHOOL
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For the year ended 30th June 2024

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2024
Land 1 Jointly owned with Chera Primary 5.6 HA Each (Land No 918)	6,000,000.00			6,000,000.00
Land 2 (Land No 717)Size 0.6 HA	2,000,000.00			2,000,000.00
Land 3 (Land No 52) 0.18 HA	1,000,000.00			1,000,000.00
Land 4 (Land No 2002) 0.6	1,000,000.00			1,000,000.00
Land 5 (Land No 2003) 0.6	1,000,000.00			1,000,000.00
Buildings And Structures	30,000,000.00			30,000,000.00
Motor Vehicles	1,540,000.00			1,540,000.00
Office Equipment, Furniture And Fittings	2,500,000.00			2,500,000.00
Textbooks	2,300,000.00			2,300,000.00
ICT Equipment	1,200,000.00			1,200,000.00
Tools And Apparatus	1,100,000.00			1,100,000.00
Other Machinery And Equipment	5,500,000.00			5,500,000.00
Intangible Assets-Soft Ware	250,000.00			250,000.00
Water harvesting System	3,730,544.00			3,730,544.00
Electrical cable and water pump	256,000			256,000
Bus pack	200,000			200,000
BOM TOILET	450,000			450,000
Teachers House Renovation	800,000			800,000
Improving Dorm Windows	41,650			40,650
Total	60,868,194			60,868,194