

REPUBLIC OF KENYA



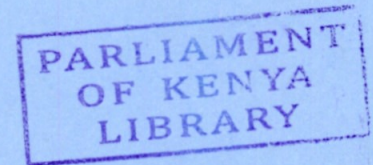
REPORT

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 01 JUL 2026	DAY: <u>WEDNESDAY</u>
BY: <u>MON. OWEN BAYA, M.P.</u>	
CLERK-AT THE-TABLE:	<u>CHRISTINE NDIRITU</u>

OF

THE AUDITOR-GENERAL

ON

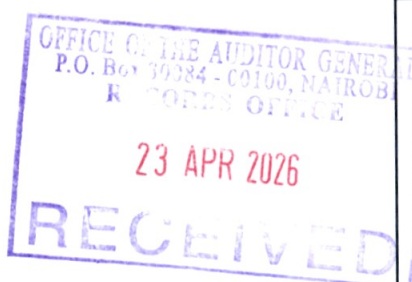


**GITHUNGUCHU
SECONDARY SCHOOL**

**FOR THE YEAR ENDED
30 JUNE, 2023**

NYANDARUA COUNTY

Revised 30th June 2023.



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

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

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1. Acronyms and Glossary of Terms

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 11 DECEMBER 2014 under registration number 18-P-0030-0315 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a day/boarding school and had 667 number of students as at 30th June 2023. It has 3 streams and 24 teachers of which 6 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	FRANCIS WAMBUGU	Chairman	12/05/2022
2	SOLOMON NGUNU	Secretary - Principal	12/05/2022
3	ELIZABETH WAIHWA	Member	12/05/2022
4	RUTH NGIGI	Member	12/05/2022
5	REBECCA MWANGI	Member	12/05/2022
6	DUNCAN NGATIA	Member	12/05/2022
7	GEORGE NDUNGU	Member	12/05/2022
8	RACHAEL MUGO	Member – Rep CEB	12/05/2022
9	STEPHEN KANGI	Member Rep Teachers	12/05/2022
10	CHARLES NDERITU	Members - Sponsor	12/05/2022
11	FRANCIS WAMBUGU	Members - Sponsor	12/05/2022
12	JERIOTH NDIRANGU	Members - Sponsor	12/05/2022
13	FRANCIS MIANO	Member - Community	12/05/2022
14	PETERSON KIBUNJA	Member Special Needs	12/05/2022
15	MERCY MUKUHA	Rep Student	12/05/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref :	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.FRANCIS WAMBUGU 2.CHARLES NDERITU 3.SOLOMON NGUNU 4.RUTH NGIGI	CHAIRMAN V.CHAIRMAN SECRETARY MEMBER	3 OUT OF 3
2	Audit Committee	1.FRANCIS WAMBUGU 2.ELIZABETH WAIHWA 3.RACHAEL MUGO	CHAIRMAN MEMBER MEMBER	1 OUT OF 1
3	Finance,procurement and general purposes Committee	1.SOLOMON NGUNU 2.CHARLES NDERITU 3.EUNICE MULWA	SECRETARY V.CHAIRMAN PA CHAIR	1 OUT OF 1
4	Academic Committee	1..DR. GEORGE MBURU 2.RUTH NGIGI 3.SOLOMON NGUNU	MEMBER MEMBER SECRETARY	3 OUT OF 3
5	Development Committee	1. CHARLES NDERITU 2. STEPHEN KANGI 3. EUNICE MULWA	V.CHAIRMAN DEPUTY PRINCIPAL PA CHAIR	2 OUT OF 3
6	Discipline and welfare Committee	1.STEPHEN KANGI 2.PETERSON KIBUNJA 3.REBECCA MWANGI	DEPUTY PRICIPAL MEMBER MEMBER	3 OUT OF 3
7	Adhoc Committee (if any during the year)	N/A	N/A	N/A

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	SOLOMON NGUNU	TSC No. 389209
2	Deputy Principal	STEPHEN KANGI	TSC No. 420003
3	School Bursar	ISAAC KIMONDO	ID. No. 30171920
4	Other (specify)		

(e) Schools contacts

Post Office Box: 1099-20300
 Telephone: 0706403985
 E-mail: githunguchusecondary@yahoo.com
 Website: -
 Facebook: -
 Twitter: -

(f) School Bankers

Provide details of the school bankers.

Account Name: School fund
 Name of Bank: Kenya Commercial Bank
 Account Number: 1180286510
 Branch: NYAHURURU
 Postal Address: 64-20300

Account Name: Operations Account
 Name of Bank: Kenya Commercial Bank
 Account Number: 1102056782
 Branch: NYAHURURU
 Postal Address: 64-20

Account Name: Infrastructure Account
 Name of Bank: Kenya Commercial Bank
 Account Number: 1266643915
 Branch: NYAHURURU
 Postal Address: 64-20

Account Name: saving Account
 Name of Bank: Absa Bank Kenya
 Account Number: 8302059
 Branch: NYAHURURU
 Postal Address: 15-20300

Account Name: Tuition Account
 Name of Bank: Absa Bank Kenya
 Account Number: 8321312
 Branch: NYAHURURU
 Postal Address: 15-20300

(g) Independent Auditors

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

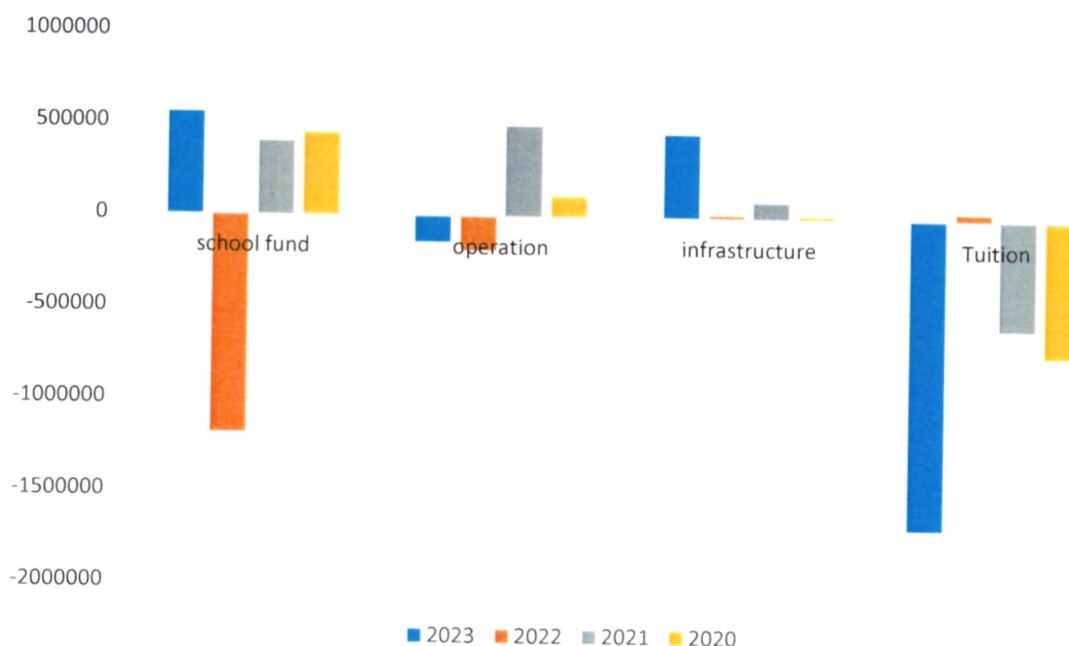
3. Summary Report of Performance of The School

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

a) Financial performance:

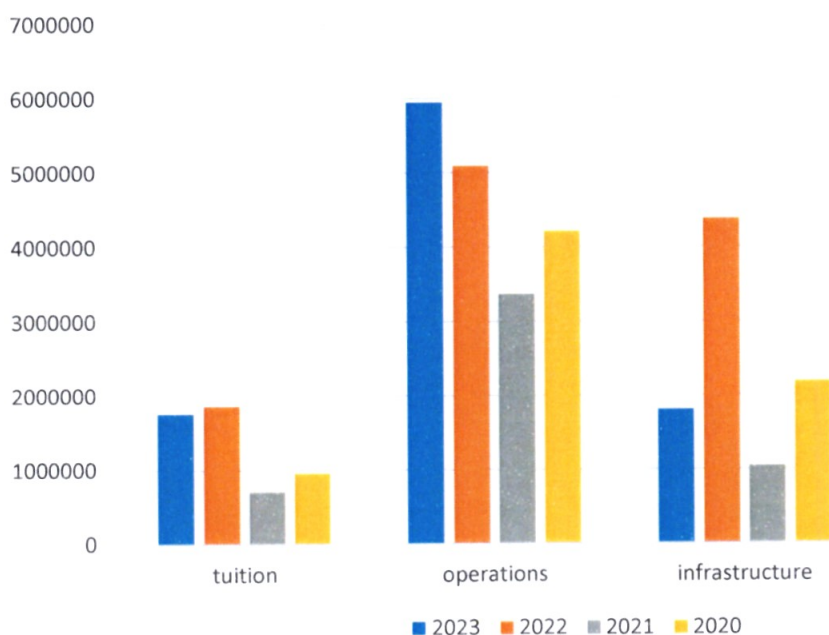
SURPLUS/ DEFICIT FOR THE YEAR AND COMPARISON OF THE SAME FOR THE LAST THREE YEARS

S/NO	ACCOUNTS	FY 2023	FY 2022	FY 2021	
1		KSH	KSH	KSH	
2	SCHOOL FUND	1,741,069.00	(1,547,544.00)	398,094.00	
3	OPERATIONS	(141,455.65)	(184,817.60)	489,411.00	
4	INFRASTRUCTURE	451,095.00	16,861.00	87,978.00	
5	TUTION	(159,673.00)	37,002.60	23,292.00	
6	TOTAL	1,910,535.85	(1,678,498.00)	998,776.55	
7	Increase/ Decrease				



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued) CAPITATION
GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

s/n	ACCOUNTS	FY 2023	FY 2022	FY 2021	
1	TUITION	1,757,438.00	1,862,244.60	703,396.25	
2	OPERATIONS	5,943,557.35	5,089,356.00	3,365,971.00	
	INFRASTRUCTURE	1,800,000.00	4,377,500.00	1,040,000.00	
3	TOTAL	9,500,995.35	11,329,100.60	5,109,367.25	
	Increase/decrease				
	No of students	666	642	564	
	Ratio of capitation per student	1: 14,265.76	1:17,646.50	1:9,059.16	

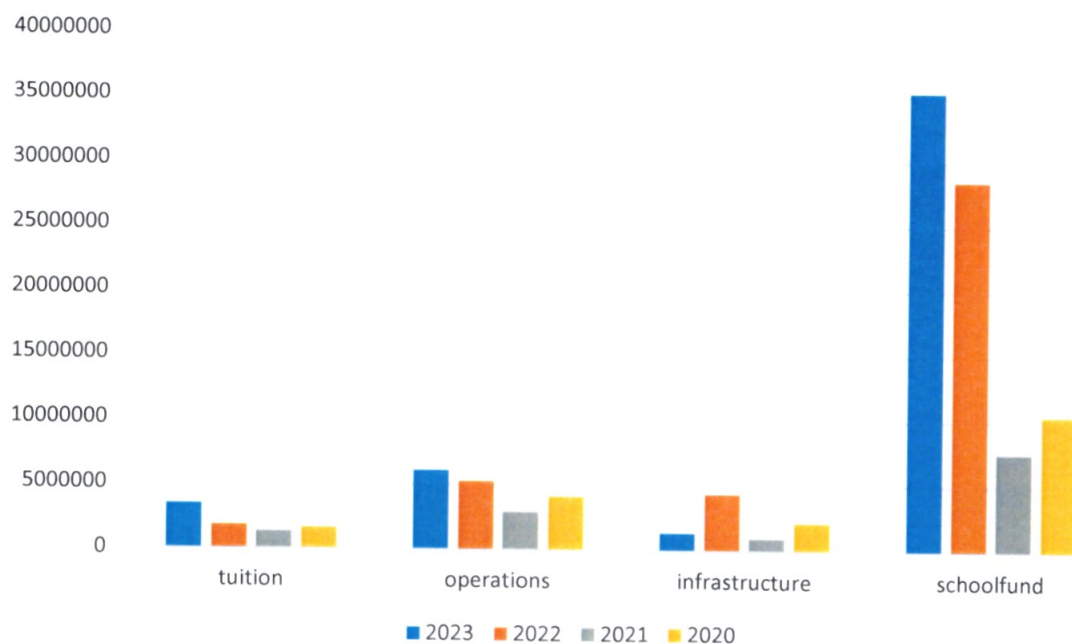


GITHUNGU CHU SECONDARY SCHOOL

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

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued) A THREE YEAR OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL.

s/n	ACCOUNTS	FY 2023	FY 2022	FY 2021	
1	TUITION	1,917,111.00	1,825,242.00	608,103.60	
2	OPERATIONS	6,085,013.00	5,274,174.00	2,876,560.00	
3	INFRASTRUCTURE	1,348,905.00	4,360,639.00	952,022.00	
4	SCHOOL FUND	35,189,291.00	29,298,184.00	7,572,389.00	
	TOTAL	44,540,320.49	40,758,239.00	12,081,074.60	
	INCREASE/ DECREASE				

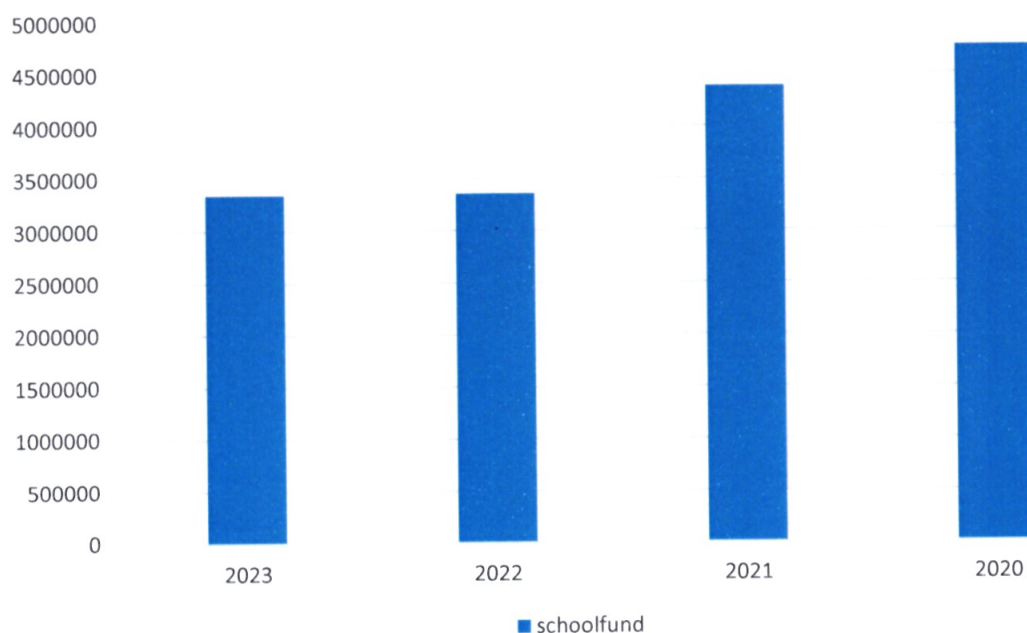


SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS

MOVEMENT OF DEBTORS

S/NO	ACCOUNTS	2023 KSHS	2022 KSHS	2021 KSHS	
1	School fund account	3,323,804.65	3,333,974.65	4,381,486.65	
	TOTAL	3,323,804.65	3,333,974.65	4,381,486.65	
	Increase / decrease	10,170.00			

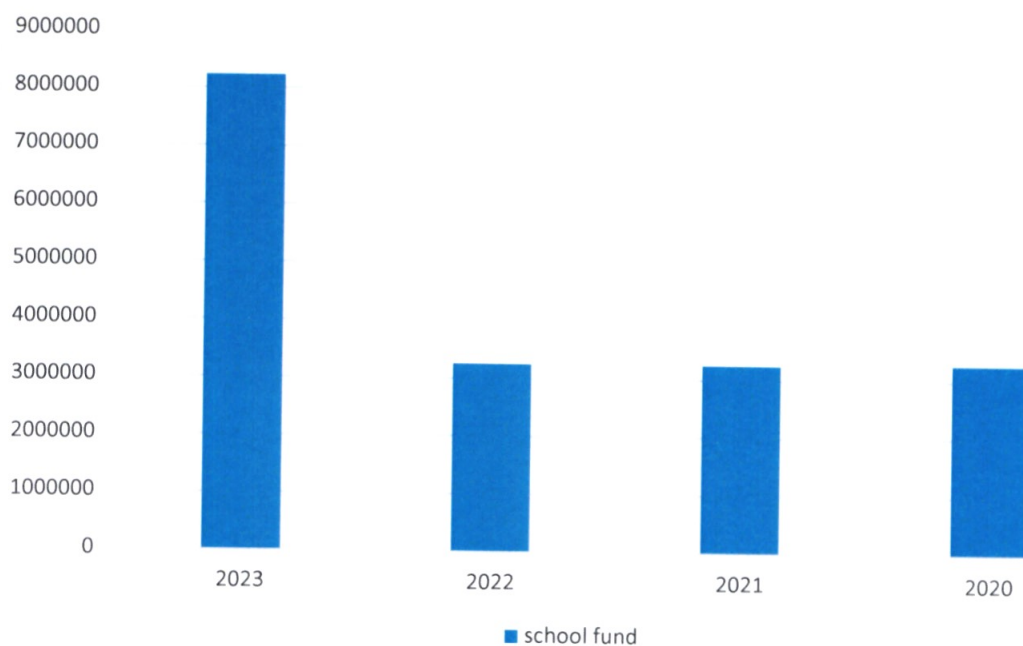


SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS

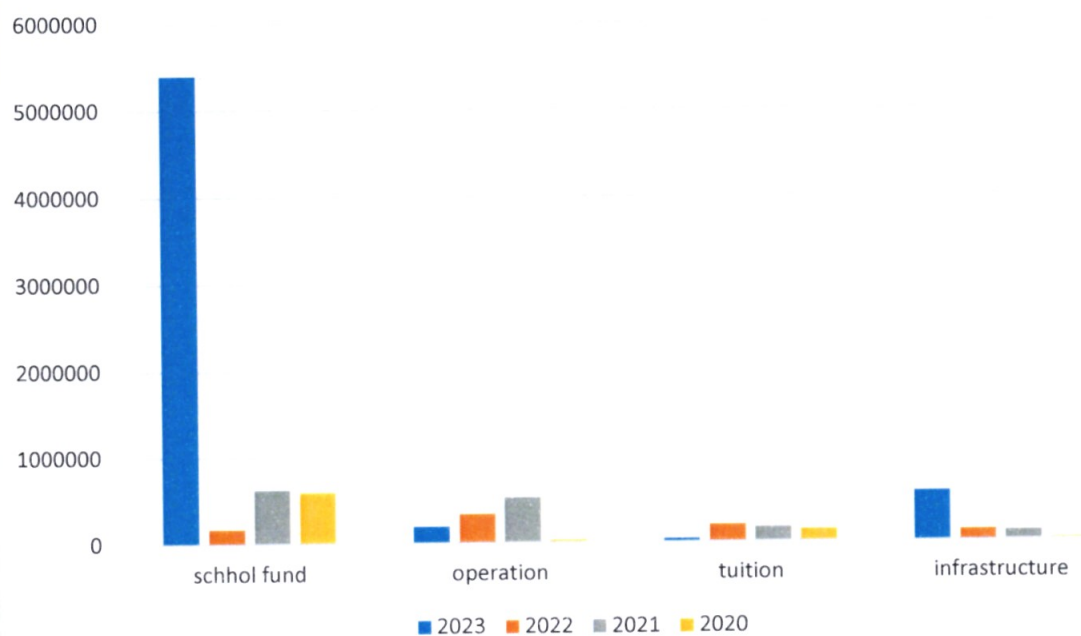
MOVEMENT OF CREDITORS

S/NO	ACCOUNTS	2023 KSHS	2022 KSHS	2021 KSHS	
1	School fund account	6,439,945.50	3,570,661.00	2,931,087.00	
	TOTAL	6,439,945.50	3,570,661.00	2,931,087.00	
	Increase / decrease				



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued) MOVEMENT OF CASH AND BANK BALANCE OVER THE LAST THREE YEARS

S/NO:	ACCOUNTS	2023 KSH	2022 KSH	2021 KSH	
1	School fund	5,399,390.41	759,301.40	602,660.41	
2	Operations	190,236.05	330,301.70	516,569.30	
3	Tuition	35,571.25	195,244.25	158,241.65	
4	Infrastructure	573,198.00	122,103.00	106,712.00	
	Total	6,198,395.71	1,406,950.36	1,384,183.36	
	Increase / Decrease				



Summary Report of Performance of The School**b) Teacher Student ratio:**

TSC TEACHERS	BOM TEACHERS	TOTAL	NO OF LEARNERS	RATIO
18	6	24	667	1:28

c) Mean score in the 2023 KCSE:

YEAR	MEAN	DEVATION
2021	4.8953	-0.6707
2022	4.5461	-0.3489
2023	4.6390	0.0930

YEAR	STUDENTS WHO QUALIFIED TO JOIN UNIVERSITY (C+ AND ABOVE)	STUDENTS WHO QUALIFIED TO JOIN DIPLOMA COLLEGES (C PLAIN TO C MINUS)	STUDENTS WHO QUALIFIED TO JOIN CERTIFICATE COURSES (D PLAIN TO D PLUS)	STUDENTS WHO QUALIFIED TO JOIN ARTISAN COURSES (D MINUS)
2021	8	44	32	2
2022	08	67	38	01
2023	15	51	65	10

d) Number of Candidates in the 2023 KCSE:

YEAR	CANDIDATES
2021	86
2022	141
2023	155

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
CLASSROOM	M.O.E	IN USE	1,218,275.00	1,218,275.00	COMPLETED



School Principal

PRINCIPAL
GITHUNGUCHU SEC. SCHOOL
P.O. Box 1099 - 20300 NYABURU
Sign.....Date.....

4. Statement of School Management Responsibility

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

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

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

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


.....

Name: FRANCIS WAMBUGU

Designation: Chairman, School Board of Management

Date: 21/4/2026


.....

Name: SOLOMON NGUNU

Designation: School Principal & Secretary to Board of Management

Date: 21/04/2026

PRINCIPAL
GITHUNGUCHU SEC. SCHOOL
P.O. Box 1099 - 20300 NYAHURURU
Signature.....Date.....


.....

Name: ISAAC KIMONDO

Designation: Bursar/ Finance Officer

Date: 21/04/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON GITHUNGUCHU SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - NYANDARUA COUNTY

PREAMBLE

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

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

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 Githunguchu Secondary School set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at

Report of the Auditor-General on Githunguchu Secondary School for the year ended 30 June, 2023- Nyandarua County

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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of the financial statements revealed the following inaccuracies;

- i. The statement of receipts and payments reflects school fund income – parent's contribution of Kshs.36,086,544 which, as disclosed in Note 4 to the financial statements, includes an amount of Kshs.22,772,334 relating to fee on boarding equipment and stores. However, the ledger provided reflects an amount of Kshs.20,152,454 in respect of fee on boarding equipment and stores resulting to an unexplained variance of Kshs.2,619,880. Further, an amount of Kshs.639,575 relating to prepayment 2022 was not supported.
- ii. The statement of receipts and payments reflects boarding and school fund payments of Kshs.34,345,475 as disclosed in Note 9 to the financial statements. Included in the amount is Kshs.23,238,834 relating to fee on boarding equipment and stores. However, the ledger provided for audit indicated an amount of Kshs.18,265,550 resulting in an unexplained variance of Kshs.4,973,284.
- iii. The statement of budget versus actual amounts reflects fee on boarding equipment and stores actual receipts amount of Kshs.20,152,184 and boarding equipment and stores payments of Kshs.18,265,550 which varies with the amounts of Kshs.22,772,334 and Kshs. 23,238,834 reflected in Note 4 and Note 9 to the financial statements respectively. However, no reconciliation for the variances was provided.

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

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents bank balances of Kshs.6,198,456 as disclosed in Note 10 to the financial statements. Included in the balance is Kshs.5,399,390 relating to the school fund/boarding account. However, review

of the bank reconciliation statements provided for the month of June 2023 revealed unreceipted deposits amounting of Kshs.5,240,745 whose details were not provided.

In the circumstances, the accuracy and completeness of the cash and cash equivalents could not be confirmed.

3. Unsupported Accounts Receivable

The statement of assets and liabilities reflects accounts receivable balance of Kshs.3,323,805 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review. Further, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.3,323,804 could not be confirmed.

4. Unsupported Accounts Payables

The statement of assets and liabilities reflect accounts payables balance of Kshs.6,439,945 as disclosed in Note 14 to the financial statements. However, included in the balance is Kshs.1,466,662 which has been outstanding for over three (3) years and which was not supported by a list of creditors detailing their names and balances.

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.6,439,945 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Githunguchu 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.

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 the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Management is responsible for the Other Information set out on page iii to xiv which comprise of Key School Information and Management, Summary Report of Performance

of the School and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statement of receipts and payments reflects operations payments amount of Kshs.6,085,013 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.1,176,910 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,176,910 could not be confirmed.

2. Unconfirmed Students Enrolment Data

Comparison of data from National Education Management and information System (NEMIS) with records from the school records revealed inconsistencies during the financial year ended 30 June, 2023. NEMIS reported a total number of six hundred and forty-two (642) as at September 2022, six hundred and thirty-seven (637) as at January

2023 and six hundred and sixty-six (666) as at May 2023 students respectively while the enrolment records provided by the school indicated a total number of six hundred and thirty (630) as of September 2022, six hundred and sixty-eight (668) as of January, 2023 and six hundred and fifty -six (656) as of May 2023 students respectively, resulting in an unexplained variance of twelve (12) in September 2022, thirty-one (31) for January 2023 and ten (10) as of May 2023 students respectively. This was contrary to the Ministry of Education Circular HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure accuracy of records.

In the circumstances, inaccuracies in the NEMIS database may lead to erroneous funding decisions and affect the equitable allocation of capitation grants

3. Failure to Transfer Infrastructure Funds from Operations Bank Account

During the year under review, the School received Government grants totaling Kshs.7,743,557 from the Ministry of Education credited to the operations bank account. Included in the amount is Kshs.2,587,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only Kshs.1,800,000 was transferred to infrastructure account, leaving a balance of Kshs.787,000 as at 30 June, 2023. This was contrary to the Ministry of Education Circular Ref. MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

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

4. Failure to Prepare School Improvement Plan

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

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

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 on whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities which 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 an Internal Audit Function

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

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

2. Failure to Maintain an Imprest Register

During the year under review, the School issued imprests for different purposes to staff. However, no imprest warrant and imprest register were maintained hence not possible to confirm whether the imprest issued during the period were accounted for and if the regulations regarding management of imprest were adhered to.

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

3. Weaknesses in Management of Assets

During the year under review, Management did not prepare an updated fixed assets register and several assets at the school were not tagged.

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

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, the 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 the 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 are in compliance with the authorities which govern them, and that public money is applied in an effective manner.

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how the 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 also 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

22 May, 2026

GITHUNGU CHU SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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

Description Of Vote Head	Note	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,757,438.00	1,862,244.60
Government grants for operations	2	5,943,557.35	5,089,356.40
Government Grants for infrastructure	3	1,800,000.00	4,377,500.00
School fund income- parents' contributions	4	36,086,543.99	27,760,640.00
Miscellaneous incomes	5	19,500.00	-
Total Receipts		45,607,039.34	39,089,741.00
Payments			
Tuition	6	1,917,111.00	1,825,242.00
Operations	7	6,085,013.00	5,274,174.00
Infrastructure	8	1,348,905.00	4,360,639.00
Boarding and school fund	9	34,345,474.49	29,308,184.00
Total Payments		43,696,503.49	40,768,239.00
Surplus/Deficit		1,910,535.85	(1,678,498.00)

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

.....

.....

.....

Name: FRANCIS WAMBUGU

Chair BOM

Date: 21/4/26

Name: SOLOMON NGUNU

School Principal/ Secretary to BOM

Date: 21/4/2026

Name: ISAAC KIMONDO

Bursar/ Finance Officer

Date: 21/04/2026

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

Description	Note	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	6,198,455.71	1,406,956.35
Cash balances	11	(60.00)	1,450
Short term investments	12	0	0
Total cash and cash equivalent		<u>6,198,395.71</u>	<u>1,408,406.35</u>
Account's receivables	13	3,323,804.65	3,333,974.65
Total financial assets		9,522,200.36	4,742,381.00
Financial liabilities			
Accounts payables	14	6,439,945.50	3,570,661.99
Net financial assets		3,082,254.86	1,171,719.01
Represented by			
Accumulated fund b/fwd	15	1,171,719.01	2,850,217.01
Surplus/deficit for the year		1,910,535.85	(1,678,498.00)
Net financial position		3,082,254.86	1,171,719.01

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


.....

Name: FRANCIS WAMBUGU

Chair BOM

Date: 21/4/26


.....

Name: SOLOMON NGUNU
School Principal/ Secretary to
BOM

Date: 21/04/2026
GITHUNGU CHU SEC. SCHOOL
BOM SECRETARY
Sign.....Date.....


.....

Name: ISAAC KIMONDO

Bursar/ Finance Officer

Date: 21/04/2026

GITHUNGU CHU SECONDARY SCHOOL

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

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

Description	Note	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,757,438.00	1,862,244.60
Government grants for operations		5,943,557.35	5,089,356.40
Government grants for infrastructure		1,800,000.00	4,377,500.00
School fund income- parents contributions/ fees		36,281,085.99	29,710,014.99
Other income			
Total receipts		45,782,081.34	41,039,115.99
Payments			
Cash outflows for tuition		1,917,111.00	1,825,242.00
Cash outflows for operations		6,085,013.00	5,274,174.00
Cash outflows for infrastructure		1,348,905.00	4,360,639.00
Cash outflows Boarding/lunch and school fund payments		31,641,062.98	29,570,472.00
Total payments		(40,992,091.98)	(41,030,527.00)
Net cash inflow/outflow from operating activities		4,789,989.36	8,588.99
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		4,789,989.36	8,588.99
Cash and cash equivalent at beginning of the FY		1,408,406.35	1,399,817.36
Cash and cash equivalent at end of the FY		6,198,395.71	1,408,406.35

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

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



.....
Name: FRANCIS WAMBUGU

Chair BOM

Date: 21/4/2026



.....
Name: SOLOMON NGUNU
School Principal/ Secretary to
BOM

PRINCIPAL
GITHUNGU CHU SEC. SCHOOL
P.O. BOX 199 2010 NYAHURURU
Date: 21/4/2026
Sign.....Date.....



.....
Name: ISAAC KIMONDO

Bursar/ Finance Officer

Date: 21/04/2026

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,693,600.00		2,693,600.00	1,757,438.00	65.2%
Exams And Assessment					
TOTALS	2,693,600.00		2,693,600.00	1,757,438.00	65.2%
(2) Capitation Grant on Operations					
Personnel Emoluments	1,335,000.00	-	1,335,000.00	1,088,557.00	81.54%
Repairs And Maintenance	950,000.00	-	950,000.00	800,000.00	84.2%
Local Transport / Travelling	1,200,000.00	-	1,200,000.00	1,000,000.00	83.33%
Electricity And Water	975,000.00	-	975,000.00	780,000.00	80%
Medical		-			
Administration Costs	1,150,000.00	-	1,150,000.00	975,000.35	84.8%
Activity	1,475,000.00	-	1,475,000.00	1,300,000.00	95.8%
Gratuity					
TOTALS	7,085,000.00		7,085,000.00	5,943,557.35	83.89%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	3,250,000.00	-	3,250,000.00	1,800,000.00	55.4%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
TOTALS	3,250,000.00		3,250,000.00	1,800,000.00	55.4%
(4) Fees Charged on Parents					
Personnel Emoluments	1,625,000.00	-	1,625,000.00	2,068,332.00	144.2%
Repairs And Maintenance	1,233,600.00	-	1,233,600.00	2,837,663.00	230%
Local Transport / Travelling	2,750,000.00	-	2,750,000.00	2,875,435.00	126.4%
Electricity And Water	2,261,600.00	-	2,261,600.00	1,731,428.00	83.7%
STUDENT IDS				19,500.00	
Administration Costs	956,040.00	-	956,040.00	2,409,217.00	252%
Activity	650,000.00	-	650,000.00	692,410.00	106.5%
KCSE				60,150.00	
Fee On Boarding Equipment and Stores	20,497,750.00	-	20,497,750.00	20,152,184.00	98.3%
5) Miscellenous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Posho Mill					
Income From Bus Hire					
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income	29,973,990.00		29 973,990.00	32,766,669.00	109.32%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,693,600.00	-	2,693,600.00	1,917,111.00	71.2%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges					
TOTALS	2,693,600.00		2,693,600.00	1,917,111.00	71.2%
(7) Expenditure For Operations					
Personnel Emoluments	1,335,000.00	-	1,335,000.00	260,200.00	14.2%
Repairs, Maintenance & Improvements	950,000.00	-	950,000.00	1,738,591.00	53.5%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	1,200,000.00	-	1,200,000.00	981,320.00	59.5%
Electricity, Water and Conservancy	975,000.00	-	975,000.00	696,116.00	71.4%
Medical& Insurance		-		47,035.00	
Administration Costs	1,150,000.00	-	1,150,000.00	906,769.00	78.8%
Activity Expenses	1,475,000.00	-	1,475,000.00	1,454,610.00	98.6%
BANK charges				372.00	
SMASSE					
TOTALS	7,085,000.00		7,085,000.00	6,085,013.00	85.89%
(8) Expenditure For infrastructure					
Construction of classrooms	3 250,000.00		3,250,000.00	1,218,275.00	37.5%
BANK CHARGES				630.00	
Administration costs				130,000.00	
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
TOTALS	3,250,000.00		3,250,000.00	1,348,905.00	41.5%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1,625,000.00	-	1,625,000.00	2,160,013.00	132.9%
Repairs, Maintenance and Improvements	1,233,600.00	-	1,233,600.00	2,598,562.00	210.6%
Local Transport / Travelling	2,750,000.00	-	2,750,000.00	3,553,620.00	129.2%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	2,261,600.00	-	2,261,600.00	1,389,960.00	61.5%
Medical & Insurance				80,000.00	
Administration Costs	956,040.00	-	956,040.00	563,304.00	58.9%
Activity	650,000.00	-	650,000.00	703,140.00	106.7%
Kcse	-	-	-	53,700.00	-
Lunch Programme	-	-	-	-	-
Boarding Equipment and Stores	20,497,750.00	-	20,497,750	18,265,550.00	89.1%
Expenditure For Income Generating Activity	-	-	-	-	-
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	4,342.00	-
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Totals	29,973,390.00		29,973,750.00	29,372,191.00	98.00%

9. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

This cash basis of accounting has been supplemented with accounting for;

(a) Receivables that include school fees from parents, imprest, salary advances and other receivables and (b) Payables that include deposits and retentions and payables from operations.

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

Accounts Receivable

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

5. Accounts Payable

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

6. 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.

7. 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.

8. Comparative figures

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

9. Subsequent events

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

10. Notes To The Financial Statements

1 Government Grants for Tuition

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	1,757,438.00	1,862,244.60
Others (<i>specify</i>)		
Total	1,757,438.00	1,862,244.60

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Personnel Emoluments	1,088,557.00	1,088,557.00
Repairs And Maintenance	800,000.00	533,500.00
Local Transport / Travelling	1,000,000.00	
Electricity And Water	780,000.00	1,080,000.00
Infrastructure Account		
Administration Costs	975,000.35	1,087,299.40
Activity	1,300,000.00	1,300,000.00
MOE Grants		
Total	5,943,557.35	5,089,356.40

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Maintenance & Improvement. Moe grants	1,800,000.00	3,066,500.00
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
From school fund	0	1,311,000.00
Total	1,800,000.00	4,377,500.00

4 School Fund Income - Parents Contribution/Fees

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Personnel emoluments	2,068,332.00	892,510.00
Repairs and maintenance	2,837,663.00	1,452,800.00
Local transport / travelling	2,875,435.00	1,976,260.00
Electricity and water	1,731,428.00	2,193,210.00
Pta uniforms	-	2,199,150.00
Administration costs	2,409,217.00	1,237,960.00
Activity	692,410.00	460,670.00
Fee on Boarding Equipment and stores	22,772,334.00	17,324,180.00
Prepayment 2022	639,574.99	
Kcse Exam	60,150.00	23,900.00
Total	36,086,543.99	27,760,640.00

5 Miscellaneous Incomes

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Insurance Compensation		
Income From student identity cards	19,500.00	
Income From Bus Hire		
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income (<i>specify</i>)*		
Total	19,500.00	

Notes to the Financial Statements (continued)

6 Tuition

Description	<i>FY 2022-2023</i>	<i>FY 2021-2022</i>
	Kshs	Kshs
Exercise Books		
Stationary	938,000.00	861,675.00
Reference materials	58,200.00	100,000.00
Laboratory Equipment	908,059.00	681,389.00
Teaching / Learning Materials		132,930.00
Bank Charges	12,852.00	49,248.00
Total	1,917,111.00	1,825,242.00

7 Operations

Description	<i>FY 2022-2023</i>	<i>FY 2021-2022</i>
	Kshs	Kshs
Personnel Emoluments	260,200.00	586,792.00
Administration Cost	906,769.00	410,550.00
Repairs And Maintenance & Improvements	1,738,591.00	1,846,870.00
Local Transport / Travelling	981,320.00	995,560.00
Electricity And Water	696,116.00	468,642.00
Bank charges	372.00	
Activity Expenses	1,454,610.00	917,980.00
Insurance Cost	47,035.00	47,780.00
Others (transfer to infrastructure		
Total	6,085,013.00	5,274,174.00

Notes to the Financial Statements (continued)

8 Infrastructure

Description	<i>FY 2022-2023</i>	<i>FY 2021-2022</i>
	Kshs	Kshs
Construction of classrooms	1,218,275.00	
Construction of girls dormitory		4,359,505.00
Bank Charges	630.00	1134.00
Others charges Contingencies	130,000.00	
Total	1,348,905.00	4,360,639.00

9 Boarding and School Fund

Description	<i>FY 2022-2023</i>	<i>FY 2021-2022</i>
	Kshs	Kshs
Personnel Emoluments	2,160,013.00	2,468,906.00
Pta uniform		1,300,000.00
Repairs And Maintenance & Improvements	2,598,562.00	1,999,800.00
Local Transport / Travelling	3,553,620.00	3,223,600.00
Electricity And Water	1,389,960.00	922,496.00
Insurance Expenses	80,000.00	133,047.00
Administration Costs	563,304.00	202,376.00
Kcse Exam	53,700.00	
Bank Charges	4,342.00	
Expenses On Income Generating Activities		
Fee On Boarding Equipment and Stores	23,238,833.49	16,087,309.00
activity	703,140.00	1,649,650.00
Others (specify)transfer to infrastructure		1,311,000.00
Total	34,345,474.49	29,308,184.00

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	FY 2022-2023	FY 2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	active	0278321312	35,571.25	195,244.25
Operations Account	active	1102056782	190,296.05	330,301.70
School Fund Account/Boarding	active	1180286510	5,399,390.41	759,307.40
Infrastructural Account	active	1266643915	573,198.00	122,103.00
Total			6,198,455.71	1,406,956.35

11 Cash In Hand

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Operation	(60.00)	1,450
School fund	-	-
Total	(60.00)	1,450

12 Short Term Investments

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
	-	-
	-	-
	-	-
	-	-
	-	-

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Fees Arrears	3,323,804.65	3,333,974.65
Other Non-Fees Receivables		
	-	-
	-	-
	-	-
Total	3,323,804.65	3,355,566.65

13 b Ageing Analysis of Accounts Receivable

Description	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,619,880	78.3%	1,852,420	55.2%
Between 1- 2 years	-	-	-	0%
Between 2-3 years	-	-	-	0%
Over 3 years	703,924.65	21.7%	1,481,554.65	47.8%
Total (should tie to note 13 a)	3,323,804.65	100%	3,333,974.65	100%

14 Accounts Payable

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	6,439,945.50	2,931,087.00
Prepaid fee		639,574.99
	-	-
	-	-
	-	-
	-	-
Other payables[school fund cash		-
Total	6,439,945.50	3,570,661.99

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description ^{4.49}	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	4,973,283.49	100%		0%
Between 1 - 2 years	-	-		18.9%
Between 2-3 years			2,637,711.00	81.1%
Over 3 years	1,466,662.01			%
Total (should tie to note 14)	6,439,945.50	100%	2,637,711.00	100%

15 Fund Balance Brought Forward

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Bank Balances	1,406,956.35	1,384,183.36
Cash Balances	1,450.00	15,634.00
Short Term Investments	-	-
Receivables	3,333,974.65	4,381,486.65
Payables	(3,570,661.00)	(2,931,087.00)
Total	1,171,719.01	2,850,217.01

Other important disclosure notes

IPSAS Cash Standard encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

16 Non-current Liabilities Summary

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
	-	-
	-	-
	-	-
	-	-
	-	-
	-	-

17 Biological assets

Description	Numbers	FY 2022-2023	FY 2021-2022
		Kshs	Kshs
Cattle		1	1
		-	-
Trees		127	110
		-	-
		-	-
		-	-
Total		128	111

18 Borrowings

Description	Kshs	Kshs
	-	-
	-	-
	-	-
	-	-

Other important disclosure notes

19 Stock/ Inventory

Description	FY 2022-2023	FY2021-2022
	Kshs	Kshs
Food stuffs		
Lab consumables	-	-
Farm produce		
Medication		
Construction Materials		
Others (specify)		

GITHUNGU CHU SECONDARY SCHOOL

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

20 Progress on Follow up Of Auditor Recommendations

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

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

Sign and Date
Principal

Sign.....
Date.....
GITHUNGU CHU SEC. SCHOOL
P.O. Box 1099 - 20300 NVAHURURU
PRINCIPAL

11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
LIST OF CREDITORS AS AT 30TH JUNE 2023						
1. CHARLES MURAGE	203,800.00					203,800.00
2. DPL FESTIVE	740,780.00					740,780.00
3. BRAY & BRAV GENERAL STORES	491,470.00					491,470.00
4. DELTAMARS ENTERPRICES	13,500.00					13,500.00
5. GASTON KENYA LTD	111,488.00					111,488.00
6. GITHUNGU CHU WATER PROJECT	94,560.00					94,560.00
7. BENRO EAST AFRICA	116,150.00					116,150.00
8. SAMUEL MUTHUI GITONGA	563,500.00					563,500.00
9. HERI GENERAL MERCHANTS	100,000.00					100,000.00
10. SAMAX FUELING STATION	185,911.00					185,911.00
11. PETER KIRIIBA	210,000.00					210,000.00
12. KENYA POWER & LIGHTING COMPANY	160,000.00					160,000.00
13. LILIAN WAMBUI NJOGU	55,000.00					55,000.00
14. ROBERT NDIRITU	117,500.00					117,500.00
15. UMOJA DAIRLY COOPERATIVE	225,300.00				-	225,300.00

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
16. ROBERT WAWERU	50,000.00				50,000.00	
17. MARY GITHAIE	12,800.00				12,800.00	
18. NYAHURURU STADIUM BOOKSHOP	1,305,458.49				1,305,458.49	
19. CHEMLAND LABORATORY EQUIPMENTS	177,166.00				177,166.00	
20. ZERO LAND	38,900.00				38,900.00	
Sub-Total	4,973,283.49				4,973,283.49	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land		-	-	
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture And Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery And Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				

(The school should ensure that a detailed fixed assets register is maintained).

