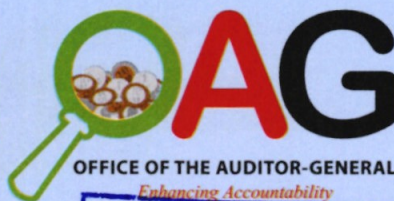


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT DATE: 13 JUN 2026

DAY.

Tuesday.

TABLED
BY:

Hon. Naemi Wago, CBS, MP

(Deputy Majority Party Whip)

CLERK-AT
THE-TABLE:

Lomale.

THE AUDITOR-GENERAL

ON

PARLIAMENT
OF KENYA
LIBRARY

CHUKA HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2024

THARAKA NITHI COUNTY



CHUKA HIGH 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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CHUKA HIGH SCHOOL

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

1. Acronyms and Definition of Key Terms

A. Acronyms.

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education

B. Definition of Key Terms

Comparative Year- Means the prior period.

2. Key School Information and Management**(a) Background information**

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Tharaka-Nithi County, Meru South Sub-County.

The school was registered in 12/07/2021 under registration number 13S00300783 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a day/boarding school and had 1576 number of students as at 30th June 2024. It has 07 streams and 69 teachers of which 11 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr. Alexander Micheni Muratha	Chairman	1 st July 2022
2	Mr.Imunya H.G	Secretary - Principal	
3	Dr. Lucy Mureu	Member	1 st July 2022
4	Mrs. Joan Njagi	Member	1 st July 2022
5	Dr. Birichi Alfred Rugendo	Member	1 st July 2022
6	Mrs. Egidia Nyaga	Member	1 st July 2022
7	Mr. James M Mbutu	Member	1 st July 2022
8	Arch. Kirimi Moses - Deceased	Member – Rep CEB	1 st July 2022
9	Jacqueline W Muiruri	Member Rep Teachers	1 st July 2022
10	Fr. Edwin Mutethia	Sponsor	1 st July 2022
11	Mr. Nicodemus Muoki	Member - Community	1 st July 2022
12	Mr. Protasio Mutema	Member	1 st July 2022
13	Irene Kagendo K	MemberSpecial Needs	1 st July 2022
14	Samson Mutua	Rep Students	1 st July 2022

CHUKA HIGH SCHOOL

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

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, of 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. Mr. Alexander M. Muratha 2. Mr. Henry Gitonga Imunya 3. Mr. Edwin Mutethia Ms. Lucy Mureu	Chairman Principal/ B.O.M sec Sponsor Member	1/12/2023
2	Audit Committee	1. Ms. Jackline Muiruri 2. Mr. Protasio Mutema 3. Mr. Nichodemus Mwoki 4. Mr Macharia Michael	Member Member Member Member	
3	Finance,procurement and general purposes Committee	1. Ms. Lucy Mureu 2. Mr Alexander M. Muratha 3. Dr. Alfred Birichi 4. Imunya H.G 5. Mrs Kirema Lilian	Member Chairman Member Principal/sec B.O.M Bursar	5/07/2024

4	Academic Committee	- Ms. Lucy Mureu - Mrs. Egidia Nyaga - Mr. Nichodemus Mwoki - Mrs. Joan Njagi Mr Alexander M. Muratha	Member Member Member Member Chairman	
5	Development Committee	- Mr Alexander M. Muratha - Mrs. Egidia Nyaga - Ms. Jacqueline Muiruri Mr Imunya H.G	Member Member Member Member Principal/sec B.O.M	1/11/2023 13/06/2024
6	Discipline and welfare Committee	- Mr Mbutu James - Mr. Protasio Mutema - Ms. Irene Kagendo - Mr. Imunya H.g	Member Member Member Principal/sec. B.O.M	6/07/2023 12/01/2024 1/06/2024
7	Adhoc Committee (if any during the year)	Tender opening committe - Mr Mutege Evans - Mr Muchangi Evan - Miss Betty Murugi - Mr Mutwiri Dickson - Mrs micheni Floric Tender evaluation commitee - Mr King'ang'i Joel - Mrs Gitari Naomi - Mrs Mutwiri Mary - Mr Kimathi Collins - Mr Macharia Michael - Ms Lina Kinya Tender inspection/ disposal committee - Mr Bundi Geoffrey - Mrs Kirema Lillian - Mr Musare Eric - Mr Koome Benedict Mrs Ochido Diana	Teacher Teacher Farm manager Teacher Secretary Teacher Teacher Teacher Teacher Teacher Libralian Teacher Bursar Teacher Teacher Teacher	10/07/2023 26/07/2024

CHUKA HIGH SCHOOL

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

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Mr. Imunya H.G	TSC No. 322761
2	Deputy Principal	Mr. Bundi Geoffrey	TSC No. 350230
3	School Bursar	CPA Nyaga Lilian Muthoni	ICPAK No.23011
4	Other (specify)		

(e) Schools contacts

Post Office Box: 20 – 60400 Chuka
Telephone: 0703705892
E-mail: chukahighschool@yahoo.com
Website: www.chukahighschool.sc.ke
Facebook:
Twitter

(f) School Bankers

S. NO.	NAME OF BANK	BRANCH	ACCOUNT NO.	NAME OF ACCOUNT
1	Kenya Commercial Bank	CHUKA	1103664646 Business No. 522533 Account No. 7653396#	Chuka High School Boarding account
2	Kenya Commercial Bank	CHUKA	1103664417	Operations account.
3	Kenya Commercial Bank	CHUKA	1265486875	School infrastructure account
4	Kenya Commercial Bank	CHUKA	1108131018	Savings account
5	Co-operative Bank	CHUKA	01129057596600	Boarding fees collection ac.
6	Co-operative Bank	CHUKA	01139057596600	Tuition account
7	Co-operative Bank	CHUKA	01129057596601	Farm account

(g) Independent Auditors

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

CHUKA HIGH SCHOOL

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

3. Summary Report of Performance of The School

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

a) Financial performance:

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

YEAR	AMOUNT
2022	(379,161)
2023	(3,743,611)
2024	13,768,095.80

Surplus/ deficit



Capitation grants from the Ministry of Education for the last three years

YEAR	AMOUNT
2022	24,177,090.50
2023	21,262,877.60
2024	22,242,752.29

Capitation grants



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

YEAR	AMOUNT
2022	76,228,097
2023	90,910,299.58
2024	90,599,756.65

Growth of other income

2022 2023 2024

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

YEAR	AMOUNT
2022	100,784,349.00
2023	115,916,788.14
2024	99,862,453.48

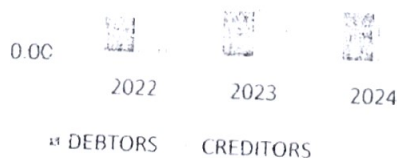
Growth in expenditure

2022 2023 2024

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

YEAR	DEBTORS Kshs	CREDITORS Kshs
2022	22,112,732	16,601,011
2023	28,191,673	29,794,244
2024	29,786,030	21,508,030

50,000,000.00



CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****b) Teacher Student ratio:****Teachers retired**

S/N	TSC.NO	NAME	SUBJECT	SUBJECT
1.	316398	Sr Dr Bibiana Ileri	Bio	Maths
2.	237321	Mr Nkanata Julius	Agriculture	Biology

Transferred during the period July 2023/June 2024

S/N	TSC.NO	NAME	SUBJECT	SUBJECT
1.	557055	Mr Omondi	Maths	Phy
2.		Mrs Mutwiri Mary	Maths	Chem
3.	605022	Ms. Lydia Kamau	Maths	Geo

Posted during the year 2023 July to 2024 June

	TSC.NO	NAME	SUBJECT	SUBJECT
1	441476	Mr Nyagah Albert	Maths	B/S
2	446602	Mrs. Njiru Jane Murugi	Maths	Chem
3	467328	Mr. Arnold Mugambi M.	Maths	Chem
4	719732	Mr. Richard Olwande Odo	Hist	Cre
5	701231	Ms. Micheni Doreen M.	Eng	Lit
6	780542	Mr. Peter Mutuma Njuki	Kisw	Geo
7	559721	Ms. Virginia Riungu	Maths	B/S
8	730540	Ms. Esther Mwendu Mutegi	Eng	Lit
9	516534	Mrs Muthomi Tabitha	Eng	Lit
10		Mr Nyakundi Mogaka	Agri	Bio

Teaching Staff

1	TSC.NO	NAME	SUBJECT	SUBJECT
2	359231	Mr. Imunya H.G (Principal)	Maths	Phy
3	441476	Mr Nyagah Albert	Maths	B/S
4	559275	Mr. Macharia Michael K.	Bio	Chem
5	414518	Mr. Dickson Mutwiri M.	Maths	Bs
6	333971	Mr. Kimani John K.	Maths	Bio
7	374548	Mrs. Rugendo Kellen N.	Kisw	Lib
8	441409	Mrs. Kinyua Winnie K.	Maths	Chem
9	579444	Mr. King'ang'i Joel M.	Maths	Phy
10	349787	Mr. Githae Stephen M.	D/D	B/C
11	611522	Mr. Munene G. Morris	Kisw	Hist
12	464245	Mr. Karanja Nicholas K.	Eng	Frenc
13	587891	Mrs. Mutethia Annrose	B/S	Hist
14	467399	Ms. Musyoka Sarah M.	Maths	Geo
15	707604	Mr. Collins Kimathi	Kisw	Hist
16	774276	Mr. Koome Benedict	Kisw	Hist
17	433546	Mrs. Kirumbu Annmarvis	Kisw	Hist
18	469729	Ms. Mercy Ileri	Bio	Agr
19	470845	Mr. Mutegi Evans	B/S	Geo

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

20	420379	Mrs Wakobi Catherine	Chem	Maths
21	544872	Mrs.Doreen Judy K. Mauki	Eng	Lit
22	819811	Mr. Eric Mutwiri Mwit	Hist	Cre
23	433790	Mr.Peterson Mugambi K.	Maths	Geo
24	663945	Ms. Susan Kainyu	Eng	Lit
25	681885	Ms.Lilian Awiti	Kisw	Geo
26	684870	Mr.Antony Murithi Njilu	Kisw	Hist
27	732908	Mr Muchangi Evan	Geo	Cre
28	683840	Ms.Flora Kangai	Hist	Cre
29	712886	Mr Kinoti Kithinji	Kisw	Hist
30	679297	Mr.Mugo Samwel Njue	Hist	Cre
31	810956	Ms. Diana Makena Mwit	Hist	Kisw
32	821729	Mr Musare Eric Idah	Agri	Bio
33	493071	Mrs. Riungu Liz	Eng	Lit
34	899175	Mrs. Lydia Wanja	Eng	Lit
35	527749	Mr.Njagi William Silas	Comp	
36	516153	Mr. Jesse Kathurima K.	Bio	Chem
37	705387	Mr.Cyrus Nyaga W.	Eng	Lit
38	714622	Ms.Nyabuga Betty Karemi	Eng	Lit
39	739540	Mrs Ngui Dorcas Njoki	Hist	Kisw
40	533419	Mr.Kimathi George Juliah	Bio	Chem
41	494779	Mrs.Catherine Ndeke K.	Maths	Chem
42	776945	Mr.Muthee Gitonga M.	Eng	Lit
43	863905	Mr. Mwencha Pius Oyako	Maths	Chem
44	870215	Mr. Richard Kirimi M.	Maths	Phy
45	926802	Mrs Murimi Diana Kiende	Bio	Agri
46	956615	Ms. Olympia Kendi	Geo	Maths
47	479604	Ms. Sophia Kamau	Chem	Bio
48	890129	Ms. Charity Midenyo A.	German	Cre
49	440603	Mrs Koome Fridah Karimi	B/S	Geo
50	586254	Mr Eric Njagi Mbuba	Geo	Kisw
51	952299	Ms. Nyaga Kendi Scolacia	Geo	Cre
52	446602	Mrs. Njiru Jane Murugi	Maths	Chem
53	719732	Mr. Richard Olwande Odo	Hist	Cre
54	701231	Ms. Micheni Doreen M.	Eng	Lit
55	780542	Mr. Peter Mutuma Njuki	Kisw	Geo
56	559721	Ms. Virginia Riungu	Maths	B/S
57	730540	Ms. Esther Mwende Mutegi	Eng	Lit
58	516534	Mrs Muthomi Tabitha	Eng	Lit

B.O.M teachers 2024

1	TSC.NO	NAME	SUB	SUB
2	856917	Mr Nyagaka Eric	Agri	Bio
3	925214	Mr Njue Michael	Maths	Phy
4	922541	Mr.William Murimi	Maths	Phy
5	973744	Ms. Olive Wanjiku Gachoki	Bio	Chem
6	874773	Mr. Lukas Fundi	Math	Phy

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

7	962171	Mr Njiru Peter	Maths	Phy
8	1052847	Mr Morris Mutugi Bundi	Comp	Maths
9	1071711	Mr Brian Murimi Kabuongo	Maths	Chem
10	1011629	Mr Alfred Mwanzia Moses	Maths	Phy
11	974101	Mrs Sagini Hellen	Chem	Bio

c) The mean score in the KCSE:

<i>YEAR</i>	<i>MEAN SCORE</i>	<i>TRANSITION UNIVERSITY</i>	<i>TO</i>	<i>COMMENT</i>
2021	6.7		217	
2022	7.3		279	
2023	6.8		227	

d) Number of Candidates in the KCSE:

<i>YEAR</i>	<i>ENTRY</i>
2021	308
2022	322
2023	369

e) The capacity of the school:

FACILITY	NO. OF STUDENTS/ STAFF	NO. OF FACILITIES	CAPACITY (Designed to carry)	SHORT FALL
1. Classrooms	1576	24	1200	376
2. Dorms	1576	6	1000	376
3. Staff houses	100	17	17	83
4. Play ground	1576	3	1000	376
5. Halls	1576	0	converted to dorms	376
6. Library	1576	60	1	1516
7. Computer lab	1576	1	30	1546
8. <u>Science labs</u>	1576			1436
Biology		1	40	
Physics		1	60	
Chemistry		1	40	
9. Dining hall	1576	Twin	800	776
10. Kitchen	1576	1(small)	6	776
11. Staffroom(Common room)	71	1	40	31
12. Toilets	1576	46	700	879
13. Bathrooms	1576	42	700	876

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

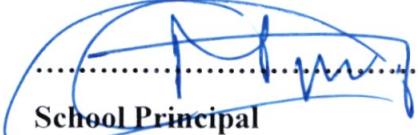
14. Bus park	3	1	3	0
15. Car park	71	2	12	59
16. Assembly ground	1576	1	1000	576
17. Central stores	3	1 (small)		3
18. Cereals stores	1	1 (small)		1
18. Administration block	30	1	7	23
19. Departmental office	71	9	60	11

f) Development projects carried out by the school:

S.NO	Project	Year	Source Of Fund	Amount Kshs	Expense On The Project Kshs	Balance At The End Of Period Total Kshs	Remarks Status
1	3storey Tuition Block	2019	M.I	6,708,000=		6,708,000=	Preparation Of Plans And Structural Drawings, BQS And Seeking Approvals For The Project.
2	3 Storey Tuition Block	2020	M.I	4,652,000=	8,670,567.95	2,689,431.15	Approval Of The Project On 22 nd April 2020. Floating Of Tenders, Evaluation And Award. Commencement Of The Project. Phase 1 ground Floor
3	3 Storey	2021	M.I	2,000,000=	1,790,115.90	2,899,315.25	PHASE 1 Ground Floor

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

	Tuition Block						
4	3 Storey Tuition Block	2021/2022	M.I	4,569,500.00	5,139,337.38	2,329,477.35	Phase 2A 2021/2022 1 st Floor
5	3 Storey Tuition Block	2022/23	M.I	5,349,000.00	4,232,187.16	2,946,290.75	Phase 2b 2022/23
6	3 Storey Tuition Block	2023/24	M.I	850,000.00	1,162,674.75	2,633,616.00	Phase 2b 2022/23 Staircase Drawings.



.....
School Principal

4. Statement of School Management Responsibility

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

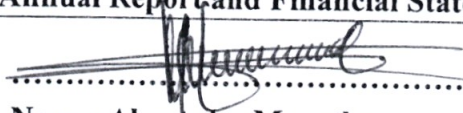
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure, and assets of the institution.

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

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

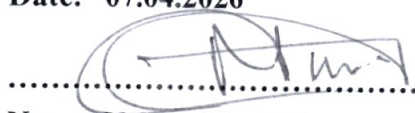
CHUKA HIGH SCHOOL

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


.....
Name: Alexander Muratha

Designation: Chairman, School Board of Management

Date: 07.04.2026


.....
Name: Nelson Murithi

Designation: School Principal & Secretary to Board of Management

Date: 07.04.2026


.....
Name: CPA Nyaga Lilian

Designation: Bursar/ Finance Officer

Date: 07.04.2026

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 CHUKA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - THARAKA NITHI COUNTY

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the 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 Chuka High School - Tharaka Nithi County set out on pages 1 to 18, 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 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 Chuka High 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 effect of 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 Chuka High School –Tharaka Nithi County as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.29,786,030 as disclosed in Note 13 to the financial statements. However, the supporting ledger reflects accounts receivables balance of Kshs.9,498,728 resulting to a variance of Kshs.20,287,302 which was not supported by a detailed aging analysis with the names, admission numbers and amounts disclosed as fee arrears.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.29,786,030 could not be confirmed.

2. Unsupported Accounts Payables

The statement of assets and liabilities reflects payables balance of Kshs.21,508,030 as disclosed in Note 14 to the financial statements. However, a detailed ageing analysis of the trade and other payables detailing the suppliers' information, invoice details, invoice dates, invoice amount, reference numbers such as local purchase orders or local service orders numbers and ageing categories were not provided for audit.

In the circumstances, the accuracy, existence and completeness of accounts payables balance of Kshs.21,508,030 could not be confirmed.

3. Unsupported House Rental and School Bus Hire Income

The statement of receipts and payments reflects miscellaneous incomes amount of Kshs.12,181,761 which includes rent income and income from bus hire amounts of Kshs.292,295 and Kshs.1,438,000 respectively as disclosed in Note 5 to the financial statements. However, rental house and bus hire lease agreements and policy guidelines on the rental and lease rates to be paid by the tenants and lessors of the housing units and the school bus were not provided for audit review.

In the circumstances, the accuracy and completeness of the rent income and income from bus hire amounts of Kshs.292,295 and Kshs.1,438,000 respectively could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Chuka High 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 judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section. I have determined that there are no other 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 xv which comprise of Key School Information and Management, Summary Report of Performance of the School 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

During the year under review, Management submitted the financial statements to the Auditor-General on 05 August, 2025 instead of the statutory deadline of 30 September, 2024. This was contrary to Section 68(2)(k) of the Public Finance Management Act, 2012 which states that an accounting officer shall prepare annual financial statements for each financial year within three months after the end of the financial year, and submit them to the Controller of Budget and the Auditor-General for audit

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

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

The statement of receipts and payments reflects total payments amount of Kshs.99,862,453 as disclosed in the financial statements. Included in the expenditure is an amount of Kshs.1,855,900 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.1,855,900 could not be confirmed.

3. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations totalling Kshs.22,242,751, comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year, NEMIS reflected one thousand, six hundred and twenty-seven (1,627) students while records from the County Director of Education had one thousand, five hundred and seventy-six (1,576) students, resulting in un expected overfunding of fifty-one (51) students in the school each by Kshs.22,244 totaling to an amount of Kshs.1,134,444. This was contrary to the Ministry of Education Circular MOE.HQS/3/10/18 Vol.II/(33) dated 07 March, 2024 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

4. Excess Supply of Books

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed one thousand, four hundred and seventy-one (1,471) excess books to the school. These unexplained excess text books remained unissued to the students at the time of the audit in March, 2026

In the circumstances, value for money on the excess one thousand, four hundred and seventy-one (1,471) books could not be confirmed.

5. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 13 to the financial statements reflects accounts payables balance of Kshs.21,508,030. However, included in the balance are accounts payables balance of Kshs.3,145,885 which had been outstanding for more than two (2) years, and risk of loss of public funds

through litigations, interests and penalties. This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

6. Lack of Adequate Facilities in the Institution

Physical verification of the learning environment of the school revealed that the school had shortages as detailed below. However, Management did not provide evidence of measures taken to address the shortage as detailed below;

School Facilities	Required	Number in Place	Shortage
Teachers TSC	70	52	18
Dormitories	10	6	4
Dining Hall	2	1	1
Laboratories	6	3	3
Toilets	92	46	46
Library	3	1	2
Classrooms	32	24	8
Staff houses	34	17	17

In the circumstances, the School may not achieve its mandate.

7. Lack of Approved Budget

Audit review revealed that the school Management failed to submit estimates of revenue and expenditure for approval in the manner and format issued contrary to provisions of Section 16(1) and (2) of the Basic Education Act, 2013. Therefore, by operating without an approved budget, the institution is in breach of the Basic Education Act, 2013.

In the circumstances, the existence of effective measures on adequacy of the estimated amounts could not be confirmed.

8. Lack of a Functional Procurement Unit

The school did not have an established procurement function managed by qualified procurement professional as required under Regulation 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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

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 Internal Audit Function

During the year under review, the school did not have an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government), Regulations, 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. Weaknesses in the Composition of Board Committees

Review of the Board of Management committee reports revealed that two Members of the Board were both in the Audit Committee and the Finance Committee thereby contravening the Head of Public Service Circular no. OP/CAB.9/1A dated 11 March, 2020 which directs that a Member serving in the Board's audit committee shall not be appointed Member of finance committee and vice versa.

Further, Discipline, Ethics and Integrity Committee, and the academic standards, quality and environment committees had six (6) Members each instead of four (4) Members each which is contrary to Paragraph B4 of Circular Ref. No OP/CAB.9/1A from the Head of Public Service dated 11 March, 2020, which stipulates that the number of members to any committee should not be more than one third of the full Board.

In the circumstances, the existence of effective governance could not be confirmed.

3. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.659,323,699 which includes land with a balance of Kshs.520,000,000. However,

land ownership documents were not provided for audit. In addition, the assets including desk top computers, office desks, tables, office cabinets and chairs were not tagged. Further, there is no evidence that the management of the school had insured the buildings as required by law, thus, the buildings could be exposed to the risk of loss in case of fire, riots or damages.

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

4. Weak Controls in Inventory Management

Note 17 of the financial statements under other important disclosure notes disclosed an inventory closing balance of Kshs.1,632,800. However, the stock take report in support of the balance was not provided for audit review. Further, quarterly stock takes were not done, thus stores, inventory and assets procured by the Institution may suffer deterioration from preventable causes and overstocking which may take a whole year to be detected. In addition, Management uses the manual stores ledgers to manage inventories instead of setting up an inventory management system to be managed by head of procurement function.

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

5. Weaknesses in ICT Controls

An assessment of the IT environment across the school revealed multiple critical weaknesses indicating inadequate ICT governance, data protection, and systems control.

The following shortcomings were observed:

- i) The school has a system used to record income and payments. However, during the audit period in March 2026, the school lacked a system to record and manage inventory, staff payroll and library books issue and collection;
- ii) Lack of an approved ICT Policy: There is no formally approved ICT policy to guide the development, deployment, use, and management of ICT resources within the entity;
- iii) Staff use personal email (Gmail) addresses for official communication, which undermines data security and organizational accountability;
- iv) The entity lacks a documented data protection policy to ensure that the collection, handling, storage, and sharing of data comply with legal and regulatory data protection requirements;
- v) There is no centralized and updated ICT asset register to track, manage, or safeguard ICT infrastructure and equipment;
- vi) There is no formalized data backup process, exposing the entity to the risk of data loss in the event of system failure, cyberattack, or accidental deletion;

- vii) No disaster recovery plan, in the absence of a disaster recovery plan, the entity lacks the capacity to restore operations promptly following system disruptions or disasters.

In the circumstances, the efficiency in the use of IT within the School could not be confirmed.

6. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.29,786,030 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivable balance of Kshs.13,883,797 which had been outstanding for more than two (3) years. However, there was no detailed ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

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

Responsibilities of the Management and Board of Management

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

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

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

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

The Board of Management is 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

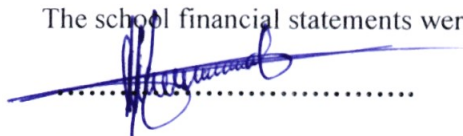
Nairobi

17 April, 2026

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****6. Statement Of Receipts and Payments for the Year Ended 30th June 2024**

Description Of Vote Head	Note	2023/2024	2022/2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	3,792,996.00	3,909,640.25
Government grants for operations	2	18,449,755.49	17,353,237.35
Government Grants for infrastructure	3	788,040.00	5,349,000.00
School fund income- parents' contributions	4	78,417,996.10	81,767,364.58
Miscellaneous incomes	5	12,181,760.55	9,142,935.00
Total Receipts		113,630,548.94	117,522,177
Payments			
Tuition	6	1,908,260.48	8,144,122.32
Operations	7	11,956,536.80	16,396,737.00
Infrastructure	8	868,784.00	5,308,861.94
Boarding and school fund	9	85,128,871.91	91,416,067.00
Total Payments		99,862,453.48	121,265,788
Surplus/Deficit		13,768,095.80	-3,743,411

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


Name: Alexander Muratha

Chair BOM

Date: 07.04.2026


Name: Nelson Murithi
School Principal/ Secretary to
BOM

Date: 07.04.2026


Name: CPA Nyaga Lilian

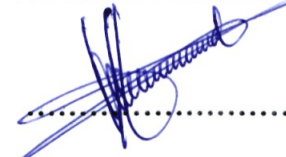
Bursar/ Finance Officer

Date: 07.04.2026

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****7. Statement of Assets and Liabilities as at 30th June 2024**

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	11,353,818.50	7,441,521.26
Cash balances	11	1,202.90	25,975.90
Total cash and cash equivalent		<u>11,355,021.4</u>	<u>7,467,497.16</u>
Account's receivables	13	29,786,030.10	28,191,673.10
Total financial assets (a)		41,141,052.00	35,659,170
Financial liabilities			
Accounts payables	14	21,508,030	29,794,244
Total Financial Liabilities (b)		21,508,030	29,794,244
Net financial assets (a-b)		19,633,022	5,864,926
Represented by			
Accumulated fund b/fwd	15	5,864,926	9,608,538
Surplus/deficit for the year		13,768,096	-3,743,611
Net Assets		19,633,022	5,864,927

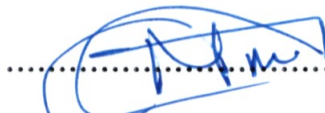
The school's financial statements were approved on _____ 2024 and signed by:



Name: Alexander Muratha

Chair BOM

Date: 07.04.2026



Name Nelson Murithi
School Principal/ Secretary to BOM

Date: 07.04.2026



Name: CPA Nyaga Lilian

Bursar/ Finance Officer

Date: 07.04.2026

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

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		3,792,996.60	3,909,640.25
Government grants for operations		18,449,755.0	12,004,237.00
Government grants for infrastructure		788,040	5,349,000.00
School fund income- parents contributions/ fees		81,809,453	80,869,255
Other income		10,109,256	8,151,335
Total receipts		114,949,500	110,283,566.93
Payments		-	
Cash outflows for tuition		2,458,583.00	3,907,360.00
Cash outflows for operations		14,097,225	11,159,057.00
Cash outflows Boarding/lunch and school fund payments		93,343,493.66	87,614,283.60
Total payments		109,899,302	102,680,700.60 -
Net cash inflow/outflow from operating activities		5,050,199	7,602,866.33
Cash flow from investing activities			
Acquisition of assets		(1,162,675)	(4,232,187.16)
Net cash inflow/outflows from investing activities		(1,162,675)	(4,232,187.16)
		-	
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
		-	
Net increase/decrease in cash and cash equivalents		3,887,524.00	3,370,679.17
Cash and cash equivalent at beginning of the FY		7,467,497.16	4,096,818.33
Cash and cash equivalent at end of the FY		11,355,021. 40	7,467,497.16

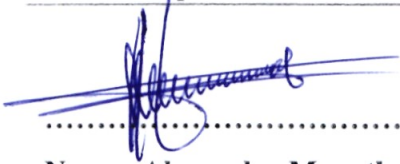
Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(The above presentation of the cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS.).

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

CHUKA HIGH SCHOOL

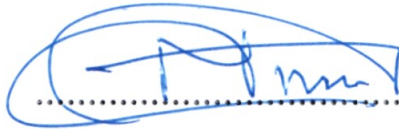
Annual Report and Financial Statements For the year ended 30th June 2024



Name: Alexander Muratha

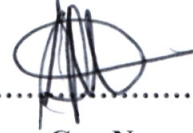
Chair BOM

Date: 07.04.2026



Name: Nelson Murithi
School Principal/ Secretary to
BOM

Date: 07.04.2026



Name: Cpa Nyaga Lilian

Bursar/ Finance Officer

Date: 07.04.2026

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2024**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	595,950.00	-	595,950.00	377,934.54	63.42
Exercise Books	1,887,900.00	-	1,887,900.00	1,194,372.50	63.26
Laboratory Equipment	1,252,800.00	-	1,252,800.00	781,382.80	62.37
Internal Exams	2,011,150.00	-	2,011,150.00	1,274,933.30	63.39
Teaching / Learning Materials	145,000.00	-	145,000.00	91,748.50	63.27
Exams And Assessment	116,000.00	-	116,000.00	72,624.96	62.61
	6,008,800.00	-	6,008,800.00	3,792,996.60	63.12
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	5,324,400.00	-	5,324,400.00	8,723,964.25	163.85
Repairs And Maintenance	8,700,000.00	-	8,700,000.00	5,997,700.00	68.94
Local Transport / Travelling	2,279,400.00	-	2,279,400.00	343,726.80	15.08
Electricity And Water	2,175,000.00	-	2,175,000.00	628,327.20	28.89
CBC Phase 2		788040		788,040.00	
Administration Costs	3,851,200.00	-	3,851,200.00	1,746,537.24	45.35
Activity				1,009,500.00	
Gratuity					
totals	22,330,000.00	788,040.00	22,330,000.00	19,237,795.49	78.10

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

3) FDSE for infrastructure					
Maintenance & Improvement MoE					
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	10,672,000.00	-	10,672,000.00	3,904,225	42.01
Repairs And Maintenance	2,900,000.00	-	2,900,000.00	2,046,700.00	101.34
Local Transport / Travelling	1,334,000.00	-	1,334,000.00	2,987,837.00	272.54
Electricity And Water	929,450.00	-	929,450.00	1,683,942.80	227.21x
Medical				342,570.00	
Administration Costs	1,782,050.00	-	1,782,050.00	5,573,255.60	364.98
Activity	1,450,000.00	-	1,450,000.00	986,808	88.61
Adm f3 uniforms		1,920,000.00		1,675,840	
prepayments				2,913,309	
arrears				7,855,271.00	
Fee On Boarding Equipment and Stores	54,208,250.00		54,208,250.00	51839,694.70	183.99
5) Miscellaneous Income					
Loans / Borrowing					
Rent income	417,600.00	-	417,600.00	292,295.00	122.32
Income From Farming Activities	3,609,400.00	-	3,609,400.00	3,874,460.55	107.34
Insurance Compensation					
Income From Posho Mill					
Income from Bakery	7,282,800.00	-	7,282,800.00	4,455,400.00	61.18
Income From Bus Hire	1,000,000.00	-	1,000,000.00	1,438,000.00	143.80

CHUKA HIGH SCHOOL

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

Rent arrears				49,100.00	
Sub total	85,585,550.00	1,920,000.00	85,585,550.00	91,918,708.65	141.52
Total Income	113,924,350.00	1,920,000.00	113,924,350.00	114,949,500.74	120.72
<i>(6) Expenditure For Tuition</i>					
Textbooks					
Reference Materials	800,000.00	-	800,000.00	-	0.00
Exercise Books	3,711,988.00	-	3,711,988.00	900,000.00	24.25
Laboratory Equipment	2,500,000.00	-	2,500,000.00	481,483.00	19.26
Internal Exams	4,898,560.00	-	4,898,560.00	128,500.00	2.62
Teaching / Learning Materials	433,470.00				
Chalks	672,000.00	-	672,000.00	-	0.00
Sundry creditors				946,080.00	
Teachers Guides					
Administration Costs					
Bank Charges	1,600.00	-	1,600.00	2,520.00	157.50
totals	13,017,618.00	-	13,017,618.00	2,458,583.00	
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	5,324,400.00	-	5,324,400.00	8,404,985.79	157.86
Repairs, Maintenance & Improvements	8,700,000.00	-	8,700,000.00	918,362.00	10.56
Local Transport / Travelling	2,279,400.00	-	2,279,400.00	29,800.00	1.31
Electricity, Water and Conservancy	2,175,000.00	-	2,175,000.00	397,301.00	18.27
Sundry creditors				1,357,904	
Administration Costs	3,851,200.00	-	3,851,200.00	1,194,793.30	31.02
Activity Expenses	-	-	-	1,009,500.00	0.00
Gratuity	-	-	-	1,795.00	0.00
SMASSE	788,040.00	-	788,040.00	782,784.00	99.33

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

<i>totals</i>	23,118,040.00	-	23,118,040.00	14,097,225.09	55.11
<i>(8) Expenditure For infrastructure</i>					
Construction of classrooms(Sundry creditors)	-	-	-	1,076,674.75	0.00
Construction bqs & plan				86,000	
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
<i>totals</i>				1,162,674.75	0.00
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	10,672,000.00	-	10,672,000.00	3,262,738.38	31.55
Repairs, Maintenance and Improvements	3,704,500.00	-	3,704,500.00	2,987,463.00	110.88
Local Transport / Travelling	2,285,600.00	-	2,285,600.00	2,812,910.00	126.05
Electricity, Water and Conservancy	1,568,182.00	-	1,568,182.00	1,670,135.78	112.72
F 3 uniform	-	1,920,000.00	(1,920,000.00)	1,971,580.00	0.00
Administration Costs	1,782,050.00	-	1,782,050.00	3,231,378.64	191.64
Activity	1,527,000.00	-	1,527,000.00	997,150.00	91.83
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	54,820,590.00	-	54,820,590.00	53,557,119.13	103.15
Expenditure For Income Generating Activity farm	2,439,272.00	-	2,439,272.00	4,440,576	190.63
Bus hire expenses	-	-	-	849,261	0.00
Bakery Expenses	-	-	-	3,997,603.00	0.00
prepayments				1,859,027	

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Bank Charges	87,000.00	-	87,000.00	98,758.50	113.52
Sundry creditors				11,607,793.23	
Loan Principal Repayment					
Acquisition Of Assets					
Totals	78,886,194.00	1,920,000.00	80,806,194.00	93,343,493.66	110.72
totals	78,886,194.00	1,920,000.00	80,806,194.00	109,899,302.75	

CHUKA HIGH SCHOOL

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

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

This cash basis of accounting has been supplemented with accounting for; a) receivables that include school fees from parents, imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2024.

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****11. Notes To the Financial Statements****1 Government Grants for Tuition**

Description	2023/2024	2022/2023
	Kshs	Kshs
Reference Materials	377,934.54	387,120.00
Exercise Books	1,194,372.50	1,239,208.00
Laboratory Equipment	781,382.80	799,507.75
Internal Exams	1,274,933.30	1,294,732.00
Teaching / Learning Materials	91,748.50	110,393.50
Chalk	72,624.96	78,679.00
Total	3,792,996.60	3,909,640.25

2 Government Grants for Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	1,009,500.00	811,337.50
Repairs And Maintenance	1,746,537.24	1,648,934.45
Electricity And Water	628,327.20	1,004,552.00
Electricity And Water	788,040.00	-
Medical	5,997,700.00	5,768,000.00
Local Transport / Travelling	343,726.80	968,131.00
Activity	8,723,964.25	7,152,282.40
Total	18,449,755.00	17,353,237.35

3 Government Grants for infrastructure

Description	2023/2024	2022/2023
	Kshs	Kshs
Maintenance & Improvement	0	5,349,000.00
Cbc phase 2	788,040.00	0
Total	788,040.00	5,349,000.00

4 School Fund Income - Parents Contribution/Fees

Description	Insert Current FY	2022/2023
	Kshs	Kshs
Personnel emoluments	4,486,771.00	13,116,779.00
Repairs and maintenance	2,940,936.00	3,758,414.00
Local transport / travelling	3,638,816.00	2,744,364.00
Electricity and water	2,113,425.00	2,396,343.00

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Administration costs	6,507,563.60	4,157,554.35
Activity	1,285,787.00	1,737,578.00
Fee on Boarding Equipment and stores	57,102,129	53,013,332.23
uniform	342,570.00	843,000.00
Total	78,417,996.10	81,767,364.58

5 Miscellaneous Incomes

Description	2023/2024	2022/2023
	Kshs	Kshs
F 3 uniform	2,121,605.00	
Rent Income	292,295	479,138.00
Income From Farming Activities	3,874,460.55	1,789,146.35
Income from bushire	1,438,000.00	1,281,000.00
Income From Bakery	4,455,400.00	5,593,650.00
Total	12,181,760.55	9,142,935

6.. Tuition

Description	2023/2024	2022/2023
	Kshs	Kshs
Exercise Books	900,000.00	1,240,414.00
Lab Equipments	481,483.00	2,409,315.00
Teaching, Learning Matterials	395,757.48	1,691,342.00
Chalk	-	123,600.00
Library/Reference Books	-	769,193.00
Internal Exams	128,500.00	1,909,298.32
Bank Charges	2,520.00	960.00
Total	1,908,260.48	8,144,122.32

7. Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
Activity	1,009,500.00	1,455,286.00
Administration Cost	1,194,793.30	1,421,285.00
EW&C	397,301.00	558,906.00
Maintenance & Improvement	918,362.00	-
L.T.T	29,800.00	525,950.00
Personal Emoluments	8,404,985.79	7,086,310.00
M.infrastructure		5,349,000.00

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Bank charges	1,795.00	-
Total	11,956, 537.00	15,396,737.00

8. Infrastructure

Description	2023/2024	2022/2023
	Kshs	Kshs
Cbc phase 2	782,784.00	
Construction expenses	0	1,076,675
Construction of classrooms	86,000.00	4,230,522
Total	868,784	5,308,861.94

9. Boarding And School Fund

Description	2023/2024	2022/2023
	Kshs	Kshs
Boarding Fees	56,546,574.13	56,837,741.00
Activity	1,402,255.00	1,987,476.00
Personal Emoluments	3,366,738.38	8,777,056.25
Administration Costs	3,415,143.64	5,635,600.90
E.W. And Conservancy	1,767,655.26	2,073,346.03
L.T. And Travel	2,880,910.00	4,876,731.70
R.M. and Improvements	4,107,553.00	4,536,236.00
Adm. Costs F3 Uniform	1,971,580.00	-
Farm	4,649,990.00	3,163,333.00
Bank Charges	98,758.50	158,208.00
Bus Hire	924,111.00	542,400.00
Bakery	3,997,603.00	2,827,938.00
Total	85,128,871.91	91,416,066.88

(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5.

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023/2024	2022/2023
	Active/Dormant		Kshs	Kshs
Tuition Account	active	01139057596600	1,365,844.35	31,430.75
Operations Account	active	1103664417	4,576,796.30	1,466,815.90
School Fund Account/Boarding	active	1103664646	2,114,908.94	1,559,359.73

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Boarding Collection Account	active	0210283092441	43,766.20	477,349.70
Boarding Collection Account	active	01129057596600	93,620.62	893,357.89
Infrastructural Account	active	1265486875	2,633,616.00	2,946,290.75
Income Generating Activities Account	active	01129057596601	492,468.29	34,118.74
Savings Account	active	1108131018	32,797.80	32,797.80
Total			11,353,818.50	7,441,521.26

10. Cash In Hand

Description	2023/2024	2022/2023
	Kshs	Kshs
Notes and Coins	1,202.90	25,975.90
Total	1,202.90	25,975.90

11. Accounts Receivable

Description	2023/2024	2022/2023
		Kshs
Fees Arrears	29,633,530.00	27,990,073.10
Other Non-Fees Receivables-rent	152,500.00	201,600.00
Total	29,786,030	28,191,673.10

13 b) Ageing Analysis of Accounts Receivable

Description	2023/2024		2022/2023	
	Kshs		Kshs	
	2024	% of the total	2023	% of the total
Less than 1 year	9,498,728.00	32.053987	12,005,918.00	42.893486
Between 1- 2 years	4,150,647.00	14.00659	2,100,358.10	7.5039393
Between 2-3 years	2,100,358.10	7.0877755	5,056,000.00	18.063547
Over 3 years	13,883,797.00	46.851647	8,827,797.00	31.539028
Total (should tie to note 13 a)	29,633,530.00	100	27,990,073.10	100%

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****14. Accounts Payable**

Description	2023/2024	2022/2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	16,931,812	25,272,308
Prepaid Fees	5,576,218.00	4,521,936.00
Total	21,508,030	29,794,244

14a. Ageing Analysis of Accounts Payable

Description	2023/2024		2022/2023	
	Kshs		Kshs	
	2024	% of the total	2023	% of the total
Less than 1 year	5,647,955.96	35.450807	22,126,423.03	87.55205
Between 1- 2 years	7,137,971.05	44.803259	2,299,879.30	9.100393
Between 2-3 years	3,145,885.00	19.745933	846,006	3.347561
Over 3 years				
Total (should tie to note 14)	15,931,812	100%	25,272,308	100%

15. Fund Balance Brought Forward

2023/2024	2023/2024	2022/2023
	Kshs	Kshs
Bank Balances	7,441,521.26	4,074,997.38
Cash Balances	25,975.90	21,820.95
Short Term Investments	-	0
Receivables	28,191,673.10	22,112,732
Payables	(29,794,244)	(16,601,012)
Total	5,864,926	9,608,538

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.

CHUKA HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

16. Biological assets

Description	Numbers	2023/2024	2022/2023
		Kshs	Kshs
Cattle		660,000.00	660,000.00
pigs		600,000.00	600,000.00
Rabbits		10,000.00	10,000.00
Coffee Or Tea Plantation	2302	414,360.00	414,360.00
Poultry	0	0	0
Bananas		120,000.00	120,000.00
Fruit trees		37,000.00	37,000.00
Trees		4,200,000.00	4,200,000.00
sheep	3	21,000.00	
Goats	2	15,000.00	15,000.00
Total		6,077,360.00	6,056,360.00

Other important disclosure notes**17. Stock/ Inventory**

Description	2023/2024	2022/2023
	Kshs	Kshs
Food stuffs	684,750.00	350,000.00
Lab consumables	250,000.00	200,000.00
Farm produce	230,000.00	130,000.00
Medication	3,216.00	2,240.00
Construction Materials	30,085.00	20,500.00
Others T.L.M	383,843.00	240,000.00
Farm inputs	50,906.00	30,080.00
Totals	1,632,800.00	622,820.00

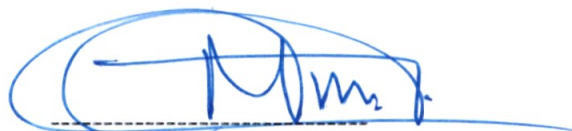
CHUKA HIGH SCHOOL

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

18. 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

CHUKA BOYS HIGH SCHOOL

Supply of goods	balance as at 30.6.2023	DATE CONTRACT ED	AMOUNT PAID TO DATE	Outstandig as at 2223	OUTSTANDING FOR 2024	total unpaid sundry creditors bal as at 30.6.24
1. DAVCO STATIONERS	-	2024	-	-	51,000.00	51,000.00
2. MILTO PRODUCTS	23,200.00	2020	-	23,200.00	-	23,200.00
3. JATOMY ENTERPRISES	14,158.00	2020	-	14,158.00	-	14,158.00
4. LANES ENTERPRISES	241,620.00	2022	100,000.00	141,620.00	-	141,620.00
5. CHUKA FARMLINE STORES	180,220.00	2022	180,220.00	-	3,480.00	3,480.00
6. EAST END CHEMISTS	34,039.90	2022	34,039.90	-	-	-
7. JUSTIN ELECTRICALS	72,740.00	20232024	72,740.00	-	9,950.00	9,950.00
8. MWENDANTU STORES	607,101.00	20232024	300,000.00	307,101.00	6,000.00	313,101.00
9. HELLEN NJERI	174,720.00	2023	174,720.00	-	-	-
10. PHINEHAS MWENDA	458,960.00	2023	458,960.00	-	-	-
11. CECILIA CHURI SALESIO	52,500.00	2023	52,500.00	-	-	-
12. MUGWE ANIMAL FEEDS	37,200.00	20232024	37,200.00	-	60,000.00	60,000.00
13. ELIZABETH KAGENDO	3,831,180.00	2023	1,800,000.00	2,031,180.00	-	2,031,180.00
15. NAIROBI SPORTS HOUSE	46,820.00	2024	46,820.00	-	323,160.00	323,160.00
16. EUNICE KAGENDO	67,200.00	2024	67,200.00	-	60,000.00	60,000.00
17. THE OPTION DISTRIBUTORS	1,734,144.00	2023	1,734,144.00	-	-	-
18. RENTOKIL ININTIAL	10,481.03	20232024	10,481.03	-	22,333.48	22,333.48
19. JAPHET MIRITI	96,600.00	2023	96,600.00	-	-	-
20. JOMVICK ENTERPRISESramida	79,347.00	2023	79,347.00	-	-	-
21. ERIC MURITHI	103,890.00	2023	103,890.00	-	-	-
22. MAKES STORES	63,400.00	2023	63,400.00	-	-	-
23. LALJI RAMJI FILING STATION	256,625.00	20232024	256,625.00	-	193,006.00	193,006.00
24. ESTHER NJERI	14,760.00	2023	14,760.00	-	-	-
25. LENHAM ENTERPRISES	4,684,620.00	20232024	1,639,833.00	3,044,787.00	80,628.00	3,125,415.00
26. . CHUKA LAB EQUIPMENT	4,018,885.00	2023	1,423,980.00	2,594,905.00	-	2,594,905.00
27. PRICOMPS LTD	1,103,850.00	2023	600,000.00	503,850.00	-	503,850.00
classic food store	-	2024	-	-	18,750.00	18,750.00
29. GILFEEDS INVESTMENTS	500,000.00	20212022	300,000.00	200,000.00	-	200,000.00
30. LUCYLINE KAARI	9,970.00	2023	9,970.00	-	-	-
		19				

Supply of goods	balance as at 30.6.2023			Outstandig as at 2223 for fy2022	unpaid supplies 2024	total unpaid sundry creditors bal as at 30.6.24
31. JOHN RUGENDO	-	2024	-	-	17,100.00	17,100.00
32. DEKAR STATIONERS	22,100.00	2023	22,100.00	-	-	-
33. ALEX MUGAMBI	-	2024	-	-	60,000.00	60,000.00
SARICARE PHARMACY	62,360.00	20232024	62,360.00	-	16,570.00	16,570.00
35. MUGAKAR INVESTMENTS	15,260.00	2023	15,260.00	-	-	-
36. WEAVER BIRD GARMENTS	618,800.00	2023	618,800.00	-	88,275.00	88,275.00
37. SAMWEL MWENDA	51,490.00	20232024	51,490.00	-	12,700.00	12,700.00
STELLA MWEDWA	132,000.00	2023	132,000.00	-	-	-
EBENEZER TRADERS	87,760.00	20232024	87,760.00	-	492,700.00	492,700.00
ISAAK KAMAU	938,870.00	20232024	938,870.00	-	1,479,890.00	1,479,890.00
CHUKA TYRES	34,000.00	2023	34,000.00	-	-	-
38. NICHOLUS MUGAMBI	-	2024	-	-	503,000.00	503,000.00
ELIAS KINYUA	37,000.00	2023	37,000.00	-	-	-
GOSHEN MEGA SUPPLIES	270,493.00	2023	270,493.00	-	-	-
PEZI PUBLISHERS	316,700.00	2023	316,700.00	-	-	-
NYAMBENE M WATER	-	2024	-	-	12,500.00	12,500.00
AGNES NKIROTE	45,000.00	2023	45,000.00	-	-	-
farmers cetre	-	2024	-	-	134,025.00	134,025.00
WALTER MUGAMBI	16,400.00	2023	16,400.00	-	-	-
COPY CAT LTD	193,490.32	20232024	193,490.30	0.02	310,129.48	310,129.50
DAIMA STORES	-	2024	-	-	44,590.00	
CHUKA RITHO STORES	-	2024	-	-	4,550.00	
BRDFORD MBIUKI	-	2024	-	-	120,000.00	
LINUS MWANDIKI	-	2024	-	-	15,734.00	
REBIRTH UNIT	-	2024	-	-	60,000.00	
WEGO PUBLISHERS	-	2024	-	-	5,000.00	
CHARLES MWENDA SAMWEL	-	2024	-	-	10,000.00	
ELIPHERET MICHENI	-	2024	-	-	6,000.00	
HOME HEALTH	-	2024	-	-	18,920.00	
COLLINS IRERI	-	2024	-	-	200,000.00	
DENIS MWENDA	-	2024	-	-	29,200.00	
SPECIAL CUT	-	2024	-	-	592,900.00	

CHUKA BOYS HIGH SCHOOL

Supply of goods	balance as at 30.6.2022			Outstandig as at 2223 for fy2022	unpaid supplies 2024	total unpaid sundry creditors bal as at 30.6.24
NDEGE STORES	-	2024	-	-	365,745.00	-
MUTEGI HALBAN	-	2024	-	-	5,550.00	-
JASHO PRIME	-	2024	-	-	15,370.00	-
INTERTECK PRODUCTS	-	2024	-	-	48,000.00	-
MERCHANT SUPPLIES	-	2024	-	-	47,200.00	-
MARKTECK STUDIO	78,800.00	2023	78,800.00	-	-	-
RIPANA CONTRACTORS	1,076,674.78	2023	1,076,674.78	-	-	-
TIMS GARAGE	75,000.00	2023	75,000.00	-	-	-
41. CHUKA VET CENTRE	11,960.00	2023	11,960.00	-	-	-
NON TEACHING STAFF GRATUITY	1,671,908.00	20232024	967,080.00	704,828.00	-	704,828.00
UPCOUNTRY GUARDS	279,784.00	20232024	279,784.00	-	104,000.00	104,000.00
Sub-Total	24,554,081.03		14,988,452.01	9,565,629.02	5,647,955.96	15,213,584.98

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2024
Land	520,000,000.00	0	0	520,000,000.00
Buildings And Structures	99,371,524.74	1,162,675	0	100,534,199.7
Motor Vehicles	13,600,000.00	0	0	13,600,000.00
	5,973,000.00	0	0	5,973,000.00
	1,100,000.00	0	0	1,100,000.00
Office Equipment, Furniture And Fittings	1,000,000.00		0	1,680,000.00
Textbooks	3,900,000.00	0	0	3,900,000.00
ICT Equipment	5,739,500.00	0	0	5,739,500.00
Tools And Apparatus	4,577,000.00	0	0	4,577,000.00
Other Machinery And Equipment	2,500,000.00	0	0	2,500,000.00
Heritage And Cultural Assets	0	0	0	0
Intangible Assets- Soft Ware	400,000.00	0	0	400,000.00
Total	658,161,024	1,162,675.00	0	659,323,699