

REPUBLIC OF KENYA



REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

DATE: 13 JUN 2026

DAY.

Tuesday

**TABLED
BY:**

Hon. Naomi Wago, CBS, MP

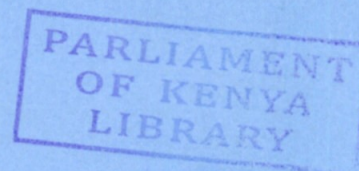
**CLERK-AT
THE-TABLE:**

*(Deputy Majority Party Whip)
Lomale*

OF

THE AUDITOR-GENERAL

ON



CHUKA GIRLS' SECONDARY SCHOOL

**FOR THE SIX (6) MONTHS' PERIOD
ENDED 30 JUNE, 2021**

THARAKA NITHI COUNTY



**CHUKA GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2021**

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

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

Table of Contents	Page
I. KEY SCHOOL INFORMATION AND MANAGEMENT.....	3
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL	7
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY	13
IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF CHUKA GIRLS SECONDARY SCHOOL OF THE YEAR ENDING 30 TH JUNE 2021	Error!
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V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 TH JUNE 2021.....	15
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021 16	
VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2021	18
VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2021	19
IX. SIGNIFICANT ACCOUNTING POLICIES.....	24
X. NOTES TO THE FINANCIAL STATEMENTS	26

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

I. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in 06/2021 under registration number 13s00300802 and is currently categorized as a Extra county public school established, owned or operated by the Government.

The school is a boarding school and had 945 students as at 30th June 2021. It has 5 streams and 48 teachers of which 8 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	ABRAHAM MARUTA	Chairman	
2	FLORENCE K IGWETA	Secretary - Principal	01/07/2019
3	ALESTUS NDEI	Member –Special interest	01/07/2019
4	NANCY KAWIRA	Member	01/07/2019
5	RITA NJIRU	Member	01/07/2019
6	JOHN MUTEMBEI	Member	01/07/2019
7	JOHN KAMAU NGIGE	Member-PA Rep	01/07/2019
8	SIMON NDAIH	Member - Rep CEB	01/07/2019
9	GEORGE MUCHANGI	Member Rep Teachers	01/07/2019
10	FR.DIONISIO MURUNGI	3 Members - Sponsor	01/07/2019
11	JENNIFER W MUGAMBI	Sponsor	01/07/2019
12	BENJAMIN NJERU	Member - Community	01/07/2019
13	ERASTUS MWIMBI	MemberSpecial Needs	01/07/2019
14	JANE KATHIGIA	Rep Students	01/07/2019

The function of the School Board of Management include:

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

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Abraham Maruta	B.O.M Chairman	NIL
		Florence k Igweta	B.O.M Secretary	
		FR,Dionisio Murungi	Sponsor	
		Alectus Ndei	Member	
		John Kamau Ngige	Member	
2	Audit Committee	RITA NJIRU		NIL
		Erastus Mwimbi		
		Florence Muthua		
3	Finance Committe	Simon Ndahi	Chairperson	2
		John Kamau	Member	
		Benjamin Mugambi	Member	
		Florence K Igweta	BOM Secretary	
4	Academic Committee	Florence Muthua		1
		John Mutembei		
		George Muchangi		
5	Development Committee	Abraham Maruta	BOM CHAIRMAN	2
		Florence Mutwiri	BOM Secretary	
		Hawala Anne	Deputy Principal	
		John Kamau	PA Chairperson	
		Benjamin Mugambi	Chairperson	
		Mohammed Abdi		
6	Discipline Committee	Hawala Anne	Chairperson	
		FR.Dionisio Murungi		
		Jennifer Wanja M		
		John Kamau		

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	FLORENCE K IGWETA	304892
2	Deputy Principal	HAWALA ANNE	251181
3	School Bursar	CATHERINE N KINUTHIA	27888768

(e) Schools contacts

Post Office Box: 3-60400
Telephone: 0115-388019
Landline: 0202394727
E-mail: chukagirls@gmail.com

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(f) School Bankers

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

1. Name of Bank: Co-operative Bank
 Branch: Chuka
 Account Number: 01129057828800
 Account Name School Fund Account

2. Name of Bank: Co-operative Bank
 Branch: Chuka
 Account Number: 01139057828800
 Account Name Tuition Account

3. Name of Bank: Co-operative Bank
 Branch: Chuka
 Account Number: 01139057828802
 Account Name Operations Account

4. Name of Bank: Equity Bank
 Branch: Chuka
 Account Number: 02102946841101
 Account Name School Fund Account

5. Name of Bank: Kenya Commercial Bank
 Branch: Chuka
 Account Number: 1236601785
 Account Name Infrastructure Account

6. Name of Bank: Kenya Commercial Bank
 Branch: Chuka
 Account Number: 1145191096
 Account Name School Fund Account

7. MPESA Pay Bill No. 400222 attached to 01129057828800 bank account

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

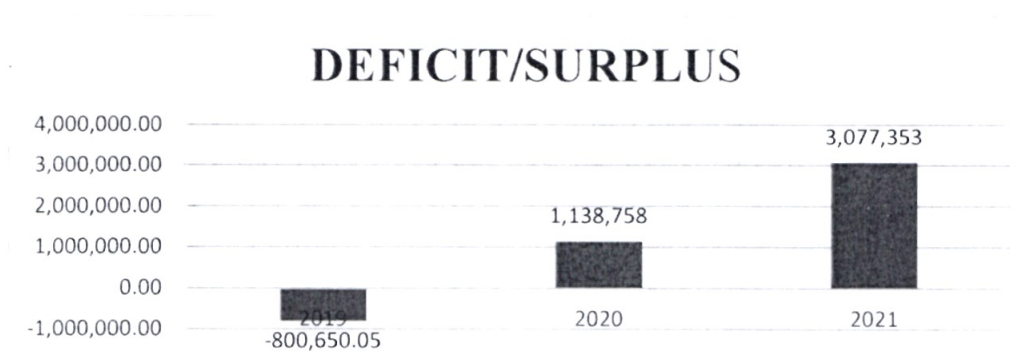
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

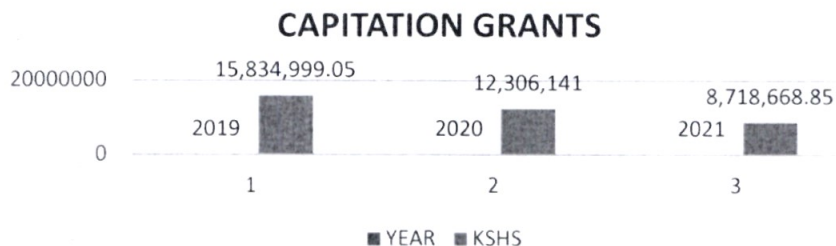
I. Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2019	2020	2021
KSHS	(800,650.05)	1,138,758	3,077,353



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

YEAR	2019	2020	2021
KSHS	15,834,999.05	12,306,141	8,718,668.85

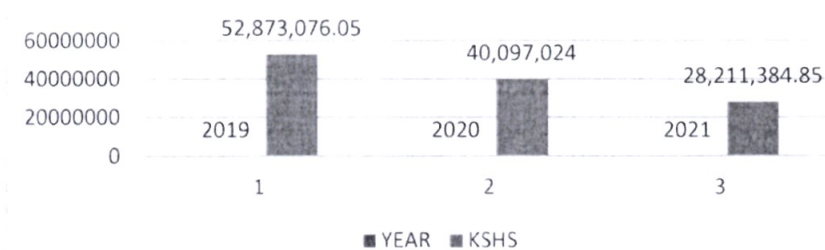


III. TOTAL INCOME FOR THE LAST 3 YEARS

YEAR	2019	2020	2021
KSHS	52,873,076.05	40,097,024	28,211,384.85

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

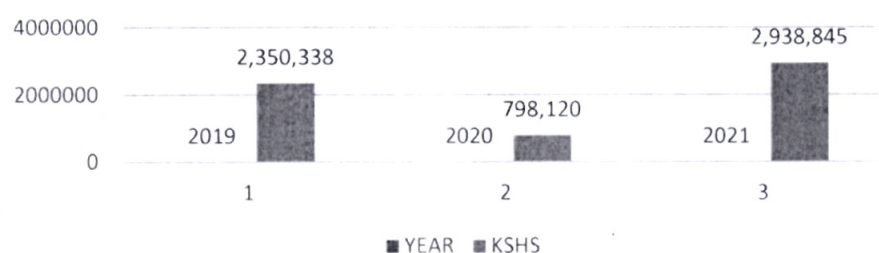
INCOME TREND



IV. DEBTORS FOR THE LAST 3 YEARS

YEAR	2019	2020	2021
KSHS	2,350,338	798,120	2,938,845

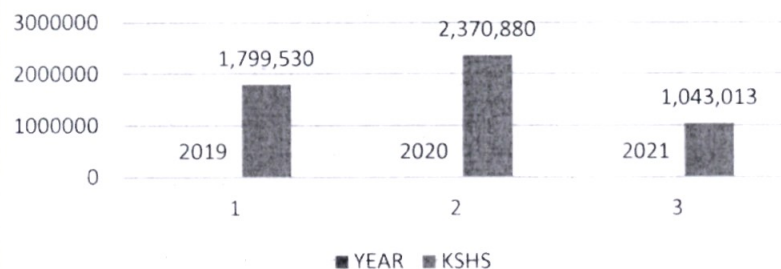
DEBTORS TREND



V. CREDITORS FOR THE LAST 3 YEARS

YEAR	2019	2020	2021
KSHS	1,799,530	2,370,880	1,043,013

CREDITORS TREND

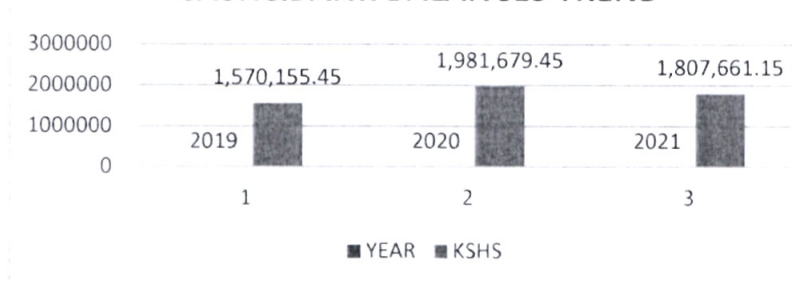


VI. MOVEMENT OF CASH AND BANK BALANCES OVER THE LAST THREE YEARS

YEAR	2019	2020	2021
KSHS	1,570,155.45	1,981,679.45	1,807,661.15

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

CASH&BANK BALANCES TREND



Teacher Student ratio:

Number of teachers recruited and posted to the school

	2019	2020	2021
TSC	3	10	6
BOM	3	3	3

Number of teachers employed

	2019	2020	2021
TSC	20	10	10
BOM	8	8	8

Number of teachers per subject

Subject/year	2019	2020	2021
English	7	7	10
Kiswahili	5	5	9
Mathematics	5	5	6
Biology	4	4	5
Physics	4	4	4
Chemistry	4	4	4
History	4	4	7
Geography	3	3	5
Cre	6	6	8
Home science	1	1	1
Agriculture	2	2	2
Computer studies	2	2	2
Business studies	4	4	5

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

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Teacher-student ratio

	2019	2020	2021
Number of students	840	945	945
Number of teachers	30	30	40
Ratio	28	32	24

b) Mean score in the 2018-2020 KCSE:

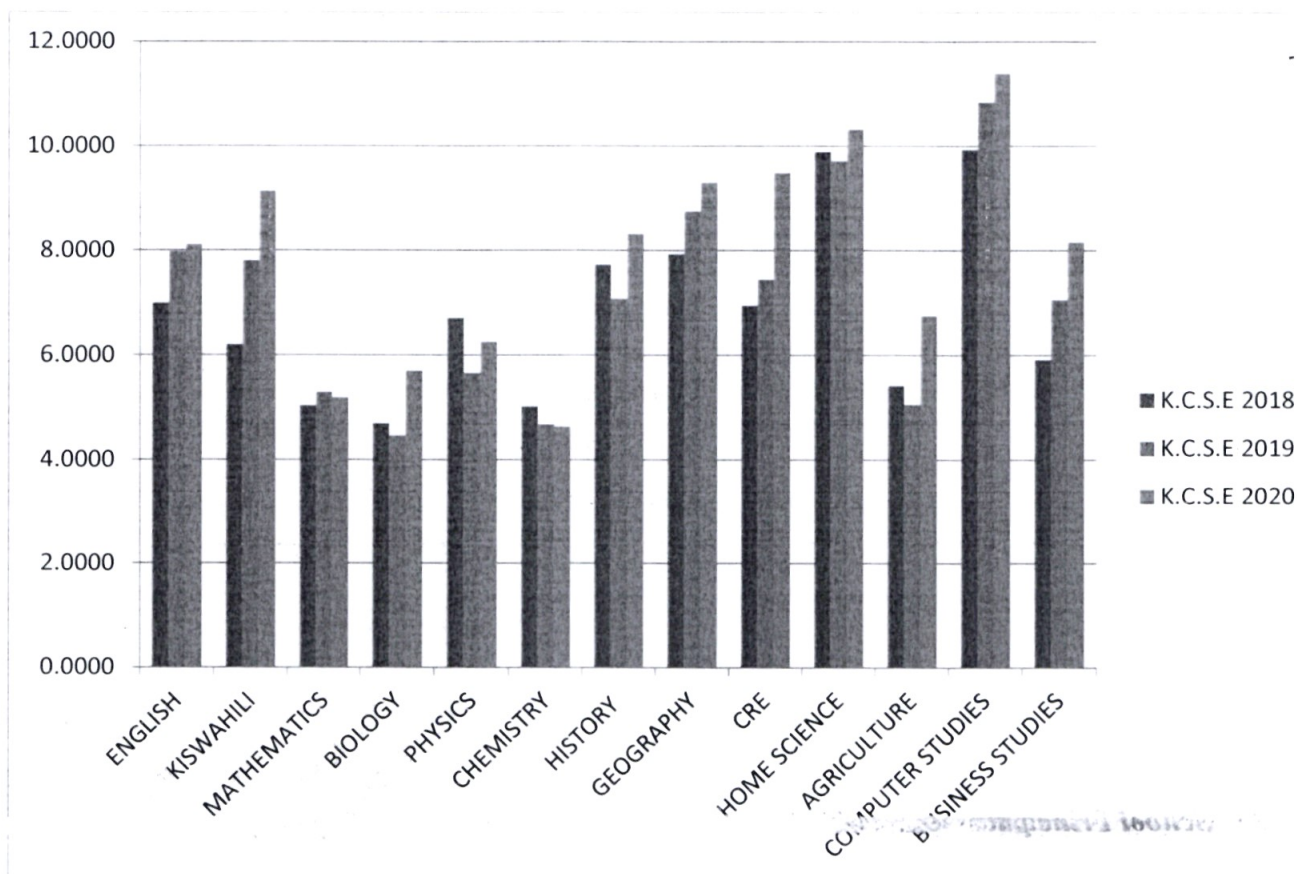
	K.C.S.E 2018	K.C.S.E 2019	K.C.S.E 2020
NUMBER OF CANDIDATES	161	186	201
UNIVERSITY TRANSITION	70	97	145
MEAN SCORE	6.2857	6.6667	7.4428
K.C.S.E TARGET	6.1	6.5	7.3

NB. Improved performance and exceeded set targets.

K.C.S.E Subject performance from 2018 to 2020

SUBJECT	K.C.S.E 2018	K.C.S.E 2019	K.C.S.E 2020
ENGLISH	6.9938	7.9785	8.1194
KISWAHILI	6.2050	7.8065	9.1393
MATHEMATICS	5.0373	5.2903	5.1891
BIOLOGY	4.6974	4.4593	5.7086
PHYSICS	6.7097	5.6571	6.2576
CHEMISTRY	5.0186	4.6774	4.6368
HISTORY	7.7317	7.0730	8.3146
GEOGRAPHY	7.9355	8.7500	9.3034
CRE	6.9477	7.4463	9.4895
HOME SCIENCE	9.8889	9.7200	10.3226
AGRICULTURE	5.4167	5.0645	6.7576
COMPUTER STUDIES	9.9375	10.8421	11.3889
BUSINESS STUDIES	5.9167	7.0556	8.1593

PERFORMANCE OVER THE LAST THREE YEARS



c) Number of Candidates in the 2021 KCSE:

Tabulate the number of candidates sitting for KCSE over the last three years.

	K.C.S.E 2018	K.C.S.E 2019	K.C.S.E 2020
NUMBER OF CANDIDATES	161	186	201

d) Capacity of the school:

UNITS	FACILITY	POPULATION	CAPACITY	RATIO	SUFFICIENT	INSUFFICIENT
8	DORMITORIES	945	100	1:118		✓
1	DINING HALL	945	400	1:945		✓
2	LABORATORIES	945	45	1:473		✓
40	TOILETS	945	40	1:23	✓	
1	COMP. LAB	115	25	1:115		✓
19	CLASSROOMS	945	45	1:50		✓
1	LIBRARY	945	55	1:945		✓

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

e) Development projects carried out by the school:

PROJECT	ESTIMATED COST	SOURCE OF FUNDS	STATUS	CONTRACTED COST	PAYMENT	REMARKS
Computer laboratory	1,757,632	R.M.I FUNDS	APPROVED	1,751,789		Undertaken in the financial year 2021- 2022

Sign 

School Principal

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

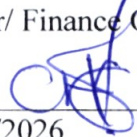
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Chuka Girls 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, 2021, and of the school's financial position as at that date.

Name: ARCHANGELO MBABU
Designation: Chairman, School Board of Management
Sign: 
Date: 24/03/2026

Name: MUTHONI RIMUNYA KITHAKA
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 24/03/2026

Name: CATHERINE NJOKI KINUTHIA
Designation: Bursar/ Finance Officer
Sign: 
Date: 24/03/2026

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON CHUKA GIRLS' SECONDARY SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021- 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 Girls' Secondary School set out on pages 15 to 34, which comprise of the statement of assets and liabilities for the period ending 30 June, 2021 and the statement of receipts and payments,

*Report of the Auditor-General on Chuka Girls' Secondary School for the six (6) months' period ended 30 June, 2021
- Tharaka Nithi County*

statement of cash flows and statement of budgeted versus actual amounts for the period 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 Chuka Girls' Secondary School – Tharaka Nithi County for the period ended 30 June, 2021 and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Accuracy and Presentation of the Financial Statements

Audit review of the financial statements presented for audit revealed the following anomalies;

- i. The statement of budgeted versus actual amounts reflects actual total revenue and actual total expenditure of Kshs.25,857,880 and Kshs.22,963,871. However, the statement of cash flows under cashflows from operating activities reflects total receipts and payments of Kshs.30,409,020 and Kshs.31,054,797 resulting to unexplained and unreconciled variances of Kshs.4,551,140 and Kshs.8,090,926 respectively.
- ii. The statement of cash flows under cashflows used in investing activities reflects Nil cashflows used in acquisition of assets. However, Annex 2 under summary of fixed assets register reflects a total Kshs.2,497,935 as assets additions during the year resulting to an unreconciled variance of Kshs.2,497,935.

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

2. Unsupported Accounts Payables

The statement of assets and liabilities reflects payables balance of Kshs.3,000,865 as disclosed in Note 12 to the financial statements. However, the supporting ledger reflects accounts receivable amount of Kshs.1,957,852 resulting to a variance of Kshs.1,043,013 which was not supported by a detailed ageing analysis 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.

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.3,000,865 could not be confirmed.

3. Unsupported House Rental and School Bus Hire Income

The statement of receipts and payments reflects school fund income – miscellaneous incomes amount of Kshs.1,592,778 as disclosed in Note 4 to the financial statements. Included in the income is an amount of Kshs.21,000 received as house rent income paid by staff and Kshs.42,000 received from school bus hire. The Management of the School did not present for audit 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.

In the circumstances, the validity and completeness of the income amounting to Kshs.63,000 could not be confirmed.

4. Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.5,029,789 as disclosed in Notes 8 and 9 to the financial statements. However, the cashbook, bank reconciliation and bank statement of the operations account with a cashbook balance of Kshs.712,119 were not provided for audit review. Further, cash survey reports for the month of June, 2021 were not provided to confirm the cash balance of Kshs.3,160, which also irregularly included an overdraft cash in hand of Kshs.1,629 in the operations account as reflected in the financial statements.

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.5,029,789 could not be confirmed.

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

Emphasis of Matter

1. Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.23,368,687 and Kshs.25,857,880 respectively, resulting in an over-funding of Kshs.2,489,193 or 11% of the budget. Similarly, the School spent Kshs.22,963,871 against actual receipts amount of Kshs.25,857,880 resulting in an under-absorption of Kshs.2,894,009 or 11% of the actual receipts.

In the circumstances, the over-funding and under absorption resulted in development of an unrealistic budget may have impacted negatively on service delivery to the public.

2. Unaudited Opening Balances

I draw your attention to the fact that prior to the 2020/2021 financial year, schools were not preparing financial statements for audit pursuant to Article 229(5) of the Constitution. The Article mandates the Auditor-General to audit and report on the accounts of any entity that is funded from public funds. Although the financial statements presented for audit include nil comparative balances for the year ended 30 June, 2020, the financial period ended 30 June, 2021 is considered as the first year of audit for schools. Therefore, the audit procedures undertaken did not extend to confirm the opening balances or the comparative information for the prior year

My opinion is not modified in respect of these matters.

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 communicate in my report.

Other Information

Management is responsible for the Other Information set out on page iii to xiii 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects total payments amount of Kshs.27,242,567 as disclosed in the financial statements. Included in the expenditure is an amount of Kshs.436,500 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.436,500 could not be confirmed.

2. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition of Kshs.1,245,018 and capitation grants for operations of Kshs.7,773,433 totalling Kshs.8,718,668. 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 nine hundred and fifty-eight (958) students while records from the County Director of Education had one thousand (1000) students, resulting in an underfunding of the School by 42 students with an amount of Kshs 934,248. This was contrary to the Ministry of Education Circular MOE/CONF/G5 dated 26 November, 2019 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.

3. 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 nine hundred and thirty-six (936) 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 nine hundred and thirty-six (936) books could not be confirmed.

4. Late Submission of the Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 17 March, 2023 instead of the statutory deadline of 30 September, 2021. 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.

5. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) since the Management presented the annual report and financial statements covering six (6) months from January, 2021 to June, 2021 contrary to the Public Sector Accounting Standards Board (PSASB) Guidelines on Implementation of International Public Sector Accounting Standards (IPSAS) by Secondary Schools in Kenya, dated 20 August, 2021 which requires the first financial statements after adoption of IPSAS to be presented for eighteen (18) months from 01 January, 2020 to 30 June, 2021. Further, no disclosure was made on the change in the preparation of financial statements from calendar year to Government fiscal year or on the lack of comparability due to longer period covered by the current financial period.

In the circumstances, Management did not comply with the PSASB guidelines.

6. Lack of Adequate Facilities in the Institution

Physical verification of the learning environment of the School conducted in March, 2026 revealed that the School had shortages as detailed below. However, Management did not provide evidence of measures taken to manage the shortage as detailed below;

School Facilities	Required	Number in Place	Shortage
Teachers TSC	65	52	13
Dormitories	14	9	3
Dining Hall	2	1	1
Laboratories	3	2	1
Toilets	69	57	12
Library	1	0	1

School Facilities	Required	Number in Place	Shortage
Classrooms	32	26	6
Staff houses	30	6	24

In the circumstances the School may not achieve its mandate.

7. Failure to Submit for Approval the Estimates of Revenue and Expenditure

Audit review revealed that the School Management failed to submit estimates of revenue and expenditure for approval to the Cabinet Secretary of Education in the manner and format issued by the Cabinet Secretary, 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, Management was in breach of the law.

8. Lack of a Functional Procurement Unit.

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

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 standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 and Audit Committee

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 Board of Management

During the year under review, the Audit Committee did not have any sitting, while the Finance, Procurement and General purposes Committee sat only twice contrary to Paragraph A2 of the Circular Ref. No OP/CAB.9/1A from the Head of Public Service dated 11 March, 2020 which stipulates that Board meetings shall be restricted to a minimum of four (4) and capped at a maximum of six (6) for each financial year, and in addition, the same principle shall apply to respective Committees of the Boards.

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.628,554,961 which includes land with a balance of Kshs.520,000,000. However, land ownership documents were not provided for audit. Further, ownership documents for the school bus were not provided for audit as the log book of the bus was still held by Equity bank for a loan previously secured to purchase the school bus and there was 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. 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 ascertained.

5. Weak Controls in Inventory Management

Note 17 of the financial statements under other important disclosure notes disclosed an inventory closing balance of Kshs.16,551,985. 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, the 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.

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

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual

Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I

consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

14 April, 2026

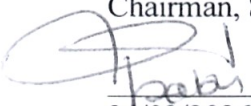
Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2021

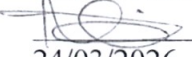
DESCRIPTION OF VOTE HEAD	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Capitation grants for tuition	1	1,245,018	-
Capitation grants for operations	2	7,773,433	-
School Fund Income- Parents' Contributions	3	19,200,827	-
School Fund Income- Other receipts	4	1,592,778	-
Proceeds from infrastructure			
TOTAL RECEIPTS		29,812,056	-
PAYMENTS			
Payments for Tuition	5	924,167	-
Payments for operations	6	7,221,111	-
Boarding and school fund payments	7	19,097,289	-
TOTAL PAYMENTS		27,242,567	-
SURPLUS/DEFICIT		2,569,489.30	-

The school financial statements were approved on _____ 2021 and signed by

Name: ARCHANGELO MBABU
Designation: Chairman, School Board of Management

Sign: 
Date: 24/03/2026

Name: MUTHONI RIMUNYA KITHAKA
Designation: School Principal & Secretary to Board of Management

Sign: 
Date: 24/03/2026

Name: CATHERINE NJOKI KINUTHIA
Designation: Bursar/ Finance Officer

Sign: 
Date: 24/03/2026

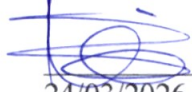
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2021

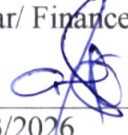
	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	5,026,629.15	-
Cash Balances	9	3,160	-
Short term Investment	10	-	-
Total Cash and Cash Equivalents		5,029,789 .15	-
Account's receivables	11	2,938,845	-
TOTAL FINANCIAL ASSETS		7,968,634	-
FINANCIAL LIABILITIES			
Accounts Payable	12	3,000,865	-
NET FINANCIAL SSETS		4,967,769 .15	-
REPRESENTED BY			
Accumulated fund b/fwd.	13	2,398,279.85	-
Surplus/Deficit for the year		2,569,489.30	-
NET FINANCIAL POSITION		4,967,769.15	

The School's financial statements were approved on _____ 2021 and signed by:

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

Name: ARCHANGELO MBABU
Designation: Chairman, School Board of Management
Sign: 
Date: 24/03/2026

Name: MUTHONI RIMUNYA KITHAKA
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 24/03/2026

Name: CATHERINE NJOKI KINUTHIA
Designation: Bursar/ Finance Officer
Sign: 
Date: 24/03/2026

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	1,245,018	-
Capitation grants for operations	2	7,773,433	-
School fund income- Parents contributions/ fees	3	19,797,791	-
School fund income- other receipts	4	1,592,778	-
Total receipts		30,409,020	-
Payments			
Payments for Tuition		1,236,067	-
Payments for operations		7,678,326	-
Boarding and school fund payments		22,140,404	-
Total payments		31,054,797	-
Net cash flow from operating activities		(645,777)	-
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			-
Acquisition of Assets			-
Proceeds from investments			-
Net cash flows from Investing Activities		-	-
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flows from Financing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		(645,777)	-
Cash and cash equivalent at BEGINNING of the year		5,675,566	-
Cash and cash equivalent at END of the year		5,029,789	-
			-

VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Text books	-	0	0		-	
Exercise books	373,505.00		373,505	373,505	-	100.0%
Laboratory equipments and apparatus	249,004.00		249,004	249,004	-	1000.0%
Teaching/learning materials	498,007.00		498,007	498,007	-	1000.0%
chalks			0		-	
Internal exams	124,501.00		124,501	124,501	-	1000.0%
Reference books			0		-	
<i>(2) CAPITATION GRANT ON OPERATIONS</i>					-	
Personnel emoluments	1,531,350.00		1,531,350	2,518,496	(987,146)	165.0%
Repairs and maintenance	3,037,500		3,037,500	3,037,500	-	100%
Local transport / travelling	595,350.00		595,350	408,213	187,137	69.0%

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

Electricity and water	850,950.00	0	850,950	550,612	300,338	65.0%
Medical	-				-	
Administration costs	855,450.00		855,450	958,827	(103,377)	112.0%
Insurance	280,300.00		280,300	352,358	(72,058)	126.0%
Activity	-			-	-	
	-				-	
					-	
					-	
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	2,717,550.00		2,717,550	1,572,636	1,144,914	58.0%
Repairs and maintenance	1,119,600.00		1,119,600	1,092,318	(27,282)	98.0%
Local transport / travelling	475,650.00		475,650	435,722	39,928	92.0%
Electricity and water	229,050.00		229,050	103,499	125,551	45.0%
Medical					-	
Administration costs	1,006,200.00		1,006,200	898,256	(107,944)	89.0%
Activity	373,500.00		373,500	852,891	(479,391)	229.0%
Fee on Boarding Equipment and Stores	11,833,200.00	22,500.00	11,855,700	11,306,110	549,590	95.0%

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

					-	
OTHER INCOME					-	
<i>House rent</i>	21,000		21,000	-		100%
<i>School farm</i>	233,020.00		233,020	73,834	159,166	32%
<i>Fees arrears</i>				-		
<i>Fee prepayment</i>	-			-		
<i>0</i>	-			-		
TOTAL INCOME	23,346,187	22, 00	23,368,687	25,857,880	(2,489,193)	111.0%
(1) EXPENDITURE FOR TUITION						
Text books	-		0		-	
Exercise books	375,505.00		375,505	81,542	293,963	22%
Laboratory equipments and apparatus	249,004.00		249,004	300,000	-50,996	121%
Teaching/learning materials	498,007.00		498,007	442,625	55,382	89%
chalks			0		-	
Internal exams	124,501.00		124,501	100,000	24,501	81%
Reference books			0		-	

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

			0		-	
PAYMENTS FOR OPERATIONS			0		-	
Personal Emoluments	1,938,490		1,938,490	2,524,012	(585,522.00)	130%
Administration Cost	855,450		855,450	1,076,810	221,360	126%
Repairs and maintenance & improvements	1,902,000		1,902,000	1,902,000	-	100%
Local transport / travelling	611,150		611,150	18,000	593,150	3%
Electricity and water	885,000		885,000	479,900	405,100	55%
Insurance Cost	280,300		280,300	352,358		126%
Bank Charges			0			
0						
BOARDING AND SCHOOL FUND PAYMENTS			0			
BES	11,931,690		11,931,690	11,698,584	233,106	98%
RMI	1,120,458		1,120,458	1,410,250	(289,792)	125%
EWC	225,000		225,000	219,600	5,400	98%
LT@T	460,000		460,000	650,250	(190,250)	142%
ACTIVITY	373,500		373,500	522,500	(149,000)	140%
ADMIN COSTS	1,006,200		1,006,200	778,478	227,722	78%

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

Personal emolument	2,310,000		2,310,000	777,000	1,533,000	34%
School farm	233,020		233,020	624,480	(391,460)	268%
creditors paid			0			
Expenses on Income Generating Activities	0		0	-		
Fee on Boarding Equipment and Stores			0	-		
TOTAL	23,938,265		23,938,265	22,963,871	974,394	96.0%

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs and the related cash has actually been paid out by the *school*.

3. In-kind contributions

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

4. Cash and cash equivalents

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. 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 2021.

X. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Text books	0	
Exercise books	373,506	
Laboratory equipments and apparatus	249,004	
Teaching/learning materials	498,007	
chalks		
Internal exams	124,501	
Reference books		
Total	1,245,018	-

2 CAPITATION GRANT FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Personnel emoluments	2,518,497	
Repairs and maintenance	3,037,500	-
Local transport / travelling	408,214	-
Electricity and water	550,612	-
NSSF	159,864	-
Administration costs	958,828	-
NHIF	52,600	
Welfare	21,600	
School fund	60,000	
PAYE	5,718	
Total	7,773,433	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

3	PARENTS CONTRIBUTION/FEES - SCHOOL FUND ACCOUNT		
		2020-2021	2019-2020
		Kshs	Kshs
	Personnel emoluments	1,572,636	
	Repairs and maintenance	1,092,318	-
	Local transport / travelling	435,722	-
	Electricity and water	103,499	-
	Medical	550	-
	Administration costs	898,256	-
	B.E.S	14,244,955	
	Activity	852,891.00	-
	Total	19,200,827	-
4	OTHER RECEIPTS – SCHOOL FUND ACCOUNT		
		2020-2021	2019-2020
		Kshs	Kshs
	Project	90,400	
	Bursary	89,200	
		17,600	
	Operation account	604,040	-
	House rent	21000	-
	School farm	73,834	-
	UNIFORM	672,304	-
	School bus	42,000	-
	Total	1,592,778	-
5	PAYMENTS FOR TUITION		
		2020-2021	2019-2020
		Kshs	Kshs
	Text books	0	-
	Exercise books	81,542	-
	Laboratory equipments and apparatus	300,000	-
	Teaching/learning materials	442,625	-
	Internal exams	100,000	-
	Total	924,167.00	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

6

PAYMENTS FOR OPERATIONS

	2020-2021	2019-2020
	Kshs	Kshs
Personal Emoluments	2,524,012	
Administration Cost	1,076,810	-
Repairs and maintenance & improvements	1,902,000	-
Local transport / travelling	18,000	-
Electricity and water	479,900	-
Medical	15,300	-
NSSF	159,864	
NHIF	52,600	
PAYE	5,718	
Welfare	21,600	
Insurance Cost	352,358	-
Advance	8,909	
School fund	604,040	
TOTAL	7,221,111	-

BOARDING AND SCHOOL FUND PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
BES	12,741,597	
RMI	1,410,250	
EWC	219,600	
LT@T	650,250	
ACTIVITY	520,500	
ADMIN COSTS	778,478	
Personal emolument	777,000	-
Uniform	507,504	
Project	200,000	
Medical	10,200	-
SES	379,500	-
School bus	122,730	-
Bursary	91,200	-
Operation account	60,000	-
Advance	4,000	-
Farm expenses	624,480	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

	Loan Principal repayment		-
	Loan Interest repayment	0	-
	School fund account	0	
	Acquisition of Assets	0	-
	TOTAL	19,097,289	-

8 BANK ACCOUNTS

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account	11,293.05	2,342
Operations Account	712,119.05	612,612
School Fund Account-Coop	530,387	996,212
School fund Account-Equity	64,387	358,112
School Fund Account-KCB	14,557	5,900
Infrastructural Account	3,693,887	3,693,887
Total	5,026,629	5,669,065

CASH IN HAND

Description	2020-2021	2019-2020
	Kshs	Kshs
Tuition Account		
Operation Account	(1,629.00)	2,771
School Fund account	4,789	3,730
Total	3,160	6,501

10 SHORT TERM INVESTMENTS

Description	2020-2021	2019-2020
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

ACCOUNTS RECEIVABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears	2,938,845.00	1,577,957.00
Other non-fees receivables		
Salary advances	-	-
Imprest	-	-
Total	2,938,845.00	1,577,957.00

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

Description	2020-2021	2019-2020
	Kshs	Kshs
Fees arrears for current year	2,938,845.00	1,577,957
Fees arrears recovered during the year		-
Fees arrears for the previous year		
Fees arrears for prior periods (over two years)		
Total	2,938,845	1,577,957

12 ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	1,043,013.00	1,888,969.00
Prepaid fees	1,957,852.00	2,996,274.00
Total	3,000,865.00	4,885,243.00

Description	2020-2021	2019-2020
	Kshs	Kshs
Trade creditors for current year	1,043,013.00	1,888,969
Trade creditors paid during the year	-	
Trade creditors for the previous year		-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

	Trade creditors for prior periods (over two years)		-
	Total	1,043,013	1,888,969

13 FUND BALANCE BROUGHT FORWARD

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank balances	5,669,065	
Cash balances	6,501	
Short Term Investments	0	
Receivables	1,577,957.00	
Payables	(4,885,243.00)	
Total	2,398,279	-

Other important disclosure notes

14 Non-current Liabilities Summary

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

15 Biological assets

Description	2020-2021	2019-2020
	Kshs	Kshs
Cattle	380,000	-
Pigs	170,000	-
Trees	4,515	-
Banana plantation	343,000	-
Fish	60,000	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

	Total	957,515	-
16	Borrowings		
	Description	2020-2021	2019-2020
		KShs	KShs
	a) Borrowings		
	Borrowing at beginning of the year	-	-
	Borrowings during the year	-	-
	Repayments of during the year	-	-
	Balance at end of the year	-	-
17	1 Stock/ Inventory		
	Description	2020-2021	2019-2020
		KShs	KShs
	Stock/Inventory		
	Stock/ inventory at beginning of the year	13,539,657	-
	Stock/ inventory purchased during the year	11,418,572	-
	Stock/ inventory issued during the year	8,406,244	-
	Balance at end of the year	16,551,985	-

Other important disclosure notes

IPSAS 1 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.

2 Non-current Liabilities Summary

Description	2020-2021	2019-2020
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

3 Biological assets

Description	Numbers	2020-2021	2019-2020
		Kshs	Kshs
Cattle	5	380,000	-
Pigs	14	170,000	-
Trees	21	4,515	-
Banana plantation	686	343,000	-
Fish	3,000	60,000	-
Total		957,515	-

4 Borrowings

Description	2020-2021	2019-2020
	KShs	KShs
a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

5 Stock/ Inventory

Description	2020-2021	2019-2020
	KShs	KShs
a) Borrowings		
Stock/ inventory at beginning of the year	13,539,657	-
Stock/ inventory purchased during the year	11,418,572	-
Stock/ inventory issued during the year	8,406,244	-
Balance at end of the year	16,551,985	-

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

6 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)

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance As at 30 th June 2021	Comments
	a	b	c	d=a-c	
	Kshs	Kshs	Kshs	Kshs	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Supply of goods					
4. ELIAS KINYUA NYAGA	75,000			75,000	
5. PHENIAS MWENDA	197,630			197,630	
6. DICKSON KINYUA	24,150			24,150	
7. KENAFRIC BAKERY	544,203			544,203	
8. BIN POINT CO.LTD	23,180			23,180	
9. NDEGE STORES	120,190			120,190	
10. KENSON MUGAMBI	58,660			58,660	
Sub-Total	1,043,013			1,043,013	
Supply of services					
11.					
12.					
13.					
Sub-Total					
Grand Total	1,043,013			1,043,013	

Chuka Girls Secondary School
Reports and Financial Statements
For the year ended 30th June 2021

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land 1	520,000,000	0	0	520,000,000
Buildings and structures	77,394,000	0	0	77,394,000
Motor vehicles-School Bus	2,660,000	0	0	2,660,000
Office equipment, furniture and fittings	8,457,950	240,000		8,697,950
ICT Equipment, and Other ICT Assets	620,000	350,000		970,000
Tools and apparatus	3,725,256	0	0	3,725,256
Textbooks	12,184,720	1,762,935	0	13,947,655
Other Machinery and Equipment	865,100	0	0	865,100
Intangible assets- soft ware	150,000	145,000	0	295,000
Total	626,057,026	2,497,935		628,554,961

