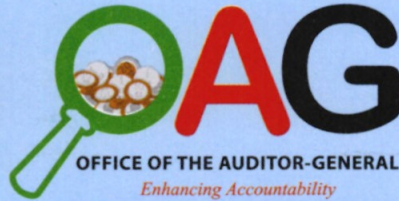


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

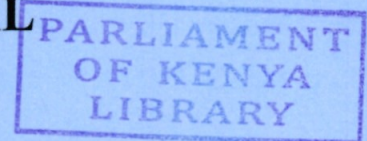
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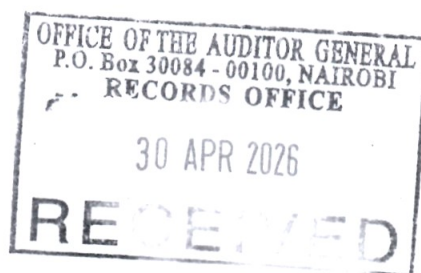
KABUABUA GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2023

THARAKA-NITHI COUNTY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 18 JUN 2026	DAY. Thursday
TABLED BY:	Hon. Samuel Chepkong'o (on behalf of leader of Majority)
CLERK-AT THE-TABLE:	honnale





KABUABUA GIRLS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023**

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

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1. Acronyms and Glossary of Terms

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

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, **Tharaka North** Sub-County.

The school was registered in **12/07/2021** under registration number **13S00300830** and is currently categorized as a Sub-county public school established, owned or operated by the Government.

The school is a day and boarding school and had 292 number of students as at 30th June 2023. It has 1 streams and 13 teachers of which 3 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	Dr,Mariciano Iguna	Chairman	4th July 2022
2	Olympia Amiano	Secretary - Principal	4th July 2022
3	Zachary Mbeeria	Member	4th July 2022
4	Martha Kariungi	Member	4th July 2022
5	Gideon Njeru	Member	4th July 2022
6	Cecilia Murithi	Member	4th July 2022
7	Moses Nyaga	Member	4th July 2022
8	Domiciano Gitonga	Member – Rep CEB	4th July 2022
9	Simon Mwaniki	Member Rep Teachers	4th July 2022
10	Sophia Kaindi	3 Members - Sponsor	4th July 2022
11	Japhet Kaugu	Member - Community	4th July 2022
12	James Kathendu	Member Special Needs	4th July 2022
13	Mwarigu Naomi	Rep Students	4th July 2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	i.Dr. Mariciano iguna ii.Olympia Amiano iii.Japhet Kaungu iv.Martha Kariungi v.Amos Kigacha	Chairperson Bom secretary PTA member Member	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
2	Audit Committee	i.Dr mariciano Iguna ii.Sophia Kaindi	CEB Rep Sponsor	0 out of 0 0 out of 0
3	Finance,procurement and general purposes Committee	i.Japhet Kaungu ii.Martha Kariungi iii.Cecilia Murithi	Member Member Member	1out of 1 1 Out Of 1 1 out of 1
4	Academic Committee	i.Dr. Mariciano Iguna ii.Simon Mwaniki iii.Zachary Mbeeria	Member Member Member	2 out of 2 2 out of 2 2 out of 2
5	Development Committee	i.Gideon Njeru ii.Festus Nyaga iii.Sophia Kaindi	Member Member Sponsor	1out of 1 1 Out Of 1 1 out of 1
6	Discipline and welfare Committee	i.James Kathendu ii.Moses Nyaga iii.Benard Mutegi	Member Member Member	1out of 1 1 Out Of 1 1 out of 1
7	Adhoc Committe			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Olympia Amiano	TSC No.313662
2	Deputy Principal	Judith Kaari Mbuba	TSC No.351885
3	School Bursar	N/A	N/A
4	Other (specify)		

(e) Schools contacts

Post Office Box: 2897-60200
Telephone: 0720 400 202
E-mail: kabuabua@gmail.com
Website: NO WESITE PAGE
Facebook: NO FACEBOOK PAGE
Twitter: NO TWITTER PAGE

(f) School Bankers

The following school operated 5 number of bank accounts in the following banks:

1. Name of Bank: Co-operative Bank of Kenya Limited
Branch: Chuka
Type: Operations account
Account Number: 011395726086001
2. Name of Bank: Co-operative Bank of Kenya Limited
Branch: Chuka
Type: Tutition account
Account Number: 011395726086000
- Name of Bank: Co-operative Bank of Kenya Limited
Branch: Chuka
Type: Infrastructure account
Account Number: 011395726086001
3. Name of Bank: Trans nation Sacco
Branch: Mukothima
Type: School Fund
Account Number: 68260900042901
4. Name of Bank: Co-operative Bank of Kenya
Branch: Nkubu
Type: CDF Account
Account Number: 1141207469300

(g) Independent Auditors

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

3. Summary Report of Performance of The School

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

a) Financial performance:

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

Year	2022-2023	2021-2022	2021
Total	-208,579	424,526	-62,942

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

Year	2022-2023	2021-2022	2021
Total	6,244,001	4,699,103	2,187,835

Ratio of capitation grant per student over the last three years

Year	2022-2023	2021-2022	2021
Total	21,384	21,340	15,627

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

Year	2022-2023	2021-2022	2021
Total	6,452,580	4,274,577	2,250,777

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

Year	2022-2023	2022	2021
Total	388,442	598,021	173,495

b) Teacher Student ratio:

<i>Number of teachers recruited and posted to the school</i>	<i>0</i>
<i>Number of teachers recruited and posted</i>	<i>0</i>
<i>Number of teachers transferred during the period</i>	<i>0</i>
<i>Number of teachers retired</i>	<i>Nil</i>
<i>Number of teachers employed by TSC</i>	<i>10</i>
<i>Number of teachers employed by BOM</i>	<i>3</i>
<i>Teachers students ratio</i>	<i>1:22</i>

c) Mean score in the 2023 KCSE:

YEAR	ENTRY	TARGET SCORE	ACHIEVED MEAN SCORE	C+ AND ABOVE	COMMENTS
2023	27	4.02	2.87	0	Fair
2022	31	4.02	3.84	0	Fair
2021	23	4.02	3.02	0	Fair

d) Number of Candidates in the 2023 KCSE:

YEAR	NUMBER OF CANDIDATE
2023	27
2022	31
2021	23

KABUABUA GIRLS SECENDARY SCHOOL

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

e) Capacity of the school:

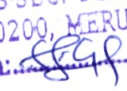
STRUCTURE	NO. OF STRUCTURE	CAPACITY	BALANCE	SURPLUS/DEFICIT
Classroom	5	40	2	DEFICIT
Dinning	0	292	1	DEFICIT
Science Lab	0	292	1	DEFICIT
Dormitories	1	292	1	DEFICIT
Bathrooms	12	292	6	DEFICIT
Toilets	12	292	6	DEFICIT

f) Development projects carried out by the school:

project	Source of fund	Status	Initial cost ksh	Amount Spent Ksh	Expected completion time
Dormitory	MOEST	Not complete	1,200,000	435,500	Next financial year

Sign

School Principal

THE PRINCIPAL
KABUABUA GIRLS SEC. SCH.
P.O. Box 2897 - 60200, MERU
Date: 29/4/23 Sign: 

4.Statement of School Management Responsibility

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

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

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

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

.....
Name: **ZACHARY MBERUA**
Designation: Chairman, School Board of Management
Date: **29/04/2026**

.....
Name: **GAKUENI SERAPHINA**
Designation: School Principal & Secretary to Board of Management
Date: **29/04/2026**

.....
Name: **FAITH MUSENA**
Designation: Bursar/ Finance Officer
Date: **29/04/2026**

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 KABUABUA GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - 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 Kabuabua Girls Secondary School set out on pages 1 to 21, which comprise of the statement of assets and liabilities

Report of the Auditor-General on Kabuabua Girls Secondary School for the year ended 30 June, 2023 – Tharaka-Nithi County

as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kabuabua Girls Secondary School as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations amounts of Kshs.359,426 and Kshs.1,332,541 as disclosed in Note 1 and Note 2 to the financial statements. Review of the NEMIS capitation disbursements made to the School and the amount receipted by the School revealed an amount of Kshs.2,003,665 whereas the NEMIS reflected capitation amount of Kshs.1,567,733 resulting in an unexplained variance of Kshs.435,932.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations amounting to Kshs.359,426 and Kshs.1,332,541 respectively could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.389,442 as disclosed in Note 10 and Note 11 to the financial statements. Included in the balance is bank and cash balance of Kshs.388,442 and Kshs.1,000 respectively which were not supported by bank reconciliations statements and a board of cash survey certificate. In addition, the four (4) bank accounts operated by the School were recorded in a single cashbook.

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.389,442 could not be confirmed.

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

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 xi which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. 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, 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 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 Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 30 September, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to Section 81(4) of the Public Finance Management Act, 2012 which requires that within three months after the end of each financial year, the Accounting Officer for an entity shall submit the entity's financial statements to the Auditor-General.

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

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

The financial statements presented for audit did not include some information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. Summary report of the School performance did not disclose the movement of receivables and payables in the last three years.
- ii. Summary report of performance movement of cash balance for FY 2022-2023 was disclosed as Kshs.388,442 instead of Kshs.389,442.
- iii. The financial statement had four (4) blank pages.
- iv. Inventory was not disclosed under other disclosures in the financial statements.

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

3. Overfunding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.359,426 and Kshs.1,332,541 respectively as disclosed in Note 1 and Note 2 to the financial statements. During the year under review, NEMIS reported a total number of one hundred and eighty-four (184) students while the enrolment records provided by the School indicated a total number of one hundred and eight (108) students, resulting in an unexplained variance of seventy-six (76) students. As a result of the variances, the School was over funded by an amount of Kshs.220,679.70.

In the circumstances, the over-funding of the school may have affected service delivery to other public schools which did not receive capitation for students and value for money could not be confirmed.

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

The statement of receipts and payments reflects School fund payments amount of Kshs.4,431,367 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.479,778 transferred to the 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.479,778 could not be confirmed.

5. Excess Supply of Books

The Ministry of Education distributed textbooks to the School through Kenya Institute of Curriculum Development (KICD) in the financial year 2022/2023. Review of records revealed that the Institute distributed one thousand two hundred and fifty-six (1,256) books to the School while one thousand one hundred and sixty (1,160) books were issued to the students, resulting in an unexplained excess of ninety-six (96) books in the School store. However, there was under supply of text books totalling five hundred and fifteen (515) for compulsory subjects including English, Kiswahili, Maths, Christian Religious Education (CRE) and set books.

In the circumstances, value for money on the excess ninety-six (96) text books could not be confirmed.

6. Unconfirmed Land Ownership

Annex 2 to the financial statements reflects summary of fixed asset register balance of Kshs.6,400,000 in respect of fixed assets which includes land with a balance of Kshs.3,000,000. Review of documents revealed that the School was sharing land with Kabuabua Primary School and revealed that the land measuring 15.08 hectares was reserved for the primary school.

In the circumstances, the ownership and valuation of the piece of land could not be confirmed.

7. Non-Compliance with Law on Budget Preparation

Review of the budget revealed that Management did not prepare budget estimates for both revenue and non-revenue transactions. This was contrary to Regulations 31(1) of the Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer shall ensure that the draft estimates relating to her or his department are prepared in conformity with the Constitution, the Act and these Regulations.

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

8. Lack of an Approved School Improvement Plan

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

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

9. Irregularities in Procurement Processes

Review of the School's procurement processes revealed the following irregularities;

9.1 Lack of Inspection and Acceptance Committee Reports

Review of payments made revealed that the Accounting Officer did not appoint the inspection and acceptance committee as required in Section 48 (1) of Public Procurement and Asset Disposal Act, 2015 and therefore there was no inspection and acceptance report for the goods and services procured during the financial year.

9.2 Failure to Establish 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.

9.3 Failure to Prepare an Annual Procurement Plan

The statement of receipts and payments reflects amounts of Kshs.6,244,001 and Kshs.6,452,580 in respect of total receipts and payments respectively. However, during the year under review, Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

10. Lack of Segregation of Duties

The statement of receipts and payments reflects amounts of Kshs.6,244,001 and Kshs.6,452,580 in respect of total receipts and payments respectively. However, it was noted that there was no segregation of duties in both revenue collection and Purchase/procurement of item. Further, review revealed that the same person receives revenue, issues receipts and carries out the banking of revenue. In addition, procurement purchases and receiving of items are done by the same person. This was contrary to Regulation 64(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that an accounting officer and a receiver of revenue are personally responsible for ensuring that, adequate safeguards exist and are applied for the prompt collection and proper accounting for, all national government revenue and other public moneys relating to their Ministries, Departments or Agencies;

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

11. Non-Maintenance of Petty Cash Book

The Management maintained a standing imprest of Kshs.50,000 which was replenished after being accounted for. However, no petty cash book was maintained to record

receipts and payments. Review of various records including payment vouchers revealed that the expenses had not been recorded and accounted for in the petty cash book contrary to Regulation 93(14) of the Public Finance Management (National Government) Regulations, 2015 which states that the holder of a standing imprest shall keep a memorandum cash book to record receipts and payments and the balance.

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

12. Late Transfer of Infrastructure Funds from Operations Account

The statement of receipts and payments reflects operations grants amount of Kshs.1,332,541 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.293,051 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. Review of school bank account records revealed delays in transfer of infrastructure funds from operations bank account as shown below. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

Operations Capitation Amount (Kshs.)	Date Capitation Credited to Operations Account	Infrastructure Amount (Kshs.)	Date Funds Transferred to Infrastructure Account	Number of Days
378,739	13/02/2023	121,000	04/03/2023	19
542,864	09/06/2023	100,000	27/06/2023	18

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion the 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 a Fixed Assets Register

Management did not maintain an assets register in the prescribed format indicating the description, financier, serial and log book number, acquisition date, location, opening balances, additions or disposals during the year and the closing balances. Further, the School had also not tagged its assets which includes office equipment, furniture and fittings.

In the circumstances, the completeness and proper custody of the assets could not be confirmed.

2. Failure to Prepare Annual Reports on Governance

The Board of Management of the School did not prepare annual reports on governance as required in Section 60 of the Basic Education Act, 2013 which states that every public school or institution of basic education shall, submit on an annual basis a report to the Director of Basic Education.

In the circumstances, effectiveness of the board in handling its mandate and responsibilities could not be confirmed.

3. Lack of an Internal Audit Review

During the year under review, the School had not constituted an Audit Committee as required by Section 73(5) of the Public Finance Management, 2012 which states that, every national government public entity shall establish an Audit Committee whose composition and functions shall be as prescribed by the regulations.

In the circumstances, the effectiveness of internal controls could not be confirmed.

4. Failure to Provide Employment Records

The statement of receipts and payments and as disclosed in Note 7 and Note 9 to the financial statements reflects Kshs.1,225,233 and Kshs.4,431,367 in respect to payments for operations and boarding and school fund respectively. Included payments is a balance of Kshs.261,000 and Kshs.475,905 as disclosed in Note 7 and Note 9 respectively for personnel emoluments. Management of the School had engaged two (2) BOM teachers and four (4) casuals. However, records including contracts and muster rolls for all the staff engaged were not provided. Further, no annual staff appraisals and trainings for the staff was done.

In the circumstances, efficiency and effectiveness in teaching and non-teaching staff could not be confirmed.

5. Lack of Risk Management Policy

During the year under review, the School did not have an approved Risk Management Policy and a Risk Register to document risks emanating from the users and the mitigation factors in place to minimize the risks.

In the circumstances, risk management strategies in place to prevent fraud could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

26 May, 2026

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

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	359,426	280,723
Capitation grants for operations	2	1,332,541	918,963
School Fund Income- Parents' Contributions	4	2,526,552	3,192,917
Capitation grants for infrastructure	3	321,000	306,500
School Fund Income- Other receipts	5	1,704,482	0
Proceeds from borrowings		0	0
TOTAL RECEIPTS		6,244,001	4,699,103
PAYMENTS			
Payments for Tuition	6	360,480	308,820
Payments for operations	7	1,225,233	998,154
Payments for infrastructure	9	4,431,367	2,877,123
Boarding and school fund payments	8	435,500	90,480
TOTAL PAYMENTS		6,452,580	4,274,577
SURPLUS/DEFECIT		-208,579	-424,526

The school financial statements were approved on 30/06/2023 and signed by:

..... 

Name: Zachary MBEWA
Chair BOM

Date: 29/04/2026

..... 

Name: GAKUNYA SERAPHINA
School Principal/ Secretary to
BOM

Date: 29/04/2026

..... FAITH MUSEMA

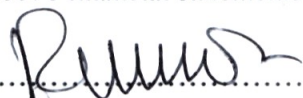
Name: 
Bursar/ Finance Officer

Date: 29/04/2026

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

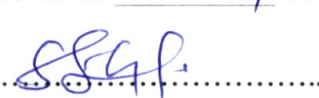
Description	Note	2022-2023 Kshs	2021-2022 Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances	10	388,442	258,714
Cash Balances	11	1,000	339,307
Short term Investment	12	0	0
Total Cash and cash equivalent		389,442.00	598,021
Account's receivables	13	206,400	2,430,189
TOTAL FINANCIAL ASSETS		595,842	3,028,210
FINANCIAL LIABILITIES			
Accounts Payables	14	220,700	838,962
NET FINANCIAL ASSETS		375,142	2,189,248
REPRESENTED BY			
Accumulated Fund b/fwd	15	583,721	1,764,722
Surplus/Deficit for the year		-208,579	424,526
NET FINANCIAL POSSITION		375,142	2,189,248

The school's financial statements were approved on 30/06/2023 and signed by:



Name: Elizabeth MBEUNA
Chair BOM

Date: 29/04/2026



Name: GAKUNGA SERAPHINA
School Principal/ Secretary to
BOM

Date: 29/04/2026



Name: FAITH MUSENA
Bursar/ Finance Officer

Date: 29/04/2026

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

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Capitation grants for tuition	1	359,426	280,723
Capitation grants for operations	2	1,332,541	918,963
School fund income- Parents contributions/ fees	3	4,231,034	3,192,917
Capitation grants for Infrastructure	4	321,000	306,500
Total receipts		6,244,001	4,699,103
Payments			
Payments for Tuition		360,480	308,820
Payments for operations		1,225,233	998,154
Payments for infrastructure		435,500	90,480
Boarding and school fund payments		4,431,367	2,877,123
Total payments		6,452,580	4,274,577
Net cash flow from operating activities		-208,579	424,526
Cash flow from investing activities			
Net cash inflow/outflows from investing activities		0	0
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0	0
Repayment of principal borrowings		0	0
Net cash inflow/outflow from financing activities		0	0
Net increase/decrease in cash and cash equivalents		-208,579	424,526
Cash and cash equivalent at beginning of the FY		598,021	173,495
Cash and cash equivalent at end of the FY		389,442	598,021

The school's financial statements were approved on 30/06/2023 and signed by:

.....[Signature].....

Name: ZACHARY

Chair BOM

Date: 29/04/2026

.....[Signature].....

Name: SERAPHINA GAKUNGA

School Principal/ Secretary to

BOM

Date: 29/04/2026

.....[Signature].....

Name: FAITH MUCENA

Bursar/ Finance Officer

Date: 29/04/2026

KABUABUA GIRLS' SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Receipts					
(1) Capitation Grant on Tuition					
Library and Reference Materials	21,568	0	21,568	21,568	100%
Exercise Books	172,524	0	172,524	172,524	100%
Laboratory Equipment	71,885	0	71,885	71,885	100%
Internal Exams	35,942	0	35,942	35,942	100%
Teaching / Learning Materials	57,507	0	57,507	57,507	100%
Exams And Assessment	0	0	0	0	100%
(2) Capitation Grant on Operations					
Personnel Emoluments	776,640	0	776,640	776,640	100%
Repairs And Maintenance	0	0	0	0	100%
Local Transport / Travelling	0	0	0	0	100%
Electricity And Water	151,983	0	151,983	151,983	100%
Medical	65,770	0	65,770	65,770	100%
Administration Costs	190,165	0	190,165	190,165	100%
Activity	147,983	0	147,983	147,983	100%
Gratuity	0	0	0	0	0%
	0	0	0	0	0%

KABUABUA GIRLS SECENDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	Comparable Basis d Kshs	
3) FDSE for infrastructure					
Maintenance & Improvement Moe	321,000	0	321,000	321,000	100%
M&I parents' contribution	0	0	0	0	0%
Economic Stimulus Programs	0	0	0	0	0%
Transition Infrastructure Grants	0	0	0	0	0%
Administration Block	0	0	0	0	0%
(4) Fees Charged on Parents					
Personnel Emoluments	318,311	0	318,311	318,311	100%
Repairs And Maintenance	372,975	0	372,975	372,975	100%
Local Transport / Travelling	291,350	0	291,350	291,350	100%
Electricity And Water	244,059	0	244,059	244,059	100%
Lunch	949,373	0	949,373	949,373	100%
Administration Costs	23,700	0	23,700	23,700	100%
Activity	102,434	0	102,434	102,434	100%
areears	224,350	0	224,350	224,350	100%
Fee On Boarding Equipment and Stores	1,704,482	0	1,704,482	1,704,482	100%
5) Miscellaneous Income					
Total Income	6,244,001	0	6,224,001	6,224,001	100%
(6) Expenditure For Tuition					
Textbooks	0	0	0	0	0%
Library and Reference Materials	21,568	0	21,568	0	0%
Exercise Books	172,524	0	172,524	190,000	110%

KABUABUA GIRLS' SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Basis Kshs	
Laboratory Equipment	71,885	0	71,885	130,000	181%
Internal Exams	35,942	0	35,942	0	0%
Teaching / Learning Materials	57,507	0	57,507	40,000	70%
Chalks	0	0	0	0	0%
Exams And Assessment	0	0	0	0	0%
Teachers Guides	0	0	0	0	0%
Administration Costs	0	0	0	0	0%
Bank Charges	0	0	0	480	0%
(7) Expenditure For Operations					
Personnel Emoluments	776,640	0	776,640	261,000	66%
Repairs, Maintenance & Improvements	0	0	0	48,000	0%
Local Transport / Travelling	0	0	0	0	0%
Electricity, Water and Conservancy	151,983	0	151,983	114,560	75%
Medical	65,770	0	65,770	0	0%
Administration Costs	190,165	0	190,165	559,720	294%
Activity Expenses	147,983	0	147,983	240,393	162%
Gratuity	0	0	0	0	0%
Bank charges	0	0	0	1,560	0%
(8) Expenditure For infrastructure					
operation	321,000	0	321,000	0	0%

KABUABUA GIRLS SECENDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Comparable Basis Kshs	
Repairs, Maintenance & Improvements	0	0	0	435,500	0%
Construction of classrooms	0	0	0	0	0%
Construction of LAB	0	0	0	0	0%
Construction of DORMS	0	0	0	0	0%
Purchase of furniture	0	0	0	0	0%
Purchase of equipment	0	0	0	0	0%
Purchase of machinery	0	0	0	0	0%
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	318,311	0	318,311	475,905	0%
Repairs And Maintenance	372,975	0	372,975	536,835	0%
Local Transport / Travelling	291,350	0	291,350	232,450	0%
Electricity And Water	244,059	0	244,059	49,970	0%
Lunch	949,373	0	949,373	0	0%
Administration Costs	23,700	0	23,700	380,855	0%
Activity	102,434	0	102,434	348,830	0%
areears	224,350	0	224,350	0	0%
Fee On Boarding Equipment and Stores	1,704,482	0	1,704,482	2,386,830	0%
Expenditure For Income Generating Activity	0	0	0	0	0%
medical Costs	0	0	0	6,130	0%
Other Expenses On Investments	0	0	0	0	0%

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
Rent Expenses	0	0	0	0	0%
Farm activity	0	0	0	12,050	0%
Bank Charges	0	0	0	1,512	0%
Loan Interest Repayment	0	0	0	0	0%
Loan Principal Repayment	0	0	0	0	0%
Acquisition Of Assets	0	0	0	0	0%
Totals	6,244,001	0	6,244,001	6,452,580	103%

8. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

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 2023.

9. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Textbooks and reference materials	21,568	16,842
Exercise books	172,524	134,747
Laboratory equipment	71,885	56,145
Internal exams	35,942	28,073
Teaching / learning materials	57,507	44,916
Chalks	0	0
Exams and assessment	0	0
Teachers guides	0	0
Total	359,426	280,723

2 Capitation grants for operation

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	776,640	624,853
Repairs and maintenance	0	0
Local transport / travelling	0	0
Electricity and water	151,983	0
Medical	65,770	49,018
Administration costs	190,165	134,801
Activity	147,983	110,291
Total	1,332,541	918,963

3 Capitation grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
operation	321,000	306,500
Repairs and maintenance	0	0
Local transport / travelling	0	0
Total	321,000	306,500

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	318,311	305,940
Repairs and maintenance	372,975	195,890
Local transport / travelling	291,350	138,080
Electricity and water	244,059	123,250
lunch	949,373	391,429
Administration costs	23,700	173,300
Activity	102,434	129,550
Arrears	224,350	258,370
Total	2,526,552	1,715,809

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Fee on boarding equipment and stores	1,704,482	1,477,108
Rent Income	0	0
Income From Farming Activities	0	0
Insurance Compensation	0	0
Income From Posho Mill	0	0
Income From Bus Hire	0	0
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations*	0	0
Interest Income	0	0
Dividends Income	0	0
Loans/Borrowings*	0	0
Other Income (<i>specify</i>) *	0	0
Total	1,704,482	1,477,408

KABUABUA GIRLS SECENDARY SCHOOL

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

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Textbooks and reference materials	0	65,000
Exercise books	190,000	30,000
Laboratory equipment	130,000	20,000
Internal exams	0	169,750
Teaching / learning materials	40,000	22,270
Chalks	0	0
Exams and assessment	0	0
Teachers guides	0	0
Administration Costs	0	0
Bank Charges	480	1,800
Total	360,480	308,820

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	261,000	348,000
Service Gratuity	0	0
Administration Cost	559,720	120,644
Repairs and maintenance & improvements	48,000	144,470
Local transport / travelling	0	166,200
Electricity and water	114,560	90,000
Medical	0	0
Activity Expenses	240,393	128,000
Bank Charges	1,560	840
Acquisition of Assets	0	0
TOTAL	1,225,233	998,154

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Repairs and maintenance & improvements	435,500	90,000
Construction of classrooms	0	0
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of furniture	0	0
Purchase of equipment	0	0
Purchase of apparatus	0	0
Drilling of boreholes	0	0
Others (specify)	0	0
Bank charges		480
Total	435,500	90,480

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	475,905	375,470
Activity	348,830	58,200
Repairs and maintenance & Improvements	536,835	196,326
Local transport / travelling	232,450	87,600
Electricity and water	49,970	79,387
Medical Expenses	6,130	0
Administration costs	380,855	409,130
Lunch Program me	0	0
Bank Charges	1,512	3,240
Farm activity	12,050	0
Fee on Boarding Equipment and Stores	2,386,830	1,667,770
Total	4,431,367	2,877,123

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account			8,999	10,053
Operations Account			129,792	22,484
School Fund Account/Boarding			148,131	10,157
Savings Account			0	0
Parent Association Development Account			0	0
Income Generating Activities Account			0	0
Infrastructural Account			101,520	216,020
Total			388,442	258,714

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	1,000	339,307
Total	1,000	339,307

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	206,420	2,430,189
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	0	0
Imprest (list/schedule attached)	0	0
Rent arrears (list/schedule attached)	0	0
Total	206,420	2,430,189

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	206,420	0%	226,130	%
Between 1- 2 years	0	0%	496,990	%
Between 2-3 years	0	0%	0	%
Over 3 years	0	0%	1,707,069	%
Total (should tie to note 13 a)	206,420	0%	2,430,189	%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	220,700	838,962
Prepaid Fees	0	0
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Caution money	0	0
Other payables (<i>specify</i>)	0	0
Total	220,700	838,962

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	220,700	0%	838,962	0%
Between 1- 2 years	0	%	0	%
Between 2-3 years	0	%	0	%
Over 3 years	0	%	0	%
Total (should tie to note 14)	220,700	0%	838,962	0%

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	258,714	173,495
Cash Balances	339,307	0
Short Term Investments	0	0
Receivables	206,400	2,430,189
Payables	(220,700)	(838,962)
Total	583,721	1,764,722

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Others (specify)	0	0
Total	0	0

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle		0	0
Goats	8	60,000	40,000
Trees		0	0
Coffee Or Tea Plantation		0	0
Poultry		0	0
Others (specify)		0	0
Total		60,000	40,000

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	(0)	(0)
Balance at the end of the year	0	0

Other important disclosure notes

19 Stock/ Inventory

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	0	0
Lab consumables	0	0
Farm produce	0	0
Medication	0	0
Construction Materials	0	0
Others (specify)	0	0
	180,000	270,000

KABUABUA GIRLS SECENDARY SCHOOL

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

20 Progress On Follow Up Of Auditor Recommendations

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

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

Sign and Date
Principal

THE PRINCIPAL
KABUABUA GIRLS SEC. SCH.
P.O. Box 2897 - 60200, MERU
Date: 29/4/26 Sign: 



10. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance Comparative 2023	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
Sub-Total						
Supply Of Goods						
2. Eusebius Muthengi				220,700	284,700	To be paid early of the next financial year
3. Regional books supplies					230,000	To be paid early of the next financial year
4.					74,262	To be paid early of the next financial year
Sub-Total				220,700	588,962	
Supply Of Services						
5. Debuem suppliers					250,000	To be paid early of the next financial year
6.					0	To be paid early of the next financial year
Sub-Total				0	250,000	
Grand Total				220,700	838,962	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs)	30 th June 2023
Land	3,000,000	0	0	0	3,000,000
Buildings And Structures	1,000,000	0	0	0	1,000,000
Motor Vehicles	0	0	0	0	0
Office Equipment, Furniture And Fittings	500,000	0	0	0	500,000
Textbooks	200,000	0	0	0	200,000
ICT Equipment	600,000	0	0	0	600,000
Tools And Apparatus	300,000	0	0	0	300,000
Other Machinery And Equipment	500,000	0	0	0	500,000
Heritage And Cultural Assets	200,000	0	0	0	200,000
Intangible Assets- Soft Ware	100,000	0	0	0	100,000
Total	6,400,000	0	0	0	6,400,000

KABUABUA GIRLS SECENDARY SCHOOL

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

TRIAL BALANCES CONTINUED
OPERATIONS ACCOUNT

TRIAL BALANCE AS AT 30/06/2023

VOTE HEADS	LF	Approved estimates	DR	CR	Commitment	Balance	Adjustments		Final trial balance	
							DR	CR	DR	CR
Opening balances		-	0	22,484		-	-	-	0	22,484
-Bank		-	0	0		-	-	-	0	0
-Cash		-	0	0		-	-	-	0	0
Repairs Maintenance & Improvement			48,000	98,654			-	-	48,000	98,654
Local Transport & Travel			0	98,654			-	-	0	98,654
EW&C			114,560	151,983			-	-	114,560	151,983
Administration cost			559,720	190,165			-	-	559,720	190,165
Co-curium activity			240,393	147,983			-	-	240,393	147,983
Personal Emoluments			261,000	900,332			-	-	261,000	900,332
Medical		-	0	65,770					0	65,770
Infrastructure			321,000	0					321,000	0
Bank charges		-	1,560	0		-	-	-	1,560	0
closing balances		-	129,792	0		-	-	-	129,792	0
-Bank		-	129,792	0		-	-	-	129,792	0
-Cash		-	0	0		-	-	-	0	0
TOTAL			1,676,025	1,676,025			-	-	1,676,025	1,676,025

Prepared by; GAKUNGA SERAPHINA date 29/04/2026 signature [Signature]

Principal/B.O.M Secretary

Approved by; Secretary MBERU date 29/06/2026 signature [Signature]

B.O.M Chair.

KABUABUA GIRLS SECONDARY SCHOOL

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

TRIAL BALANCES CONTINUED
TUITION ACCOUNT

TRIAL BALANCE AS AT 30/06/2023

VOTE HEADS	LF	Approved estimates	Commitment		Balance		Adjustments		Final trial balance	
			DR	CR	DR	CR	DR	CR	DR	CR
Opening balances		-	0	10,053			-	-	0	10,053
-Bank										
-Cash		-	0	0			-	-	0	0
Exercise books			190,000	172,524					190,000	172,524
Laboratory equipment's			130,000	71,885					130,000	71,885
Teaching and learning materials			40,000	57,507					40,000	57,507
Internal Exams			0	35,942					0	35,942
Reference and library Materials			0	21,568					0	21,568
Bank charges		-	480	0			-	-	480	0
Closing balances		-	8,999	0			-	-	8,999	0
-Bank										
-Cash		-	0	0			-	-	0	0
TOTAL			369,479	369,479			-	-	369,479	369,479

Prepared by; GAKUNGA SERAPITINA date 29/04/2026 signature SSA
Principal/B.O.M Secretary

Approved by; SECRETARY MBENGA date 29/04/2026 signature MBENGA
B.O.M Chair

KABUABUA GIRLS SECENDARY SCHOOL

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

TRIAL BALANCES CONTINUED
INFRASTRUCTURE ACCOUNT

TRIAL BALANCE AS AT 30/06/2023

VOTE HEADS	LF	Approved estimates	DR	CR	Commitment	Balance	Adjustments		Final trial balance	
							DR	CR	DR	CR
Opening balances		-	0	216,020		-	-	-	0	216,020
		-	0	0		-	-	-	0	0
Operations a/c			0	321,000			-	-	0	321,000
Repairs & Maintenance			435,500	0			-	-	435,500	0
Bank charges		-	0	0			-	-	0	0
Closing balances		-	101,520	0		-	-	-	101,520	0
		-	0	0		-	-	-	0	0
TOTAL			537,020	537,020			-	-	537,020	537,020

Prepared by; GAKUNGA SERAPHINA date 29/04/2026 signature [Signature]

Principal/B.O.M Secretary

Approved by; Secretary MBERU date 29/04/2026 signature [Signature]

B.O.M Chair.

KABUABUA GIRLS SECENDARY SCHOOL

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

TRIAL BALANCES CONTINUED
SCHOOL FUND ACCOUNT

TRIAL BALANCE AS AT 30/06/2023

VOTE HEADS	LF	Approved estimates	DR		Commitment	Balance	Adjustments		Final trial balance	
			DR	CR			DR	CR	DR	CR
Opening balances										
Bank		-	0	10,157		-	-	-	0	10,157
Cash		-	0	339,307		-	-	-	0	339,307
B.E.S			2,386,830	1,704,482			-	-	2,386,830	1,704,482
ACTIVITY			348,830	102,434					348,830	102,434
RMI			536,835	372,975			-	-	536,835	372,975
LT&T			232,450	291,350					232,450	291,350
P.E			475,905	318,311					475,905	318,311
ADMINISTRATIVE COST			380,855	23,700					380,855	23,700
EW&C			49,970	244,059					49,970	244,059
LUNCH			0	949,373					0	949,373
ARREARS			0	224,350					0	224,350
MEDICAL			6,130	0					6,130	0
FARM ACTIVITY			12,050	0					12,050	0
Bank charges		-	1,512	0			-	-	1,512	0
Closing balances										
Bank		-	148,131	0		-	-	-	148,131	0
Cash		-	1,000	0		-	-	-	1,000	0
TOTAL			4,580,498	4,580,498			-	-	4,580,498	4,580,498

Prepared by;

Name GAKUNGA SERAPHINA date 29/04/2026 signature [Signature]

Principal/B.O.M Secretary

Approved by;

Name Secretary MBEUN date 29/04/2026 signature [Signature]

B.O.M Chair.