REPUBLIC OF KENYA

REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

OUR LADY OF FATIMA CHINGA GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2024

NYERI COUNTY

OFFICE OF THE AUDITOR GENERAL
NYERI REGIONAL OFFICE
★ 30 MAR 2026 ★
RECEIVED
P.O. Box 267 - 10100, NYERI

OUR LADY OF FATIMA CHINGA GIRLS
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

(This list is an indication of the common acronyms and abbreviations: the Entity should include all from the annual report and financial statements prepared)

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 Nyeri County, Nyeri South Sub-County.

The school was registered in 22/08/2016 under registration number 19S00300064 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 1056 number of students as at *30th June 2024*. It has 4 streams for form 2 to 4,7 streams for form 1 and 37 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	MR. KING'ORI KURAIHU	Chairman	15/03/2022
2	MRS. ESTHER NJIRU	Secretary - Principal	15/03/2022
3	MS. JANE WAITHAKA	Vice- chair	15/03/2022
4	MR. JOHN GATHERU	Member	15/03/2022
5	MS. TABITHA KIRAGU	Member	15/03/2022
6	MS. EVA WAMBUI MAINA	Member	15/03/2022
7	MR. MACHARIA GITHIGA	Member	15/03/2022
8	MR. MWAI KIRAGU CECILIA GIKONYO	Member – Rep CEB	15/03/2022
9	MRS. AGNES MWANGI	Member Rep Teachers	15/03/2022
10	FR. DAVID MUTAHI MR. KING'ORI KURAIHU MS. MARY KIMAMO	3 Members - Sponsor	15/03/2022
11	DR. THOMAS THIGA	Member - Community	15/03/2022
12	BEATRICE WANJIRU WAITITU	Member Special Needs	15/03/2022
13	Student leader	Rep Students	-

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5	MS. TABITHA KIRAGU	Member	15/03/2022
6	MS. EVA WAMBUI MAINA	Member	15/03/2022
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12	BEATRICE WANJIRU WAITITU	Member Special Needs	15/03/2022
13	Student leader	Rep Students	-

The functions of the School Board of Management are to:

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

(c) Committees of the Board

(Provide the names of the various committees of the Board established by the Board and the names of the committee members):

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.kingori kuraihu 2.Esther Njiru 3. Jane Waithaka 4. Alex Mugendi	B.O.M chair B.O.M Secretary Member community P.A Chair	2 out of 3 ..
2	Audit Committee	1.Esther Njiru 2. Jane Waithaka 3. Alex Mugendi 4.Agnes mwangi	B.O.M Secretary Member community P.A Chair member	1
3	Finance,procurement and general purposes Committee			

4	Academic Committee	1.Esther Njiru 2. Jane Waithaka 3. Agnes mwangi 4. Fr. Mutahi 5. Daniel Kiragu	B.O.M Secretary Member community Member Sponsor Rep CEB	2
5	Development Committee	1.kingori kuraihu 2.Esther Njiru 3. Jane Waithaka 4. Alex Mugendi 5. John Gatheru 6. Agnes mwangi 7. Tabitha Kiragu	B.O.M chair B.O.M Secretary Member community P.A Chair Member Member D/P Administration	1
6	Discipline and welfare Committee	1.Tabitha Kiragu 2. Margaret Ruga 3. Nancy Mwangi 4. Gladys Kariuki 5. Daniel Ndirangu	D/P Administration D/P Academic Teacher Dean H.O.D	1
7	Adhoc Committee (if any during the year)	1.Tabitha Kiragu 2. Margaret Ruga 3. Joseph Nderitu 4. Charles Njonjo 5. Daniel Wanjau 6.Ms.Nancy Mwangi	D/P Administration D/P Academic School Bursar Account clerk Storekeeper Teacher	3

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Esteher W. Njiru	TSC No. 291415
2	Deputy Principal	Mrs. Tabitha kiragu	TSC No. 352349
3	Deputy Principal	Mrs. Margaret Ruga	TSC No. 371989
4	School Bursar	Joseph T. Nderitu	ID 29360464
5	Accounts Clerk	Charles Njonjo	ID 11629966

(e) Schools contacts

Post Office Box: 79-10106, OTHAYA
Telephone: +254703 753 811
E-mail: chingagirlshighschool@gmail Website
Website:
Facebook:
Twitter:

(f) School Bankers

The following school operated 7 number of bank accounts in the following banks:

NO.	NAME		BANK
1	Tuition kcb – othaya postal address 79,10106 othaya	5	School fund kcb –othaya postal address 79,10106 othaya
2	Operations kcb –othaya postal address 79,10106 othaya	6	School fund equity –othaya postal address 79,10106 othaya
3	Infrastructure kcb –othaya postal address 79,10106 othaya	7	Development equity –othaya postal address 79,10106 othaya
4	CDF kcb –othaya postal address 79,10106 othaya		
MPESA Pay Bill No.522123 Attached to School Fund 1103535110 KCB bank account			

(g) Independent Auditors

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

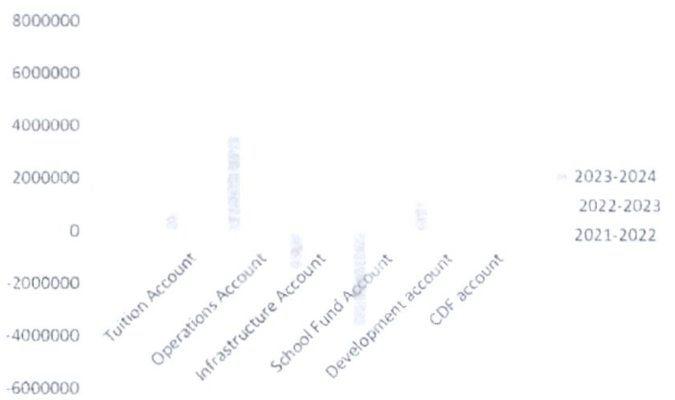
3. **Summary Report of Performance of The School**

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

a) **Financial performance**:

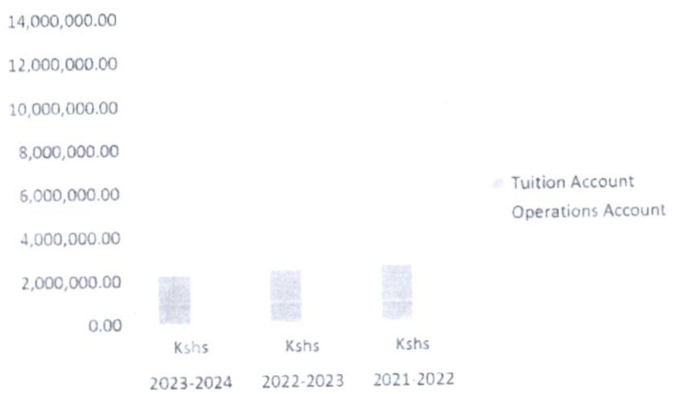
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS			
ACCOUNTS	2023-2024	2022-2023	2021-2022
			Kshs
Tuition Account	695,097.00	122,622.50	(1,384,113.60)
Operations Account	3,623,132.00	(2,197,248.50)	(1,005,978.50)
Infrastructure Account	(1,477,137.00)	(1,013,412.50)	756,324.00
School Fund Account	(3,647,264.00)	(4,046,057.33)	5,752,220.00
Development account	1,209,532.00	(2,015,467.50)	1,043,102.00
CDF account	(23,705.00)	-	
TOTAL	**379,655.00**	**(9,149,563.33)**	**5,161,553.90**
Increase/Decrease	**Increase**	**Decrease**	**Increase**



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

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS			
ACCOUNTS	**2023-2024 Kshs**	**2022-2023 Kshs**	**2021-2022 Kshs**
Tuition Account	2,230,642.00	2,442,411.50	2,590,453.40
Operations Account	12,384,364.00	10,115,425.50	12,323,316.50
Total	**14,615,006.00**	**12,557,837.00**	**14,913,769.90**
Increase/Decrease	**2,057,169.00**	**(2,355,932.90)**	**7,553,788.65**
No of Students	1056	830	787
Ratio per student	**1:13,818**	**1:15,129.92**	**1:18,950.15**



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

OVERVIEW OF GROWTH OF OTHER INCOME(S) EARNED BY THE SCHOOL			
ACCOUNTS	**2023-2024 Kshs**	**2022-2023 Kshs**	**2021-2022 Kshs**
School Fund Account	37,946,771.00	46,041,388.36	45,910,010.0
Miscellaneous income / other receipts	9,437,309.00		
Development Account	1,242,777.00	864,478.50	1,062,582.0
CDF Account	-		
Total	**48,626,857.00**	**46,905,866.00**	**46,972,592.0**
Increase/Decrease	**1,720,990.00**	**(66,725.00)**	**30,255,743.0**

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

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL			
ACCOUNTS	2024-2024	2022-2023	2021-2022
	KSH	KSH	KSH
Tuition Account	1,535,545.00	2,319,789.00	3,974,567.00
Operations Account	8,761,232.00	12,312,674.00	13,329,295.00
Infrastructure Account	2,982,537.00	4,176,412.50	4,543,176.00
School Fund Account	51,031,344.00	50,087,445.69	40,157,790.00
Development Account	33,245.00	2,879,946.00	19,480.00
CDF Account	23,705.00	-	-
Total	**64,367,608.00**	**71,776,267.00**	**62,024,308.00**
Increase/Decrease	**(7,408,659.00)**	**9,751,959.00**	**40,377,697.00**

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

II. MOVEMENT OF DEBTORS OF THE SCHOOL (accumulated)			
ACCOUNTS	**2023-2024**	**2022-2023**	**2021-2022**
	Kshs	**Kshs**	**Kshs**
Debtors	13,634,056.00	8,345,124.35	5,698,082.35
Total	**13,634,056.00**	**8,345,124.35**	**5,698,082.35**
Increase/Decrease	**5,288,932.00**	**2,647,042.00**	**891,167.00**

MOVEMENT OF CREDITORS OF THE SCHOOL (accumulated)			
ACCOUNTS	2023-2024	2022-2023	2021-2022
	Kshs	Kshs	Kshs
Creditors	7,342,205.00	2,338,023.00	1,767,077.00
	7,342,205.00	**2,338,023.00**	**1,767,077.00**
Increase/Decrease	**5,004,182.00**	**570,946.00**	**58,020.00**

Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends unless the school is new).

b) **Teacher Student ratio:**

Between the month of July 2023 and June 2024, the status of the teaching staff is as follows:

There are 29 teachers posted by the Teachers Service Commission and 8 recruited by the Board of Management. We are grateful that four (4) teachers have been posted to school after two (2) transferred. There was no (0) retiree in 2024. Although the teacher student ratio lies at 1:29. We have a shortage of teachers from the given CBE. This is due to subject specialization in Form 3 and Form 4 and more streams in form 1.

c) **The mean score in the *2023* KCSE**:

YEAR	ENROLMENT	MEAN	TRNSITION	TRNSITION (%)	SCHOOL TARGET	COMMENTS
2023	190	6.342	127	67%	7.01	Negative deviation due to covid effects, lack of adequate time and class ability.
2022	169	6.509	131	77.51%	7.01	Positive deviation in transition rate & mean.
2021	183	6.126	121	66.12%	6.8	More than half qualified for middle level colleges and universities. -negative deviation due to covid related issues

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

YEAR	*2024*	*2023*	*2022*	*2021*
CANDIDATES	189	*190*	*169*	*183*

e) **The capacity of the school**:

FACILITIES	*dormitories*	*dining hall*	*laboratories*	*classrooms*	*Toilets(in& out)*
UNITS	*11*	*1*	*3*	*20*	*100*
CAPACITY	*1002*	*1000*	*120*	*900*	-
No. of students in the school	*1056*	*1056*	*1056*	*1056*	*1056*

f) **Development projects carried out by the school:**

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dorm expansion	R.M.I & Parents	100% complete	13,457,403.50	9,369,273.50	Completed

27/3/2026

School Principal

4. Statement of School Management Responsibility

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

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

The Board of Management of ***Our Lady of Fatima Chinga 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, 2024, and of the school's financial position as at that date.

....

Name:
Designation: Chairman, School Board of Management
Date:

....

Name: MARGARET WANJIRU
Designation: School Principal & Secretary to Board of Management
Date:

JOSEPH NDERITU...............

Name:
Designation: Bursar/ Finance Officer
Date: 27/03/2026

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

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

REPORT OF THE AUDITOR-GENERAL ON OUR LADY OF FATIMA CHINGA GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - NYERI 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 IPSAS financial statements of Our Lady of Fatima Chinga Girls Secondary School - Nyeri County set out on pages 1 to 23, which comprise the statement of assets and liabilities as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 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 IPSAS financial statements present fairly, in all material respects, the financial position of Our Lady of Fatima Chinga Girls Secondary School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Misclassification of Government Grants for Infrastructure

The statement of receipts and payments reflects government grants for operations and infrastructure balances of Kshs.12,384,364 and Kshs.1,505,400 as disclosed in Note 2 and Note 3 respectively, to the financial statements. However, the amount of Kshs.1,505,400 reported as grants for infrastructure was transfers from operations to the infrastructure account and not funds received for infrastructure. The School did not receive any funds specifically for Infrastructure during the year under audit and thus the amount is captured twice.

In the circumstances, the accuracy and completeness of for operations and infrastructure balances of Kshs.12,384,364 and Kshs.1,505,400 respectively, could not be confirmed.

2. Inclusion of Fees Recoveries and Trade Creditors Paid in Ageing Analysis

The statement of assets and liabilities reflects accounts receivable and accounts payable balances of Kshs.13,634,056 and Kshs.7,342,205 as disclosed in Note 16 and Note 17 respectively to the financial statements. However, it was noted that fees recoveries, trade creditors paid and refunds made during the year have been included in the ageing analysis as negative balances. Inclusion of the above distorts the ageing profile and does not reflect the true position of receivables and payables at the reporting date.

In the circumstances, the accuracy of accounts receivable and account payable balances of Kshs.13,634,056 and Kshs.7,342,205 could not be confirmed.

3. Misstatement of Accumulated Fund Balance

The statement of assets and liabilities reflects accumulated fund balance brought forward of Kshs.18,074,431 instead of Kshs.17,789,681. Further, under note 18 to the financial statements, an amount of Kshs.284,750 is reported as prior period correction while the correction had already been effected in the year 2022-2023. Management did not explain the nature of the error nor disclose how the adjustment was accounted for in the notes to the financial statements.

In the circumstances, the accuracy of the accumulated fund balance brought forward of Kshs.18,074,431 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.53,192,150 and Kshs.64,747,263 respectively, resulting in an over-funding of Kshs.11,555,113 or 22% of the budget. Management did not explain the cause of over-funding.

In the circumstance, the Management may have under budgeted for receipts.

My opinion is not modified in respect of this matter.

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 Matter

Unresolved Prior Year Matters

The Auditor General's report for the year ended 30 June, 2023 raised several audit issues which remained unresolved as at 30 June, 2024. Management has not taken adequate action to address these matters. The issues relate to prior periods and have been reported for emphasis of matter purposes.

No	Audit issue
1	Uncollected house rent
2	Budgetary Control and Performance
3	Issue of materials not recorded during constructions
4	Irregular engagement of temporary workers
5	Reallocation of funds
6	Long outstanding receivables

Other Information

The Management is responsible for the Other Information set out on pages I to XIV which comprise of Key School Information and Management, Summary Report of Performance of the School and the Statements 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. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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 sections 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 boarding and school fund payments balance of Kshs.51,064,589 as disclosed in Note 10 to the financial statements. Included in the expenditure is an amount of Kshs.1,189,181 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,189,181 could not be confirmed.

2. Failure to Bank Own Generated Revenue in a Separate Bank Account

The statement of receipts and payments reflects an amount of Kshs.10,680,086 in respect of miscellaneous income and as disclosed in Note 5 to the financial statements. However, the incomes from own generated revenue like bus hire and music festivals were all maintained in the school fund account -parents contribution contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day Secondary Education (FDSE) requires that schools with income generating activities to open separate bank accounts for the stream of income and account for it in accordance with financial regulations.

In the circumstances, Management was in breach of law.

3. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects government grants for operations amount of Kshs.12,384,364 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount was Kshs.1,505,400 in respect to infrastructure funds. However, the amount was transferred to the infrastructure account 21 days for Kshs.670,400 and 48 days for Kshs.835,000 after receipt of the operation amounts. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/10/18/ (112) of 15 November, 2022 which directed that maintenance and improvement funds be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

4. Irregularities in Procurement Processes

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

4.1 Failure to Issue Professional Opinion Prior to Award

Review of the procurement process for the period under review, revealed that no professional opinion was issued by the Accounting Officer prior to the award of contracts. This contravened the provision of Regulation 79 (1) of the Public Procurement and Asset Disposal Regulations, 2020 which states that, upon receipt of the evaluation report and professional opinion, the accounting officer shall take into account the contents of the professional opinion and shall within a day, in writing approve award to the successful tenderer.

4.2. Lack of an Inspection and Acceptance committee

The audit review of procurement records revealed that there was no evidence of an inspection and acceptance committee established to verify goods, work or services received prior to payment. This contrary to Section 48 (1) of Public Procurement and Asset Disposal Act, 2015 states that requires a procuring entity to establish an inspection and acceptance committee responsible for verifying goods, works or services before acceptance.

4.3 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 (National Regulations) 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

4.4 Weaknesses in Record Keeping

During the year under review, the School failed to maintain complete procurement records, including tender documents, tender advertisements, bid evaluation reports, correspondences with supplier, contract documents, payment certificates and contract performance monitoring reports. This was contrary to Section 68 of the Public Procurement and Asset Disposal Act, 2015 and limits audit trail and transparency.

In the circumstances, Management was in breach of law.

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

Review of the financial statement revealed the following inconsistencies;

i. Inclusion the instruction under the committee of the Board on page iv.
ii. Number of meetings attended during the year on page iv reported as per the guidelines;
iii. The School bankers' information on page vi does not include the account numbers;
iv. The statement of comparison of budget versus actual amounts did not provide explanations for differences between actual and budgeted amounts (10% over/ under) as per International Public Sector Accounting Standards 24.14, explanation for changes between original and final budget indicating whether the difference is due to reallocations or other causes as per (IPSAS 24.29);
v. Development figure for the year 2022-2023 on page 15 of the financial statements is recorded as Kshs.864,479 while the re casted figure is Kshs.701,125 resulting in an unexplained variance of Kshs.163,354; and
vi. Bank charges under infrastructure on page 16 is reported as Kshs.43,345 instead of Kshs.4,345.

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

6. Long Outstanding Trade and Other Payables Balance

The statement of assets and liabilities and as disclosed in Note 17 to the financial statements reflects payables balance of Kshs.7,342,205. However, included in the balance are trade payables balance of Kshs.1,956,645 which has been outstanding for more than one (1) year which could lead to risk of loss of public funds through litigations, interests and penalties. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates'.

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

7. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.2,230,642 and Kshs.12,384,364, respectively as disclosed in Note 1 and Note 2 to the financial statements. However, inconsistencies in the enrolled number of students between NEMIS and the School's student registers were noted during the three (3) terms as at the date of disbursements, resulting to over funding by an amount of Kshs.103,160 as shown in the table below;

Term	Tuition capitation received (Kshs)	Operations capitation received (Kshs)	Total capitation received (Kshs)	Expected capitation as per school enrolment (Kshs)	Under-funding (Kshs)
Term 3 2023	425,034	1,680,751	2,105,785	2,090,708	15,077
Term 1 2024	1,004,505	5,470,653	6,475,158	6,428,630	46,528
Term 2 2024	801,104	3,632,815	4,433,919	4,392,364	41,555
	2,230,642	**10,784,219**	**13,014,861**	**12,911,701**	**103,160**

In the circumstances, the School was over-funded by Kshs.103,160.

8. Unapproved Fees on Parents Association Support Programme

The statement of receipts and payments reflects School fund income - parents' contributions amount of Kshs.37,946,771 as disclosed in Note 4 to the financial statements. Examination of the records revealed that the School charged an amount of Kshs.50,535 per student for forms three (3) and form four (4) to support the programme which had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that a parent will only pay for School uniforms, boarding related costs as reflected in the boarding fee structure and lunch for the day scholars.

In the circumstances, Management was in breach of law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Long Outstanding Receivables Balance

The statement of assets and liabilities reflects accounts receivable balance of Kshs.13,634,056 in respect of fees arrears as disclosed in Note 16 to the financial statements. Included in the balance is accounts receivable balance of Kshs.5,802,797 which had been outstanding for more than three (3) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivable balance.

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

2. Lack of Internal Audit Function

During the year under review, the School did not constitute an internal audit unit as required by Section 73 subsection (1) (a) and subsection 5 of the Public Finance Management Act, 2012 which states that “every National Government entity shall ensure that it complies with this Act and has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board.”

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

3. Weaknesses in Management of Assets

Annex 2 to the financial statements shows a summary of the fixed assets register. However, the values of the assets have not been indicated. The register also includes approximately 13.606 hectares of land on which the School is built, but the School did not have ownership documents for this land. Management only provided a letter dated 19 September, 2018 indicating that documents had been submitted to the Nyeri Lands

Management Board to obtain a title deed. There was no evidence of further follow up has been made since then to ensure that the School obtains a title deed.

In the circumstances, the ownership of the land occupied by the School 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 Board of Management

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

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

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

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

The Board of Management 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

06 May, 2026

6. Statement Of Receipts and Payments for the Year Ended 30th June 2024

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	2,230,642.00	2,442,411.50
Government grants for operations	2	12,384,364.00	10,115,425.50
Government grants for Infrastructure / (Transfer From Operation /R.M.I.)	3	1,505,400.00	3,163,000.00
School fund income- parents' contributions	4	37,946,771.00	39,389,702.00
Miscellaneous incomes/other receipts	5	10,680,086.00	6,651,686.36
Development account	6		864,478.50
Total Receipts		**64,747,263.00**	**62,626,703.86**
Payments			
Tuition	7	1,535,545.00	2,319,789.00
Operations	8	8,761,232.00	12,312,674.00
Infrastructure	9	2,982,537.00	4,176,412.50
Boarding and school fund	10	51,064,589.00	50,087,445.69
Development account	11		2,879,946.00
CDF account	12	23,705.00	-
Total Payments		**64,367,608.00**	**71,776,267.19**
Surplus/Deficit		**379,655.00**	**(9,149,563.33)**

The school financial statements were approved on 27 March 2025 and signed by:

....	....	....
Name:	**Name:** MARGARET WANJIRU	**Name:** JOSEPH NJOGRITU
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date:	**Date:** 27/3/2026	**Date:** 27/03/2026

7. Statement of Assets and Liabilities As At 30th June 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	13	12,024,062.00	11,592,221.00
Cash balances	14	138,173.00	190,359.00
Short term investments	15	-	-
Total cash and cash equivalent		12,162,235.00	11,782,580.00
Account's receivables	16	13,634,056.00	8,345,124.00
Total financial assets (a)		**25,796,291.00**	**20,127,704.00**
Financial liabilities			
Accounts payables	17	(7,342,205.00)	(2,338,023.00)
Total Financial liabilities (b)			
Net financial assets (a-b)		**18,454,086.00**	**17,789,681.00**
Represented by			
Accumulated fund b/fwd.	18	18,074,431.00	26,939,244.00
Surplus/deficit for the year		379,655.00	(9,149,563.00)
		-	
Net Assets		**18,454,086.00**	**17,789,681.00**

The school's financial statements were approved on 27th March 2026 and signed by:

....	....NTTE............................	....Jsq........................
Name:	Name: MARGARET WANJIKU	Name: JOSEPH NDEGWITI
Chair BOM	School Principal/ Secretary to BOM	Bursar/ Finance Officer
Date:	Date: 27/3/2026	Date: 27/03/2026

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

Description	Note	*2023-2024*	*2022-2023*
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,230,642.00	2,442,411 50
Government grants for operations	2	12,384,364.00	10,115,425.50
Government grants for infrastructure	3	1,505,400.00	3,163,000.00
School fund income- parents contributions/ fees	4	37,946771.00	39,389,702 00
Other income	5	9,437,309.00	6,651,686.36
Development account	6	1,242,777.00	864,478.50
Total receipts		**64,747,263.00**	**62,626,703.86**
Payments			
Cash outflows for tuition	7	1,535,545.00	2,319,789.00
Cash outflows for operations	8	8,761,232.00	12,312,674.00
Infrastructure account	9	2,982,537.00	4,176,412.50
Cash outflows Boarding/lunch and school fund payments	10	51,031,344.00	50,087,445.69
Development account	11	33,245.00	2,879,946.00
CDF account	12	23,705.00	-
Total payments		**64,367,608.00**	**71,776,267.00**
Net cash inflow/outflow from operating activities		**379,655.00**	**(9,149,563.00)**
Cash flow from investing activities			
Acquisition of assets			(-)
Proceeds from sale of Assets			-
Proceeds from investments			-
Purchase of investments			(-)
Net cash inflow/outflows from investing activities			-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		-
Repayment of principal borrowings			(-)
Net cash inflow/outflow from financing activities			-
Net increase/decrease in cash and cash equivalents		**379,655.00**	**(9,149,563.00)**
Cash and cash equivalent at beginning of the FY		**11,782,580.00**	**20,932,142.00**

Cash and cash equivalent at end of the FY		12,162,235.00	11,782,580.00

The school's financial statements were approved on 27th March 2025 and signed by:

....	....	....
Name:	Name: MARGARET NJAGI	Name: JOSEPH NDERITU
Chair BOM	School Principal/ Secretary to BOM	Bursar/ Finance Officer
Date:	Date: 27/3/2026	Date: 27/03/2025

9. **Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2024**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	193,800.00		193,800.00	0.00	
Exercise Books	1,326,000.00		1,326,000.00	0.00	
Laboratory Equipment	1,219,450.00		1,219,450.00	0.00	
Textbooks	229,500.00		229,500.00	0.00	
Teaching / Learning Materials	323,000.00		323,000.00	2,230,642.20	691%
Exams And Assessment	229,500.00		229,500.00	0.00	
Chalk	230,350.00		230,350.00	0.00	
(2) Capitation Grant on Operations					
Personnel Emoluments	4,891,750.00		4,891,750.00	2,560,335.00	52%
Repairs And Maintenance	4,250,000		4,250,000	3,514,100.00	83%
Local Transport / Travelling	850,000.00		850,000.00	480,738.00	57%
Electricity And Water	1,194,250.00		1,194,250.00	1,495,280.85	125%
Insurance	1,700,000.00		1,700,000.00	626,250.00	37%
Administration Costs	1,054,000.00		1,054,000.00	1,312,501.00	125%
Activity	1,275,000		1,275,000	714,989.30	56%

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
Medical				80,025.00	
C.D.F ACCOUNT				23,704.50	
CBC Classrooms				1,576,440.00	
Tuition a/c					
3) FDSE for infrastructure					
Maintenance &Improvement MoE	4,250,000		4,250,000	1,505,400.00	35%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	4,386,000		4,386,000	4,903,087.00	112%
Repairs, Maintenance and Improvements	1,700,000.00		1,700,000.00	1,830,690.00	108%
Local Transport - Travelling	1,315,800.00		1,315,800.00	1,469,354.00	112%
Electricity, Water and Conservancy	1,973,700.00		1,973,700.00	2,189,229.00	111%
114%Administration Costs	3,289,500.00		3,289,500.00	3,746,530.00	114%
Activity	212,500.00		212,500.00	230,972.00	107%
Boarding Equipment and Stores	24,418,900.00		24,418,900.00	23,576,909.00	97%
5) Miscellaneous Income					

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
Refundable fees	-			40,535.00	
Arrears	-			4,033,930.00	
prepayments	-			1,767,804.00	
uniform	-			48,080.00	
Bursary	-			1,906,660.00	
Music festival	-			1,625,300.00	
Bus hire	-			15,000.00	
Development account					
Rent	-			430,065.00	
Development - parents	-			649,960.00	
Development -arrears	-			162,752.00	
Total Income	**53,192,150.00**		**53,192,150.00**	**64,747,263.00**	**122%**
(6) Expenditure For Tuition					
Reference Materials	193,800.00		193,800.00	0.00	0
Exercise Books	1,326,000.00		1,326,000.00	451,120.00	34%
Laboratory Equipment	1,219,450.00		1,219,450.00	480,765.00	39%
Textbook	229,500.00		229,500.00	0.00	
Teaching / Learning Materials	323,000.00		323,000.00	0.00	

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
Exams And Assessment	229,500.00		229,500.00	0.00	
Chalk	230,350.00		230,350.00	0.00	
Bank Charges				3,660.00	
Sundry creditors				600,000.00	
(7) Expenditure For Operations					
Personnel Emoluments	4,891,750.00		4,891,750.00	2,240,155.00	46%
Repairs And Maintenance	4,250,000		4,250,000	1,505,400.00	35%
Local Transport / Travelling	850,000.00		850,000.00	938,781.00	110%
Electricity And Water	1,194,250.00		1,194,250.00	396,107.00	33%
Insurance	1,700,000.00		1,700,000.00	865,339.00	51%
Administration Costs	1,054,000.00		1,054,000.00	104,914.00	10%
Activity	1,275,000		1,275,000	0.00	
Bank charges				5,675.00	
C.D.F ACCOUNT				345.00	
CBC Classrooms				1,429,668.00	
Tuition a/c				1,274,848.00	
(8) Expenditure For infrastructure					
Maintenance &Improvement MoE	4,250,000		4,250,000		
DORMS expansion				2,978,192.00	

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
Bank charges				4,345.00	
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	4,386.000		4,386.000	5,894,262.00	134%
Repairs, Maintenance and Improvements	1,700,000.00		1,700,000.00	1,039,443.00	61%
Local Transport / Travelling	1,315,800.00		1,315,800.00	1,460,325.00	111%
Electricity, Water and Conservancy	1,973,700.00		1,973,700.00	1,624,663.00	82%
Medical Expenses	0.00		0.00	452,162.00	-
Administration Costs	3,289,500.00		3,289,500.00	5,103,653.00	155%
Activity	212,500.00		212,500.00	415,957.00	196%
Boarding Equipment and Stores	24,418,900.00		24,418,900.00	29,407,277.00	120%
Bank charges	-			24,544.99	
Refundable fees	-			44,735.00	
Sundry creditors	-			486,425.00	
prepayments	-			1,662,626.00	
uniform	-			36,036.00	
Bursary	-			1,906,660.00	
Farm	-			3,800.00	
Music festival	-			1,468,775.00	

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

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

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

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

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

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,230,642.00	2,142,411.50
Operation account		300,000.00
Total	**2,230,642.00**	**2,442,411.50**

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,560,335.00	2,622,960.00
R.M.I : Transfer to Infrastructure a/c	3,514,100.00	3,163,000.00
Local Transport / Travelling	480,738.00	258,413.00
Electricity And Water	1,495,281.00	1,711,259.50
Medical	80,025.00	
Insurance	626,250.00	154,800.00
Administration Costs	1,312,501.00	1,110,193.00
Activity	714,989.00	444,800.00
CDF ACCOUNT	23,705.00	
CBC Classrooms	1,576,440.00	
School fund account		350,000.00
Tuition account		300,000.00
Total	**12,384,364.00**	**10,115,425.50**

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
R.M.I : Transfer from Operation Account	1,505,400.00	3,163,000.00
Transition infrastructure grants		-
Economic stimulus grants		
Total	**1,505,400.00**	**3,163,000.00**

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	4,903,087.00	5,502,792.00
Repairs and maintenance	1,830,690.00	2,116,580.00
Local transport / travelling	1,469,354.00	828,106.00
Electricity and water	2,189,229.00	4,718,662.00
Administration costs	3,746,530.00	2,390,388.00
Activity	230,972.00	360,180.00
Fee on Boarding Equipment and stores	23,576,909.00	23,470,995.00
Medical		1,999.00
Total	**37,946,771.00**	**39,389,702.00**

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
Arrears	4,033,930.00	1,597,781.00
Prepayments	1,767,804.00	2,107,206.00
Bursary	1,906,660.00	1,152,821.00
Income from Bus Hire	15,000.00	131,600.00
Tender Documents		69,000.00
Bank charges		2,400.00
Refundable fee	40,535.00	9,000.00
Music Festivals	1,625,300.00	350,000.00
Uniform	48,080.00	16,100.00
Excess fee prepayment		1,215,778.00
Total	**9,437,309.00**	**6,651,686.36**

6 DEVELOPMENT ACCOUNT

	2023-2024 Kshs	2022-2023 Kshs
Rent	430,065.00	135,200.00
Development -Parents	649,960.00	519,425.50
Development Arrears	162,752.00	46,500.00
Total	**1,242,777.00**	**864,478.50**

PAYMENTS

7 Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	451,120.00	300,000.00
Laboratory Equipment	480,765.00	421,379.00
Teaching / Learning Materials		559,950.00
Exams And Assessment		36,020.00
Sundry creditors	600,000.00	700,000.00
Bank Charges	3,660.00	2,440.00
Operation account		300,000.00
Total	**1,535,545.00**	2,319,789.00

8 Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,240,155.00	2,559,559.00
Administration Cost	104,914.00	110,060.00
R.M.I : Transfer to infrastructure account	1,505,400.00	3,163,000.00
Local Transport / Travelling	938,781.00	1,578,122.00
Electricity And Water	396,107.00	2,390,269.00
Activity Expenses	0	594,000.00
Insurance Cost	865,339.00	1,264,876.00
Bank charges	5,675.00	2,788.00
School fund account		350,000.00
Tuition account	1,274,848.00	300,000.00
CDF ACCOUNT	345.00	
CBC Classromms	1,429,668.00	
Total	**8,761,232.00**	**12,312,674.00**

9 Infrastructure

Description	*2023-2024*	*2022-2023*
	Kshs	Kshs
Construction of classrooms (T.I.G)		20,000.00
Construction of classrooms (R.M.I)		617,547.00
Dorm repair		25,000.00
Dorm expansion	2,978,192.00	3,512,035.50
Bank charges	4,3345.00	1,830.00
Total	**2,982,537.00**	**4,176,412.50**

10 Boarding and School Fund

Description	*2023-2024*	*2022-2023*
	Kshs	Kshs
Personnel Emoluments	5,894,262.00	3,517,047.00
Repairs And Maintenance & Improvements	1,039,443.00	3,719,985.00
Local Transport / Travelling	1,460,325.00	1,551,490.00
Electricity And Water	1,624,663.00	700,680.00
Medical Expenses		30,313.00
Administration Costs	5,103,653.00	1,881,920.00
Bank Charges	24,545.00	35,003.69
Fee On Boarding Equipment and Stores	29,407,277.00	32,073,513.00
Activities	415,957.00	310,025.00
Tender document		52,000.00
Sundry creditors	486,425.00	261,365.00
Prepayment refunds	1,662,626.00	3,229,505.00
Bursary	1,906,660.00	1,152,821.00
Medical	452,162.00	-
Uniform	36,038.00	-
Refundable fee	44,735.00	6,000.00
Farm	3800	
Music festival	1,468,775.00	
Excess fee prepayment		1,215,778.00
Operation account		350,000.00
Total	**51,031,344.00**	**50,087,445.69**

11. DEVELOPMENT ACCOUNT

	2023-2024 Kshs	2022-2023 Kshs
Rent	32,420.00	-
Bank charges	825.00	900.00
Dorm expansion		2,879,046.00
Total	**33,245.00**	**2,879,946.00**

12. CDF ACCOUNT

	2023-2024 Kshs	2022-2023 Kshs
TRANSFER TO OPERATION ACCOUNT	23,359.50	-
Bank charges	345.00	-
	23,705.00	

13 Bank Accounts

Account Name & Currency	Status	Bank Account Number	*2023-2024*	*2022-2023*
	Active/Dormant		Kshs	Kshs
Tuition Account- KCB	Active	1103535749	833,497.00	138,399.30
Operations Account-KCB	Active	110156257	4,243,316.0	620,183.95
School Fund –EQUITY Account/Boarding-KCB	Active	0080298891491 1103535110	3,197,694.00 2,245,234.00	5,317,451.23 3,720,554.61
Savings Account	-	-		-
Development Account EQUITY	Active	0080297413113	1,209,532.00	0.50
Infrastructural Account-KCB	Active	1271873206	294,790.00	1,771,926.50
CDF Account -KCB	Dormant	1261535634	0	23,704.50
Total			**12,024,062.00**	**11,592,221.00**

14 Cash In Hand

Description	*2023-2024*	*2022-2023*
	Kshs	Kshs
Infrastructural Account	12.00	12.00
School Fund account	138.161.00	190,347.00
Total	**138,173.00**	**190,359.00**

15 Short Term Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

16 a) Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	13,355,512.00	8,345,124.35
Other Non-Fees Receivables		-
Rent arrears (list/schedule attached)	278,544.00	
Salary Advances (list/schedule attached)		-
Imprest (list/schedule attached)		-
Total	**13,634,056.00**	**8,345,124.35**

16 b) Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	**% of the total**	**2022-2023**	**% of the total**
Less than 1 year				
Between 1- 2 years	9,044.318.00	66%	2,542,327.00	30.46%
Between 2-3 years	2.542.327.00	17%	1,917,536.00	22.98%
Over 3 years	5.802.797.00	43%	5,483,042.35	65.70%
Rent arrears	278,544.00	2%		
Current year recoveries-Fees	(4.033,930.00)	-30%	(1,597,781.00)	-19.14%
Current year recoveries -Rent				
Total (should tie to note 16 a)	**13,634,056.00**		**8,345,124.35**	**100.00%**

17 a) Accounts Payable

Description	2023-2024 Kshs	2022-2023 Kshs
Trade Creditors (See Ageing Below and Appendix 1)	5,985,426.00	1,086,425.00
Prepaid Fees	1,767,804.00	1,251,598.00
Retention Monies		-
Unpaid salaries and statutory deductions		-
Total	**7,342,205.00**	**2,338,023.00**

17 b). Ageing Analysis of Accounts Payable

Description	*2023-2024 Kshs*		*2022-2023 Kshs*	
	2023-2024	**% of the total**	**2022-2023**	**% of the total**
Trade creditors	5,985,426.00	82%	1,086,425.00	46.47%
Less than 1 year	1,444,634.00	20%	2,107,206.36	90.13%
Between 1- 2 years	1,216,562.00	17%	2,457,755.00	105.12%
Between 2-3 years	740,083.00	10%	877,506.64	37.53%
Over 3 years	704,551.00	10%	-	-
Trade creditors paid during the year	(1,086,425.00)	-15%	(961,365.00)	-41.12%
Refunded during the year	(1,662,626.00)	-23%	(3,229,505.00)	138.13%
Total (should tie to note 17 a)	**7,342,205.00**		**2,338,023.00**	

18 Fund Balance Brought Forward

Description	2023-2024 Kshs	2022-2023 Kshs
Bank balances (as at 1st July)	11,592,221.00	20,898,322.92
Cash balances (as at 1st July)	190,359.00	33,820.00
Short Term Investments	-	-
Receivables (as at 30th June)	13,634,056.00	5,698,082.35
Payables (as at 30th June)	(7,342,205.00)	(1,767,077.00)
Total	**18,074,431.00**	**24,863,148.27**

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.

19 Non-current Liabilities Summary

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Loans		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Others (specify)		
Total		

20 Biological assets

Description	Numbers	2023-2024	2022-2023
		Kshs	Kshs
Pigs	6	60,000.00	60,000.00
Goats / sheep	7	34,000.00	30,000.00
Trees	40	200,000.00	250,000.00
Coffee or tea plantation			-
Poultry			-
Total		**294,000.00**	**340,000.00**

21 Borrowings

Description	2023-2024	2022-2023
Borrowings at beginning of the year	Kshs	Kshs
Borrowings during the year		
Repayments during the year		
Balance at the end of the year		

Other important disclosure notes

22 Stock/ Inventory

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	2,305,000.00	2,029,875.00
Lab consumables		
Farm produce		
Medication		
Construction Materials		
Others (specify)		
	2,305,000.00	**2,029,875.00**

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

23 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)*
2019/2020 REPORT	SUNDRY DEBTORS	NEW METHODS OF FEES COLLECTION	RESOLVED	IMMEDIATELY

26/9/24
Sign and Date
Principal

13. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2023-2024	Outstanding Balance Comparative 2022-2023	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. SHARON CONSTRUCTION COMPANY LTD	13,457,403.50		9,369,273.50	4,088,130.00		
Sub-Total				**4,088,130.00**		
Supply Of Goods						
2. B.M.M & SON FRUITS				28,350.00		
3. MAXISERVE VENTURES				252,000.00		
4. FLACY GREENS ENTERPRISE				252,810.00		
5. MUIRU MEAT POINT BUTCHERY				177,750.00		
6. OVERMERE MERCHANTS				105,000.00		
7. VAICOMI OIL (K) LTD				97,954.00		
8. DEMKA DAIRY				437,580.00		
9. REINER DISTRIBUTORS				199,140.00		
10 DNGEE ENTERPRISES				50,000.00		

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2023-2024	Outstanding Balance Comparative 2022-2023	Comments
Sub-Total				**1,601,097.00**		
Supply Of Services						
11.PETER MAINA AUTO GARAGE				188,667.00		
12.JOSHECK ENTERPRISES				6,500.00		
13.SKYWAY SECURITY SERVICES				15,000.00		
14.GASTON KENYA LTD				86,032.00		
Sub-Total				**296,199.00**		
Grand Total				**5,985,426.00**	**1,086,425.00**	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 20XX	Additions during the Year (Kshs)	Disposals during the Year (Kshs)	Historical Cost c/f (Kshs) 30th June 20XX
Land				
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture and Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				

Asset Class	Historical Cost b/f (Kshs) 1st July 20XX	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 20XX
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				

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

REPUBLIC OF KENYA

REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

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Website: www.oagkenya.go.ke

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

Ref: OAG/NYR/AUD/14/41/2024/2025/19 **16 June, 2026**

Mr. Samuel Josephat Njoroge, CBS
Clerk of the National Assembly
Parliament Buildings
P. O. Box 41842-00100
NAIROBI

Dear Sir,

REPORT OF THE AUDITOR-GENERAL ON OUR LADY OF FATIMA CHINGA GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 AND 30 JUNE, 2025 – NYERI COUNTY

I transmit the report of the Auditor-General on the examination and audit of Our Lady of Fatima Chinga Girls Secondary School for the year ended 30 June, 2024 and 30 June, 2025 in accordance with the provisions of Article 229(7) of the Constitution of Kenya for the necessary action as required by Article 229(8) of the Constitution.

Yours sincerely

CPA Justus O. Okumu
For: AUDITOR-GENERAL

NATIONAL ASSEMBLY
RECEIVED
23 JUN 2026
DEPUTY CLERK S. KIOKO
P. O. Box 41842 - 00100, NAIROBI

Copy to: **Dr. Chris K. Kiptoo, PhD., CBS**
Principal Secretary
The National Treasury
P. O. Box 30007-00100
NAIROBI

Mr. John Lekakeny Ololtuaa, CBS
Principal Secretary
Ministry of Education
State Department for Basic Education
P. O. Box 30040-00100
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Ms. Margaret Wanjiku
Principal
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OTHAYA - NYERI