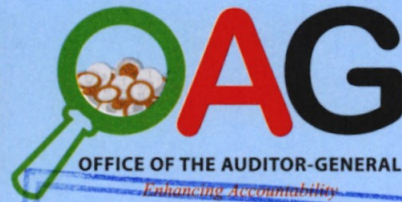


REPUBLIC OF KENYA



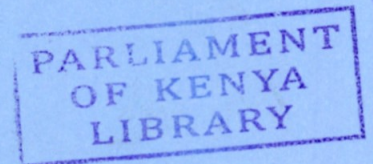
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 01 JUL 2026	DAY: WEDNESDAY
TABLED BY:	HON. OWEN BAYA, M.P.
CLERK-AT THE-TABLE:	CHRISTINE NDIRITU

REPORT

OF

THE AUDITOR-GENERAL

ON



KAAGA BOYS SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2022**

MERU COUNTY

Revised 30th June 2022.



KAAGA BOYS SECONDARY SCHOOL

PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022**

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

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I. Key School Information And Management**(a) Background information**

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

The school was registered on 29th March 2017 under registration number 12S30000835 and is currently categorized as a Extra County public school established, owned or operated by the Government.

The school is a boys boarding public school and had 1321 number of students as at 30th June 2022. It has 6 streams and 66 teachers of which 6 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref.	Name of Board Member	Designation	Date of appointment
1	Maingi Mugambi	Chairman	1/2/2022
2	Stephen M. Wainaina	Secretary - Principal	1/2/2022
3	Judy Kaburu	Member	1/2/2022
4	Silas Kinoti Murithi	Member	1/2/2022
5	Cecilia Gacheri Joseph	Member	1/2/2022
6	George G. Muraa	Member	1/2/2022
7	Phineas M.Kiunga	Member	1/2/2022
8	Prof. Erastus Mwenda Kirima	Member – Rep CEB	1/2/2022
9	Paul Mutabari	Member Rep Teachers	1/2/2022
10	Maingi Mugambi	Members - Sponsor	1/2/2022
11	Judy Kaburu	Members - Sponsor	1/2/2022
12	Josephine G. Makathimo	Members - Sponsor	1/2/2022
13	Silas Kinoti Murithi	Member - Community	1/2/2022
14	Phineas M. Kiunga	Member - Community	1/2/2022
15	Joshua Kiumbe	Member - Community	1/2/2022
16	George G. Muraa	Member - Community	1/2/2022
17	Eva N. Murithi	Member - Community	1/2/2022
18	Ignatius Muchomba Kirea	Member - Community	1/2/2022
19	Margaret Kajuju	Member Special Needs	1/2/2022
20	Ronald Odhiambo	Rep Students	1/2/2022

KAAGA BOYS SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

The function of the School Board of Management include:

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

(c) Committees of the Board

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Maingi Mugambi Stephen M Mbugua Kiunga Phineas George Muraa Ignatius Muchomba Judy Kaburu Silas Kinoti Andrew Gikundi Geoffrey Mpuhia	Chairman Secretary/Principal Member Member Member/PA Chairman Member Member Member Member	3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3
2	Audit Committee	Joshua Kiumbe Geoffrey Mpuhia Phineas M. Kiunga Eva Murithi	Chairman Vice Chairman Member Member	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
3	Finance, procurement and general purposes Committee	Joshua Kiumbe Geoffrey Mpuhia Phineas M. Kiunga Eva Murithi	Chairman Vice Chairman Member Member	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1

KAAGA BOYS SECONDARY SCHOOL**Reports and Financial Statements****For the year ended 30th June 2022**

4	Academic Committee	Prof.Eustace Mwenda Andrew Gikundi Josphine G Makathimo Cecilia Gacheri J.	Chairman Vice Chairman Member Member	3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3
5	Development Committee	Maingi Mugambi Silas Kinoti Margaret Kajuju Ignatius K Muchomba	Chairman Vice Chairman Member Member	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
6	Discipline and welfare Committee	Judy Kaburu George G Muraa Paul Mutabari Mputhia Geoffrey	Chairman Vice Chairman Member Member	3 Out Of 3 3 Out Of 3 3 Out Of 3 3 Out Of 3
7	Adhoc Committee (if any during the year) (i) Tender Opening Committee	Mputhia Geoffrey Andrew Gikundi Zachary Kiambi Kinyua Mbaya Festus Kithinji	Chairman Vice Chairman Bursar Teacher Teacher	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
	(ii) Tender Evaluation Committee	Mputhia Geoffrey Andrew Gikundi Zachary Kiambi Hosea Kathunkumi Ngugi Thuo	Chairman Vice Chairman Bursar Stores Ass.Hod Boarding	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1
	(iii) Tender Award Committee	Mputhia Geoffrey Andrew Gikundi Zachary Kiambi Joseph Mburu Cecilia Kiara Paul Mutabari Peter Igweta	Chairman Vice Chairman Bursar Hod Curriculum Hod Humanities Hod Technical Hod Boarding	1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1 1 Out Of 1

(d) School operation Management

For the financial year ended 30th June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	IC Number
1	Principal	STEPHEN M. WAINAINA	347878
2	Deputy Principal	ANDREW GIKUNDI	390344
3	School Bursar	ZACHARY KIAMBI	ID NO.13553596

(e) Schools contacts

Post Office Box: **278,60200 MERU**
Telephone: **0742-608-479**
E-mail: kaagaboysch@yahoo.com
F-Website: www.kaagaboys.sc.ke

(f) School Bankers

The school operated 7 bank accounts in the following banks and one MPESA PAYBILL account:

1. Name of Bank: Co-Operative Bank
Branch: Makutano Branch -Meru -School Fund Account
Account Number: 01129075188400
2. Name of Bank: Co-Operative Bank
Branch: Makutano Branch Meru- Tuition Account
Account Number: 01139075188400
3. Name of Bank: Co-Operative Bank
Branch: Makutano Branch (Meru- Operations Account
Account Number: 01139075188401
4. Name of Bank: Co-Operative Bank
Branch: Makutano Branch Meru- Savings Account
Account Number: 01100075188400
5. Name of Bank: Co-Operative Bank
Branch: Makutano Branch Meru- CDF Account
Account Number: 01139075188402
6. Name of Bank: Co-Operative Bank
Branch: Makutano Branch Meru- Infrastructure Acc.
Account Number: 01139075188403
7. Name of Bank: Equity Bank
Branch: Makutano Branch Meru- School Fund Account
Account Number: 1040282355324
8. MPESA Pay Bill No.853228 attached to **SCHOOL FUND** bank account

(g) Independent Auditors

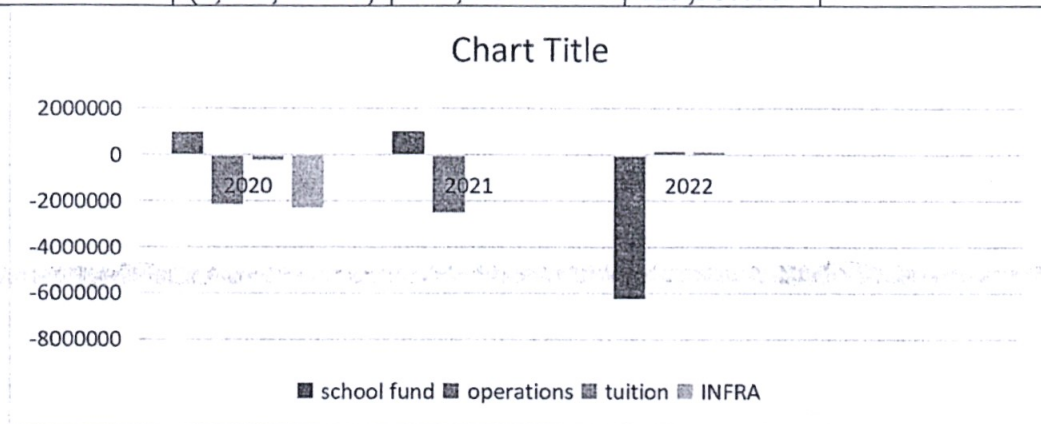
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

II. Summary Report of Performance of the School

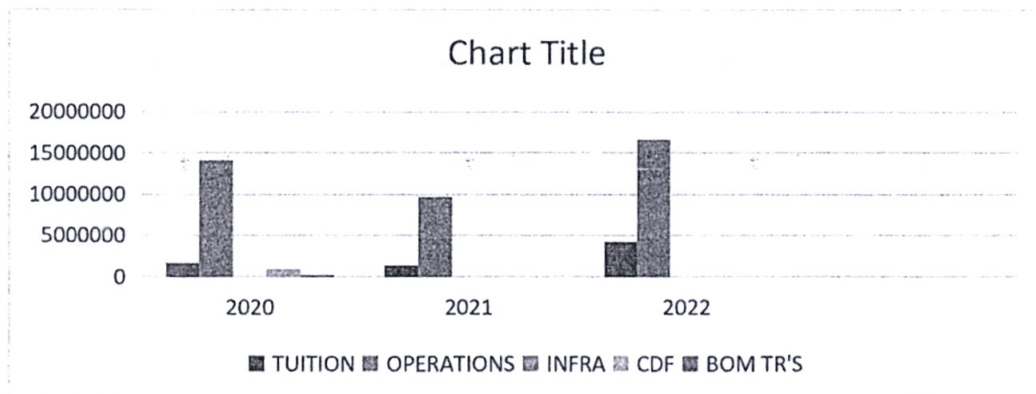
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:**I) Surplus/ deficit for the year and a comparison of the same for the last three years**

Year	School Fund	Operations	Tuition	Infrastructure
2020	1,004,946.00	(2,120,164.00)	(215,715.00)	(2,292,712.00)
2021	1,011,279.00	(2,475,062.00)	19,237.00	
2022	(6,211,405.00)	168,529.00	129,367.00	

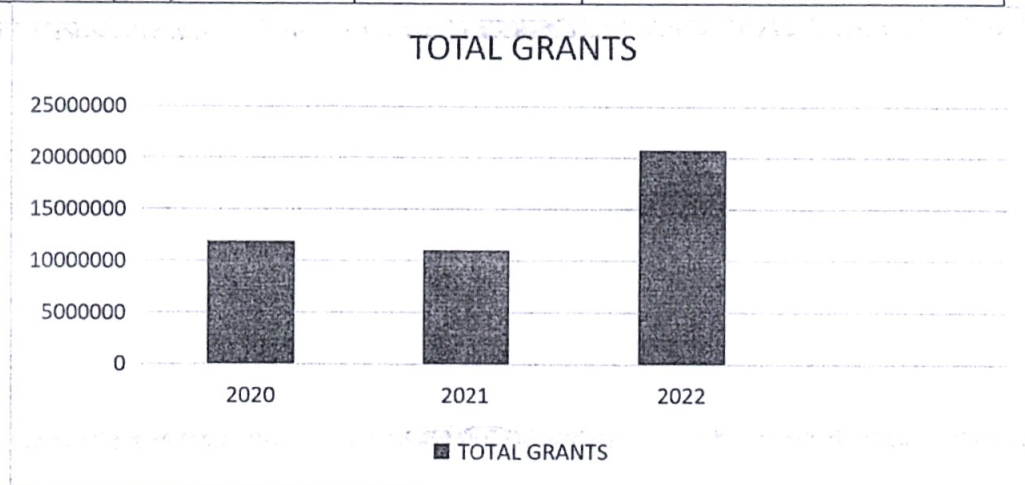
**ii) Capitation grants from the Ministry of Education for the last three years**

YEAR	TUITION	OPERATIONS	INFRA'	CDF	BOM TR'S
2020	1,701,575.00	14,138,597.00	0	1,000,000.00	240,000.00
2021	2,989,860.00	14,138,597.00	1,000,000.00	1,000,000.00	0
2022	4,234,424.40	16,582,761.40	0	0	0



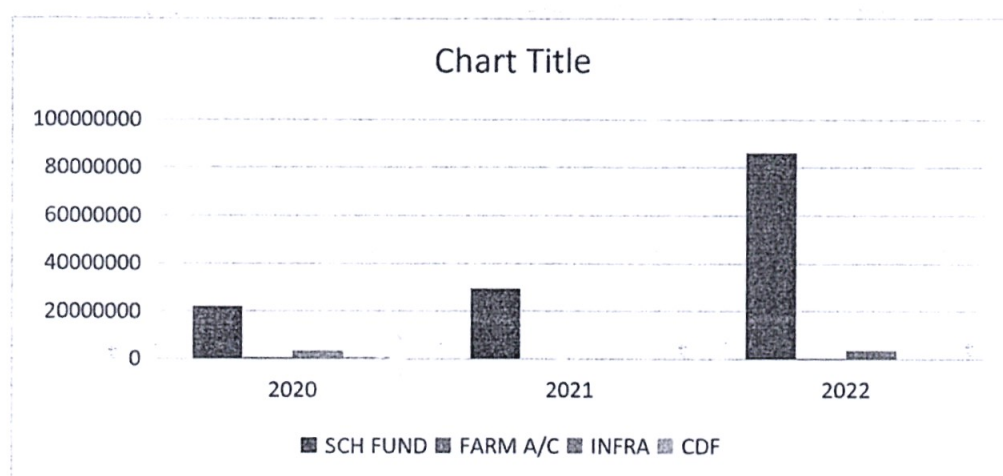
iii) Ratio of capitation grant per student over the last three years

YEAR	CAPITATION GRANTS	NO.OF STUDENTS	RATIO OF CAPITATION PER STUDENT
2020	8,861,475.00	1000	1:8862
2021	11,054,421.00	1054	1:10488
2022	20,817,185.00	1300	1:16013



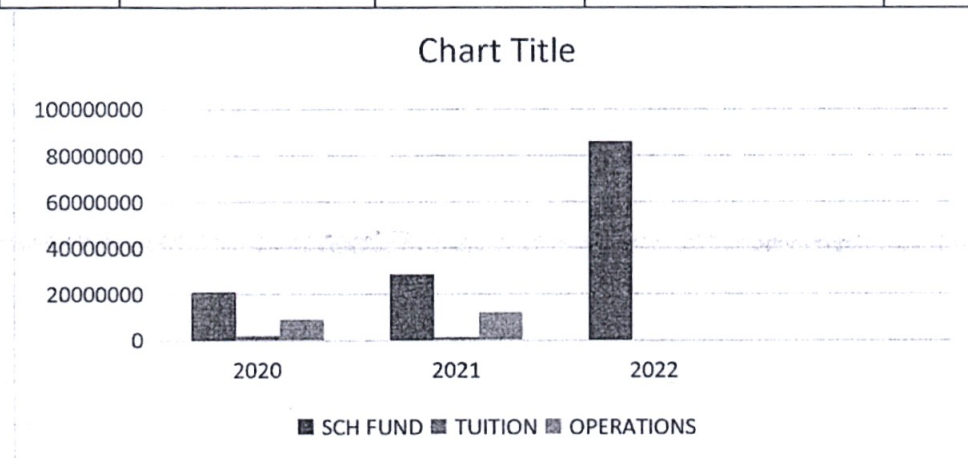
IV) A three-year overview of growth of other income(s) earned by the school.

YEAR	SCHOOL FUND	FARM ACCOUNT	INFRA	CDF ACCOUNT
2020	22,046,907.00	626,860.00	3,652,963.00	1,000,000.00
2021	29,744,827.00	270,000.00	4,114,800.00	
2022	86,186,673.00	141,000.00	3,959,300.00	

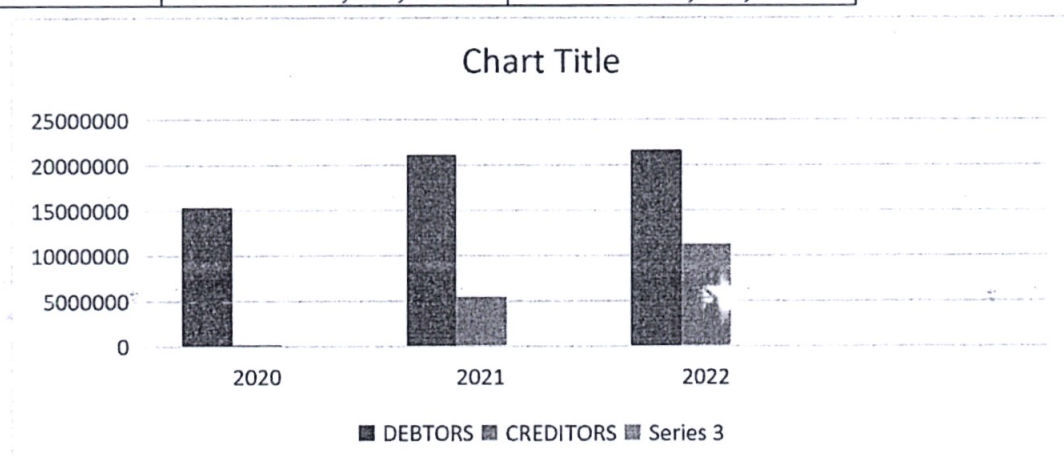


V) A three-year overview of growth in expenditures of the school

YEAR	SCHOOLFUND	TUITION	OPERATIONS	TOTAL
2020	21,041,960.00	1,915,975.00	9,280,839.00	32,238,319.00
2021	28,733,548.00	1,356,134.00	12,154,112.00	42,243,794.00
2022	81,437,511.00	4,105,057.00	16,414,232.00	101,956,800.00

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

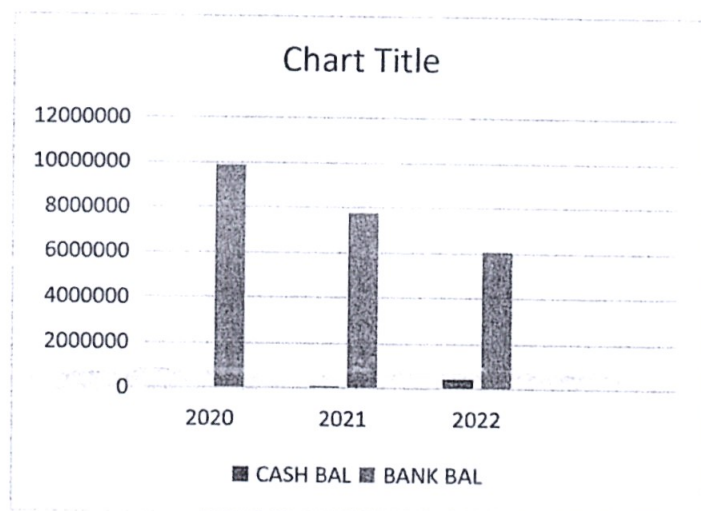
YEAR	DEBTORS	CREDITORS
2020	15,317,455.00	201,305.00
2021	21,177,695.00	5,456,669.00
2022	21,662,629.00	11,304,860.00



KAAGA BOYS SECONDARY SCHOOL**Reports and Financial Statements****For the year ended 30th June 2022**

vii) Movement of cash and bank balances over the last three years

YEAR	CASH	BANK	TOTAL
2020	8,776.00	9,864,706.00	9,873,482.00
2021	68,974.00	7,755,176.00	6,823,127.00
2022	450,647.00	6,057,903.00	6,508,550.00



b) Teacher Student ratio:

Teacher to student ratio = 1:22

Teachers recruited 6 and posted to the school within the year 4.

Number of teachers that were transferred 7 retired 6 died 2 during the period.

Teachers employed by TSC 72 and BOM 6.

Teachers per subject in order to indicate shortage 1:22/allocation of resources.

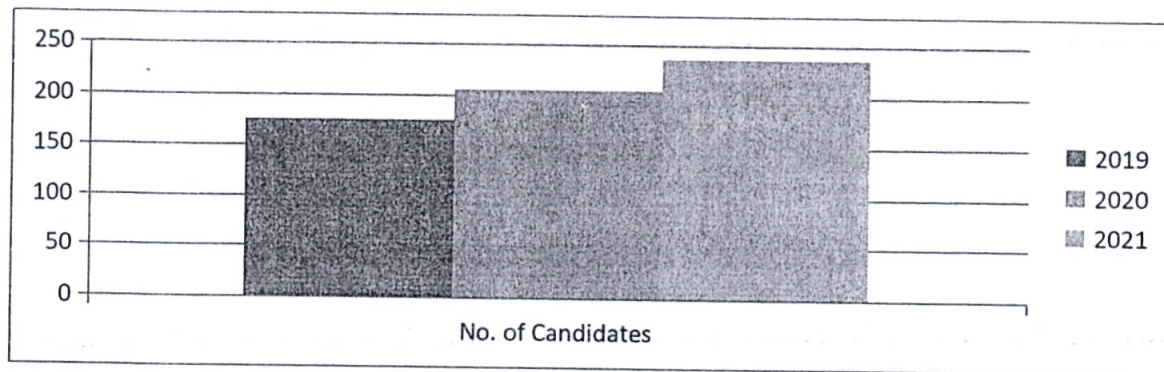
SUBJECT	NUMBER OF TEACHERS PER SUBJECT	SHORTAGE
Mathematics	13	2
English	5	2
Kiswahili	7	2
Chemistry	9	1
Biology	7	-
Physics	2	1
Geography	8	-
History	6	1
Christian Religious Ed.	7	1
Business Studies	7	-
Agriculture	5	-
Computer	1	3
French	1	3
Music	1	3

c) Mean score in the year 2019 - 2021 KCSE:

Year	No. Of students	Mean score	Target	No. of students who transitioned to institutions of higher learning	Deviation
2019	178	6.9157	8.0	102	+1.0843
2020	206	7.47573	8.0	146	+0.56003
2021	237	7.0	8.0	141	-0.47573

d.) Number of Candidates who sat for KCSE over the last three years:

Year	2019	2020	2021
No. Of candidates	178	206	237



e.) Capacity of the school:

Number of students in the school = 1321

Facility	Number available	Required number	shortage
Classrooms	22	27	5
Laboratory	3	8	5
Dining hall	1	2	1
dormitories	8	15	7
Toilets	64	90	26

f.) Development projects carried out by the school:

Project Name	Source of Fund	Project Status	Initial Project Cost	Amount Spent	Expected Completion Date
Storey Dormitory	MOE/	On-going	25,974,140	24,587,816	31/12/2022
	PTA developments	On-going		2,992,952	

KAAGA BOYS HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M

 Date:.....

S. M. WAINAINA

School Principal

III. Statement Of School Management Responsibility

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (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 Kaaga Boys 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, 2022, and of the school's financial position as at that date.

KAAGA BOYS HIGH SCHOOL
CHAIRMAN B.O.M

..... Sign:..... Date:.....

Name: MAINGI MUGAMBI

Designation: Chairman, School Board of Management

Date: 15th April 2026

KAAGA BOYS HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M

..... Sign:..... Date:.....

Name: STEPHEN M WAINAINA

Designation: School Principal & Secretary to Board of Management

Date: 15th April 2026

KAAGA BOYS HIGH SCHOOL
BURSAR
15 APR 2026
P.O. Box 278 - 60200, MERU DISTRICT NORTH
Tel: 0742 608 479

Name: ZACHARY KIAMBI

Designation: Bursar/ Finance Officer

Date: 15th April 2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KAAGA BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – MERU 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 Kaaga Boys Secondary School set out on pages 1 to 16, which comprise of the statement of financial assets and financial

liabilities as at 30 June, 2022 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 Kaaga Boys Secondary School as at 30 June, 2022 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.

Basis for Qualified Opinion

1. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities and as disclosed in Note 12 to the financial statements reflects accounts payables balance of Kshs.11,304,860. However, Note 12 reflects trade creditors balance of Kshs.6,427,260 resulting in an unexplained variance of Kshs.4,877,600.

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.11,304,860 could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects cash and cash equivalents of Kshs.6,508,550 which as disclosed in Note 8 to the financial statements constitutes a bank balance of Kshs6,057,903. However, the balance was not supported with bank reconciliation statements, certificates of bank balances and a Board of Survey Report.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.6,508,550 could not be confirmed.

3. Variance in the Operations Account

The statement of receipts and payments reflects operations grants amount of Kshs.16,582,761 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. However, the school records availed revealed that operations account received an amount of Kshs.15,983,985 resulting to a variance of Kshs.598,776 which was not explained.

In the circumstances, the accuracy of the operational grants of Kshs.16,582,761 could not be confirmed.

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

Material Uncertainty Related to Going Concern

The statement of receipts and payments reflects a deficit of Kshs.4,599,648 increasing the accumulated deficit as at 30 June, 2022 to a balance of Kshs.6,044,194 from Kshs.2,147,623 reported in the previous year. However, Management has not made a disclosure of this material uncertainty relating to the going concern.

In the circumstances, the School's ability to continue as a going concern and the ability to pay debts as and when they fall due could not be confirmed.

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 Information

The Management are responsible for the Other Information set out on page (iii) to (xiv) which comprises 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 USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.81,437,511 which as disclosed in Note 7 to the financial statements Includes an amount of Kshs.802,000 that was 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, accuracy of the operations grants could not be confirmed.

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.16,582,761 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.6,108,000 in respect of infrastructure grants which was to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, nothing was transferred to infrastructure account. 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 fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the law

3. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.21,662,629 in respect of fees arrears as disclosed in Note 11 to the financial statements. Included in the balance is accounts receivables balance of Kshs.14,256,028 which had been outstanding for more than one (1) year. However, there was no ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

This was contrary to Regulation 83(1) and (2)(g) of the Public Finance Management (National Government) Regulations, 2015 which states that the National Government entity shall be responsible for establishing sound cash management systems, procedures and processes, to ensure efficient and effective banking and cash management practices. Guiding principles for cash management; and for purposes of this regulation, sound cash management includes - pursuing debtors with appropriate sensitivity and rigour to ensure that amounts receivable by the Government are collected and banked promptly.

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

4. 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 such as licenses from the Kenya Institute of Supplies Management.

In the circumstances, Management was in breach of procurement regulations.

5. Failure to Register as a Data Controller and Data Processor

Audit review established that the School had not registered with the Office of the Data Protection Commissioner (ODPC) as a data controller and data processor, despite actively collecting, processing, and storing personal data of students, staff members and other service providers during the year under review.

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

6. Failure to Register as a Withholding Tax Agent

It was noted that the School had not been registered as a withholding tax agent with the Kenya Revenue Authority despite making payments to suppliers and service providers during the year under review.

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, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance

section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of an IT Strategic Committee and an IT Strategic Plan

Review of the School's information technology systems revealed that it has a systems to manage its operations which has resulted to improvement of services and safeguards of revenue collection, accuracy and timely reporting. However, the School does not have an ICT strategic committee or plan in place to assist in the development and improvement of the ICT policy framework to enable the school to realize long-term ICT strategic goals.

In the circumstances, the policy, strategies and procedures put in place to assess and measure development of services for the school could not be confirmed.

2. Lack of Risk Management Policy

Review of the documents provided for audit revealed that Management had not established a Risk Management Policy to guide on the development of risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations.

In the circumstances, the effectiveness of risk management could not be confirmed.

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

Responsibilities of 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 ISSAI 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

05 May, 2026

V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

Description Of Vote Head	Note	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	4,234,424 .00	1,375,371.00
Capitation grants for operations	2	16,582,761 .00	9,679,050.00
School fund income- parents' contributions	3	23,677,052 .00	9,124,021.00
School fund income- other receipts	4	52,862,915.00	20,620,806.00
TOTAL RECEIPTS		97,357,152.00	40,799,248.00
PAYMENTS			
Payments for tuition	5	4,105,057 .00	1,356,134.00
Payments for operations	6	16,414,232.00	12,154,112.00
Boarding and school fund payments	7	81,437,511.00	28,733,548.00
TOTAL PAYMENTS		101,956,800.00	42,243,794.00
SURPLUS/DEFICIT		(4,599,648.00)	(1,444,546.00)

The school financial statements were approved on 15th April 2026 and signed by

KAAGA BOYS HIGH SCHOOL
CHAIRMAN B.O.M

Sign:..... Date:.....

Name: MAINGI MUGAMBI

Chair BOM

Date: 15th April 2026

KAAGA BOYS HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M

Sign:..... Date:.....

Name:STEPHEN M WAINAINA

School Principal/ Secretary to BOM

Date: 15th April 2026

KAAGA BOYS HIGH SCHOOL
BURSAR
15 APR 2026
P.O. Box 778 - 60200, MERU, MENTH NORTH
Tel: 0742 608 479

Name: ZACHARY KIAMBI

Bursar/ Finance Officer

Date: 15th April 2026

VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and cash equivalents			
Bank balances	8	6,057,903.00	7,755,176.00
Cash balances	9	450,647.00	68,974.00
Short term investment	10	0.00	0.00
TOTAL CASH AND CASH EQUIVALENT		6,508,550.00	7,824,150.00
Accounts receivables	11	21,662,629 .00	21,177,695.00
TOTAL FINANCIAL ASSETS		28,171,179.00	29,001,845.00
FINANCIAL LIABILITIES			
Accounts payables	12	11,304,860.00	5,456,669.00
NET FINANCIAL ASSETS		16,866,319.00	23,545,176.00
REPRESENTED BY :			
Accumulated fund b/fwd 1 st July 2021	13	21,465,967.00	24,989,722.00
Surplus/deficit for the year		(4,599,648.00)	(1,444,546.00)
NET FINANCIAL POSITION		16,866,319.00	23,545,176.00

The school's financial statements were approved on 15th April 2026 and signed by:
KAAGA BOYS HIGH SCHOOL
CHAIRMAN B.O.M
 Sign: _____ Date: _____

KAAGA BOYS HIGH SCHOOL
PRINCIPAL/ SECRETARY B.O.M
 Sign: _____ Date: _____

KAAGA BOYS HIGH SCHOOL
BURSAR
 15 APR 2026
 P.O. Box 276 - 60200, MERU-IMENTI NORTH
 Tel: 0712 608 479

Name: MAINGI MUGAMBI

Name: STEPHEN M. WAINAINA

Name: ZACHARY KIAMBI

Chair BOM

School Principal/ Secretary to BOM

Bursar/ Finance Officer

Date: 15th April 2026

Date: 15th April 2026

Date: 15th April 2026

VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS FOR OPERATING ACTIVITIES			
Capitation grants for tuition	1	4,234,424.00	1,375,371.00
Capitation grants for operations	2	16,582,761.00	9,679,051.00
School fund income- parents contributions/ fees	3	23,677,052.00	9,124,021.00
Capitation grants for Infrastructure		3,900,000.00	0.00
School fund income- other receipts		52,862,915.00	20,620,806.00
TOTAL RECEIPTS		101,257,152.00	40,799,248.00
PAYMENTS			
Payments for tuition	5	4,105,057.00	1,356,134.00
Payments for operations	6	16,414,231.00	12,154,112.00
Boarding and school fund payments	7	72,866,031.00	28,733,548.00
TOTAL PAYMENTS		93,385,319.00	42,243,794.00
NET CASH FLOW FROM OPERATING ACTIVITIES		7,871,833.0	-1,444,546.00
CASHFLOW FROM INVESTING ACTIVITIES			-
Proceeds from sale of assets			
Acquisition of assets- dormitory		9,187,433.00	604,786.00
Proceeds from investments		0.00	0.00
Purchase of investments		0.00	0.00
NET CASH FLOWS FROM INVESTING ACTIVITIES		9,187,433.00	604,786.00
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from borrowings/ loans		0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash flow from financing activities		0.00	0.00
Net increase in cash and cash equivalents		(1,315,600.00)	(2,049,332.00)
Cash and cash equivalent at beginning of the year		7,824,150.00	9,873,482.00
Cash and cash equivalent at end of the year		6,508,550.00	7,824,150.00

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) Capitation Grant on Tuition						
School equipments and stores	4,236,770.00	0.00	4,236,770.00	4,234,424.00	2,346.00	100.0%
(2) Capitation Grant on Operations						
Personnel Emoluments	3,177,200.00	0.00	3,177,200.00	5,486,358.40	(2,309,158.40)	172.7%
Repairs And Maintenance	6,500,000.00	0.00	6,500,000.00	4,809,300.00	1,690,700.00	74.0%
Local Transport / Travelling	794,300.00	0.00	794,300.00	1,713,512.00	(919,212.00)	215.7%
Electricity And Water	5,943,600.00	0.00	5,943,600.00	2,192,909.45	3,750,690.55	36.9%
Administration Costs	2,505,100.00	0.00	2,505,100.00	2,381,681.35	123,418.65	95.1%
Activity	1,950,000.00	0.00	1,950,000.00	0.00	1,950,000.00	0.0%
Insurance	2,600,000.00	0.00	2,600,000.00	0.00	2,600,000.00	0.0%
Total	23,470,200	0.00	23,470,200	16,583,761	6,886,439	71%
(3) Fees Charged on Parents						
Personnel Emoluments	4,432,000.00	0.00	4,432,000.00	4,113,773.00	318,227.00	92.8%
Repairs And Maintenance	2,980,000.00	0.00	2,980,000.00	2,400,523.00	579,477.00	80.55%
Local Transport / Travelling	1,858,000.00	0.00	1,858,000.00	1,002,123.00	855,877.00	53.94%
Electricity And Water	7,299,040.00	0.00	7,299,040.00	7,753,056.00	(454,016.00)	106.22%
Administration Costs	2,980,000.00	0.00	2,980,000.00	2,837,104.00	142,896.00	95.20%
Activity	1,041,480.00	0.00	1,041,480.00	1,101,787.00	(60,307.00)	105.8%
Fee On Boarding Equipment and Stores	37,495,600.00	0.00	37,495,600.00	33,867,029.00	3,628,571.00	90.32%
PTA/development	5,000,000.00	0.00	5,000,000.00	4,466,066.00	533,934.00	89.32%

Reports and Financial Statements
For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
TOTALS	63,086,120	0.00	63,086,120	57,541,461	5,544,659	91%
<i>Other Income</i>						
Income From Farming Activities	400,000.00	0.00	400,000.00	141,000.00	259,000.00	35.3%
Income From Bus Hire	300,000.00	0.00	300,000.00	112,609.00	187,391.00	37.5%
TOTALS	700,000.00	0.00	700,000.00	253,609.00	446,391.00	36.22%
(1) Expenditure For Tuition						
Tuition materials	4,215,000.00	0.00	4,215,000.00	4,103,497.00	111,503.00	97.35%
Bank Charges	2,000.00	0.00	2,000.00	1,560.00	440.00	78.0%
Total	4,217,000.00	0.00	4,217,000.00	4,105,057.00	111,943.00	97%
(2) Expenditure For Operations						
Personnel Emoluments	3,226,080.00	0.00	3,226,080.00	2,512,711.00	713,369.00	77.88%
Repairs, Maintenance & Improvements	6,600,000.00	0.00	6,600,000.00	1,457,736.5	5,142,263.50	22.1%
Local Transport / Travelling	806,520.00	0.00	806,250.00	136,719.00	669,801.00	17.0%
Electricity, Water and Conservancy	6,039,000.00	0.00	6,039,000.00	844,852.00	5,194,148.00	14.0%
Administration Costs	2,543,640.00	0.00	2,543,640.00	1,860,710.15	682,929.85	78.4%
Activity Expenses	1,980,000.00	0.00	1,980,000.00	50,000.00	1,930,000.00	2.5%
SMASSE	264,000.00	0.00	264,000.00	0.00	264,000.00	0.0%
Insurance cost	579,209.00	0.00	579,209.00	579,209.00	0.00	100.0%
BOM teachers	119,437.00	0.00	119,437.00	119,437.00	0.00	100.0%
SES	1,175,573.00	0.00	1,175,573.00	1,175,573.00	0.00	100.0%
Total	23,333,189	0.00	23,333,189	8,736,948	14,596,511	37.44%
(3) Expenditure For School Fund						

Reports and Financial Statements
For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Personnel Emoluments	3,499,838.00	1,749,919.00	5,249,757.00	7,561,787.00	(2,312,030.00)	144.0%
Repairs, Maintenance and Improvements	2,327,900.00	1,163,950.00	3,491,850.00	2,040,422.00	1,451,428.00	58.4%
Local Transport / Travelling	1,485,200.00	742,600.00	2,227,800.00	819,572.00	1,408,228.00	36.8%
Electricity, Water and Conservancy	2,189,460.00	1,094,730.00	3,284,190.00	1,778,826.00	1,505,364.00	54.2%
Administration Costs	1,521,800.00	760,900.00	2,282,700.00	4,826,157.56	(2,543,457.56)	211.4%
Activity	795,144.00	397,572.00	1,192,716.00	656,180.00	536,536.00	55.0%
Boarding Equipment and Stores	11,458,140.00	5,729,070.00	17,187,210.00	46,014,063.00	(28,826,853.00)	267.7%
Bank Charges	154,000.00	77,000.00	231,000.00	258,051.00	(27,051.00)	111.7%
Totals	23,431,482	11,715,741	35,147,223	63,955,059	(28,807,836)	182%

EXPLANATION OF VARIANCES EXCEEDING 100%

This was due to increased enrollment as result of 100% transition policy by government from primary to secondary .

IX. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

X. Notes To The Financial Statements**1 Capitation Grant for Tuition**

Description	2021-2022	2020-2021
	Kshs	Kshs
School equipments and stores	4,234,424.40	1,375,370.50
Total	4,234,424.40	1,375,370.50

2 Capitation Grant for Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	5,486,358.40	2,174,179.00
Repairs And Maintenance	4,809,300.00	3,147,275.00
Local Transport / Travelling	1,712,512.20	1,228,233.00
Electricity And Water	2,192,909.45	1,975,056.00
Administration Costs	2,381,681.35	1,154,308.00
Total	16,582,761.40	9,679,051.00

3 Parents Contribution/Fees - School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	4,114,773.00	1,674,365.00
Repairs and maintenance	2,400,778.00	1,170,961.00
Local transport / travelling	1,002,323.00	306,340.00
Electricity and water	7,753,121.00	2,086,190.00
Medical	300.00	0.00
Administration costs	2,837,604.00	938,861.00
Activity	1,102,087.00	176,567.00
PTA development	4,466,066.00	2,770,737.00
Total	23,677,052.00	9,124,021.00

KAAGA BOYS SECONDARY SCHOOL**Reports and Financial Statements****For the year ended 30th June 2022****4. Other Receipts – School Fund Account**

Description	2021-2022	2020-2021
	Kshs	Kshs
Fee On Boarding Equipment and Stores	33,870,714.00	19,762,022.00
Examinations	5,252.00	0.00
Income From Farming Activities	141,000.00	270,000.00
Sale of Tenders	97,000.00	0.00
School equipment and stores	2,554,548.00	0.00
Infrastructure	3,959,300.00	0.00
Caution money	500.00	0.00
CDC Camps	100,445.00	2,000.00
Miscellaneous	217,824.00	61,450.00
Clubs and associations	192,845.00	114,981.00
Uniform account	11,723,487.00	410,353.00
Total	52,862,915.00	20,620,806.00

5. Payments For Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
School equipments and stores	4,103,497.00	1,355,774.00
Bank charges	1,560.00	360.00
Total	4,105,057.00	1,356,134.00

6. Payments For Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	2,512,711.00	1,980,670.00
BOM teachers	119,437.00	174,483.00
Administration Cost	1,860,710.15	1,851,604.00
Repairs And Maintenance & Improvements	1,457,736.00	409,730.00
Local Transport / Travelling	136,719.00	71,962.00
Electricity And Water	844,852.00	993,474.00
Infrastructure	3,509,300.00	6,504,733.00
Activity Expenses	50,000.00	54,600.00
SES	1,625,573.00	31,200.00
Insurance Cost	579,209.00	81,656.00
Transfer school fund	3,717,984.00	0.00
Total	16,414,232.00	12,154,112.00

7.Boarding And School Fund Payments

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	7,561,787.00	2,610,925.00
PTA/ Development	5,649,184.00	2,619,026.00
Repairs And Maintenance & Improvements	2,922,296.00	324,200.00
Local Transport / Travelling	819,512.00	41,430.00
Electricity And Water	1,778,826.00	384,749.00
Medical Expenses	47,502.00	7,250.00
Administration Costs	4,826,157.00	1,609,790.00
Activity	656,180.00	395,777.00
uniform	9,535,168	2,080,550.00
Farm incomes	239,500.00	81,450.00
Fee On Boarding Equipment and Stores	45,132,189	17,929,089.00
Donations	0.00	17,000.00
Tenders	20,000.00	0.00
Clubs –YCS /CU	409,100.00	6,000.00
SES	1,655,410.00	626,312.00
Examinations	41,300.00	0.00
CDC camp	143,400.00	0.00
Total	81,437,511.00	28,733,548.00

8.Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	01139075188400	174,501.55	45,134.00
Operations Account	01139075188401	739,448.60	502,529.00
School Fund Account/Boarding	01129075188400	472,489.47	997,592.00
Savings Account	01100075188400	4,286,408.18	4,286,408.00
Infrastructural Account	01139075188403	385,055.62	922,490.00
CDF Account	01139075188402	174.00	1,001,023.00
Total		6,057,903.42	7,755,176.00

9.Cash In Hand

Description	2021-2022	2020-2021
	Kshs	Kshs

Operation Account	488.00	68,878.00
School Fund account	159.00	96.00
Infrastructural Account	450,000.00	0.00
Total	450,647.00	68,974.00

10.Short Term Investments

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit	0.00	0.00
Equity Stock	0.00	0.00
Other Investments- savings account	0.00	0.00
Total	0.00	0.00

11.Accounts Receivable

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears	21,662,629.00	21,174,695.00
Other Non-Fees Receivables	0.00	0.00
Salary Advances	0.00	3,000.00
Imprest	0.00	0.00
Total	21,662,629.00	21,177,695.00

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears For Current Year	7,406,601.00	6,095,167.00
Fees Arrears For The Previous Year	6,095,167.00	2,194,394.00
Fees Arrears For Prior Periods (Over Two Years)	8,160,861.00	12,885,134.00
Total	21,662,629.00	21,174,695.00

12.Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	6,427,260.00	3,448,455.00
Prepaid Fees	4,877,600.00	2,008,214.00
Total	11,304,860.00	5,456,669.00

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors for Current Year	9,406,065	5,456,669.00
Trade Creditors for The Previous Year	0.00	0.00
Trade Creditors for Prior Periods (Over Two Years)	3,448,455.00	0.00
Total	11,304,860.00	5,456,669.00

13.Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	7,555,176.00	9,864,796.00
Cash Balances	68,974.00	8,776.00
Short Term Investments	0.00	0.00
Receivables	21,177,695.00	15,317,455.00
Payables	(5,456,669.00)	(201,305.00)
Total	23,345,176.00	24,989,722.00

Other important disclosure notes

IPSAS 1 encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

14.Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Loan(S)	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Total	0.00	0.00

15.Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle		0.00	0.00
Goats		0.00	0.00
Trees		25,000.00	25,000.00
Pigs		235,000.00	235,000.00
Poultry		0.00	0.00
Total		260,000.00	260,000.00

16. Borrowings

Description	2021-2022	2020-2021
	Kshs	Kshs
a) Borrowings		
Borrowing at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments of during the year	0.00	0.00
Balance at end of the year	0.00	0.00

17. Stock/ Inventory

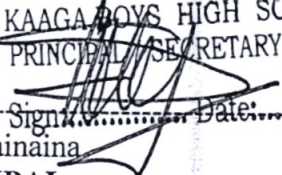
Description	2021-2022	2020-2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year		
Stock/ inventory purchased during the year		
Stock/ inventory issued during the year		
Balance at end of the year	1,602,200.00	2,093,530.00

KAAGA BOYS SECONDARY SCHOOL**Reports and Financial Statements****For the year ended 30th June 2022****18. Progress On Follow Up Of Auditor Recommendations**

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

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

KAAGA BOYS HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M

SIGN:  Date: 15th April 2026

S.M. Wainaina
PRINCIPAL

KAAGA BOYS SECONDARY SCHOOL**Reports and Financial Statements****For the year ended 30th June 2022****Annex 1 - Analysis Of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 30.06.22	Outstanding Balance 30.06.21	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. CHANDY ENTERPRISES	157,440	1.7.21	0.00	157,440	0.00	TO PAY ON SEP 2022
2. HARUN AYUB	133,400	1.7.21	0.00	133,400	0.00	TO PAY ON SEP 2022
3. JOBEM SUPPLIERS	48,500	1.7.21	0.00	48,500	0.00	TO PAY ON SEP 2022
Sub-Total	339,340		0.00	339,340	0.00	
Supply Of Goods						
4. BOOK FLYER	499,070	1.7.21	0.00	499,070	0.00	TO PAY ON SEP 2022
5. MCK BOOKSHOP	96,595	1.7.21	0.00	96,595	0.00	TO PAY ON SEP 2022
6. NAOMI TIMTECH	401,000	1.7.21	0.00	401,000	0.00	TO PAY ON SEP 2022
7. REGIONAL BOOKSELLERS	800,000	1.7.21	0.00	800,000	0.00	TO PAY ON SEP 2022
8. JOEMARK	750,000	1.7.21	0.00	750,000	0.00	TO PAY ON SEP 2022
Sub-Total	2,546,665		0.00	2,546,665	0.00	
Supply Of Services						
9. CYBER SCHOOL	92,800	1.7.21	0.00	92,800	0.00	TO PAY ON SEP 2022
Sub-Total	92,800		0.00	92,800	0.00	
Grand Total	2,978,805			2,978,805		

KAAGA BOYS SECONDARY SCHOOL**Reports and Financial Statements****For the year ended 30th June 2022****Annex 2 – Summary Of Fixed Assets Register**

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land 1	1914	Within school	25,000,000/-	0.00	0.00	25,000,000/-
Land 2	1914	Within school	10,000,000/-	0.00	0.00	10,000,000/-
Buildings And Structures	1914-2021	Within school	58,000,000/-	0.00	0.00	58,000,000/-
Motor Vehicles	1/1/2004	Bus Shed	1,500,000/-	0.00	0.00	1,500,000/-
Office Equipment, Furniture And Fittings	1914-2022	Offices	26,585,000/-	0.00	0.00	26,585,000/-
ICT Equipment, And Other ICT Assets	2010-2022	Offices/Classes	917,000/-	0.00	0.00	917,000/-
Tools And Apparatus	2000-2022	Laboratory	3,618,700/-	0.00	0.00	3,618,700/-
Textbooks	2000-2022	store	221,000/-	0.00	0.00	221,000/-
Other Machinery And Equipment	2010-2022	Within school	1,540,000/-	0.00	0.00	1,540,000/-
Heritage And Cultural Assets	-	-	0.00	0.00	0.00	0.00
Intangible Assets- Soft Ware	2015	Ac office	200,000/-	0.00	0.00	200,000/-
Total			127,581,700/=	0.00	0.00	127,581,700/=



1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16. 17. 18. 19. 20. 21. 22. 23. 24. 25. 26. 27. 28. 29. 30. 31. 32. 33. 34. 35. 36. 37. 38. 39. 40. 41. 42. 43. 44. 45. 46. 47. 48. 49. 50. 51. 52. 53. 54. 55. 56. 57. 58. 59. 60. 61. 62. 63. 64. 65. 66. 67. 68. 69. 70. 71. 72. 73. 74. 75. 76. 77. 78. 79. 80. 81. 82. 83. 84. 85. 86. 87. 88. 89. 90. 91. 92. 93. 94. 95. 96. 97. 98. 99. 100.