

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 10 JUN 2025	DAY: TEUSKAT
TABLED BY: HON. NAOMI WAGO, DEPUTY CHIP WHIP	THE AUDITOR-GENERAL
CLERK-AT-THE-TABLE: PERPETUAL MUIGA.	

PARLIAMENT
OF KENYA
LIBRARY

ON

CHOGORIA GIRLS' HIGH SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2024**

THARAKA NITHI COUNTY



CHOGORIA GIRLS' HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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

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1. Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

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

2. Key School Information and Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in THARAKA NITHI County, MAARA Sub-County.

The school was registered in 10/2019 under registration number 13S00300417 and is currently categorized as a NATIONAL public school established, owned or operated by the Government.

The school is a boarding school and had 1593 number of students as at 30th June 2024. It has 7 streams and 71 teachers of which 5 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	Prof.. Humphrey Kirimi	Chairman	01/07/2022
2	Mrs. Lucy K Mugendi	Secretary - Principal	01/07/2022
3	Eng. Godfrey Mawira	Member	01/07/2022
4	Mr. Phineas Murungi	Member	01/07/2022
5	Mrs. Joan Rima	Member	01/07/2022
6	Mrs. Risper Ananda	Member	01/07/2022
7	Dr. Elosy Gtaka	Member	01/07/2022
8	Mr. Morris Kibaara	Member – Rep CEB	01/07/2022
9	Mr. Peter Lunani	Member Rep Teachers	01/07/2022
10	Dr. Grace Murithi	3 Members - Sponsor	01/07/2022
11	Mr. Joseph Mung'ara		
12	Dr. Elijah Mwaura		
13	Mr. Gerald Mutegi	Member - Community	01/07/2022
14	Ms Naomi Kiragu	Member Special Needs	01/07/2022
15	Ms Kezziah Kioko	Rep Students	01/07/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Dr. Humphrey Kirimi Dr. Grace Murithi Mrs. Lucy Mugendi Mr. Patrick Murithi Mr. Morris Njagi	Chairperson Vice Chairperson Principal/Secretary P.A Chairperson B.O.M Member	3
2	Ethics, Integrity & Students' Welfare committee	Md. Risper Gatakaa Ms. Joan Rima Mr. Phineas Ngaku Ms. Naomi Kiragu Mrs. Lucy Mugendi Mrs. Karani Cecilia Dr. Rose Mugwiria Ms. Caroline Muchiri Ms. Beatrice Gichuhi	Chairperson B.O.M Member B.O.M Member B.O.M Member Chief Principal D/Principal D/Principal H.O.D Boarding Ass. H.O.D Boarding	

3	Academic Committee	Dr. Elosy Gatakaa Dr. Grace Murithi Dr. Mwaura Mr. Patrick Murithi Dr. Rose Mugwiria Mr. David Nduru Mrs. Pauline Murangiri Ms. Lily Chebet Mr. Mathews Wasike Mr. Joshua Giso Mrs. Doreen Gitonga Mr. Patrick Arungi	Chairperson B.O.M Member B.O.M Member P.A Chairperson D/Principal Dean Of Studies H.O.D Humanities H.O.D Languages H.O.D Mathematics H.O.D Sciences H.O.D Technicals H.O.D Co - Curricular	1
4	Finance & Procurement Committee	Prof. Humphrey Kirimi Mr. Morris Kibaara Ms. Risper Gatakaa Mrs. Lucy Mugendi Mr. Jasper K. Riungu	B.O.M Chairperson B.O.M Member B.O.M Member Chief Principal School Bursar	
5	Disciplinary Committee	Prof. Humphrey Kirimi Dr. Grace Murithi Mrs. Lucy Mugendi Mr. Morris Kibaara Mrs. Cecilia Karani Mr. Peter Lunani Ms. Beatrice Gichuhi Ms. Caroline Muchiri Mr. Anthony Kiruja Nyaga Mr. Mathews Wasike Mr. Chrispine Nyaronje	B.O.M Chairperson Vice Chairperson B.O.M Secretary B.O.M Member Deputy Principal Teacher Teacher Teacher Teacher Teacher	
6	Safety Standards Committee	Prof. Humphrey Kirimi Mrs. Lucy Mugendi Mr. Joseph Mung'ara Ms. Risper Gatakaa Mrs. Karani Cecilia Dr. Rose Mugwiria Ms. Beatrice Gichuhi Mr. Eric Micheni Ms. Tabitha Eboso Mr. Mwenda Mr. Kinyua	B.O.M Chairperson B.O.M Secretary B.O.M Member B.O.M Member D/Principal D/Principal Teacher Teacher Teacher Teacher C.R.T- T/Nithi SCQASO	
7	School Infrastructure Committee	Mr. Gerald Mutegi Prof. Humphrey Kirimi Mrs. Lucy Mugendi Mrs. Karani Cecilia Mr. Patrick Murithi Mr. Muthee John	Chairperson B.O.M Chairperson B.O.M Secretary Secretary P.A Chairperson S.C.D.E	2

(d) School operation Management

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

Ref:	Designation	Name	Identification
1.	Principal	Mrs. Lucy K Mugendi	TSC No.304053
2.	Deputy Principal	Mr. Benjamin Muthungu Mrs. Karani Cecilia	TSC No. 303015 TSC No. 393831
3.	School Bursar	Mr. Jasper Kimathi	ID No. 12407139

(e) Schools contacts

Post Office Box: 76-60401
 Telephone: 0720071917
 E-mail: chogoriagirls@yahoo.com/chogoriagirlshigh@gmail.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

Provide details of the school bankers.

1. Name of Bank: Cooperative Bank
 Branch: Chogoria
 Account No. 1139057899500
 Account Name: Tuition Account
2. Name of Bank: Cooperative Bank
 Branch: Chogoria
 Account No. 1139057899502
 Account Name: Operations Account
3. Name of Bank: Equity Bank
 Branch: Chogoria
 Account No. 210262044068
 Account Name: School Fund Account
4. Name of Bank: KCB Bank
 Branch: Chogoria
 Account No. 1103758039
 Account Name: School Fund Account
5. Name of Bank: Cooperative Bank
 Branch: Chogoria
 Account No. 1129057899500
 Account Name: School Fund Account

- | | |
|------------------|--------------------------------------|
| 6. Name of Bank: | Cooperative Bank |
| Branch | Chogoria |
| Account No. | 1139057899501 |
| Account Name | Infrastructure Account |
| 7. Name of Bank: | Southern Star Sacco |
| Branch | Chogoria |
| Account No. | 502006000800 |
| Account Name | Income Generating Activities 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:

(Under this section, the following information should be given:

- *Surplus/ deficit for the year and a comparison of the same for the last three years*
- *Capitation grants from the Ministry of Education for the last three years*
- *A three-year overview of growth of other income(s) earned by the school.*
- *A three-year overview of growth in expenditure of the school*
- *Movement of debtors and creditors of the school over the last three years*

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

1. SURPLUS/DEFICIT

2024	2023	2022
17380963.77 (56%)	(3607197) (-11%)	17038953 (55%)

2. CAPITATION

2024	2023	2022
28425099.30 (41%)	19785442.30 (28%)	21522111 (31%)

3. CAPITATION RATIO

2024	2023	2022
1:17843.75 (38%)	1:13711.30 (29%)	1:15340.05 (33%)

4. INCOME

2024	2023	2022
140245142.81 (33%)	143476854 (34%)	139633592 (33%)

5. EXPENDITURE

2024	2023	2022
122864179.04 (32%)	147084051 (37%)	122594639 (31%)

6. SUNDRY DEBTORS

2024	2023	2022
15892524.25 (46%)	9296472 (27%)	9669705 (27%)

7. CREDITORS

	2023	2022
7704727 (46%)	3912498 (23%)	5079847 (31%)

8. CASH & BANK BALANCES

2024	2023	2022
23326618 (37%)	14981890 (24%)	24040768 (39%)

b) Teacher Student ratio:

(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).

Teacher/ Student Ratio	1:22
Chemistry/Maths	5
Biology/Agriculture	4
Maths/ B.Studies	5
Biology/Chemistry	3
Biology/Geography	1
Agriculture/Geography	1
Chemistry/Physics	2
Computer/English	1
English/Literature	7
English/CRE	2
French/English	1
Geography/CRE	1
Geography/History	1
Geography/Kiswahili	3
German/Geography	1
History/CRE	5
History/Kiswahili	8
H/Science/Maths	1
H/Science/History	1
Kiswahili/CRE	5
Maths/Geography	2

Maths/Physics	5
TSC Teachers	66
B.O.M	5

c) Mean score in the 2021-2022 KCSE:

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

Year	Entry	Mean Score	Deviation	Transition
2023	319	8.6489	+0.5624	295
2022	348	8.0865	-0.5412	249
2021	338	8.6445	-0.1771	258

d) Number of Candidates in the 2021-2023 KCSE:

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

Year	Entry
2023	319
2022	348
2021	338

e) Capacity of the school:

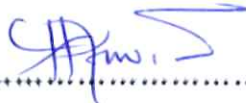
(Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education).

S/N	PARTICULARS	NUMBER	CAPACITY	STATUS
1	Dormitories	6	1500	Inadequate
2	Dining Hall	1	1000	Inadequate
3	Laboratories	4	1500	Inadequate
4	Toilets	54	1500	Adequate
5	Administration Block	1		Inadequate
6	Staff Room	1	64	Adequate
7	Store	3	3	Adequate
8	Board Room	1	22	Inadequate

f) Development projects carried out by the school:

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dormitory Phase (ii)	G.O.K	Not complete	20,186,000.00	4,448,154.00	30/05/2025



.....
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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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


.....

Name: Prof. Humphrey K. Ileri
Designation: Chairman, School Board of Management
Date: 17/04/2025


.....

Name: Lucy K. Mugendi
Designation: School Principal & Secretary to Board of Management
Date: 17/04/2025


.....

Name: Jaspher K. Riungu
Designation: Bursar/ Finance Officer
Date: 17/04/2025

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON CHOGORIA GIRLS' HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – THARAKA NITHI COUNTY

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- 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 Chogoria Girls High' School - Tharaka Nithi County set out on pages 1 to 34, which comprise of the statement of assets

and liabilities as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 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 Chogoria Girls' High 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 Public Finance Management Act, 2012 and Basic Education Act, 2013.

Basis for Qualified Opinion

1.0 Long Outstanding Student Accounts Receivables

The statement of financial assets and liabilities reflects account receivable balance of Kshs.26,775,385, which as disclosed in Note 13 to the financial statement represent students fee arrears. Included in the balance are fee arrears totalling Kshs.10,882,861 that have been outstanding for more than two (2) years without being recovered or collected. However, the School does not have a policy on the impairment of long outstanding fees arrears, casting doubt on the fair statement of the accounts receivable balance.

In the circumstances, the accuracy, completeness and full recoverability of the outstanding receivables balance of Kshs.26,775,385 could not be confirmed.

2.0 Unsupported and Inaccurate Property, Plant and Equipment Balance

Annex 2 to the financial statements on summary of fixed asset register reflects a balance Kshs.198,309,735 in respect non-current assets. The balance includes land and buildings & structures valued at Kshs.145,500,000 and Kshs.33,343,935 respectively, totalling Kshs.178,843,935. However, ownership documents and valuation reports for both land and building were not provided for audit verification.

In addition, the manual non-current asset register maintained at the school was incomplete with several asset details missing including serial numbers, acquisition dates, asset locations, responsible custodians, and disposal information.

Further, physical verification of the asset's existence at the School in the month of April, 2025 revealed that the assets do not have specific identification references on them for ease of identification and tracking.

In the circumstances, the accuracy, completeness, ownership and existence of the fixed assets could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted and actual amounts reflects total final budgeted income on comparable basis of Kshs. Kshs.127,623,000 and Kshs.131,884,778 resulting to revenue over-collection of Kshs.4,261,778 or three (3) percent of the total income budget which has not been approved or explained.

Similarly, the statement reflects actual receipts of Kshs.131,884,778 and actual expenditure of Kshs.117,920,970 resulting to under-utilization of funds totalling kshs.13,963,808 or eleven (11%) of the actual receipts.

The over-collection and under-expenditure are indicators of improper planning by the school on budget budget-making process and may negatively impact service delivery to the public.

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

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues or given any explanations for failure to implement the recommendations.

Other Information

Management is responsible for the other information set out on page iii to xiii which comprise of the School's Information and Overall Performance, Statement of Performance against the School's Predetermined Objectives, Environmental and Sustainability Reporting and the Statement of School's Management Responsibilities.

The other information does not include the financial statements and my audit report thereon.

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information and I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1.0 Irregular Transfer of Funds

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.97,693,536 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.2,138,334 transferred to Kenya Secondary School Heads Association (KESSHA). However, it was noted that KESSHA is a welfare organization that draws its membership from School Principals only. In addition, this organization is not defined in the 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 on transfers to KESSHA amounting to Kshs.2,138,334 could not be confirmed.

2.0 Unbalanced Budget

The statement of comparison of budget and actual amounts reflects total final budgeted income of Kshs.127,623,000 which exceeded the final budgeted expenditure of Kshs.123,823,822 by an amount of Kshs 3,799,178. This is contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which states inter alia, that the budget shall be balanced.

In the circumstances, the budget making process was inefficient and Management was in breach of the law.

3.0 Irregularities in Procurement for Construction of Dormitory Phase II

The School Management awarded the contract for construction of dormitory phase II to a contractor at contract sum of Kshs.20,280,465 for twenty-four (24) weeks with a commencement date of 25 March, 2024. Physical verification exercise conducted in the school in the month of April, 2025 revealed that the project is complete and in use.

However, review of the procurement documents revealed that amongst the members of the tender evaluation committee were three (3) Board Members contrary to the requirement of Section 46(1) of the Public Procurement of Assets and Disposal Act, 2015 which requires the evaluation committee to be appointed from members of staff.

In addition, there was no evidence that the head of procurement function by way of professional opinion made a recommendation on award of procurement contrary to Section 84(1) of the Public Procurement of Assets and Disposal Act, 2015 which requires the head of procurement function of a procuring entity shall, alongside the report to the evaluation committee as secretariat comments, review the tender evaluation report and provide a signed professional opinion to the accounting officer on the procurement or asset disposal proceedings.

In the circumstances, there was an overlap between the mandate of the Board and Management that may cause inefficiencies and conflict of interest hence impacting negatively on service delivery and Management was in breach of the law.

4.0 Inconsistency in Student Enrollment Data Records

Review of data with respect to the number of students in the National Education Management Information System (NEMIS) against the enrolment record provided by the School revealed variances in records of the students as per NEMIS and the enrolment registers resulting in the School being underfunded by Kshs.1,574,703 as detailed below:-

Month	Capitation Per Student	No. of Students as Per NEMIS	No. of Students as Per Register	Variance
September, 2023	800	1,503	1,548	(45)
January, 2024	2,000	1,505	1,653	(148)
May, 2024	1,100	1,610	1,653	(43)

This was contrary to the Ministry of Education Circular MOE.HQs/3/10/18/ (46) dated 7 February, 2022 and Circular MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day Secondary Education (FDSE) which requires that all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

5.0 Delayed Transfer of Infrastructure Funds from the Operations Bank Account

The School Management transferred kshs.1,202,400 to the infrastructure account one hundred and twenty-eight days (128) after receipt of the funds in the operations account. This is contrary to 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 days upon receipt of the funds in the operations account.

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

6.0 Irregular Procurement of Printers Through Single Sourcing

The statement of receipts and payments reflects operations payments amounting to Kshs.16,481,108 which as disclosed in Note 7 to the financial statements includes payments totalling Kshs.205,000 for supply of two (2) printers that were procured directly from the supplier of goods and services. However, the school did not provide for audit review any justification to support the use of direct procurement. Further, the printers procured were not included in the School's approved procurement plan. This is contrary to Section 124(12) of the Procurement and Assets Disposal Act, 2015 which states that single source selection may be appropriate in the following cases, and only if it presents a clear advantage over competition— (a) where it can be evidenced that goods, works or services are available only from a particular supplier, or a particular supplier has exclusive rights in respect of the consultancy services, and no reasonable alternative or substitute exists; or (b) for tasks that represent a natural continuation of previous work carried out by the firm; (c) in exceptional cases, such as, but not limited to, in response to natural disasters and for a declared national emergency situation.

In the circumstances, value for money may not have been achieved in the procurement process and 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

1.0 Ineffective Audit Committee

During the year under review, there was no evidence of follow up on the implementation of the recommendations of internal and external auditors by the audit committee. No satisfactory reasons were provided for this anomaly.

In the circumstances, the absence of follow up by the audit committee may lead to poor risk management strategies, ineffective internal control and weak governance within the school.

2.0 Weaknesses in the Management of Textbooks

Review of text book records established the following inefficiencies during the audit review.

- i. There was no evidence of establishment of the School Instructional Materials Selection Committee (SIMSC) to determine annual need assessment of text books and subject instructional material required by the school.
- ii. Analysis of textbook inventory revealed that a total of seven thousand seven hundred and three (7,703) text books have been lost cumulatively since the year, 2021. However, there were no immediate controls or systems to minimize losses or recover the text books lost during the year under review.

In the circumstances, effective measures for textbook inventory controls and strategies to prevent losses and recover lost textbooks could not be confirmed.

3.0 Ineffective Board of Management

Review of the Board of Management (BOM) meeting records for the financial year revealed the following anomalies;

- i. The Audit Committee, Discipline Committee and, Finance, Procurement and General purposes Committee did not meet during the financial year.
- ii. Review of Board minutes revealed that the Board of Management did not conduct an evaluation of its performance for the financial year under review.
- iii. Six (6) Board Members did not have both appointment and acceptance letters in their files.

In the circumstances, the effectiveness of controls in respect to governance and oversight in 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 the Management and the Board of Management

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

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

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

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

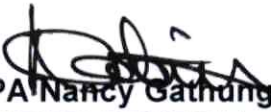
The Board of Management is responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for 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

07 May, 2025

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

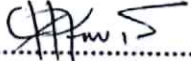
Description Of Vote Head	Note	2024	2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	4,367,330	3,173,216
Government grants for operations	2	19,264,869	11,048,226
Government Grants for infrastructure	3	4,792,900	5,564,000
School fund income- parents' contributions	4	103,844,600	115,721,394
Miscellaneous incomes	5	7,975,444	7,970,017
Total Receipts		140,245,143	143,476,854
Payments			
Tuition	6	4,241,380	6,866,568
Operations	7	16,481,108	9,713,305
Infrastructure	8	4,448,155	13,515,533
Boarding and school fund	9	97,693,536	116,988,645
Total Payments		122,864,179	147,084,051
Surplus/Deficit		17,380,964	(3,607,197)

The school financial statements were approved on 17/04/2025 and signed by:


 Name: Prof. Humphrey K. Ileri

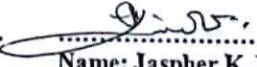
Chair BOM

Date: 17/04/2025


 Name: Lucy K. Mugendi

School Principal/ Secretary to BOM

Date: 17/04/2025


 Name: Jasper K. Riungu

Bursar/ Finance Officer


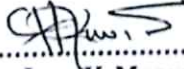
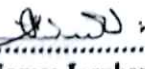
Date: 17/04/2025

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

Description	Note	2024 Kshs	2023 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	23,320,945	14,974,121
Cash balances	11	5,673	653*
Short term investments	12	-	-
Total cash and cash equivalent		23,326,618	14,974,774
Account's receivables	13	26,775,385	13,954,037
Total financial assets		50,102,004	28,928,811
Financial liabilities			
Accounts payables	14	7,704,727	(3,912,498)
Net financial assets		42,397,277	25,023,429
Represented by			
Accumulated fund b/fwd	15	25,016,313	28,138,846
Surplus/deficit for the year		17,380,964	(3,607,197)
Net financial position		42,397,277	25,023,429

*The figure has been restated to reflect the correct position.

The school's financial statements were approved on 17/04/2025 and signed by:

		
Name: Prof. Humphrey K. Ireri	Name: Lucy K. Mugendi	Name: Jasper K. Riungu
Chair BOM	School Principal/ Secretary to BOM	Bursar/ Finance Officer
Date: 17/04/2025	Date: 17/04/2025	Date: 17/04/2025

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

Description	Note	2024	2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		4,367,330	3,173,216
Government grants for operations		19,264,869	11,048,226
Government grants for infrastructure		4,792,900	5,564,000
School fund income- parents contributions/ fees		95,203,749	115,721,394
Other income		7,975,444	7,970,017
Total receipts		131,604,292	143,476,854
Payments			
Cash outflows for tuition		4,241,380	6,866,568
Cash outflows for operations		16,481,108	9,713,305
Cash outflows for Infrastructure		4,448,155	13,515,533
Cash outflows Boarding/lunch and school fund payments		98,081,804	116,988,645
Total payments		123,252,447	147,084,051
Net cash inflow/outflow from operating activities		8,351,845	(3,607,197)
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		8,351,845	(3,607,197)
Cash and cash equivalent at beginning of the FY		14,974,774	28,035,591
Cash and cash equivalent at end of the FY		23,326,619	24,428,394

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

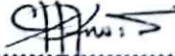
(The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cash flow as recommended by PSASB).

The school's financial statements were approved on 17/04/2025 and signed by:


.....
Name: Prof. Humphrey K
Ileri


Chair BOM

Date: 17/04/2025


.....
Name: Lucy K. Mugendi

School Principal/ Secretary
to BOM

Date: 17/04/2025


.....
Name: Jaspher K. Riungu

Bursar/ Finance Officer

Date: 17/04/2025

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) <i>Capitation Grant on Tuition</i>					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	6,216,000		6,216,000	4,367,330	70%
Exams And Assessment					
	6,216,000		6,216,000	4,367,330	
(2) <i>Capitation Grant on Operations</i>					
Personnel Emoluments	6,486,000		6,486,000	4,972,478	77%
Repairs And Maintenance					
Local Transport / Travelling	1,974,000		1,974,000	1,513,362	77%
Electricity And Water	3,666,000		3,666,000	2,810,530	77%
Medical				684,750	
Administration Costs					
Activity	2,250,000		2,250,000	923,384	41%
Gratuity					
	14,376,000		14,376,000	10,904,504	

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
<i>3) FDSE for infrastructure</i>					
Maintenance & Improvement MoE	7,500,000		7,500,000	4,792,900	64%
M&I parents' Contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
	7,500,000		7,500,000	4,792,900	
<i>(4) Fees Charged on Parents</i>					
Personnel Emoluments	10,694,775		10,694,775	13,381,835	125%
Repairs And Maintenance	3,000,000		3,000,000	3,354,159	112%
Local Transport / Travelling	3,055,650		3,055,650	3,845,623	126%
Electricity And Water	9,472,515		9,472,515	11,540,014	122%
Medical					
Administration Costs	7,333,560		7,333,560	8,735,217	119%
Activity	1,197,000		1,197,000	1,278,597	107%
PA Levies		6,000,000	6,000,000	6,835,337	114%

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
Fee On Boarding Equipment and Stores	50,577,500		50,577,500	54,873,818	120%
	85,331,000	6,000,000	91,331,000	103,844,600	
5) Miscellenous Income					
Loans / Borrowing					
Rent income				288,885	
Income From Farming Activities	2,250,000		2,250,000	1,726,740	
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire				419,500	
Fee For Hire of Ground and Equipment					
Interest Income					
Income Bakery	5,950,000		5,950,000	5,540,319	
	8,200,000		8,200,000	7,975,444	
Total Income	121,623,000	6,000,000	127,623,000	131,884,778	
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					

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
Internal Exams					
Teaching / Learning Materials	6,216,000		6,216,000	4,241,380	68%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges					
	6,216,000		6,216,000	4,241,380	
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	6,486,283		6,486,283	4,148,329	64%
Repairs, Maintenance & Improvements					
Local Transport / Travelling	1,974,085		1,974,085	1,262,534	64%
Electricity, Water and Conservancy	3,666,157		3,666,157	2,344,707	64%
Medical					
Administration Costs	1,974,085		1,974,085	1,262,534	64%
Activity Expenses	3,068,800		3,068,800	2,519,795	82%
Gratuity					
SMASSE					
	17,169,410		17,169,410	11,537,899	

Receipt/Expenses Item	Original Budget a K.shs	Adjustments b K.shs	Final Budget c=a+b K.shs	Actual On Comparable Basis d K.shs	% Of Utilisation e=d/c % K.shs
(8) Expenditure For Infrastructure					
Construction of classrooms					
Construction of LAB					
Construction of DORMS				4,448,155	
Purchase of furniture					
Purchase of equipment					
Purchase of machinery				4,448,155	
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	9,980,250		9,9980,250	12,113,656	121%
Repairs, Maintenance and Improvements	3,100,000		3,100,000	3,740,440	121%
Local Transport / Travelling	2,851,500		2,851,500	3,461,044	121%
Electricity, Water and Conservancy	8,839,650		8,839,650	10,729,237	121%
Medical Expenses					
Administration Costs	6,843,600		6,843,600	8,306,506	121%
Activity	2,014,500		2,014,500	1,739,017	86%
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	66,808,912		66,808,912	50,133,334	75%
Expenditure For Income Generating Activity				7,470,302	

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
Insurance Costs					
Other Expenses On Investments					
Rent Expenses					
Bank Charges					
Loan Interest Repayment					
Loan Principal Repayment					
Acquisition Of Assets					
	100,438,412		100,438,412	97,693,536	
Totals	123,823,822		123,823,822	117,920,970	

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2024	2023
	Kshs	Kshs
Reference Materials	-	-
Exercise Books		
Laboratory Equipment	-	-
Internal Exams		
Teaching / Learning Materials	4,367,330	3,173,216
Others (specify) *	-	-
Total	4,367,330	3,173,216

*Include others as per MOE circulars

2 Government Grants for Operations

Description	2024	2023
	Kshs	Kshs
Personnel Emoluments	4,972,478	4,774,213
Repairs And Maintenance	5,999,400	-
Local Transport / Travelling	1,513,362	1,453,022
Electricity And Water	2,810,530	2,698,469
Medical	684,750	140,400
Administration Costs	1,572,765	1,453,022
Activity	923,384	529,100
Early Learning	788,200	-
Total	19,264,869	11,048,226

**Include others as per MOE circulars*

3 Government Grants for Infrastructure

Description	2024	2023
	Kshs	Kshs
Maintenance & Improvement	4,792,900	5,564,000
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify) (NGCDF and County govt.	-	-
Total	4,792,900	5,564,000

4 School Fund Income - Parents Contribution/Fees

Description	2024	2023
	Kshs	Kshs
Personnel emoluments	13,381,835	17,693,466
Repairs and maintenance	3,354,159	4,106,276
Local transport / travelling	3,845,623	4,421,998
Electricity and water	11,540,014	13,778,194
Medical	-	-
Administration costs	8,735,217	11,892,795
Activity	1,278,597	2,195,230
Fee on Boarding Equipment and stores	54,873,818	54,129,810
Development	6,835,337	7,503,625
Total	103,844,600	115,721,394

**Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.*

5 Miscellaneous Incomes

Description	2024	2023
	Kshs	Kshs
Rent Income	288,885	-
Income From Farming Activities	1,726,740	-
Insurance Compensation	-	-
Income From Bakery	5,540,319	-
Income From Bus Hire	419,500	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income generating activities	-	7,970,017
Total	7,975,444	7,970,017

(Include an explanation on the kind and source of grants/ donations received by the school.)

**Ensure proper authorization from MOE before obtaining loans/borrowings.*

**Indicate what other income relates to including income arising from write backs if any.*

Notes to the Financial Statements (continued)

6 Tuition

Description	2024	2023
	Kshs	Kshs
Exercise Books	-	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	4,241,380	6,866,568
Exams And Assessment	-	-
Teachers Guides	-	-
Bank Charges	-	-
Others (specify)	-	-
Total	4,241,380	6,866,568

7 Operations

Description	2024	2023
	Kshs	Kshs
Personnel Emoluments	4,148,329	3,367,538
Service Gratuity	-	-
Administration Cost	1,262,534	1,024,993
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	1,262,534	1,024,993
Electricity And Water	2,344,707	1,993,391
Medical	-	-
Activity Expenses	2,519,795	2,392,570
Infrastructure account	4,194,400	-
Early Learning	748,809	-
Total	16,481,108	9,713,305

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2024	2023
	Kshs	Kshs
Infrastructure	4,448,155	-
Construction of laboratory	-	-
Construction of dormitory	-	13,515,533
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	4,448,155	13,515,533

9 Boarding and School Fund

Description	2024	2023
	Kshs	Kshs
Personnel Emoluments	12,113,656	15,403,351
Service Gratuity	-	-
Repairs And Maintenance & Improvements	3,740,440	2,920,157
Local Transport / Travelling	3,461,044	4,400,957
Electricity And Water	10,729,237	14,473,516
Medical Expenses	-	-
Administration Costs	8,306,506	10,562,296
Bank Charges	15087.44	
Fee On Boarding Equipment and Stores	50,133,334	48,028,522
Expenses on income generating activities	-	7,562,477
Activity	1,739,017	1,778,510
Bakery	4,201,035	
School Farm	676,580	
Perimeter wall		11,858,859
2023 KCSE	2,577,600	
Total	97,693,536	116,988,645

*(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).*

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024	2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1139057899500	277,353	151,403
Operations Account	Active	1139057899502	4,780,533	2,005,707
School Fund Account KCB Bank	Active	1103758039	6,070,762	2,531,841
School Fund Account COOP Bank	Active	1129057899500	1,249,937	4,843,154
School Fund Account EQUITY	Active	210262044068	5,102,251	451,793
Infrastructural Account	Active	1139057899501	4,715,544	4,370,798
Income Generating activities Account	Active	502006000800	1,124,565	619,423
Total			23,320,945	14,974,121

11 Cash In Hand

Description	2024	2023
	Kshs	
Notes and Coins	5,673	653*
Total	5,673	653*

12 Short Term Investments

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

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2024	2023
	Kshs	Kshs
Fees Arrears	26,775,385	13,954,037
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	26,775,385	13,954,037

13 b Ageing Analysis of Accounts Receivable

Description	2024		2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	15,892,524	59.4%	13,954,037	100%
Between 1- 2 years	10,882,861	40.6%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 13 a)	26,775,385	100%	13,954,037	100%

14 Accounts Payable

Description	2024	2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	3,524,230	3,912,498
Prepaid Fees	4,180,497	
Retention Monies	-	
Unpaid salaries and statutory deductions	-	
Caution money	-	
Other payables (specify)	-	
Total	7,704,727	3,912,498

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2024		2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,524,230	100%	3,912,498	100%
Between 1- 2 years		%		%
Between 2-3 years		%		%
Over 3 years		%		%
Total (should tie to note 14)	3,524,230	100%	3912498	100%

15 Fund Balance Brought Forward

Description	2024	2023
	Kshs	Kshs
Bank Balances	14,974,121	24,018,876
Cash Balances	653	21,892
Short Term Investments		
Receivables	13,954,037	9,669,705
Payables	(3,912,498)	(5,079,847)
Total	25,016,313	28,630,626

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2024	2023
	Kshs	Kshs
Bank Loans		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision	1,500,000	2,500,000
Others (specify)		
Total	1,500,000	2,500,000

17 Biological assets

Description	Numbers	2024	2023
		Kshs	Kshs
Cattle	10	620,000	560,000
Pigs	5	100,000	60,000
Trees	2000	5,000,000	5,000,000
Vegetables	3250	65,000	80,000
Poultry			-
Fish	1000	200,000	165,000
Total		5,985,000	5,865,000

18 Borrowings

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

Other important disclosure notes

19 Stock/Inventory


Description	2024	2023
	Kshs	Kshs
Food stuffs	2,976,850	2,382,000
Lab consumables	850,000	430,000
Farm produce	-	-
Medication	60,200	173,000
Construction Materials	-	-
Others (specify)	-	-
	3,887,050	2,985,000

(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)

20 Progress On Follow Up Of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Human Resource Policy		Resolved	
2	IT Policy		Resolved	
3	BOM Attendance register		Resolved	
4	Asset Tagging	Sourcing for funds	Not resolved	2025-2026
5	Asset Valuation	Sourcing for funds	Not resolved	2025-2026
6	Land ownership	In consultation with MOE	Not resolved	
7	Biological Assets		Resolved	
8	Stores inventory		Resolved	
9	Fixed Asset Register	In process	Not Resolved	2025-2026
10	Text Books Management	Management in process of automating	Not Resolved	2025-2026



Sign - 17/04/2025
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024	Outstanding Balance 2023	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
Sub -Total						
Supply Of Goods						
1. Akami Dairy	150,600	14/06/2024	-	150,600		To be paid in the next FY
2. Sarah Danson	135,470	14/06/2024	-	135,470		"
3. School Bakery	417,480		-	417,780		"
4. Chogoria Wakulima Co. Ltd	183,220	07/06/2024	-	183,220		"
5. Idhil Services	1,000,000	14/06/2024	-	1,000,000		"
6. Chogoria Apex Pharmacy	62,590	17/05/2024	-	62,590		"
7. Kellen Kainyu Munene	20,000	10/06/2024	-	20,000		"
8. John Kimathi Miriti	375,700	14/06/2024	-	375,700		"
9. Shikim Supplies	62,590	14/06/2024	-	62,590		"
10. School Farm	154,680		-	154,680		"
11. Elims Food Processors	3,250		-	3,250		"
12. Makisher Services	110,230	14/06/2024	-	110,230		"
13. Gozaimus Ltd	135,000	24/05/2024	-	135,000		"
14. Poka General Enterprises	394,640	27/03/2024	-	394,640		"
15. Manjas Hardware	318,780	10/06/2024	-	318,780		"
Sub-Total	3,524,230			3,524,230		
Supply Of Services						
				-		

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024	Outstanding Balance 2023	Comments
				-		
				-		
Sub-Total						
Grand Total	3,524,230			3,524,230		

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost e/f (Kshs) 30 th June 2024
Land	145,500,000			145,500,000
Buildings And Structures	28,895,780	4,448,155		33,343,935
Motor Vehicles	12,600,000			12,600,000
Office Equipment, Furniture And Fittings	258,000			258,000
Textbooks	432,800			432,800
ICT Equipment	852,000			852,000
Tools And Apparatus	932,000			932,000
Other Machinery And Equipment	4,186,000			4,186,000
Heritage And Cultural Assets	80,000			80,000
Intangible Assets- Soft Ware	125,000			125,000
Total	193,861,580	4,448,155		198,309,735

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