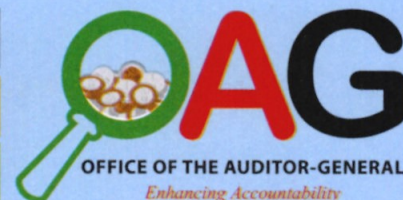


REPUBLIC OF KENYA



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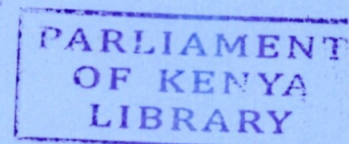
DATE: 02 JUN 2026 DAY: Thursday

REPORT BY: Deputy Majority Whip
Hortensia Akumu

CLERK-AT-THE-TABLE: Halima Ahmed

THE AUDITOR-GENERAL

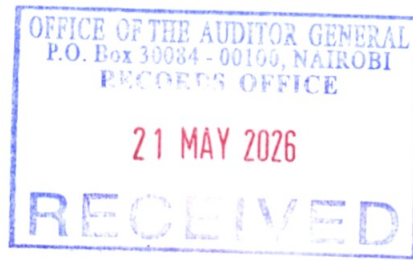
ON



BISHOP OKIRING KAMUNERU ACK
SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2024

BUNGOMA COUNTY



**BISHOP OKIRING KAMUNERU ACK SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS**

FOR THE FINANCIAL YEAR ENDED

30th June 2024

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

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1. Acronyms and Glossary of Terms

BOM - Board of Management

CEB - County Education Boards

IPSAS - International Public Sector Accounting Standards.

KCSE -Kenya Certificate of Secondary Education

PFM -Public Finance Management

PSASB - Public Sector Accounting Standards Board

FY - Financial Year

FDSE - Free Day Secondary Education

TSC - Teachers Service Commission

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 situated in Bungoma County, Mt Elgon Sub-County.

The school is registered in 01/2001 under registration number GP/A/1550/2001 and is currently categorized as a Sub-County Public School established, owned by the Government of Kenya.

The school is a day and boarding school and had 350 number of students as at June 2024. It has single streams and 12 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
	Mr. Duncan Chesosi	Current Chair	28/7/2025
1	Mathew Okiring	Chairman	15/6/2022
2	Moses Sikowo	Secretary - Principal	15/6/2022
3	Idewe Moses	Member	15/6/2022
4	Petronilla Omela	Member	15/6/2022
5	Lucy Ekipara	Member	15/6/2022
6	Mr Wycliffe Cheprot	Member	15/6/2022
7	Mildred Chesang	Member	15/6/2022
8	Janet Akisa	Member – Rep CEB	15/6/2022
9	Felix Cheshari	Member Rep Teachers	15/6/2022
10	Petronilla Omela & Lucy Ekipara	3 Members - Sponsor	15/6/2022
11	Patrick Sululia	Member - Community	15/6/2022
12	Wycliffe Cheprot	MemberSpecial Needs	15/6/2022

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

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

Ref	Name of committee	Name of members	Designation
1	Executive committee	1. Mathew Okiring	Chairman
		2. Moses Sikowo	Secretary
		3. Idewe Moses	Vice chair person
		4. Petronilla Omela	Member
		5. Lucy Ekipara	Member
2	Audit team	1. Mr Wycliffe Cheprot	Chairperson
		2. Ven Idewa Moses	Member
		3. Mildred Chesang	Member
		4. kwalia Shaban	D/principal
		5. idewa Moses	Vice Chairperson
		6. Emily Bukelembe	Bursar
3	Finance Procurement and general Purposes committee	1. Mathew Okiring	Chairperson
		2. David Onyango	Secretary
		3. Jeal Chebet	Member
		4. Patrick Sululia	Member
		Emily Bukelembe	Member
4	Academic committee	1. John Shikuku Kiboi	Member
		2. David Onyango	Principal
		3. Alex Rasto	DOS secretary
		4. Hillary Maitui	Teacher
		5. Lucy Ekipara	Member
		6. Janet Akisa	Member
5	SIC (DEV.COMMITTEE)	Rev Moses Idewa	
		David Onyango	
6	Disciplinary/welfare committee	Rueben K. Cheprot	Chairman
		Caleb Boit	Member
		Mildred Chesang	Member
		Janet Opeto	Member
7	School Operation Management	David Onyango	Principal
		Tom Ambetsa	D/principal
		S/bursar	Emily Bukelembe

d. School Operation Management

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

Ref	Designation	Name	Identification
1.	Principal	MOSES SIKOWO	419786
2.	Deputy Principal	JOHN BORTER	347194
3.	School Bursar	EMILY BUKELEMBE	N/A
4.	Others (specify)		

e) School Contacts

Post Office Box: 37 Kapsokwony

TELEPHONE: 0710501741

Email: Bbisokiringkam sec sch @gmail.com

TWITTER:

f) School Bankers

The following school operated 07 numbers of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

Name of the bank: Kenya Commercial Bank (KCB)

BRANCH- Kimilili

1) School fund (saving)-1109508859

2) Bus A/C- 1272310248

Name of the bank: Co-Operative Bank

Branch: Kimilili

1) Tuition- 01139049955600

2) Operation- 01139049955601

3) Infrastructure- 01139049955602

4) School fund- 1109508859

Postal Address: 37 Kapsokwony

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

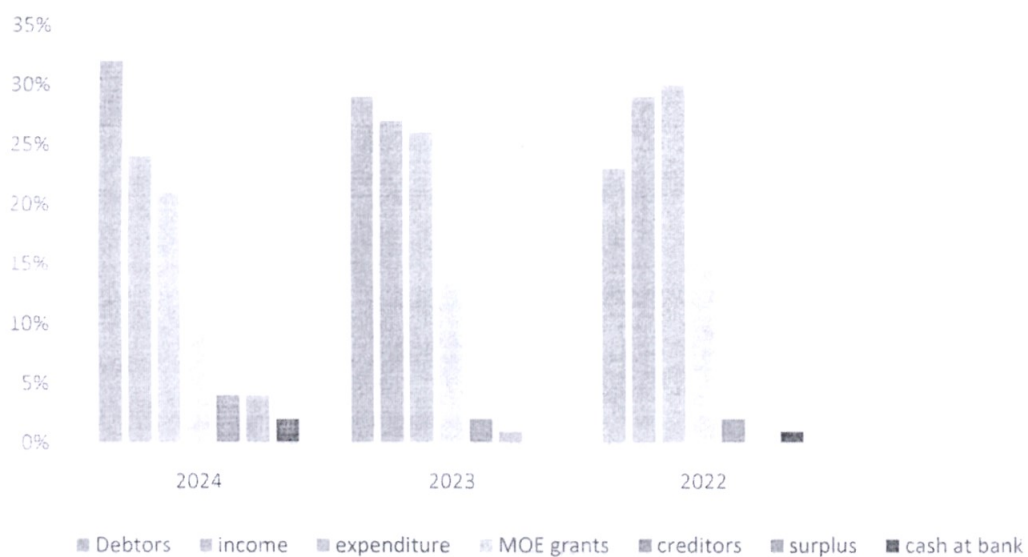
a) Financial performance

Particulars	2024	2023	2022
Surplus/ deficit	1,399,786	261,501	(180,995)
MOE grants	4,609,678	4,074,727	6,460,237
Growth of income	8,851,211	9,669,103	12,680,344
Growth of expenditures	7,451,425	9,407,602	12,861,340
Movement of debtors	11,702,556	10,534,530	10,122,719
Movement of creditors	1,345,635	857,700	933,595
Movement of cash/ bank balances	796,234	76,539	302,744

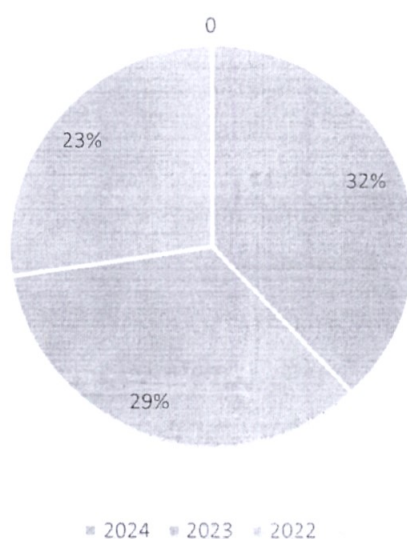
Financial performance Percentages

particulars	2024	2023	2022
Surplus/ deficit	4%	2%	0%
MOE grants	13%	14%	15%
Growth of income	24%	27%	29%
Growth of expenditures	21%	26%	30%
Movement of debtors	32%	29%	23%
Movement of creditors	4%	2%	2%
Movement of cash/ bank balance	2%	0%	1%

Financial Performance 2024,2023,2022



Financial Performance 2024,2023,2022



BISHOP OKIRING KAMUNERU ACK SECONDARY SCHOOL
Annual Report and Financial Statement for the year ended 2024

b. Teacher Student Ratio

1;55 , 1 teacher representing 55 students. 6 teachers are employed by the Teachers Service Commission and 3 teachers employed by the Board of Management.

c) Mean Score in the 2024 KCSE

YEAR	MEAN SCORE	CANDIDATES ABOVE C+
2023	2.32	0
2022	2.71	0
2021	3.13	3

There have been a drastic drop of the mean score from 2021 to 2023.

d)Number of candidates

Year	Capacity
2023	50
2022	62
2021	61

e) Capacity of the school 2024

	2024	2023
Capacity	330	290
Dormitory	2	2
Toilets	26 (14 girls, 8 boys, 4 teachers)	18 (6 girls, 8 boys, 4 teachers)

BISHOP OKIRING KAMUNERU ACK SECONDARY SCHOOL
Annual Report and Financial Statement for the year ended 2024

f) Development project carried out by the school

Project	Source of fund	status	Initial cost	Amount spent (Kshs)	Expected completion time
2 Class rooms Construction	MOE	CLEARED	1,777,992	1,777,992	2021/2022
3 door toilet	MOE	cleared	498,490	498,490	2022/2023
8 door toilet	MOE	cleared	895,430	895,430	2023/2024
Classroom renovation	MOE	cleared	1,200,470	-	

MOSES SIKOWO

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 8 (3) requires the financial statement so prepared to be in a form that compiles with relevant accounting standards as prescribed by the Public Sector Accounting Standards as prescribed by the Public 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 kept proper all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Bishop Okiring ACK Kamuneru accepts the responsibility for the schools financial statement, 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 opinion that the schools financial statements give a true and fair view of the state of the schools transaction during the financial year 30th June 2024 and of the schools financial position as at that date

.....
Emod fba

Name: Duncan Chesosi

Designation: Chair BOM

Date:

.....
Name: Moses Sikowo

Designation: Secretary BOM/ Principal

Date:

.....
Name: Emily Bukelembe

Designation: Finance officer/ bursar

Date:

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 BISHOP OKIRING KAMUNERU ACK SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – BUNGOMA 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 Bishop Okiring Kamuneru ACK Secondary School set out on pages 1 to 23, which comprise the statement of assets and liabilities as at 30 June, 2024 and the statement of receipts and payments, statement of

*Report of the Auditor-General on Bishop Okiring Kamuneru ACK Secondary School for the year ended 30 June, 2024
- Bungoma County*

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 Bishop Okiring Kamuneru ACK Secondary School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Cash Basis and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Balances in the Financial Statements

The statement of receipts and payments reflects Kshs.8,851,210 and Kshs.7,451,424 in respect of total receipts and payments respectively. However, the supporting schedules and ledgers were not provided for audit.

Further, the statement of assets and liabilities reflects Nil comparative balance in respect of net surplus/deficit whereas the prior year's financial statements reported an amount of Kshs.261,501 leading to a difference of Kshs.261,501.

In addition, the statement of cash flows reported prior year's total receipts as Kshs.8,440,255 while the recalculated amount is Kshs.7,445,296 resulting in an unexplained variance of Kshs.994,959.

The statement of budgeted versus the actual amounts reflects actual on comparable basis on expenditure for tuition as Kshs.88,776 whereas the recalculated amount is Kshs.887,776 leading to a difference of Kshs.799,000.

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

2. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects Government grants for tuition and operations amounts of Kshs.749,737 and Kshs.3,031,941 respectively as disclosed in Notes 1 and 2 to the financial statements. However, review of NEMIS capitation disbursements made to the school and the amount receipted by the school revealed an amount of Kshs.927,180 and Kshs.4,604,314 for tuition and operations respectively, resulting in unexplained cumulative variance of Kshs.1,749,816.

In the circumstances, the accuracy and completeness of the capitation grants for tuition and operations amounting to Kshs.3,781,678 could not be confirmed.

3. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflect cash and cash equivalents balance of Kshs.796,234 as disclosed in Note 10 to the financial statements. However, the bank balances were not supported by bank reconciliation statements and board of survey report.

Further, the certificate of bank balances and bank statements for tuition account with a balance of Kshs.1,182 were not provided for audit.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.796,234 could not be confirmed.

4. Unsupported Accounts Receivable

The statement of assets and liabilities reflects accounts receivable balance of Kshs.11,702,556 as disclosed in Note 10 to the financial statements. However, the relevant schedules, supporting debtors' statements and their aging analysis were not provided for audit.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.11,702,556 could not be confirmed.

5. Unsupported Accounts Payable

The statement of assets and liabilities reflect accounts payable balance of Kshs.1,345,635 as disclosed in Note 14 to the financial statements. However, the detailed movement schedule indicating the particulars of creditors, opening balances, purchases, payments and the closing balance were not provided for audit.

In the circumstances, the accuracy, existence and completeness of accounts payable balance of Kshs.1,345,635 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.10,266,200 and Kshs.8,851,211 respectively

resulting in an under-funding of Kshs.1,414,989 or 14% of the budget. However, the School spent Kshs.7,451,425 against actual receipts of Kshs.8,851,211 resulting in under-utilization of Kshs.1,399,786 or 16% of actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on 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 matters described in the Basis for Qualified Opinion, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Management is responsible for the Other Information set out on page iii to xii which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The School received operations capitation grants of Kshs.4,604,314 from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.1,421,582 which was to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.828,000 was transferred to infrastructure account leaving a balance of Kshs.593,582 as at 30 June, 2024. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3/3 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 Government Guidelines.

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

The statement of receipts and payments reflects operation payments of Kshs.2,776,055 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.104,500 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.104,500 could not be confirmed.

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

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

- i. The statement of assets and liabilities omitted the net financial assets.
- ii. statement of budgeted versus actual amounts did not have commentary on the significant under/overutilization of the budget.
- iii. The Principal did not append his signature and date on the progress on follow up of Auditor recommendations as required in the reporting template.
- iv. Annex 1 and 2 on analysis of pending accounts payable and summary of fixed assets register respectively were not detailed.

Further, lack of relevant information may affect users' reliance on the financial statements for decision making.

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

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 18 December, 2024 instead of the statutory deadline of 30 September, 2024. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

5. Human Resource Management Inefficiencies

Note 7 and 9 to the financial statements reflect payments for operations and boarding and school fund totaling Kshs.5,978,288. Included in this amount is Kshs.1,924,631 in respect of personnel emoluments paid to the School's Board of Management teachers and non-teaching staff. However, Management did not provide the approved staff establishment and terms and conditions of service to confirm the recruitment needs. This was contrary to Section 13 of the Fourth Schedule of the Basic Education Act, 2013 which requires the Board of Management to employ its staff, upon such terms and conditions of service as the County Education Board may determine.

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

6. Excess Supply of Books

During the year under review, the Ministry of Education (MOE) distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed one hundred and ninety-seven (197) books to the School while sixty (60) books were issued to the students, resulting in an unexplained excess text books of one hundred and thirty-seven (137) books in the School's store.

In the circumstances, value for money on the excess five hundred and eighteen (137) text books could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Long Outstanding Accounts Receivable

The statement of assets and liabilities reflects accounts receivable balance of Kshs.11,702,556 as disclosed in Note 13 to the financial statements. Included in the balance is an amount of Kshs.9,098,724 which had been outstanding for more than two (2) years. However, there was no policy on impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

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

2. Lack of Information Communication Technology (ICT) Facility

Review of the ICT environment revealed that the School does not have an established ICT set up. Further, it has not automated the accounting function and other critical operations which might lead to data manipulation and hence the accuracy, reliability and integrity of the data processed may be put in doubt.

In the circumstances, the effectiveness of the internal controls, risk management and governance 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 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

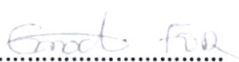
Nairobi

27 May, 2026

6. Statements of receipts and payments for the year ended 30th June 2024

Description Of Vote Head	Note	2023/2024	2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	749,737	96,3025
Government grants for operations	2	3,031,941	3,111,702
Government Grants for infrastructure	3	828,000	995,000
School fund income- parents' contributions	4	3,855,033	4,489,877
Miscellaneous incomes	5	386,500	109,500
Total Receipts		8,851,210	9,669,103
Payments			
Tuition	6	887,776	1,091,050
Operations	7	2,776,055	3,806,702
Infrastructure	8	585,360	1,143,840
Boarding and school fund	9	3,202,233	3,366,010
Total payments		7,451,424	9,407,602
Surplus/Deficit		1,399,786	261,501

The school's financial statements were approved on 19/5/2026 and signed by:



Name: Duncan Chesosi

Chair BOM

Date: 20.5.2026



Name: Moses Sikowo
School Principal/ Secretary to
BOM

Date: 19.5.2026



Name: Emily Bukelembe

Bursar/ Finance Officer

Date:

7) Statement of Assets and Liabilities as at 30th June 2024

Description	Note	2023/2024	2022/2023
Financial Assets			
Cash and Cash equivalent			
Bank Balances	10	796,234	76,539
Cash Balances	11		
Short Term Investment	12		
Total cash and cash equivalent		796,234	76,539
Account Receivables	13	11,702,556	10,534,530
Total Financial Assets		12,498,790	10,611,069
Financial Liabilities			
Account Payables	14	(1,345,635)	(857,700)
Fund balances brought forward	15	9,753,369	9,491,868
Surplus/ deficit for the year		1,399,786	
Net Assets		11,153,155	9,753,369

The school's financial statements were approved on 19/5/26 and signed by:

Emad for

Name: Duncan Chesosi

Chair BOM

Date: 20-5-2026

Moses Sikowo

Name: Moses Sikowo
School Principal/ Secretary to BOM

Date: 19.5.2026

Emily Bukelembe

Name: Emily Bukelembe
Bursar/ Finance Officer

Date:

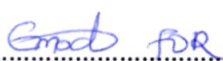
8. Statement of cash flows for the year ended 30th June 2024

Description	No te	2023/2024	2022/2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		749,737	963,025
Government grants for operations		3,031,941	3,111,742
Government grants for infrastructure		828,000	-
School fund income- parents contributions/ fees		2,716,132	3,261,029
Miscellaneous income		386,500	109,500
Total receipts		7,712,310	8,440,255
Payments			
Cash outflows for tuition		202,226	917,175
Cash outflows for operations		2,924,086	3,227,082
Cash outflows Boarding/lunch and school fund payments		3,855,943	3,378,363
Total payments		6,982,255	7,522,620
Net cash inflow/outflow from operating activities		730,055	917,635
Cash flow from investing activities			
Acquisition of assets		-	
Proceeds from sale of Assets		-	-
Proceeds from investments		-	
Purchase of investments		-	1,143,840
Net cash inflow/outflows from investing activities		(10,360)	(1,143,840)

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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		719,695	(226,205)
Cash and cash equivalent at beginning of the FY		76,539	302,744
Cash and cash equivalent at end of the FY		796,234	76,539

The school's financial statements were approved on 19/5/26 and signed by:



Name: Duncan Chesosi

Chair BOM

Date: 20.5.2026



Name: Moses Sikowo

School Principal/ Secretary to
BOM

Date: 19.5.2026



Name: Emily Bukelembe

Bursar/ Finance Officer

Date:

9) Statement of budgeting versus the actual amounts for the year ended 30th June 2024

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	-				
Exercise Books					
Laboratory Equipment	600,000		60,000	0	0%
Internal Exams					
Teaching / Learning Materials	643,200		643,200	749,737	17%
Exams And Assessment					
Sub-total	1,243,200		1,243,200	749,737	60%
(2) Capitation Grant on Operations					
Personnel Emoluments	1,173,000		1,173,000	1,968,534	68%
Repairs And Maintenance	1,500,000		1,500,000	520,582	35%
Local Transport / Travelling					
Electricity And Water					
Medical	600,000		600,000	311,095	52%
Administration Costs					
Activity	450,000		450,000	231,731	51%
Gratuity					
subtotal	3,723,000		3,723,000	3,031,941	81%
3) FDSE for infrastructure					

BISHOP OKIRING KAMUNERU ACK SECONDARY SCHOOL
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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
Maintenance & Improvement MoE	1,500,000		1,500,000	828,000	55%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Sub-total	1,500,000		1,500,000	828,000	55%
(4) Fees Charged on Parents					
Personnel Emoluments	187,450		187,450	205,599	10%
others					
Local Transport / Travelling	36,150		36,150	28,133	78%
Electricity And Water					
Medical					
Administration Costs	175,050		175,050	225,301	12%
Activity	12,500		12,500	7,150	57%
Fees on boarding equipment and stores	3,388,850		3,388,850	3,388,850	100%
Sub-totals	3,800,000		3,800,000	3,855,033	101%
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					

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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 Compensation					
Income From Posho Mill					
Income From Bus Hire				41,300	
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment				345,200	
Total Income	10,266,200		10,266,200	8,851,211	86%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment	600,000		600,000	390,000	65%
Internal Exams					
Teaching / Learning Materials	643,200		643,200	496,826	77%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges				950	
Sub-total	1,243,200		1,243,200	88,776	71%
(7) Expenditure For Operations					

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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
Personnel Emoluments	1,173,000		1,173,000	2,446,276.80	209%
others					
Local Transport / Travelling					
Electricity, Water and Conservancy	600,000		600,000	25,000	4%
Medical					
Administration Costs					
Activity Expenses	450,000		450,000	304,780	68%
Gratuity					
SMASSE					
Sub-total	3,723,000		3,723,000	2,776,055.80	75%
(8) Expenditure For infrastructure					
Construction of classrooms	1,500,000		1,500,000	585,000	39%
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Bank charges				360	0%
Sub -total	1,500,000		1,500,000	585,360	39%
(9) Expenditure For school fund/lunch/boarding					
Personnel emoluments	187,450		187,450	204,550	109%
Local transport and travelling	36,150		36,150	22,000	61%

BISHOP OKIRING KAMUNERU ACK SECONDARY SCHOOL
Annual Report and Financial Statement for the year ended 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
Administration cost	175,050		175,050	445,290	54%
Activity	12,500		12,500	76,160	60%
Boarding equipment's and stores	3,388,850		3,388,850	2,067,234	61%
Bus hire				345,700	
KNEC				41,300	
Bank charges				(1)	
Sub total	3,800,000		3,800,000	320,233	84%
Total	10,266,200		10,266,200	7,451,424.80	73%

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 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* recognizes 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* recognizes 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 authorized 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 2024.

11. Notes to the financial statements

1. Government Grants for Tuition

Description	2023/2024	2022/2023
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		147,001
Internal Exams		
Teaching / Learning Materials	749,737	86,023.50
Others (specify)*		
Total	749,737	963,024.50

2. Government Grants for Operation

Description	2024	2023
	Kshs	Kshs
Personnel Emoluments		2,474,257
Repairs And Maintenance		373,000
Local Transport / Travelling		
Electricity And Water		
Medical	311,093	74,500
Administration Costs		
Activity	231,732	189,945
Other Vote Heads (specify)*	1,968,534	
Total	3,031,941	3,111,701

3. Government Grants for Infrastructure

Description	2024	2023
	Kshs	Kshs
Maintenance & Improvement	828,000	995,000
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (specify)(NGCDF and County govt.		
Total	828,000	995,000

4. School fund income-parents contribution/ fees

Description	2024	2023
	Kshs	Kshs
Personnel emoluments	205,599	151,594
Repairs and maintenance		
Local transport / travelling	28,133	24,487
Electricity and water		
Medical		
Administration costs	225,301	251,996
Activity	7,150	7,950
Fee on Boarding Equipment and stores	3,388,850	4,053,850
PA Levies*		
Others (specify)		
Total	3,855,033	4,489,877

5. Miscellaneous income

Description	2024	2023
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	345,200	106,500
Fee For Hire of Ground and Equipment		
KNEC exams	41,300	3000
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income (specify)*		
Total	386,500	109,500

6. Payment for tuition

Description	2024	2023
	Kshs	Kshs
Exercise Books		
Textbooks		100,000
Reference materials		
Laboratory Equipment	390,000	296,959
Teaching / Learning Materials	486,826	609,766
Exams And Assessment	10,000	77,846
Teachers Guides		
Bank Charges	950	6,480
Total	887,776	1,091,050

7. Payments for operation

Description	2024	2023
	Kshs	Kshs
Personnel Emoluments	1,720,081	1,991,300
Service Gratuity		
Administration Cost	523,255	1,067,622
Repairs And Maintenance & Improvements		
Local Transport / Travelling	20,940	79,530
Electricity And Water	182,000	202,340
Medical	25,000	16,100
Activity Expenses	304,780	449,810
Insurance Cost		
Others (specify)		
Total	2,776,055	3,806,702

8. Infrastructure

Description	2024	2023
	Kshs	Kshs
Construction of classrooms	585,000	1,142,700
Construction of laboratory		
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Bank charges	360	1,140
Others (specify)		
Total	585,360	1,143,840

9. Boarding and school fund payments

Description	2024	2023
	Kshs	Kshs
Personnel Emoluments	204,550	172,630
Service Gratuity		
Repairs And Maintenance & Improvements		
Local Transport / Travelling	22,000	24,165
Electricity And Water		
Medical Expenses		
Administration Costs	445,290	251,705
Lunch Programme	2,067,234	2,808,009
Bank Charges	(1)	(1)
Expenses On Income Generating Activities**	76,160	
Fee On Boarding Equipment and Stores		
Bus hire	345,700	106,500
Insurance Cost (<i>Life Property</i>)		
Loan Principal Repayment		
Loan Interest Repayment		
KNEC	41,300	3000
PA expenses		
Others (specify)		
Total	3,202,233	3,366,010

10. Bank accounts

Account Name & Currency	Status	Bank Account Number	2024	2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	01139049955600	1,182	53,671
Operations Account	Active	01139049955601	114,282	6,426
School Fund Account/Boarding	Active	1109508859	148,866	5,177
Infrastructural Account	Active	01139049955602	531,906	11,266
Total			796,234	76,539

11. Cash in hand

Description	2024	2023
	Kshs	Kshs
Notes and Coins	-	-
Total	-	-

12. Short term investments

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

13. Accounts Receivables

Description	2024	2023
	Kshs	Kshs
Fees Arrears	11,702,556	10,534,530
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	11,702,556	10,534,530

13 b. Ageing Analysis of Accounts Receivables

Description	2024		2023	
	Kshs		Kshs	
	2024	% of the total	2023	% of the total
Less than 1 year	1,212,776	10%	1,435,806	14%
Between 1- 2 years	1,391,056	12%	2,261,749	21%
Between 2-3 years	2,261,749	19%	6,836,975	65%
Over 3 years	6,836,975	56%		
Total (should tie to note 13 a)	11,702,556	100%	10,534,530	100%

14. Accounts Payable

Description	2024	2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,274,305	813,495
Prepaid Fees	71,330	44,205
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	1,345,635	857,700

14 b. Ageing Analysis of accounts payable

Description	2024		2023	
	Kshs		Kshs	
	2024	% of the total	2023	% of the total
Less than 1 year	1,166,990	92%	813,495	100%
Between 1- 2 years	107,315	8%		
Between 2-3 years		%		
Over 3 years		%		
Total (should tie to note 14)	1,274,305	100%	813,495	100%

15. Fund balances brought forward

Description	2024	2023
	Kshs	Kshs
Bank Balances	76,539	302,510
Cash Balances		234
Short Term Investments		
Receivables	10,534,530	10,122,719
Payables	(857,700)	(933,595)
Total	9,753,369	9,491,868

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.

Non-current Liabilities Summary

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

Biological assets

Description	Numbers	2024	2023
		Kshs	Kshs
Cattle	2	100,000	50,000
Goats			
Trees			
Coffee Or Tea Plantation			
Poultry			
Others (specify)	1 donkey	10,000	
Total	3	110,000	50,000

Other important disclosure notes

Stock/ Inventory

Description	2024	2023
	Kshs	Kshs
Food stuffs	-	-
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	-	-

(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)

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Annual Report and Financial Statement for the year ended 2024

Progress on Follow up Of Auditor Recommendations

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

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

Sign and Date

Principal

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 Comparative 2023	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
Construction of 8-door toilet	895,430	2023/2024		-	357,315	
Sub-Total					357,315	
Supply Of Goods						
Learning and teaching materials					218,550	
Lockers & sits					230,000	
Food stuff					93,940	
Sub-Total					542,490	
Supply Of Services						
Operation					79,500	
Infrastructure					95,000	
BOM teachers/ non-teaching staff					200,000	
Sub-Total					374,500	
Grand Total					1,274,305	

Annex 2 – Summary of Fixed Assets Register

	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs)
Asset Class	1 st July 2023			30 th June 2024
Land				
Buildings And Structures				13, 273,920
Motor Vehicles				6000,000
Office Equipment, Furniture And Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery And Equipment				
Heritage And Cultural Assets				
273				
Total				19,273,920

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