


REPUBLIC OF KENYA



Enhancing Accountability

REPORT

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2025	DAY: Tuesday
TABLED BY:	Hon. Owen Baya, MP Deputy leader of Majority Party
CLERK-AT THE-TABLE:	A. Shituko

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

ON

OSSEN GIRLS' HIGH SCHOOL

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

BARINGO COUNTY

Revised 30th June 2024.



Ossen 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 Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 5th June 1987 under registration number G/A/528/87 and is currently categorized as a **National** public school established, owned or operated by the Government.

The school is a boarding school and had 1,431 number of students as at 30th June 2024. It has 8 streams in form one 6 streams in form two 5 streams in form 3 and four and 54 teachers of which 15 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr. John Kandie Kimobo	Chairman-local community	1/07/2022
2	Mr. Vincent Kiplagat	Vice chairman-sponsor	1/7/2022
3	Rev. Edith Koech	Secretary-Principal	1/07/2022
4	Hellen Kandie	Member – Rep Parents	1/07/2022
5	Sumukwo Leah	Member – Rep Parents	1/07/2022
6	Mr. James Kiptoo	PA CHAIR – Rep Parents	1/7/2022
7	Ms. Philomena Roguno	Member-rep teachers	1/07/2022
8	Arch. Ivan Kelunyo	Member – Local community	1/07/2022
9	Mr. Brian Rerimoi	Member – sponsor	1/07/2022
10	Mr. Barkalia Daniel	Member – Local community	1/7/2022
11	Mr. Reynolds Sang	Member – Special needs	1/07/2022
12	Mr. Mike Kipkosgei Keter	Member – Local community	1/07/2022
13	Dr. Robert Amdany	Member – Local community	1/07/2022
14	Mrs. Leah Rotich	Member-CEB 56 (b)	1/7/2022
15	Dr. Esther Kimosop	Member-Local community	1/07/2022
16	Nancy Kipkebut	Member-Sponsor	1/07/2022
17	Mr. James Chepyegon	Member-Special interest	1/07/2022

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

(c) Committees of the Board

<i>(Provide the names of the various committees of the Board established by the Board and the names of the committee members): Ref:</i>	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Vincent Kiplagat Nancy Kipkebut James Kiptoo Rev.Edith Koech John Kimobo	Chairman Member Member	4/4
2	Audit Committee	Daniel Barkalia Ivans Kelunyo Mike Keter Leah Sumukwo Helena Kandie	Chairman Member	1/4
3	Finance, procurement and general purposes Committee	Brayan Rerimoi James Chepyegon	Chairman Member Member	2/4

		Nancy Kipkebut Reynolds Sang Robert Amdany		
4	Academic Committee	Esther Kimosop Robert Amdany Leah Rotich Ronguno Philomena	Chairperson Member	1/4
5	School Infrastructure	Vincent Kiplagat Ivans Kelunyo John Kimobo James Kiptoo SCDE Philomena Ronguno Brayan Rerimoi	Chairperson Member Member	3/4
6	Discipline and welfare Committee	Mike Keter Philomena Ronguno James Kiptoo Helena Kandie Leah Sumukwo	Chairperson Member	1/4

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Rev.Edith MA Koech	TSC No. 321999
2	Deputy Principal	Ms Philomena Ronguno	TSC No.502807
3	School Bursar	Ms Esther Kurui	ID NO 22968567
4	Other (specify)	Mr,Kennedy Psittett	TSC No.452374

(e) Schools contacts

Post Office Box: 19-30400
 Telephone: 254725318143
 E-mail: ossengirlshighschool@gmail.com

(f) School Bankers

1. Name of Bank: KCB
 Branch: kabartonjo
 Account Number: 1153802325
2. Name of Bank: Equity Bank
 Branch: kabarnet
 Account Number: 0261590525
3. Name of Bank: KCB
 Branch: kabartonjo
 Account Number: 1109491441
4. Name of Bank: KCB
 Branch: Kabartojjo
 Account Number: 1103734776
5. Name of Bank: KCB
 Branch: Kabarnet
 Account Number: 1209645483
6. Name of Bank: Absa
 Branch: kabarnet
 Account Number: 2022290013
7. Name of Bank: Absa
 Branch: kabarnet
 Account number: 2025660997

g) Independent Auditors

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

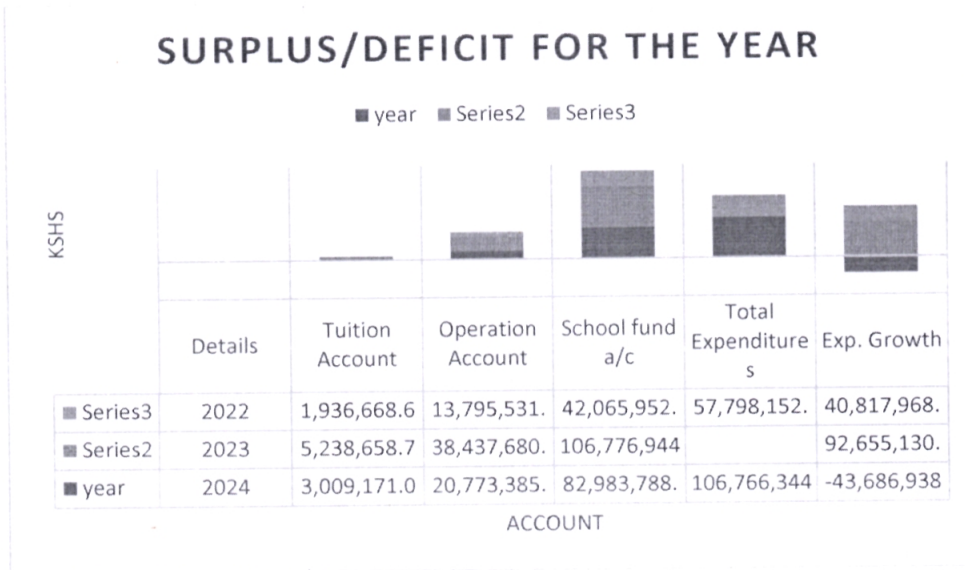
3. Summary Report of Performance of The School

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

a) Financial performance:

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

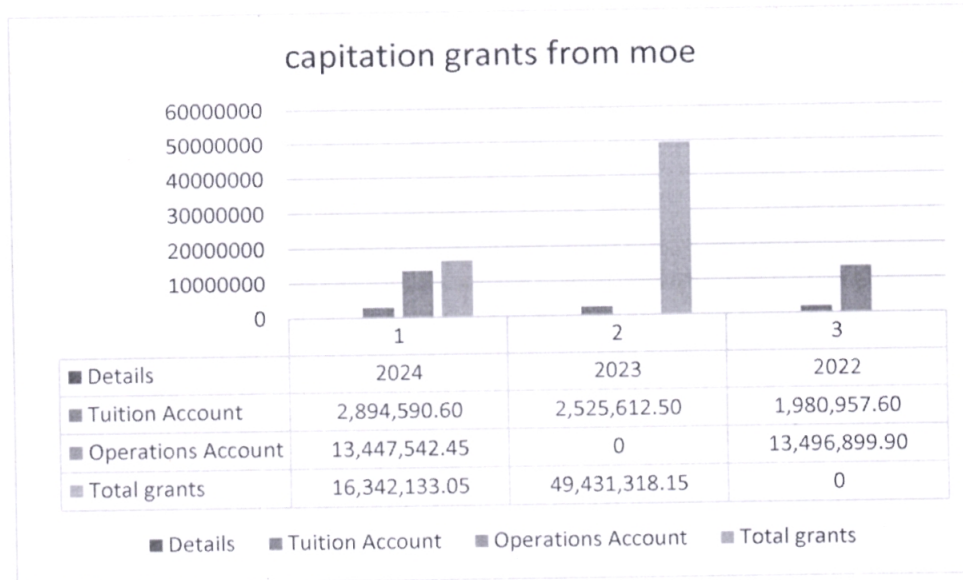
Details	2024	2023	2022
Tuition Account	368,978.10	(2,713,046.25)	44,288.94
Operation Account	(4,049,357.45)	8,468,025.60	(298,631.28)
School Fund a/c	58,552,029.00	(31,217,812.15)	(1,541,394.77)
Total surplus/Deficit	54,871,649.65	(25,462,832.80)	(1,795,737.11)



- 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

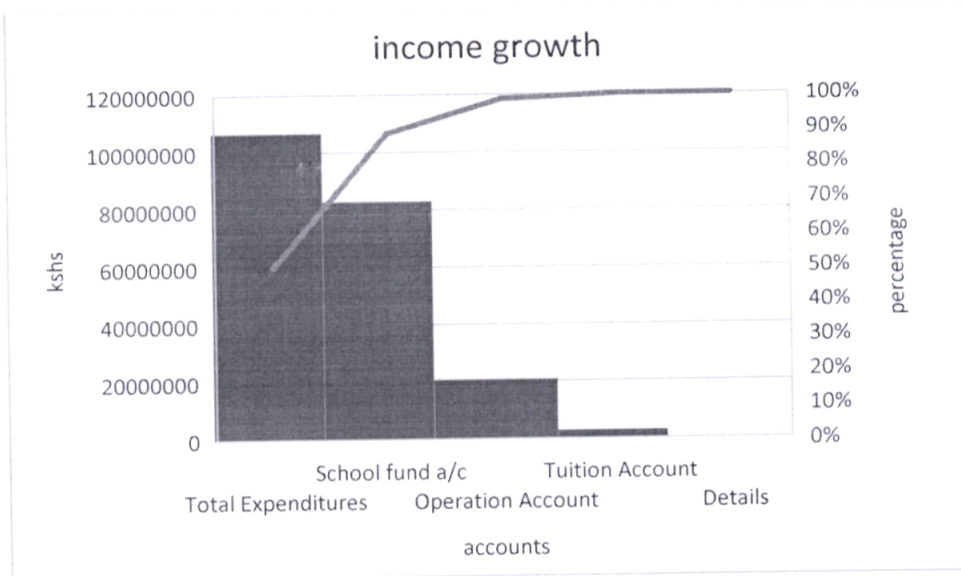
Details	2024	2023	2022
Tuition Account	2,894,590.6	2,525,612.5	1,980,957.60

<i>Operations Account</i>	<i>13,447,542.45</i>	<i>46,905.705.65</i>	<i>13,496,899.90</i>
Total grants	16,342,133.05	49,431,318.15	15,477.857.50



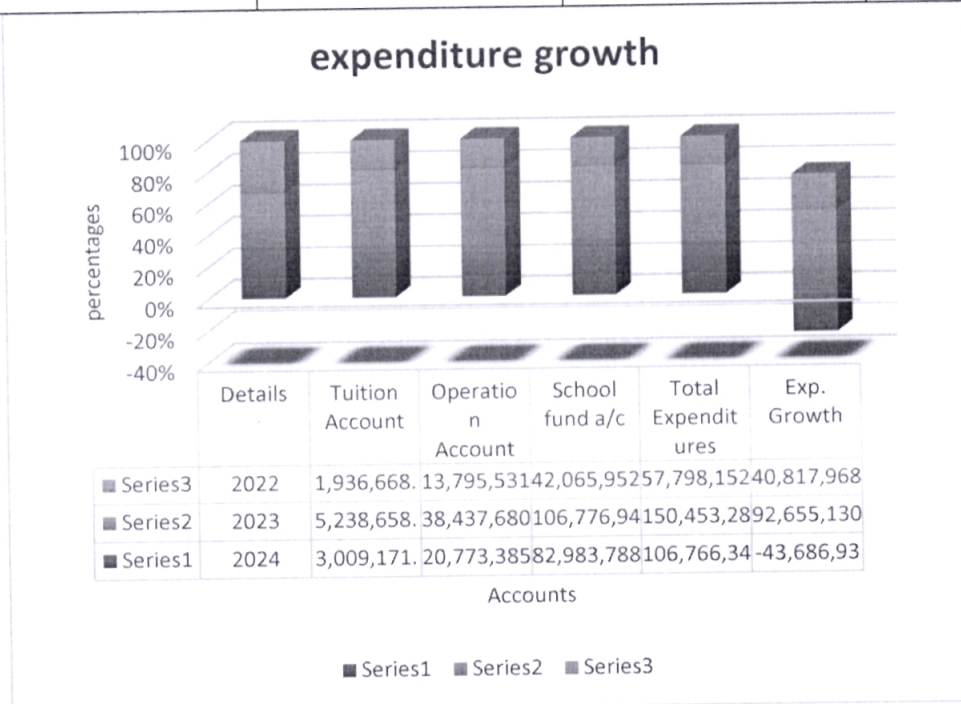
- A three-year overview of growth of other income(s) earned by the school.

Details	2024	2023	2022
<i>Tuition Account</i>	<i>3,009,171.00</i>	<i>5,238,658.75</i>	<i>1,936,668.66</i>
<i>Operation Account</i>	<i>20,773,385.80</i>	<i>38,437,680.05</i>	<i>13,795,531.18</i>
<i>School fund a/c</i>	<i>82,983,788.00</i>	<i>106,776,944.15</i>	<i>42,065,952.77</i>
Total Expenditures	106,766,344.8	150,453,282.95	57,798,152.61
Exp. Growth	(43,686,938.15)	92,655,130.34	40,817,968.61



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

Details	2024	2023	2022
Tuition Account	3,009,171.00	5,238,658.75	1,936,668.66
Operation Account	20,773,385.80	38,437,680.05	13,795,531.18
School fund a/c	82,983,788.00	106,776,944.15	42,065,952.77
Total Expenditures	106,766,344.8	150,453,282.95	57,798,152.61
Exp. Growth	(43,686,938.15)	92,655,130.34	40,817,968.61



- 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).

ii) **Teacher Student ratio:**

<i>Details</i>	<i>No.</i>
<i>TSC Teachers</i>	<i>34</i>
<i>BOM Teachers</i>	<i>15</i>
<i>Recruited</i>	<i>0</i>
<i>Interns</i>	<i>0</i>
<i>Total No. Teachers</i>	<i>49</i>
<i>Student Enrl</i>	<i>1,431</i>
<i>Teacher Student ratio</i>	<i>1:29</i>
<i>lees</i>	<i>8</i>

<i>Subject</i>	<i>No.</i>
<i>Maths/Physics</i>	<i>7</i>
<i>English Lit</i>	<i>8</i>
<i>Chemistry/Bio</i>	<i>3</i>
<i>Bio/Agri</i>	<i>4</i>
<i>Kisw/CRE</i>	<i>6</i>
<i>Math/chem</i>	<i>4</i>
<i>Eng/music</i>	<i>1</i>
<i>Math/B.st</i>	<i>1</i>
<i>B.st/Geo</i>	<i>2</i>
<i>Math/Comp</i>	<i>2</i>
<i>Geo/Hist</i>	<i>2</i>
<i>Hist/CRE</i>	<i>2</i>
<i>Kisw/Hist</i>	<i>2</i>
<i>HSC/Kisw</i>	<i>1</i>
<i>Geo/CRE</i>	<i>1</i>
<i>Kisw/Geo</i>	<i>1</i>
<i>Hist/Geo</i>	<i>1</i>

Hsc/bio	1
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iii) **The mean score in the 2024 KCSE:**

Year	Entry	Transition to university	Mean score	Deviation	Grade	Target
2023	238	228	B	8.9156		9.65
2022	165	165	B	8.6727		8.8
2021	98	82	C+	7.4184		7.5

iv) 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
Staff Abolition block and renovation of 8 no classrooms	2020-2021	complete	2,419,000	MIF	
Construction of a temporary dormitory	2021-2022	complete	987,000.00	MIF	
Construction of cereal store	2022-2023	Complete	2,379,177.4	parents	
Tuition/Admin block Ground floor	2022-2023-2024	complete	24,418,000.00	TIG	
Ground floor dormitory	2023-2024	Complete	11,796.620.00	Parents	

CHIEF PRINCIPAL
 OSSEN GIRLS HIGH SCHOOL
 12 JUN 2025
 SIGN:
 School Principal
 P.O. BOX 30400, KABARNET


4. Statement of School Management Responsibility


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


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

The Board of Management of *Ossen 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.

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Name: **JOHN KARIUKI KIMEBO**
Designation: Chairman, School Board of Management
Date: **12/6/2025**

.....

Name: **EDITH KOECH**
Designation: School Principal & Secretary to Board of Management
Date: **12/6/2025**

.....

Name: **ESTHER KORUI**
Designation: Bursar/ Finance Officer
Date: **12/6/2025**



REPUBLIC OF KENYA

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

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON OSSEN GIRLS' HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - BARINGO 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.
- 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 Ossen Girls High School set out on pages 1 to 26, 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 the 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 Ossen Girls' High School – Baringo County as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of the School's financial statements revealed the following inaccuracies;

i The financial statements reflect various components whose comparative balances are at variance with the previous years audited financial statements as detailed in the table below:

Details	Notes	Comparative Balance as per the Financial Statements Kshs.	Balance as per the Previous Year's Audited Financial Statements Kshs.	Variance Kshs.
Statement of Receipts and Payments				
School fund income- parents' contributions	4	64,213,463	28,313,463	35,900,000
Total Receipts		160,890,450	124,990,450	35,900,000
Boarding and School	9	92,771,880	106,776,994	14,005,114
Total Payments		136,448,219	150,455,283	14,007,064
Surplus		24,442,231	(25,462,833)	49,905,064
Statement of Assets and Liabilities				
Bank balances	8	3,740,917	1,630,134	2,110,783
Cash balances	9	66,300	4,598	61,702
Cash and cash equivalents		3,807,215	1,634,733	2,172,482
Accounts receivables	11	9,659,598	9,624,098	35,500
Total financial assets		13,466,813	11,258,831	2,207,982
Accounts payables	12	9,961,881	33,006,732	23,044,851
Net financial assets		3,704,881	(21,747,901)	25,452,782
Accumulated fund b/fwd	15	(6,623,784)	3,714,932	(10,338,716)
Surplus/deficit for the year		10,328,716	(25,462,833)	35,791,549
Net financial position		3,714,932	(21,747,902)	25,462,834

ii The statement of receipts and payments reflects boarding and school fund payments amounting to Kshs.88,647,249. However, the corresponding Note 9 to the financial statements reflects an amount of Kshs.78,858,866 resulting in an unexplained variance of Kshs.9,788,383.

Further, the statement of assets and liabilities reflects accumulated fund brought forward balance of Kshs.3,704,932. However, the corresponding Note 15 to the financial statements reflects an amount of Kshs.4,525,655 resulting in an unexplained variance of Kshs.820,723.

- iii The statement of receipts and payment reflects amounts of Kshs.2,894,591 and Kshs.9,447,542 in respect of government grants for tuition and operations respectively all totalling Kshs.12,342,133 as disclosed in Notes 1 and 2 to the financial statements. However, review of the summary report on the performance of the school reflects amounts of Kshs.2,894,590 and Kshs.13,447,542 in respect of tuition and operation grants respectively all totalling Kshs.16,342,132 resulting to an unexplained and unreconciled variance of Kshs.3,999,999.
- iv The statement of assets and liabilities reflects a balance of Kshs.17,652,826 in respect of accounts payables. However, the corresponding Note 14 to the financial statements reflects a recomputed amount of Kshs.33,008,771 resulting to an unexplained and unreconciled variance of Kshs.15,355,945.
- v The statement of cash flows reflects a balance of Kshs.7,678,783 in respect of cash and cash equivalents as at 30 June, 2024. However, the recomputed amount is Kshs.17,467,166 resulting to an unexplained and unreconciled variance of Kshs.9,788,383.

Further, the statement reflects an amount of Kshs.3,328,799 in respect of net increase in cash and cash equivalents. However, the recomputed balance is Kshs.15,832,433 resulting to an unexplained and unreconciled variance of Kshs.12,503,634.

In addition, the statement reflects a balance of Kshs.3,328,799 in respect of net cash inflows/outflows from financing activities which includes amounts of Kshs.5,328,799 and Kshs.2,000,000 in relation to proceeds from borrowing/loans and repayment of principal borrowings respectively as disclosed in Note 18 to the financial statements. However, review of Note 16 to the financial statements of the previous years audited financial statements revealed nil amounts in respect of the comparative borrowing balances. No explanation has been provided for the unsatisfactory situation.

- vi Annex 1 to the financial statements reflects a balance of Kshs.2,296,881 in respect of pending accounts payable. However, the recomputed amount is Kshs.2,231,481 resulting to an unexplained and unreconciled variance of Kshs.65,400.

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

2. Variance between the Financial Statements and Supporting Schedules

The statement of receipts and payments reflects receipts from three (3) items or components which were at variance with the amounts reflected in the supporting schedules as detailed in the table below;

Details	Note to the Financial Statement	Amount as per the Financial Statements 2023/2024 (Kshs)	Amounts as per the Supporting Schedule (Kshs)	Variance (Kshs)
Government grants for tuition	1	2,894,590	2,984,590	90,000
School fund income-parents' contributions	4	77,635,721	68,230,559	9,405,162
Miscellaneous income (Biometrics)	5	290,500	287,023	3,477

In this circumstances, the accuracy of the financial statements could not be confirmed.

3. Unsupported Repairs and Maintenance Expenditure

The statement of receipts and payments reflects boarding and school fund payments amounting to Kshs.88,647,249 as disclosed in Note 9 to the financial statements. The balance includes an amount of Kshs.3,252,391 in respect of repairs, maintenance and improvement. However, the supporting documentation including the payment vouchers did not have adequate support such as the user department inspection reports before and after the repairs, requisitions, local service orders and the respective quotations.

Further, the amount of Kshs.88,647,249 included a balance of Kshs.257,506 in respect of bus expenses incurred on school bus repairs, maintenance and fuel and oil. However, the payment was not supported by pre and post inspection reports from the chief mechanical officer attached to Baringo North Sub-county and vehicle work tickets. In addition, the expenditure on fuel was not supported by fuel cards, fuel register and reports.

In the circumstances, the accuracy and completeness of repairs, maintenance and improvement expenditure and bus expenses of Kshs.3,252,391 and Kshs.257,506 respectively could not be confirmed.

4. Unsupported Cash and Cash Equivalent Balances

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.8,205,835 which includes balances of Kshs.7,678,783 and Kshs.527,052 in respect of bank and cash balances respectively as disclosed in Notes 10 and 11 of the financial statements. However, the balances were not supported with the relevant documents including certificates of bank balances, bank reconciliation statements and Board of Survey reports.

Further, Note 10 to the financial statements revealed balances of Kshs.2,029,947 and Kshs.247,503 in respect of infrastructural and tuition accounts respectively. However, the respective cash books reflect amounts of Kshs.2,026,346 and Kshs.167,671 resulting to unexplained and unreconciled variances of Kshs.3,600 and Kshs.79,832 respectively.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.8,205,835 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Ossen 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 versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.111,619,640 and Kshs.95,925,822 respectively, resulting to an under-funding of Kshs.15,693,818 or 14% of the budget. Further, the statement reflects that the School spent an amount of Kshs.76,820,327 against actual receipts of Kshs.95,925,822 resulting to an under absorption of Kshs.19,105,495 or 20% of actual receipts.

In addition, the statement reflects a final income budget of Kshs.111,619,640 and final expenditure budget of Kshs.80,299,448 resulting to variance of Kshs.31,320,192. The budget imbalance is contrary to the provisions of Section 33(c) of the Public Finance Management (National Government) Regulations, 2015, which states that budget revenue and expenditure appropriation shall be balanced.

The under-funding and under absorption 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. There were no key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, some 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 has not indicated how the issues raised have been resolved or otherwise in the progress on follow up of auditor's recommendations in the financial statements. No explanation has been provided for this unsatisfactory situation.

Other Information

The Board of Management is responsible for the other information set out on page iii to xv 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(s) of the matter(s) described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Irregular Transfer of Funds to Baringo North Heads Association (BNHA)

The statement of receipts and payments reflects payments of boarding and school fund amounting to Kshs.88,647,249 which as disclosed in Note 9 to financial statements includes activity payments totalling Kshs.2,021,710. However, included in the activity payments is an amount of Kshs.1,804,000 in respect of payments to Baringo North Heads Association which is a private entity that is not subject to Public Finance Management Act, 2012 or any other public finance regulations. Further, the management did not submit any approvals from the Board of Management that allowed the transfer of School funds to Baringo North Heads Association.

In the circumstances, the value for money for the amount of Kshs.1,804,000 transferred to BNHA could not be confirmed.

2. Irregular Remuneration of the Members of the Board of Management

During the year, the Board of Management and its subcommittees earned allowances amounting Kshs.1,529,200. However, no evidence of approval from the Cabinet Secretary was provided for audit. Further the School did not support payments for Board members sitting allowances amounting to Kshs.1,529,200 with signed Board meeting minutes and attendance registers.

This is contrary to Section 63 of the Basic Education Act, 2013 which provides that the members of the Board of Management shall be paid such allowances as the Cabinet

Secretary may provide by regulations upon the advice of the Salaries and Remuneration Commission.

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

3. Irregular Board of Management Composition

During the year under review the School's Board of Management had a total of seventeen (17) Board members against thirteen (13) as stipulated in the law. Further, the Board has nine (9) Board Members representing the parents of the pupils and local community against the required number of six (6). In addition, the board has no representative of the students as required by the law. The Board of Management was therefore irregularly constituted contrary to Section 56 (1) of the Basic Education Act, 2013 which provides for the composition of the Board of Management.

In the circumstance, the 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(s) of the matter(s) described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of Risk Management Strategies and Other Key Policies

During the year Management had not implemented the risk management policy. Further, Management did not provide any evidence inform of a risk register or risk assessment report to indicate that formal risk assessments had been conducted or that the school had any strategy or any specific controls that had been put in place to mitigate operational, legal and financial risks. This is contrary to Regulation 165 (1) of the Public Finance Management (County Government Regulations) 2015.

In addition, it was observed that the school did not have in place key policies like the disaster recovery plan/business continuity plan, IT strategic plan and approved IT security policy.

In the circumstances, the effectiveness of internal controls, risk management and governance could not be confirmed.

2. Board of Management

2.1 Failure to Submit Board Appointment and Acceptance Letters

Review of the personal files of Board members revealed that the Board Member did not file their appointment and acceptance and their curriculum vitae as required. Further, the gazette notices on the appointment of the Board members were not provided for the audit verification. This was contrary to the requirements of Annexure 1 of Section D, part 3(iii) of Mwingozo Code of Governance.

In the circumstances, regularity of appointment of the Board members and the terms of their services could not be confirmed.

2.2 Failure to Conduct Board Self Evaluation

During the year under review, the Board had not undertaken evaluation of the Board to appraise the performance of the individual Board members and the various committees that the Board members operate in. This is contrary to Section 1.12 of the Mwingozo Code of Governance and Circular No.OP/CAB.9/1A dated 11 March, 2020.

2.3 Failure to Develop Board Work Plan

During the year under review, the Board of Management operated without board work plan. This is contrary to Section 1.9 of Mwingozo Code of Governance which states that the Board members should ensure the development of annual Board work plan.

2.4 Lack of Board Charter

During the year under review, the Board of Management operated without a Board charter. This is contrary to Section 1.11 of Mwingozo Code of Governance which states that the Board should develop and adopt a Board charter which defines the role, responsibilities and functions of the Board in the governance of the organization.

In the circumstances, the effectiveness of the Board operations and oversight could not be confirmed.

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

Responsibilities of Management and 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 to sustain its service, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 IFPP 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, SBS
AUDITOR-GENERAL

Nairobi

27 June, 2025

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

Description Of Vote Head	Note	2023-24	2022-23
		Kshs	Kshs
Receipts			
Government grants for tuition	1	2,894,590.60	2,525,612.50
Government grants for operations	2	9,447,542.45	46,905,705.65
School fund income- parents' contributions	4	77,635,721.00	64,213,463.00
Other Receipts	5	16,884,872.00	47,245,669.00
Total Receipts		106,862,726.05	160,890,450.15
Payments			
Tuition	6	1,313,045.00	5,238,658.75
Operations	7	5,384,853.44	38,437,680.05
Infrastructure	8	8,802,238.00	
Boarding and school fund	9	88,647,249.00	92,771,880.15
Total Payments		104,147,385.44	136,448,218.95
Surplus/Deficit		2,715,250.61	24,442,231.20

The school financial statements were approved on _____ 2024 and signed by:

.....

Name: *John K. Kmebo*

Chair BOM

Date: *12/6/2025*

.....

Name: *Edith Kocch*

School Principal/ Secretary to BOM

Date: *12/6/25*

.....

Name: *Esther Kiproti*

Bursar/ Finance Officer

Date: *12/6/25*



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

Description	Note	2023-24	2022-23
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	7,678,782.87	3,740,916.65
Cash balances	9	527,052.45	66,297.85
Total cash and cash equivalent		<u>8,205,835.32</u>	<u>3,807,215.00</u>
Account's receivables	11	15,867,173.00	9,659,598.00
Total financial assets (a)		<u>24,073,008.32</u>	<u>13,466,813.00</u>
Financial liabilities			
Accounts payables	12	17,652,826.00	9,961,881.29
Total Financial Liabilities (b)			
Net financial assets (a-b)		<u>6,420,182.32</u>	<u>3,704,881.29</u>
Represented by			
Accumulated fund b/fwd	15	3,704,931.71	(6,623,784.49)
Surplus/deficit for the year		2,715,250.61	10,328,716.20
Net financial position		<u>6,420,182.32</u>	<u>3,704,931.71</u>

The school's financial statements were approved on _____ 2024 and signed by:

.....
 Name: John W Kimobo
 Chair BOM
 Date:

.....
 Name: EDITH KOECH
 School Principal/ Secretary to BOM
 Date: 12/06/2025

.....
 Name: ESTHER KURU
 Bursar/ Finance Officer
 Date: 12/06/2025



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

Description	Note	2023-24	2022-23
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,894,590.60	2,523,612.50
Government grants for operations	2	9,447,542.45	46,905,705.65
Government grants for infrastructure	3	9,258,300.00	
School fund income- parents contributions/ fees	4	77,635,721.00	36,943,420.00
Other Receipts	5	16,884,872.00	36,605,031.00
Fees arrears recovered			3,124,418.00
Total receipts		106,862,726.05	126,104,187.15
Payments			
Cash outflows for tuition	6	1,313,045.00	1,706,552.75
Cash outflows for operations	7	5,384,853.00	48,683,443.05
Cash outflows Boarding/lunch and school fund payments	8	78,858,866.00	67,630,321.60
Cash outflows for infrastructure	7		5,990,743.00
Total payments		85,556,764.00	124,011,060.40
Net cash inflow/outflow from operating activities		<u>21,305,962.05</u>	2,093,126.75
Cash flow from investing activities			
Acquisition of Admin/Tuition Block		(5,093,781.00)	(3,882,756.00)
Acquisition of Dormitory		(2,808,547.00)	
Acquisition of Lockers and Chairs		(900,000.00)	
Purchase of investments			
Net cash inflow/outflows from investing activities		<u>(8,802,328.00)</u>	3,882,756.00
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	5,328,799.34	(296,569.55)
Repayment of principal borrowings		(2,000,000.00)	
Net cash inflow/outflow from financing activities		<u>3,328,799.34</u>	
Net increase/decrease in cash and cash equivalents		3,328,799.34	(2,080,198.80)
Cash and cash equivalent at beginning of the Year		1,634,732.91	3,714,931.71
Cash and cash equivalent at end of the Year		7,678,782.87	1,634,732.91

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

(The above presentation of the 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 _____ 2024 and signed by:


.....

Name: Johanna Kamoba

Chair BOM

Date: 12/6/25


.....

Name: Edith Koech

School Principal/ Secretary to BOM

Date: 12/6/25


.....

Name: Esther Koech

Bursar/ Finance Officer

Date: 12/6/25



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					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	0		0		
Exercise Books	0		0		
Laboratory Equipment	0		0		
Internal Exams	0		0		

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Teaching / Learning Materials	5,221,440.00		5,221,440.00	2,894,590.00	55.43%
Exams And Assessment	0		0		
Totals	5,221,440.00		5,221,440.00		0
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	5,922,000.00		5,922,000.00	4,902,775.35	29.03%
Repairs And Maintenance	6,300,000.00		6,300,000.00		0
Local Transport / Travelling	1,76,600.00		176,600.00	1,452,553.15	82.25%
Electricity And Water	2,368,800.00		2,368,800.00		0
Medical	0			915,225.00	
Administration Costs	1,776,600.00		1,776,600.00	1,453,402.88	81.8%
Activity	1,890,000.00		1,890,000.00	710,986.00	37.6%
Gratuity	0				
Totals	18,257,400.00		18,257,400.00	9,434,942.38	
<i>3) FDSE for infrastructure</i>					
Maintenance & Improvement MoE	6,300,000.00		6,300,000.00		
M&I parents' contribution	2,520,000.00		2,520,000.00	1,931,507.00	76.6%
Economic Stimulus Programs	0				
Transition Infrastructure Grants	25,000,000.00		25,000,000.00		
Administration Block	0				x

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
Totals	33,820,000.00		33,820,000.00	1,931,507.00	
<i>(4) Fees Charged on Parents</i>	0				
Personnel Emoluments	17,967,600.00		17,967,600.00	19,924,503.00	110.89%
Repairs And Maintenance	2,520,000.00		2,520,000.00	2,865,801.00	113.7%
Local Transport / Travelling	2,822,400.00		2,822,400.00	3,183,432.00	112.79%
Electricity And Water	2,055,060.00		2,055,060.00	2,438,005.00	114.25%
Union dues	0			12,600.00	
Administration Costs	2,822,400.00		2,822,400.00	3,165,819.00	112.16%
Activity	1,005,480.00		1,005,480.00	1,169,508.00	116.31%
SMASSE	0				
Fee On Boarding Equipment and Stores	38,285,100.00		38,285,100.00	42,560,514.00	110.915
Totals	67,478,040.00		67,478,040.00	75,320,182.00	
<i>5) Miscellaneous Income</i>					
Loans / Borrowing	0				
Rent income	0				
Income From Farming Activities	2,800,000.00		2,800,000.00	1,983,338.00	70.8^%
Insurance Compensation	0				
Income From Posho Mill	0				

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire	1,080,000.00		1,080,000.00	149,500.00	13.84%
Fee For Hire of Ground and Equipment	0				
Student ID	150,000.00		150,000.00	145,750.00	97.16%
Income From Bakery	6,291,600.00		6,291,600.00	5,997,520.00	95.32%
Total Income	111,619,640.00		111,619,640.00	8,276,108.00	
(6) Expenditure For Tuition					
Textbooks	0				
Reference Materials	0			70,994.00	
Exercise Books	0				
Laboratory Equipment	0			679,938.00	
Internal Exams	0				
Teaching / Learning Materials	5,221,440.00		5,221,440.00	559,633.00	10.7%
Chalks	0				
Exams And Assessment	0				
Teachers Guides	0				
Administration Costs	0				
Bank Charges	0			2,480.00	
Totals	5,221,440.00		5,221,440.	753,412.00	
(7) Expenditure For Operations					
Personnel Emoluments	5,922,000.00		5,922,000.00	3,344,302.00	56.47%

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
Repairs, Maintenance & Improvements	6,300,000.00		6,300,000.00	201,950.00	3.2%
Local Transport / Travelling	1,776,600.00		1,776,600.00	151,080.00	8.55%
Electricity, Water and Conservancy	2,368,800.00		2,368,800.00	306,420.00	12.9%
Medical	0				
Administration Costs	1,776,600.00		1,776,600.00	968,022.80	54.4%
Activity Expenses	1,890,000.00		1,890,000.00	296,880.00	15.7%
Infrastructure	0			10,829,813.00	
SMASSE	0				
	20,034,000.00		20,034,000.00	16,098,467.80	
(8) Expenditure For infrastructure					
Construction of classrooms	0				
Construction of LAB	0				
Construction of DORMS	2,808,547.00		2,808,547.00		
Purchase of furniture	900,000.00		900,000.00		
Purchase of equipment	0				
Purchase of machinery	0				

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	17,967,600.00		17,967,600.00	2,656,613.00	14.7%
Repairs, Maintenance and Improvements	2,500,000.00		2,500,000.00	3,552,491.00	142.1%
Local Transport / Travelling	2,822,400.00		2,822,400.00	3,055,457.00	108.25%
Electricity, Water and Conservancy	2,055,060.00		2,055,060.00	2,611,104.00	127.05%
Medical Expenses					
Administration Costs	2,822,400.00		2,822,400.00		
Activity	1,005,480.00		1,005,480.00	2,021,710.00	201.1%
Gratuity	0				
Lunch Programme	0				
Boarding Equipment and Stores	38,285,100.00		38,285,100.00	41,918,913.00	109.49%
Expenditure For Income Generating Activity(FARM)	2,800,000.00		2,800,000.00	1,995,715.00	71.27%
Bus hire expenses	1,080,000.00		1,080,000.00	257,506.00	23.83%
Bakery expenses	6,291,000.00		6,291,000.00	1,769,159.00	28.10%
Student ID	150,000.00		150,000.00	129,780.00	86.52%
Parents Association	2,520,000.00		2,520,000.00		
Loan Interest Repayment	0				
Loan Principal Repayment	0				

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Acquisition Of Assets	0				
Totals	84007587		80,299,040.00	59,968,448.00	

Income is under utilised in the parents contributions in the personal emoluments in the farm since its an income generating activity there were profits and the bus hire and the bakery being an income generating activity. Student id was also underutilised.

In the parents contributions Boarding equipment and stores was overutilized vote heads and Activity.

Significant Accounting Policies

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

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.

1. Recognition of receipts and payments

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

2. 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.

3. 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 an insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

4. 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.

5. Accounts Payable

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

6. 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.

7. 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.

8. Comparative figures

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

9. 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

10. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023-24	2022-23
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,894,590.60	2,525,612.50
Others (<i>specify</i>)*		
Total	2,894,590.60	2,525,612.50

*Include others as per MOE circulars

2 Government Grants for Operations

Description	2023-24	2022-23
	Kshs	Kshs
Personnel Emoluments	4,902,775.35	1,942,725.24
Repairs And Maintenance		3,521,000.00
Local Transport / Travelling		478,306.18
Electricity And Water	1,452,553.15	1,008,629.20
Medical	915,225.00	
Administration Costs	1,453,402.88	1,008,628.23
Activity	710,986.07	343,250.00
Infrastructure Grants		25,000,000.00
Dormitory Loan		10,000,000.00
LPG gas Loan		2,310,166.80
Boarding		1,293,000.00
Union Dues	12,600.00	
Total	9,447,542.45	46,905,705.65

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	2023-24	2022-23
	Kshs	Kshs
Maintenance & Improvement MOE	6,829,813.00	

Description	2023-24	2022-23
	Kshs	Kshs
Transition infrastructure grants	4,000,000.00	
Maintainance Improvement (Parents)	700,000.00	
Total	11,529,813.00	

4 School Fund Income - Parents Contribution/Fees

Description	2023-24	2022-23
	Kshs	Kshs
Personnel emoluments	19,924,503.00	14,099,446.00
Repairs and maintenance	2,856,801.00	2,623,313.00
Local transport / travelling	3,183,432.00	2,315,550.00
Electricity and water	2,438,005.00	3,457,937.00
Medical	127,936.00	59,971.00
Administration costs	3,165,819.00	2,831,954.00
Activity	1,169,508.00	886,719.00
Fee on Boarding Equipment and stores	42,360,514.00	35,713,044.00
PA Levies*	1,931,507.00	1,931,323.00
Student ID	145,750.00	107,250.00
Lost books	331,946.00	80,505.00
Total	77,635,721.00	63,999,762.00

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

5 Miscellaneous Incomes

Description	2023-24	2022-23
	Kshs	Kshs
Rent Income	17,000.00	16,000.00
Income From Farming Activities	1,983,338.00	1,111,125.00
Arrears	7,707,174.00	3,124,418.00
Teaching and learning Materials	304,292.00	144,060.00
Income From Bus Hire	149,500.00	35,000.00
Remedial	27,500.00	
Bakery	5,997,520.00	3,126,219.00
Uniform	391,651.00	791,800.00
Tender	4,000.00	46,000.00
Biometrics	290,500.00	
Advance	9,500.00	

Bank Intrest	2,897.00	
RD cheque		100,000.00
Bursary		2,957,498.00
Total	16,884,872.00	47,245,669.00

6 Tuition

Description	2023-24	2022-23
	Kshs	Kshs
Exercise Books		350,000.00
Textbooks		
Reference materials	70,994.00	
Laboratory Equipment	679,938.00	220,000.00
Teaching / Learning Materials	559,633.00	3,607,444.00
Exams And Assessment		200,000.00
Teachers Guides		
Bank Charges	2,480.00	1,214.75
Creditors Paid		860,000.00
Total	1,313,045.00	5,238,658.75

7 Operations

Description	2023-24	2022-23
	Kshs	Kshs
Personnel Emoluments	3,344,302.00	3,469,837.00
Service Gratuity	100,000.00	273,792.00
Administration Cost	968,022.00	1,926,626.00
Repairs And Maintenance & Improvements	201,950.00	419,000.00
Local Transport / Travelling	151,080.00	1,163,977.00
Electricity And Water	306,420.00	1,037,771.00
Medical		
Activity Expenses	296,880.00	623,830.00
Creditors Paid	0	106,500.00
Transfer to Infrastructure	0	
Union Dues	16,200.00	
Transfer to Boarding		1,793,000.00
Bank Charges		1,506.00
Admin/Tuition Block		27,621,841.05
Total	5,384,853.44	38,437,680.05

8 Infrastructure

Description	2023-24	2022-23
	Kshs	Kshs
Construction of Tuition/Admin Block	5,093,781.00	
Construction of dormitory	2,808,547.00	
Purchase of furniture(lockers and Chairs)	900,000.00	
Bank Charges	3,310.00	
Total	8,802,328.00	

9 Boarding And School Fund

Description	2023-24	2022-23
	Kshs	Kshs
Personnel Emoluments	2,656,613.00	3,228,574.00
Service Gratuity	657,000.00	657,604.00
Repairs And Maintenance & Improvements	3,252,391.00	731,715.00
Local Transport / Travelling	3,055,457.00	3,597,278.00
Electricity And Water	2,611,104.00	2,088,342.00
Medical Expenses	118,393.00	9,800.00
Administration Costs	6,084,697.00	5,208,966.40
Activity	2,021,710.00	929,890.00
Expenses On Income Generating Activities(Farm)	1,995,715.00	1,850,565.00
Fee On Boarding Equipment and Stores	41,918,913.00	34,551,541.20
Bus Expenses	257,506.00	226,350.00
Teaching and learning materials	43,500.00	9,040.00
Bakery	2,769,159.00	
Imprest	30,000.00	
Acquisition Of Assets(van and Lpg Gas)		3,882,756.00
Bakery		2,051,762.00
Fees Refunds	87,530.00	24,783.00
Creditors Paid	8,997,123.00	5,024,243.00
Student ID	129,780.00	82,120.00
Bursary		2,957,498.00
Biometrics	387,000.00	
Rent		63,420.00
Dormitory Expenses	894,275.00	12,887,000.00
LPG expenses		1,819,911.00
School Van Purchase		7,549,920.00

Uniform		765,100.00
Prepayments		2,283,132.00
Loan Intrest Repayment	180,000.00	290,569.55
Tender	5,000.00	
Transfer to infrastructure	700,000.00	
arrears	6,000.00	
Total	78,858,866.00	92,771,880.15

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-24	2022-23
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1103734776	247,502.70	5,648.99
Operations Account	Active	1109491441	1,940,380.95	707,556.30
School Fund Account/Boarding	Active	1153802325	3,460,952.30	753,212.25
Savings Account				
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account	Active		2,029,946.92	163,716.92
Total			7,678,782.87	1,630,134.46

11 Cash In Hand

Description	2023-24	2022-23
	Kshs	Kshs
Notes and Coins Operations	131.00	499.00
School Fund Account	526,921.45	4,099.45
Total	527,052.45	4,598.45

12 Short Term Investments

Description	2023-24	2022-23
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

13 Accounts Receivable

Description	2023-24	2022-23
	Kshs	Kshs
Fees Arrears	15,819,673.00	9,569,598.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	47,500.00	
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	15,867,173.00	9,569,598.00

13 b) Ageing Analysis of Accounts Receivable

Description	2023-24		2022-23	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	10,041,702.00	100%	9,659,598.00	%
Between 1- 2 years	5,825,173.00	59.8%		%
Between 2-3 years		%		%
Over 3 years		%		%
Total (should tie to note 13 a)	15,867,173.00	%	9,659,598.00	%

14 Accounts Payable

Description	2023-24	2022-23
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	17,652,826	5,220,540.00
Prepaid Fees	2,347,003.00	1,736,610.00
Other payables Loan	13,008,942.00	1,984,007.93
Total	17,652,826.00	8,941,007.93

14a. Ageing Analysis of Accounts Payable

Description	2023-24		2022-23	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,296,881.00	%	8,941,157.93	%
Between 1- 2 years	13,008,942.00	%		%
Between 2-3 years		%		%
Over 3 years		%		%
Total (should tie to note 14)	15,305,823.00	%	8,941,157.93	%

15 Fund Balance Brought Forward

Description	2023-24	2022-23
	Kshs	Kshs
Bank Balances	1,626,785.57	3,638,633.86
Cash Balances	527,052.45	66,297.85
Payables	(9,669,808.95)	(19,952,814.20)
Receivables	12,041,626.00	9,624,098.00
Total	4,525,655.07	(6,623,784.49)

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	2023-24	2022-23
	Kshs	Kshs
Bank Loans	13,008,942.00	
Total		

17 Biological assets

Description	Numbers	Insert Current 2024	Insert Comparative 2023
		Kshs	Kshs
Cattle	24	720,000.00	540,200.00
Trees	105	525,000/00	480,000.00
Macadamia trees	10	80,000.00	78,400.00
Total		1,325,000.00	1,098,600.00

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	3,328,799.34	
Borrowings during the year	2,000,000.00	
Repayments during the year	(2,000,000)	
Balance at the end of the year	3,328,799.34	

Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current 2024	Insert Comparative 2023
	Kshs	Kshs
Food stuffs	640,000.00	0
Lab consumables	48,700.00	0
Farm produce		0
Medication	4,200.00	0
Construction Materials	84,600.00	0
Others (specify)		
	777,500.00	0

(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)
1.0	Casting errors in the statement of receipts and payments	The financial statements were corrected	Resolved	
1.2	Casting Errors in the statement of financial Assets and Liabilities	The financial Statements were corrected to show a true and fair view	Resolved	
1.3	Inaccuracies in the Statement of Cash flows.	The financial statements was corrected to show true and fair viw	Resolved	
2.0	Inaccurate and unsupported Cash and cash equivalents balance	The financial statements was corrected to show true and fair view.	Resolved	
2.1	Non-Compliance with the public sector Accounting Standards Board Reporting Requirements.	The management have the knowledge on where to get the template by downloading it online.	Resolved	
3.0	Lack of Risk Assessment policy and disaster recovery plan	The management did not have the information about these documents, because they had not received communication from the ministry of Education	Resolved	
4.0	Delays in the transfer of the infrastructure Funds from operations Bank Account	The school transferred the funds	Resolved	
5.0	Remuneration of the members of the	The Basic Education Act Cap 63 states that	Resolved	

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Board of Management	the board of Management are to be remunerated as the cabinet secretary to provide advice of the salaries and remuneration.		
6.0	Transfer to Kenya Secondary Schools Heads Association	We are usually directed by the county Education office to remit the KESSHA funds to fund co-curricular activities and meetings its only for the ministry of education to come out clearly on KESSHA funds.	Unresolved	
6.1	Inaccuracy of Students enrolment Data	Some students did not have birth certificates	Resolved	
6.20	Lack of A			

CHIEF PRINCIPAL
OSSEN GIRLS HIGH SCHOOL

[Signature]
17 JUN 2025

Sign and Date
Principal
P.O. BOX 19-30400, KABARNET

11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Cheboi construction Co ltd	156,000.00	1/1/23	98,200.00	56,000.00		
2. Superior Tyres and Spares Ltd	127,560.00	1/7/23	600,240.00	127,560.00		
Sub-Total	283,560.00	1/7/23		183,560.00		
Supply Of Goods						
3. Gideon Kipkechem	9,500.00	1/7/23	60,400.00	9,500.00		
4. Alex Korir	7,400.00	1/7/23	148,700.00	7,400.00		
5. Jacobs General Supplies	295,000.00	1/1/23	345,000.00	184,588.00		
6. Kenya Farmers Association	67,705.00	1/7/23	659,200.00	67,705.00		
7. Aldarmo Ltd	103,025.00	1/7/23	800,242.00	103,025.00		
8. Apex Gilsam Enterprises	67,000.00	1/7/23	167,000.00	67,000.00		
9. Leafric Interlink	114,000.00	1/7/23	258,000.00	114,000.00		
10. Eldo Laboratory	153,033.00	1/7/23	998,400.00	153,033.00		

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
11. Paul Kandie	30,000.00	1/7/23	90,000.00	30,000.00		
12. The spine Electricals	55,040.00	1/7/23	320,460.00	55,040.00		
13. Chepny Ventures	505,000.00	1/7/23	200,350.00	250,000.00		
14. Philip Yatich	480,550.00	1/7/23	1,200,450.00	180,550.00		
15. Skydot Enterprises	42,350.00	1/7/23	-	42,350.00		
16. Fortec Enterprises	12,000.00	1/7/23	-	12,000.00		
17. Proto Energy Ltd	194,000.00	1/7/23	914,000.00	194,000.00		
18. Julius Lokwanga	107,500.00	1/7/23	3,733,000.00	107,500.00		
19. Jada steel steel Fabricators	52,930.00	1/1/23	104,700.00	52,930.00		
20. Sarah Mulwo	257,000.00	1/7/23	400,000.00	257,000.00		
21. Cynthia Yano	34,950.00	1/7/23	167,200.00	34,950.00		
22. Samkon Enterprises	92,750.00	1/7/23	200,000.00	92,750.00		
Sub-Total	2,850,000			2,015,321.00		
Supply Of Services				0		
23. Coltruck Automobiles	4,100.00	1/7/23	69,200.00	4,100.00		
24. Gideon Kipkechem	9,500.00	1/7/23	69,750.00	9,500.00		
25. Ann Kiplagat	19,000.00	1/7/23	6,000.00	19,000.00		
Sub-Total	32,600.00	1/7/23		32,600.00		
Grand Total	3,166,724.00	1/7/23		2,296,881.00		

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 20XX	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 20XX
Land	60,000,000.00			60,000,000.00
Buildings And Structures	180,000,000.00			180,000,000.00
Motor Vehicles	9,000,000.00			9,000,000.00
Office Equipment, Furniture and Fittings	4,900,000.00	900,000.00		5,800,000.00
Textbooks	2,800,000.00			2,800,000.00
ICT Equipment	2,400,000.00			2,400,000.00
Tools And Apparatus	1,600,000.00			1,600,000.00
Other Machinery and Equipment	4,085,000.00			4,085,000.00
Total	264,785,000.00	900,000.00		264,785,000.00

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

