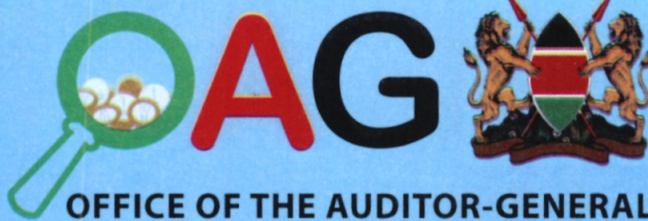


REPUBLIC OF KENYA



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REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 23 JUL 2025	DAY: Wednesday
TABLED BY: OF	Hon. (Dr.) Robert Pukose on behalf of LAM
CLERK-AT THE-TABLE:	Halima Sulama

THE AUDITOR-GENERAL

ON

UTUMISHI GIRLS ACADEMY

FOR THE YEAR ENDED

30 JUNE, 2024

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 23 JUL 2025	Wednesday
TABLED BY:	Hon. Owen Baya (Deputy Majority Leader)
CLERK-AT THE-TABLE:	Anastacia

NAKURU COUNTY

Revised 30th June 2024.



UTUMISHI GIRLS ACADEMY
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 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
LT&T	Local transport and Travelling
EWC	Electricity Water and Conservancy
RMI	Repair Maintenance and Improvements
PA	Parent Association
TSC	Teacher Service Commission
SP	Sponsor
PA FUND	Parent association Fund
NGCDF	National Government Constituency Development Fund
Id card	Identity Card
LPO	Local Purchase order
LTD	Limited

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 **Nakuru** County, **Gilgil** Sub-County.

The school was registered in **07/2022** under registration number **32S30000227** and is currently categorized as a **National** (*National, Extra County, County and Sub County*) public school established, owned or operated by the Government.

The school is a day/**boarding** school and had 689 numbers of students as at *30th June 2024*. It has **4** streams and **31** teachers of which 13 are employed by TSC, **15** teachers are employed by the School Board of Management, 1 on part time basis, 2 from the sponsor.

(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	Rosemary Kuraru	Chairman	22nd May 2022
2	Jocelyn Karanja	Secretary - Principal	22nd May 2022
3	Charity Mwangi	Member	22nd May 2022
4	Rachel Munge	Member	22nd May 2022
5	Dobby Anyango	Member	22nd May 2022
6	Beth Wangechi	Member	22nd May 2022
7	Agnes Nyokabi	Member	22nd May 2022
8	Nelson Ngugi	Member – Rep CEB	22nd May 2022
9	Njuguna Joseph	Member Rep Teachers	22nd May 2022
10	Linus Ofware Albert Masese Ng'a ng'a Joseph	3 Members - Sponsor	22nd May 2022
11	Joseph Mwangi	Member - Community	22nd May 2022
12	Joseph Kanyiri	Member Special Needs	22nd May 2022
13	Abigail Ngatho	Rep Students	22nd May 2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Ms.Rosemary Kuraru Mrs.Jocelyn Karanja Ms.Naomi Mugure Mr.Albert Masese Mr.Richard Onyancha	Chairperson Principal/Sec PA Chairperson Sponsor PA Co-opted	1
2	Audit Committee	MR.Nganga Joseph Mr.Masese Albert Mr.Wainaina Ngugi	Sponsor category	2
3	Finance,procurement and general purposes Committee	Mrs. Jocelyn Karanja Mr. Richard Ngatia Ms. Magdaline Mung'ere	Principal School Bursar	1
4	Academic Committee	Mdm Rosemary Kuraru Mr. Njuguna Joseph Madam. Charity dorcas Mrs. Gitonga Kallen	Chairperson Member Member Deputy Principal	4
5	Development Committee	Mr. Ng'ang'a Joseph Ms. Naomi Mugure Mr. J. Limo Mrs. Jocelyn Karanja Mr. S. Maina Ms. Magdaline Mung'ere	Chairperson PA Chairperson Commandant ASTU Principal Member Bursar	3
6	Discipline and welfare Committee	Mrs. Jocelyn Karanja Mrs. Gitonga Kallen	Principal Deputy Principal	

		Mrs. Githinji Ann Mr. J. Limo Mr.Kanyiri Joseph Madam Agnes Waithaka Ms Naomi Mugure Mr. Onyancha Richard	HOD Guidance Commandant ASTU Member Co opted Co opted	4
7	Adhoc Committee Tender opening committee	Magdaline Mung'ere Beryle Oyuchi Catherine Nduta Jerioth Karari Alex Obari	Bursar Matron Storekeeper Teacher Teacher	1
	Tender evaluation committee	Magdaline Mung'ere Catherine Nduta Nickson Kimetto Cecilia Munyare Njuguna Joseph Beryle Oyuchi	Bursar Storekeeper Teacher Teacher Teacher Matron	1

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Mrs. Jocelyn Karanja	TSC No. 298261
2	Deputy Principal	Mrs. Gitonga Kallen	TSC No. 334015
3	School Bursar	Ms. Magdaline Mung'ere	ICPAK No.
4	Other (specify)		

(e) Schools contacts**(f)**

Post Office Box: 25-20116 Gilgil
Telephone: 0745190036
E-mail: utumishigirls@gmail.com
Website: www.utumishi.ac.ke
Facebook: Utumishi girls Academy
You tube @ Utumishi girls

(g) School Bankers

Name of Bank: Kenya Commercial Bank
Branch: Gilgil
Account no. 1268 316 512 (Boarding Account)

Name of Bank: Kenya Commercial Bank
Branch: Gilgil
Account no. 1268 657 263 (Operation Account)

Name of Bank: Kenya Commercial Bank
Branch: Gilgil
Account no. 1268 656 844 (Tuition Account)

Name of Bank: Kenya Commercial Bank
Branch: Gilgil
Account no. 1281 365 629 (Infrastructure Account)

(h) Independent Auditors

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

3. Summary Report of Performance of the School

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

a) Financial performance:

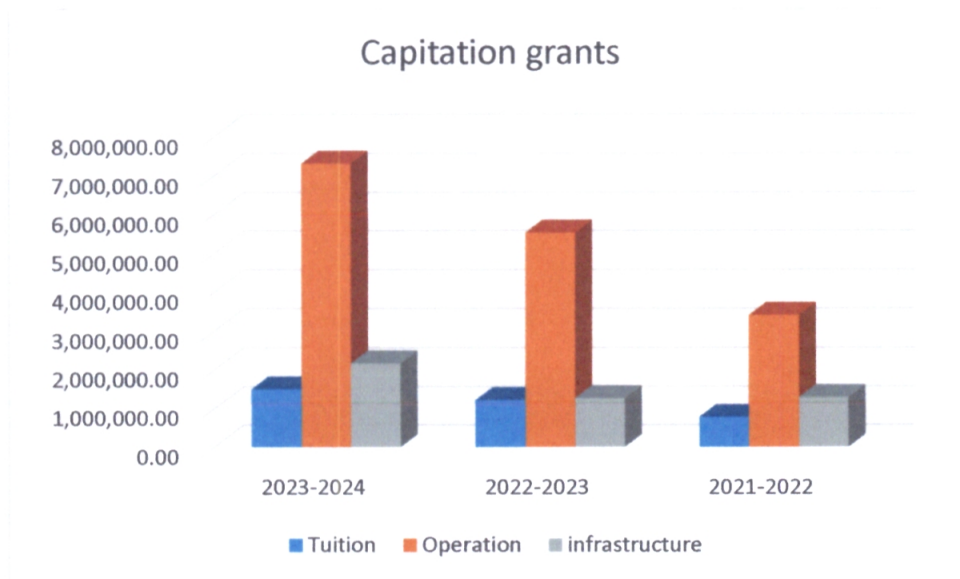
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

YEAR	2023-2024	2022-2023	2021/2022
	Surplus/Deficit	Surplus/Deficit	Surplus/Deficit
Boarding	5,858,479.00	(7,180,071.00)	1,535,553.00
Operation	1,106,182.00	896,414.00	(126,120.00)
Tuition	41,822.00	462,640.00	(151,518.00)
Infrastructure	(858,819.00)	(119,996.00)	687,996.00
TOTAL	6,147,664.00	(5,941,014.00)	1,945,911.00



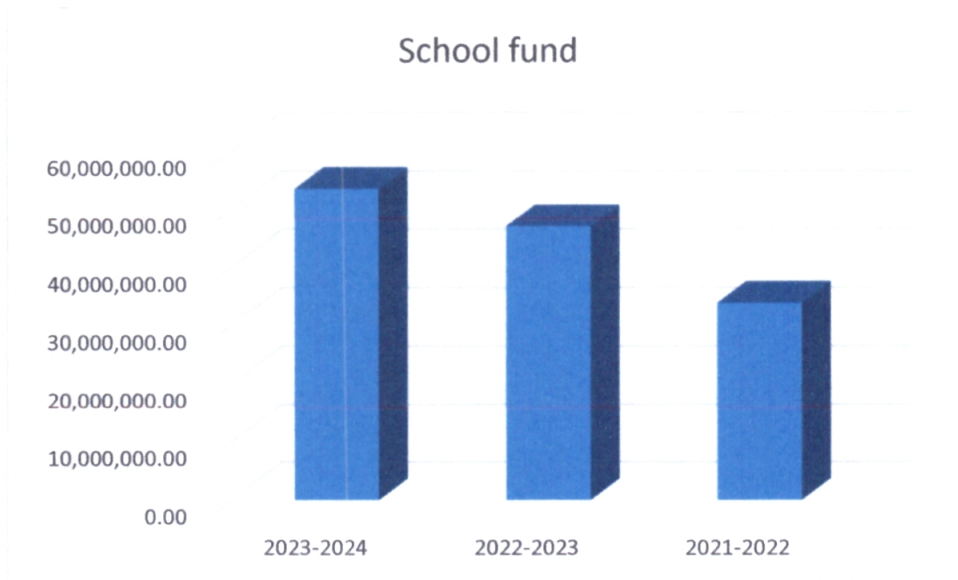
- *Capitation grants from the Ministry of Education for the last three years*

	2023-2024	2022-2023	2021-2022
Tuition	1,511,322.00	1,223,014.00	775,342.00
Operation	7,311,349.00	5,520,677.00	3,407,054.00
infrastructure	2,174,000.00	1,280,000.00	1,297,500.00



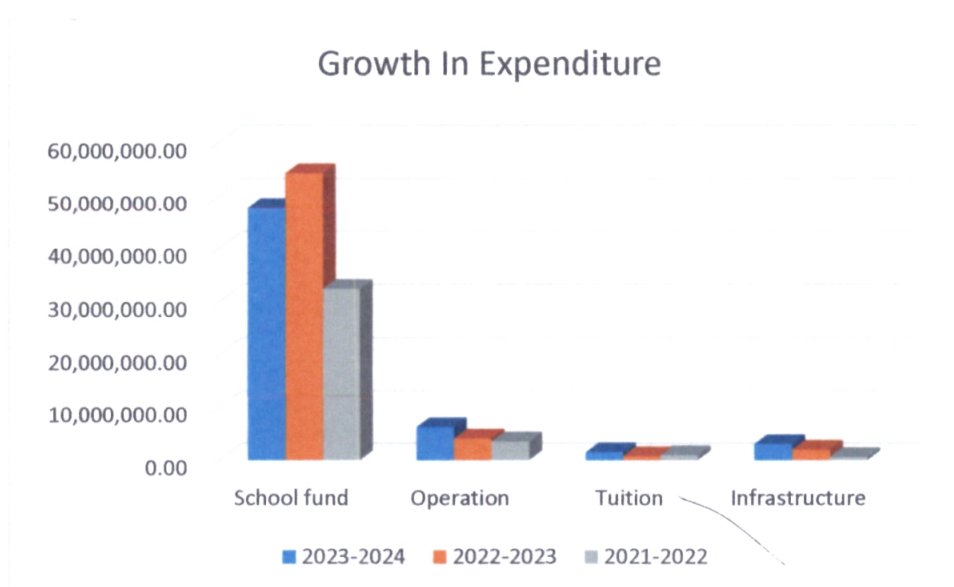
- *A three-year overview of growth of other income(s) earned by the school.*

	2023-2024	2022-2023	2021-2022
School fund	53,511,641.00	47,029,234.00	33,918,659.00



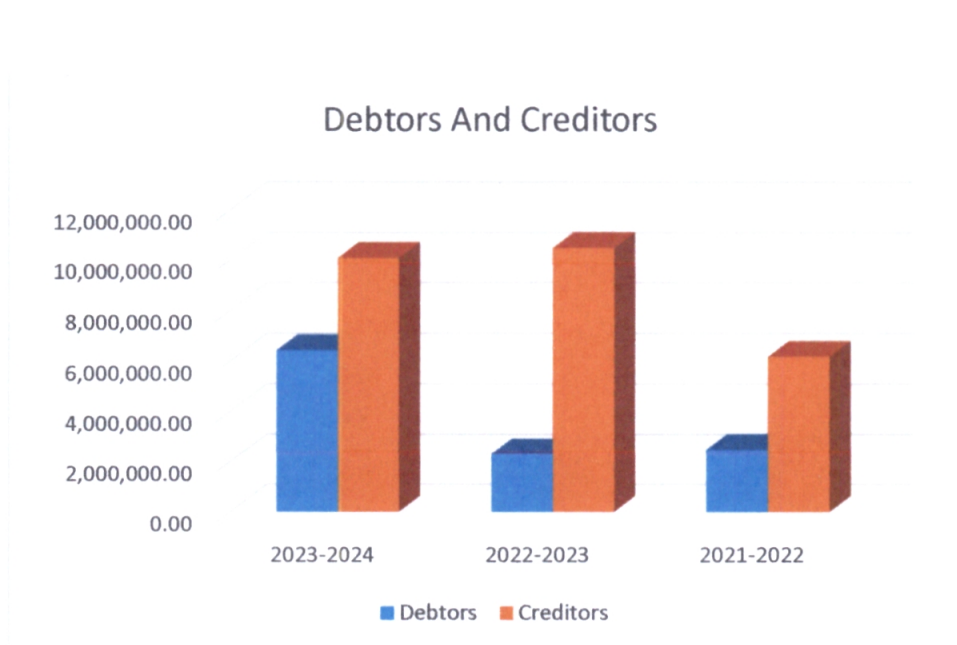
- *A three-year overview of growth in expenditure of the school*

YEAR	2023-2024	2022-2023	2021-2022
School fund	47,653,162.00	54,209,306.00	32,383,106.00
Operation	6,205,167.00	4,058,213.00	3,533,174.00
Tuition	1,469,500.00	760,374.00	926,860.00
Infrastructure	3,032,819.00	1,965,996.00	609,504.00



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

YEAR	Debtors	Creditors
2023-2024	6,421,116.00	10,087,665.00
2022-2023	2,307,294.00	10,489,519.00
2021-2022	2,479,947.00	6,171,454.00



b) Teacher Student ratio:

No of teacher to student ratio 1:23 (31 teachers 689 students)

No.of teachers recruited and posted in the school in 2024 by June – 3

No. of teacher transferred/ retired in 2024 -0

No. of teachers employed by TSC by 30th June 2024 -13

No. of teachers employed by B.O.M by 30th June 2024 - 15

No of teachers on part time basis - 1

No. of teachers from sponsors - 2

SUBJECTS	NO. OF TEACHERS	TERMS OF EMPLOYMENT
Chemistry/Biology	5	2TSC/2BOM/1SP
Maths/Business	2	1 TSC/ 1BOM
Maths/Physics	1	TSC
History/Kiswahili	3	2TSC/ 1B.O.M
CRE/Kiswahili	2	2TSC
English/Literature/CRE	5	2TSC 3B.O.M
Maths/Biology	1	TSC
Geography /Kiswahili	1	1B.O.M
Computer/Maths	1	TSC
Music	1	B.O.M
Arts/English	1	Part time
CRE/Home science	1	B.O.M
CRE/HIST	1	B.O.M
Physics/Chemistry	1	B.O.M
Maths /chemistry	1	sponsor
French	1	B.O.M
Math / Geo	1	B.O.M
Bio / agriculture	2	1 TSC 1 B.O.M

c) **Mean score in the 2023 KCSE:**

7.68

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

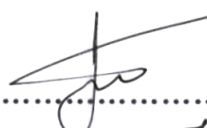
97

e) **Capacity of the school:**

FACILITIES	NUMBER OF STUDENTS	NO OF FACILTIES
Dormitories	689	2 (1 storeyed)
Dining Hall	689	1
Laboratories	689	2,one not equipped
Toilets	689	64
Bathrooms	689	31
Classrooms	689	13
Library	689	0
External toilets	689	8

f) Development projects carried out by the school:

PROJECT	SOURCES OF FUNDS
CLASSROOM CONSTRUCTION	PARENTS/MOE GRANTS
EXTERNAL DORMITORY STORE	PARENTS
FENCING AROUND THE DOMITORY	PARENTS
DECKER BEDS,LOCKERS AND CHAIRS	PARENTS
WALKWAY REPAIRS AND IMPROVEMENTS	PARENTS
CCTV EXTENTION AND MAINTENANCE	PARENTS
SEPTIC IMPROVEMNTS	PARENTS
FENCING SEPTIC AREA	PARENTS
KITCHEN APPLIANNCES	PARENTS
ADDITIONAL WHITEBOARDS	PARENTS
OFFICE SHEL VES & CABINETS	PARENTS
POWER HOUSE	PARENTS
ADDITION REVISION BOOKS	PARENTS


.....
School Principal *Jocelyn Karanja*

4. Statement of School Management Responsibility

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

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

The Board of Management of Utumishi Girls Academy 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.

FOR 

.....
Name: Ms. Rosemary Kuraru

Designation: Chairman, School Board of Management

Date: 4/6/2025



.....
Name: Mrs. Jocelyn Karanja

Designation: School Principal & Secretary to Board of Management

Date: 04/6/25



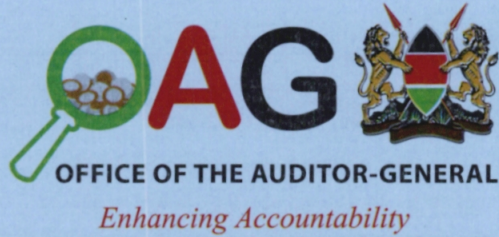
.....
Name: Ms. Magdaline Mung'ere

Designation: Bursar/ Finance Officer

Date: 04-06-2025

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 UTUMISHI GIRLS ACADEMY FOR THE YEAR ENDED 30 JUNE, 2024 – NAKURU COUNTY

PREAMBLE

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

- A. Report on the 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 Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such schools are applied for 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, the risk management environment, and the 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 Utumishi Girls Academy set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at 30 June, 2024 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 Utumishi Girls Academy as at 30 June, 2024, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unsupported Local Transport and Travelling Expenses

The statement of receipts and payments reflects payments of Kshs.6,205,167 and Kshs.47,653,162 in respect of operations and boarding and school fund payments as disclosed in Notes 7 and 9 of the financial statements respectively. The expenditures include amounts of Kshs.59,440 and Kshs.1,547,210 respectively in relation to local transport/travelling all totaling Kshs.1,606,650 which were incurred through the issuance of Imprests. However, the School did not provide the respective imprest warrants and did not maintain an Imprests register contrary to Regulations 93(4)(c) and 93(5) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, the accuracy, completeness and validity of the local transport and travelling expenses amount of Kshs.1,606,650 could not be confirmed.

2. Fixed Assets

2.1 Failure to Maintain Fixed Asset Register

Annex 2 to the financial statements reflects the summary of fixed assets register which however has no monetary values attached to each of the assets of the School as reported. Further, no disclosure information was provided in respect to the measurement basis used to determine the gross carrying amounts of a particular assets, any additions, disposals, impairments plus any other changes within an asset class. In addition, the School did not prepare a fixed assets register in a format as required by the regulations.

It was also observed that a number of sampled assets had not been tagged including forty-five (45) computers thus exposing them to a risk of misuse or loss.

2.2 Lack of Land Ownership Documents

Annex 2 to the financial statements reflect a summary of fixed assets register which included land on which the school is situated and whose size measures twelve (12) acres. However, review of records maintained by Management revealed that ownership of the land had not yet been fully transferred to the School. As at the time of audit in May, 2025, the only ownership document provided by the Management was an allotment of a plot vide a letter

dated 27 July, 2009. The school did not provide evidence to indicate the steps they had been taken to obtain the title deed and to have the land valued.

In the circumstances, the accuracy, completeness, valuation and ownership of the School's assets could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects budgeted revenue and actual on comparable amounts of Kshs.63,440,000 and Kshs.64,508,312 respectively resulting to an over collection of Kshs.1,068,312 or 2% of the budget. Further, the statement reflects that the School spent an amount of Kshs.58,360,648 against the actual receipts of Kshs.64,508,312 resulting in an under absorption of Kshs.6,147,664 or 10% of the actual receipts.

The under absorption affected the planned activities of the School and may have negatively impacted 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 judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

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.

In the circumstances, Management may lack the essential tools for improving School's performance, compliance and quality without adherence to audit recommendations.

Other Information

Management is responsible for the other information set out on page iii to xvi 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 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 Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments reflects payments for boarding/school fund of Kshs.47,653,162 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.443,000 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 the Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.443,000 could not be confirmed.

Composition of the Board of Management

Review of Board minutes and personal files revealed that during the year, there were thirteen (13) appointed members and four (4) co-opted members all totaling seventeen (17) members. This is contrary to Section 56 (3) of the Basic Education Act, 2013 which stipulates that the co-opted members shall not exceed three (3) at any time.

Further, the current Chairperson of the Board was chosen by the sponsor of the School upon retirement of previous chair in breach of Section 56 (4) of the Basic Education Act, 2013. No explanation was provided by Management for these anomalies.

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

The audit was conducted in accordance with ISSAI 4000. The standard requires 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 are in compliance, 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. Inefficiencies in Text Book Management

The school received various textbooks during the year under review totalling two thousand (2,000) books that included teachers' guides and students text books. It was observed that the issuance and collection of the pupils' textbooks was properly documented in the textbook store ledger as well as library accession book. However, it was noted that the distribution of the books was not displayed on the notice board and that several teachers guides had not been documented as issued.

Physical verification carried out on the teachers guides on a sample basis, revealed the following observations;

	Title to Text	No. of books Delivered	No. of books on Physical Count	Unrecorded issuance
1	Uhondo wa Kiswahili	20	18	2
2	English Guide Form 1	20	17	3
3	Christian Religious Education Form 2	10	7	3

The pupils' text books and guides were not properly stored since the School lacks a library facility that could easily hold the stock. Further, the school lacks a trained librarian with technical know-how in management of a school library.

Further, it was noted that 2,000 pupils' books delivered to the school are issued to the students once a year. However, in the year under review, the School managed to collect 1,578 books from the students resulting to non-recovery of 422 books or 21% of the issued books. Management has not provided any explanation on how the uncollected textbooks will be recovered from the defaulting students.

In the circumstances, the effectiveness of internal controls related to inventories and textbook management could not be confirmed.

3. Lack of an Approved Fraud Policy

During the year under review, the school did not have in place an approved fraud management policy to assist in detecting and preventing fraud. The policy provided for audit verification had not been approved and the Board minutes showing the process of establishing and adopting the policy were not provided for audit verification. Further, management had not implemented the policy and it was therefore not possible to tell what measures management had put in place that could assist in detection and prevention of fraud contrary in line with Regulation 165(1) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, Management may not be in a position to identify, detect and prevent fraud in the School.

4. 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 although the school had key policies like the disaster recovery plan/business continuity plan, human resource policy and finance policy, the policies had not been approved. Similarly, the Board minutes indicating the process of establishing and adopting the policies were not provided for audit verification. It was therefore not possible to confirm how the school adopted the policies without the proper approvals and authority.

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

5. Lack of Information Technology (IT) Policy, Strategic Plan and Committee

Review of information technology (IT) environment revealed that the School does not have an approved ICT policy, user management standards and procedures addressing IT users, security, access to IT environments and environmental controls. Further, the School has not established IT strategic and steering committees, and an approved IT strategic plan that supports business requirements. In addition, there is no back-up retention strategy and there

are no formal documented and approved processes to manage upgrades which means that unauthorized changes can be made without change request documentation.

The IT department further lacks a formal emergency procedure which stipulates the procedures and steps for the users to follow in case of an emergency or a disruption which would lead to business interference.

In the circumstances, the non-establishment of an IT Policy, IT strategic plan and committee could result in data loss, theft and disruption of services.

6. Failure to Develop a School Improvement Plan

During the year under review, Management did not develop a school improvement plan to be used to measure the School's improvement activities, improve accountability, keep the School in focus in achieving its targets, prioritize its needs, ensure prudent utilization of resources and to help improve the School's performance as well as promote teamwork. There was also no evidence that the school had formed a school improvement planning team as required.

In the circumstances, the effectiveness of the School's improvement planning process as contemplated in the guidelines from the Ministry of Education 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 control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how the 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, CBS
AUDITOR-GENERAL

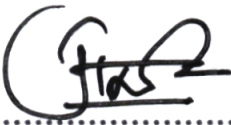
Nairobi

18 June, 2025

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

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,511,322	1,223,014
Government grants for operations	2	7,311,349	5,520,677
Government Grants for infrastructure	3	2,174,000	1,280,000
School fund income- parents' contributions	4	53,511,641	47,029,234
Miscellaneous incomes	5	-	-
Total Receipts		64,508,312	55,052,924
Payments			
Tuition	6	1,469,500	760,374
Operations	7	6,205,167	4,058,263
Infrastructure	8	3,032,819	1,965,996
Boarding and school fund	9	47,653,162	54,209,305
Total Payments		58,360,648	60,993,938
Surplus/Deficit		6,147,664	(5,941,014)


The school financial statements were approved on 04-06-2025 and signed by:



Name: JOSEPH LIMO

Chair BOM

Date: 4/6/2025



Name: JOCELYN KARANJA
School Principal/ Secretary to
BOM

Date: 04/6/25



Name: MAGDALINE MUNGERE


Bursar/ Finance Officer

Date: 04-06-2025

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

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	5,010,881	3,244,617
Cash balances	11	71,953	206,259
Short term investments	12	-	-
Total cash and cash equivalent		5,082,834	3,450,876
Account's receivables	13	6,421,116	2,307,294
Total financial assets		11,503,950	5,758,170
Financial liabilities			
Accounts payables	14	10,087,665	10,489,519
Cash accrual adjustments		-	-
Net financial assets		1,416,315	(4,731,349)
Represented by			
Accumulated fund b/fwd	15	(4,731,349)	1,209,664
Surplus/deficit for the year		6,147,664	(5,941,014)
Net financial position		1,416,315	(4,731,349)

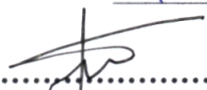
The school's financial statements were approved on 04-06-2025 and signed by:



Name: JOSEPH LIMO

Chair BOM

Date: 4/6/2025



Name: JOCELYN KWARAGA
School Principal/ Secretary to
BOM

Date: 04/6/25



Name: MAGDALINE MUTHIERE

Bursar/ Finance Officer

Date: 04-06-2025

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

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,511,322	1,223,014.00
Government grants for operations	2	7,311,349	5,520,677.00
Government grants for infrastructure	3	2,174,000	1,280,000.00
School fund income- parents contributions/ fees		49,269,998	47,295,352.00
Other income	5	-	0.00
Total receipts		60,266,669	55,319,042.00
Payments			
Cash outflows for tuition		1,272,051	1,205,514.00
Cash outflows for operations		6,216,547	4,221,078.00
Cash outflows Boarding/lunch and school fund payments		48,969,118	49,376,750.00
Total payments		56,457,716	54,803,342.00
Net cash inflow/outflow from operating activities		3,808,953	515,700.00
Cash flow from investing activities			
Proceed from sale of asset		0.00	0.00
Acquisition of assets		(2,176,995.00)	-1,965,996.00
Proceeds from investments			0.00
Net cash inflow/outflows from investing activities		(2,176,995.00)	-1,965,996.00
Cash flow from Financing activities			
Proceeds from borrowings/ loans		0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash inflow/outflow from financing activities		1,631,958	-1,450,296.00
Net increase/decrease in cash and cash equivalents			
Cash and cash equivalent at beginning of the FY		3,450,876	4,901,171.00
Cash and cash equivalent at end of the FY		5,082,834	3,450,876.00

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

The above presentation of cash flow statement uses the direct method of cash flow presentation

The school's financial statements were approved on 04-06-2025 and signed by:



Name: JOSEPH LIMO

Chair BOM

Date: 4/6/2025



Name: JOCELYN KARANJA
School Principal/ Secretary to
BOM

Date: 04/6/25



Name: MAGDALENE MUNGERE

Bursar/ Finance Officer

Date: 04-06-2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilisation Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Text books	0.00	0.00	0.00	0.00	0.00	0.00%
Exercise books	0.00	0.00	0.00	0.00	0.00	0.00%
Laboratory equipment's and apparatus	1,707,200.00	0.00	1,707,200.00	1,219,682	487,518.00	71.44%
Teaching/learning materials	986,400.00	0.00	986,400.00	291,640.00	694,760.00	29.57%
chalks	0.00	0.00	0.00	0.00	0.00	0.00%
Internal exams	0.00	0.00	0.00	0.00	0.00	0.00%
Sub totals	2,693,600.00	0.00	2,693,600.00	1,511,322	1,182,278.00	56.11%
<i>(2) Capitation Grant on Operations</i>						
Electricity Water and Conservancy	2,028,000.00	0.00	2,028,000.00	1,095,900.00	932,100.00	54.04%
Local Transport and Travelling	1,352,000.00	0.00	1,352,000.00	265,900.00	1,086,100.00	19.67%
Repair Maintenance Improvement	0.00	0.00	0.00	2,382,800.00	(2,382,800.00)	0.00%
Personal emolument	2,028,000.00	0.00	2,028,000.00	2,179,575.00	(151,575.00)	107.47%
Admin cost	1,352,000.00	0.00	1,352,000.00	419,681.00	932,320.00	31.04%
Activity	975,000.00	0.00	975,000.00	485,393.00	489,607.00	49.78%
Medical and insurance	1,300,000.00	0.00	1,300,000.00	482,100.00	817,900.00	37.08%
Sub totals	9,035,000.00	0.00	9,035,000.00	7,311,349.00	1,723,651.00	80.92%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilisation Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure						
Maintenance and Improvement	2,600,000.00	0.00	2,600,000.00	2,174,000.00	426,000.00	83.62%
Transition infrastructure Grants	0.00	0.00	0.00	0.00	0.00	0.00%
Administration block	0.00	0.00	0.00	0.00	0.00	0.00%
Economic stimulumus grants	0.00	0.00	0.00	0.00	0.00	0.00%
Others(NGCDF,County government)	0.00	0.00	0.00	0.00	0.00	0.00%
Sub total	2,600,000.00	0.00	2,600,000.00	2,174,000.00	426,000.00	83.62%
(4) Fees Charged on Parents						
fees on boarding equipment and stores	19,750,900.00	0.00	19,750,900.00	30,292,732.00	(10,541,832.00)	153.37%
Electricity Water and Conservancy	4,767,100.00	0.00	4,767,100.00	3,785,220.00	981,880.00	79.40%
Repairs and Maintenance	1,300,000.00	0.00	1,300,000.00	1,218,241.00	81,759.00	93.71%
Personal Emoluments	4,501,900.00	0.00	4,501,900.00	4,166,728.00	(335,172.00)	92.55%
Administration	2,780,700.00	0.00	2,780,700.00	2,724,431.00	56,269.00	97.98%
Activity	518,700.00	0.00	518,700.00	662,782.00	(144,082.00)	127.78%
Local Transport and Travelling	1,192,100.00	0.00	1,192,100.00	1,128,710.00	63,390.00	94.68%
Medical fund	0.00	0.00	0.00	254.00	(254.00)	0.00%
Parent Association Fund	14,300,000.00	0.00	14,300,000.00	9,188,424.00	5,111,576.00	64.25%
bursary	0.00	0.00	0.00	92,971.00	(92,971.00)	0.00%
Student identity card	-	-	-	500.00	(500.00)	0.00%
development	-	-	-	57,767.00	(57,767.00)	0.00%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilisation Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
tender	-	-	-	66,000.00	(66,000.00)	0.00%
uniform	-	-	-	126,881.00	(126,881.00)	0.00%
Sub total	49,111,400.00	0.00	49,111,400.00	53,511,641.00	-4,400,241.00	108.96%
<i>5) Miscellenous Income</i>						
Loans / Borrowing	0.00	0.00	0.00	0.00	0.00	0.00%
Rent income	0.00	0.00	0.00	0.00	0.00	0.00%
Income From Farming Activities	0.00	0.00	0.00	0.00	0.00	0.00%
Insurance Compensation	0.00	0.00	0.00	0.00	0.00	0.00%
Income From Posho Mill	0.00	0.00	0.00	0.00	0.00	0.00%
Income From Bus Hire	0.00	0.00	0.00	0.00	0.00	0.00%
Fee For Hire of Ground and Equipment	0.00	0.00	0.00	0.00	0.00	0.00%
Interest Income	0.00	0.00	0.00	0.00	0.00	0.00%
Sub total	0.00	0.00	0.00	0.00	0.00	0.00%
GRAND TOTAL INCOME	63,440,000.00	0.00	63,440,000.00	64,508,312.00	(1,068,312.00)	101.68%
<i>(6) Expenditure For Tuition</i>						
Text books	0.00	0.00	0.00	0.00	0.00	0.00%
Exercise books	0.00	0.00	0.00	0.00	0.00	0.00%
Laboratory equipments and apparatus	1,707,200.00	0.00	1,707,200.00	1,213,919.00	493,281.00	71.11%
Teaching/learning materials	986,400.00	0.00	986,400.00	250,000.00	736,400.00	25.34%
chalks	0.00	0.00	0.00	0.00	0.00	0.00%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilisation Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Internal exams	0.00	0.00	0.00	0.00	0.00	0.00%
Reference books	0.00	0.00	0.00	0.00	0.00	0.00%
Bank charges	0.00	0.00	0.00	5,580.00	(5,580.00)	0.00%
	0.00	0.00	0.00	0.00	0.00	0.00%
sub totals	2,693,600.00	0.00	2,693,600.00	1,469,500.00	1,224,100	54.56%
<i>(7) Expenditure For Operations</i>						
Electricity Water and Conservancy	2,028,000.00	0.00	2,028,000.00	539,889.00	1,488,111.00	26.62%
Local Transport and Travelling	1,352,000.00	0.00	1,352,000.00	59,440.00	1,292,560.00	29.81%
Repair Maintenance Improvements	0.00	0.00	0.00	2,172,000.00	(2,172,000.00)	0.00%
Personal emolument	2,028,000.00	0.00	2,028,000.00	2,130,061.00	(102,061.00)	105.03%
Admin cost	1,352,000.00	0.00	1,352,000.00	972,244.00	379,756.00	71.91%
Activity	975,000.00	0.00	975,000.00	212,850.00	762,150.00	21.83%
Medical and insurance	1,300,000.00	0.00	1,300,000.00	111,071.00	1,188,929.00	8.54%
Bank charges	0.00	0.00	0.00	7,612.00	(7,612.00)	0.00%
Inter Account Borrowing-Lunch	0.00	0.00	0.00	0.00	0.00	0.00%
0	0.00	0.00	0.00	0.00	0.00	0.00%
Inter Account Borrowing-Lunch	0.00	0.00	0.00	0.00	0.00	0.00%
SUBTOTALS	9,035,000.00	0.00	9,035,000.00	6,205,167.00	2,829,833.00	68.68%
<i>(8) Expenditure For infrastructure</i>						
Construction of classrooms	2,600,000.00	0.00	2,600,000.00	3,027,824.00	(427,824.00)	116.45%
Construction of laboratory	0.00	0.00	0.00	0.00	0.00	0.00%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilisation Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
construction of dormitory	0.00	0.00	0.00	0.00	0.00	0.00%
Purchase of furniture	0.00	0.00	0.00	0.00	0.00	0.00%
Purchase of equipment	0.00	0.00	0.00	0.00	0.00	0.00%
Purchase of apparatus	0.00	0.00	0.00	0.00	0.00	0.00%
Bank charges	0.00	0.00	0.00	4,995.00	(4,995.00)	0.00%
SUBTOTALS	2,600,000.00	0.00	2,600,000.00	3,032,819.00	(432,819.00)	116.65%
<i>(9) Expenditure For school fund/lunch/boarding</i>						
Activity	518,700.00	0.00	518,700.00	652,421.00	(133,721.00)	125.78%
Posho mill	0.00	0.00	0.00	0.00	0.00	0.00%
Bursary	0.00	0.00	0.00	92,971.00	(92,971.00)	0.00%
Inter-Account Borrowing-Operation	0.00	0.00	0.00	0.00	0.00	0.00%
Personnel emoluments	4,501,900.00	0.00	4,501,900.00	3,516,333.00	985,567.00	78.11%
Service Gratuity	0.00	0.00	0.00	0.00	0.00	0.00%
Repairs and maintenance & Improvements	1,300,000.00	0.00	1,300,000.00	921,545.00	378,455.00	70.89%
Local transport / travelling	1,192,100.00	0.00	1,192,100.00	1,547,210.00	(355,110.00)	129.79%
Electricity water and conservancy	4,767,100.00	0.00	4,767,100.00	3,024,190.00	1,742,910.00	63.44%
Medical Expenses	0.00	0.00	0.00	0.00	0.00	0.00%
Administration costs	2,780,700.00	0.00	2,780,700.00	2,631,981.00	148,719.00	94.65%
contingencies	0.00	0.00	0.00	0.00	0.00	0.00%
Tender	0.00	0.00	0.00	600.00	(600.00)	0.00%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilisation Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Parent Association fund	14,300,000.00	0.00	14,300,000.00	6,590,665.00	7,709,335.00	46.09%
Fee on Boarding Equipment and Stores	19,750,900.00	0.00	19,750,900.00	28,643,193.00	(8,892,293.00)	145.02%
development	0.00	0.00	0.00	0.00	0.00	0.00%
Bank Charges	0.00	0.00	0.00	32,052.75	(32,053.00)	0.00%
uniform	0.00	0.00	0.00	0.00	0.00	0.00%
advance	0.00	0.00	0.00	0.00	0.00	0.00%
Student identity card	0.00	0.00	0.00	0.00	0.00	0.00%
SUBTOTALS	49,111,400.00	0.00	49,111,400.00	47,653,162.00	1,458,238.00	97.03%
TOTAL	63,440,000.00	0.00	63,440,000.00	58,360,648.00	5,093,252.00	91.99%

Explanation of under and over utilization:-

- i. Below 90% is because the term was in progress hence the funds were not to be fully utilized as the term progressed.
- ii. Above 100% is because creditors of previous financial year had to be paid.

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes to the Financial Statements

1 Government Grants for Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Text books		-
Exercise books		-
Laboratory equipments and apparatus	1,219,682	988,014
Teaching/learning materials	291,640	235,000.00
Reference books		-
Total	1,511,322	1,223,014

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Electricity Water and Conservancy	1,095,900	943,683
Local Transport and Traveling	265,900	218,637
Repair Maintenance and Improvements	2,382,800	1,846,000
Personal emolument	2,179,575	1,799,754
Admin cost	419,681	295,000
Activity	485,393	262,738
Medical and insurance	482,100	154,865
Infrastructure Grant	-	-
Other Vote heads	-	-
Inter Account Borrowing-Lunch	-	-
maintenance & improvement	-	
Total	7,311,348.85	5,520,677

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance and Improvement	2,174,000	1,280,000
Transition infrastructure Grants	-	-
Administration block	-	-
Economic stimulus grants	-	-

Description	2023-2024	2022-2023
	Kshs	Kshs
Others(NGCDF,County government)	-	-
Total	2,174,000	1,280,000

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Repairs and Maintenance	1,218,241	1,306,486
Personal Emoluments	4,166,728	4,297,622
student identity card	500	-
Activity	662,782	525,613
Local Transport and Travelling	1,128,710	1,153,712
Medical fund	254	2,408
Tendering	66,000	-
Electricity Water and Conservancy	3,785,220	4,607,782
Parent Association fund	9,188,424	10,949,452
Administrative costs	2,724,431	2,698,311
Fee on Boarding Equipment and Stores	30,292,732	21,096,073
Development	57,767	
Advance		
PA Donations , School Van project	-	-
Income from grants and donations*-Bursary	92,971	391,775
uniform	126,881	-
Total	53,511,641	47,029,234

-
-

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
Rent Income	0.00	0.00
Income From Farming Activities	0.00	0.00
Insurance Compensation	0.00	0.00
Income From Posho Mill	0.00	0.00
Income From Bus Hire	0.00	0.00
Fee For Hire of Ground and Equipment	0.00	0.00
Income From Grants and Donations*	0.00	0.00

Interest Income	0.00	0.00
Dividends Income	0.00	0.00
Total	0.00	0.00

6 Tuition payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Text books		-
Exercise books		-
Laboratory equipments and apparatus	1,213,919	723,760
Teaching/learning materials	250,000	35,000
chalks		-
Internal exams		-
Reference books		-
Bank charges	5,581	1,614
Creditors		-
Total	1,469,500	760,374

7 Operations payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Electricity Water and Conservancy	539,889	743,669
Local Transport and Travelling	59,440	126,100
Repair Maintenance Improvements	2,172,000	1,280,000
Personal emolument	2,130,061	1,459,760
Admin cost	972,244	293,000
Activity	212,850	-
Medical and insurance	111,071	152,670
Creditors	-	-
Bank charges	7,612	3,064
Inter Account Borrowing-Lunch		-
TOTAL	6,205,167	4,058,263

8 Infrastructure payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms	3,027,824	1,965,000
Construction of laboratory		-
construction of dormitory		-
Purchase of furniture		-
Purchase of equipment		-
Purchase of apparatus		-
Bank charges	4,995	996
Total	3,032,819	1,965,996

9 Boarding and School Fund payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Activity	652,421	688,687
Posho mill	-	-
Bus hire	-	-
Bursary	92,971	391,775
Inter-Account Borrowing-Operation	-	-
Personnel emoluments	3,516,333	2,253,652
Repairs and maintenance & Improvements	921,545	1,228,662
Local transport / travelling	1,547,210	1,397,759
Electricity and water	3,024,190	2,324,260
Medical Expenses		14,800
Administration costs	2,631,981	2,535,908
contingencies	-	-
Tender	600	-
Parent Association fund	6,590,665	10,702,712
Fee on Boarding Equipment and Stores	28,643,193	32,642,918
development		1,800
Bank Charges	-	22,142
uniform	32,053	4,230
advance		
Student identity card		
TOTAL	47,653,162	54,209,305

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1268656844	536,593	297,321
Operations Account	Active	1268657263	2,629,156	1,534,476
School Fund Account/Boarding	Active	1268316512	1,844,463	1,409,155
Savings Account	NA	0		-
Parent Association Development Account	NA			-
Income Generating Activities Account	NA	1281365629	669	3,664
Infrastructural Account	Active			
Total			5,010,881	3,244,617

11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	71,953	206,259.00
Total	71,953	206,259.00

12 Short Term Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	6,421,116	2,307,294.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		0.00
Imprest (list/schedule attached)		0.00
Rent arrears (list/schedule attached)		0.00
Total	6,421,116	2,307,294.00

13 b Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	6,421,116.00	100%	2,167,520.00	93.94 %
Between 1- 2 years	-		139,774.00	6.06 %
Between 2-3 years			0.00	%
Over 3 years			0.00	%
Total (should tie to note 13 a)	6,421,116.00	100%	2,307,294.00	100 %

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	9,015,267 .00	9,289,330.00
Prepaid Fees	1,072,368.00	1,200,189.00
Retention Monies	0	0.00
Unpaid salaries and statutory deductions	0	0.00
Caution money	0	0.00
Other payables (<i>specify</i>)	0	0.00
Total	10,087,635.00	10,489,519.00

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	9,000,267.00	99.83%	9,277,950.00	99.9%
Between 1- 2 years	15,000.00	0.17%	11,380.00	0.1%
Between 2-3 years	0.00	0.00%	0.00	%
Over 3 years			0.00	%
Total (should tie to note 14)	9,015,267.00	100.00%	9,289,330.00	100%

15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	3,244,617	4,811,258
Cash Balances	206,259	89,913
Short Term Investments	-	-
Receivables	2,307,294	2,479,947
Payables	(10,489,519)	(6,171,454)
Total	(4,731,349)	1,209,664

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	2023-2024	2022-2023
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

17 Biological assets

Description	Numbers	2023-2024	Numbers	2022-2023
		Kshs		Kshs
Cattle		N/A		N/A
Goats		N/A		N/A
Trees	5,000	700,000	4500	475,000
Coffee Or Tea Plantation		N/A		N/A
Poultry		N/A		N/A
Rabbit				N/A
Total	5,000	700,000	4,500	475,000

NB:- most trees are still young and were valued on historical cost.

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	(0.00)	(0.00)
Balance at the end of the year	0.00	0.00

Other important disclosure notes

19 Stock/ Inventory

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	2,336,849	2,549,321
Lab consumables	3,424,501	2,498,060
stationery	747,891	345,446
Textbook	8,005,348	-
Sports equipment's	178,200	-
Medicine (school infirmary)	18,100	-
Furniture	15,238,500	-
	29,931,289	5,392,827

NB:-Books from the ministry was valued using the orange book since the ministry do not give monetary value of the books delivered others valued on historical cost.

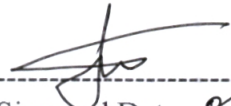
20. Contingent Asset

Description	2023-2024	2022-2023
vehicles temporary given by Kenya police service to be used in school	1. Long chase no. GK A593 2. Bus no. GK 400E	

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:
6.1.8	Late submission of financial statements	- prior the school used to submit the books to internal auditors only as advised by ministry of education ,After the IPSAS introduction ,it was communicated in 2024 that submission was also to OAG office	resolved	
6.1.9	Lack of title deed	-the school has an allotment letter ,process of title deed acquisition in progress	Not resolved	
6.1.10	Audit committee	-audit committee in place	resolved	
6.1.11	Fixed asset register	-the management has introduced the fixed register, however some valuations was not done on some structures since the school could not hire a valuer due to insufficient funds	Partially resolved	
6.1.12	Irregular transfer of funds to Kenya secondary schools heads association	-this is the funds remitted to cater for central activity fund and its demanded through circular from the ministry of education and failure to remit the student can't take part in co curriculum activities	Not resolved	



 Sign and Date 04/6/25
 Principal J. W. KARANJA

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Kambuki General merchants		2023/2024		0.00	2,455,824.00	construction of classrooms
Sub-Total						
Supply Of Goods						
2. Samaritan Dealers LTD		2023/2024		0.00	514,674.00	Hardware materials
3. Ingene Supermarket		2023/2024		0.00	124,141.00	Kitchen goods
4. supreme plumbers		2023/2024		0.00	301,535.00	Plumbing items and services
5. Grasim supplies		2023/2024		0.00	294,129.00	Lab equipment
6. Peter Mbugua		2023/2024		0.00	246,235.00	Cabbages and potatoes
7. Dankim Gitare		2023/2024		0.00	148,900.00	Meat
8. Tabitha Kamau		2023/2024		0.00	128,000.00	Milk
9. Gilanis supermarket		2023/2024		0.00	527,908.00	Kitchen goods and stationery
10. Sabby Enterprises		2023/2024		0.00	633,170.00	Fruits
11. Greentech		2023/2024		0.00	11,500.00	Concrete posts
12. Luciasail enterprise		2023/2024		0.00	710,000.00	Firewood

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024	Comments
13. Empower electrical solar		2023/2024		0.00	106,970.00	Electrical appliances and services
14. Lexin supplies and services		2023/2024		0.00	219,916.00	Computer accessories and services
15. Remerge chemist		2023/2024		0.00	57,160.00	Medicine
16. Kamore		2023/2024		0.00	58,290.00	Water
17. Gepnel bookshop		2023/2024		0.00	42,000.00	Envelops
18. Festus Okari		2023/2024		0.00	33,725.00	Kales and spinach
19. Streamline concept		2023/2024		0.00	213,900.00	Marker pen, ink & whiteboards
20. Giltech fabricators Ltd		2023/2024		15,000	483,200.00	Kitchen equipment
21. Terenn cereals suppliers		2023/2024		0.00	202,500	Cereals and onions
22. Giwan		2023/2024		0.00	9,000.00	Gumboots
23. Nafuu link		2023/2024		0.00	690,840.00	Bread
24. Inmurfur		2023/2024		0.00	74,520.00	vegetables
25. utumishi boys		2023/2024		0.00	92,870.00	milk
26. Kimbleflex	0	2023/2024	0	0.00	319,800.00	Lockers and chairs, steel door
27 Davro transporters	0	2023/2024	0	0.00	50,000.00	Quarry materials
28. Fordend		2023/2024			48,020.00	vegetables
Sub-Total						
Supply Of Services						
29. Gilgil Electricals		2023/2024		0.00	116,920.00	Solar services

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023	Outstanding Balance 2024	Comments
30.Kawaii		2023/2024		0.00	89,620.00	Fire extinguishers servicing
31.Joyous decor		2023/2024		0.00	10,000.00	Décor services
Sub-Total				15,000	9,000,267.00	
Grand Total				15000	9,015,267.00	

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2024
Land	96,000,000	-	-	96,000,000
Buildings And Structures	96,618,526	6,268,024		102,886,550
Motor Vehicles	-			-
Office Equipment, Furniture And Fittings	13,825,000	1,413,500	-	15,238,500
Textbooks	7,286,548	719,800	-	8,006,348
ICT Equipment	4,395,500	-	-	4,395,500
Other Machinery And Equipment	6,000	-	-	6,000
Heritage And Cultural Assets	0	-		0
Intangible Assets- Soft Ware	100,000	-	-	100,000
Total	218,231,574	8,401,324		226,632,898

NB: - values from historical cost, estimated cost and prevailing market price