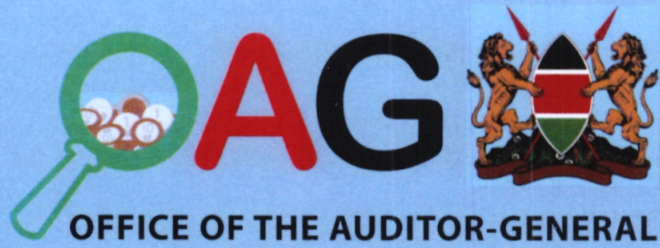


REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 26 JUN 2

DAY.

THURSDAY

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BY:

LEADER OF THE
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CLERK AT
THE-TABLE:

WILLS OBIERO

THE AUDITOR-GENERAL

ON

AIC CHEBISAAS BOYS HIGH SCHOOL

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

UASIN GISHU COUNTY

Revised 30th June 2024.



AIC Chebisaas Boys 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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A.I.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

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.

2 Key School Information and Management

a) Background information

AMC Chebisaas Boys High School is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Uasin Gishu County, Moiben Sub-County.

The school was registered on 18th February 2020 under registration number 27530000935 and is currently categorized as a National public school established, owned or operated by the Government.

The school is a boarding school and had 1,574 number of students as at 30th June 2024. It has 10 streams and 71 teachers of which 6 teachers are employed by the School Board of Management.

b) School Board of Management - Board Members

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

| Ref: | Name of Board Member | Designation | Date of appointment |
|------|----------------------|-----------------------|---------------------|
| 1 | Mr. Isaac Birgen | Chairman | 19/07/2022 |
| 2 | Mr. Albert K. Koskei | Secretary – Principal | 19/07/2022 |
| 3 | Mr. Zephania Yego | Member | 19/07/2022 |
| 4 | Mr. Shadrack Metto | Member | 19/07/2022 |
| 5 | Eng. Edwin Cheserek | Member | 19/07/2022 |
| 6 | Mdm. Sally Wafula | Member | 19/07/2022 |
| 7 | Mr. Abraham Mutai | Member | 19/07/2022 |
| 8 | Gideon Kipchirchir | Member – Rep CEB | 19/07/2022 |
| 9 | Mr. Noah Tenai | Member Rep Teachers | 19/07/2022 |
| 10 | Rev. Elijah Kebenei | 3 Members – Sponsor | 19/07/2022 |
| 11 | Paul Kolum | Member – Community | 19/07/2022 |
| 12 | Benjamin Koech | Member Special Needs | 19/07/2022 |
| 13 | Emmanuel Mutai | Rep Students | 19/07/2022 |

A.I.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

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

| Ref: | Name of Committee | Names of Members | Designation | Number of meetings attended during the year |
|-------------|--|---|---|---|
| 1 | Executive Committee | 1. Mr. Isaac Birgen 2. Zephania Yego 3. Mr. A. K. Koskei 4. Mdm. Sally Wafula 5. Mr. Abraham Mutai | Chairman V/Chairman Secretary Member Member | 2out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 |
| 2 | Audit Committee | 1. Mr. Paul Kolum 2. Mr. A. K. Koskei 3. Mr. Shadrack Metto 4. Mdm Sally Wafula 5. Mr. Abraham Mutai | Chairman Member Member Member Member | 2out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 |
| 3 | Finance,procurement and general purposes Committee | 1. Mdm. Gladys Jebiwott 2. Mr. A. K. Koskei 3. Rev. Elijah Kebenei 4. Mr. Abraham Mutai 5. Mr. Gideon Kipchirchir | Chairman Member Member Member Member | 2out of 2 2 out of 2 2 out of 2 2 out of 2 2out of 2 |

A C Chebisaas Boys High School
 Annual Report and Financial Statements For the year ended 30th June 2024

| | | | | |
|---|----------------------------------|---|--|--|
| | | 6.Mr. Benjamin Koech 7. Mdm. Naomi Morogo | Member Member Member Member | 2 out of 2 2 out of 2 2 out of 2 2 out of 2 |
| 4 | Academic Committee | 1. Mr. Shadrack Metto 2. Mr. A. K. Koskei 3. Mr. Zephania Yego 4. Mdm Sally Wafula 5. Mr. Abraham Mutai 6. Mr. Francis Kiplagat | Chairman Member Member Member Member Member | 2out of 2 2 out of 2 2 out of 2 2 out of 2 2out of 2 2 out of 2 |
| 5 | Development Committee | 1. Eng. Cheserek 2. Mr.Isaac Birgen 3. Sub- County Director- Moiben 4. Mr. A.K. Koskei 5. Mr. Elkana Kiyeng 6. Mr. Abraham Mutai 7. Eng. Patrick Tonui 8. Mdm. Naomi Morogo | Chairman Member Member Member Member Member Member Member | 6 out of 6 6 out of 6 6 out of 6 6 out of 6 6 out of 6 5 out of 6 4 out of 6 6 out of 6 |
| 6 | Discipline and welfare Committee | 1. Mr. Zephania Yego 2. Mr. A.K Kosgei 3. Rev. Elijah Kebenei 4. Mr Tenai Noah 5. Mdm Abigael Chepkirui | Chairman Member Member Member Member | 1 out of 1 1out of 1 1 out of 1 1 out of 1 1 out of 1 |

**A.I.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024**

(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 | Mr. Albert K Kosgei | 388303 |
| 2 | Deputy Principal-Administration | Mr. Elkana Kiyeng | 349634 |
| 3 | Deputy Principal-Academics | Mr. Benard Rutto | 364308 |
| 4 | School Finance Officer | Mr. Obadiah Kimaru | |

(e) Schools contacts

Post Office Box: 3778-30100
 Telephone: 0788427912
 E-mail: chebisaas@gmail.com

(f) School Bankers

Name of Bank: KCB
 Branch: Eldoret
 Account Number: 1102419990
 Purpose: School Fund Account

Name of Bank: Co-operative
 Branch: Eldoret
 Account Number: 01139046690500
 Purpose: Tuition Account

Name of Bank: Co-operative
 Branch: Eldoret
 Account Number: 01139046690501
 Purpose: Operations Account

Name of Bank: KCB
 Branch: Eldoret

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Annual Report and Financial Statements For the year ended 30th June 2024

Account Number: 1271170086
Purpose: Infrastructure Account

Name of Bank: Co-Operative Bank
Branch: Eldoret
Account Number: 01141046690500
Purpose: CDF Account

Name of Bank: Kenya Commercial Bank
Branch: Eldoret
Account Number: 1297887425
Purpose: Gratuity Account

MPESA Pay Bill No.: Business Number: 522123
Account Number: 20025K
Attached to bank account 1102419990

Independent Auditors

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

A.I.C Chebisaas Boys High School

Annual Report and Financial Statements For the year ended 30th June 2024

3. Summary Report of Performance of The School

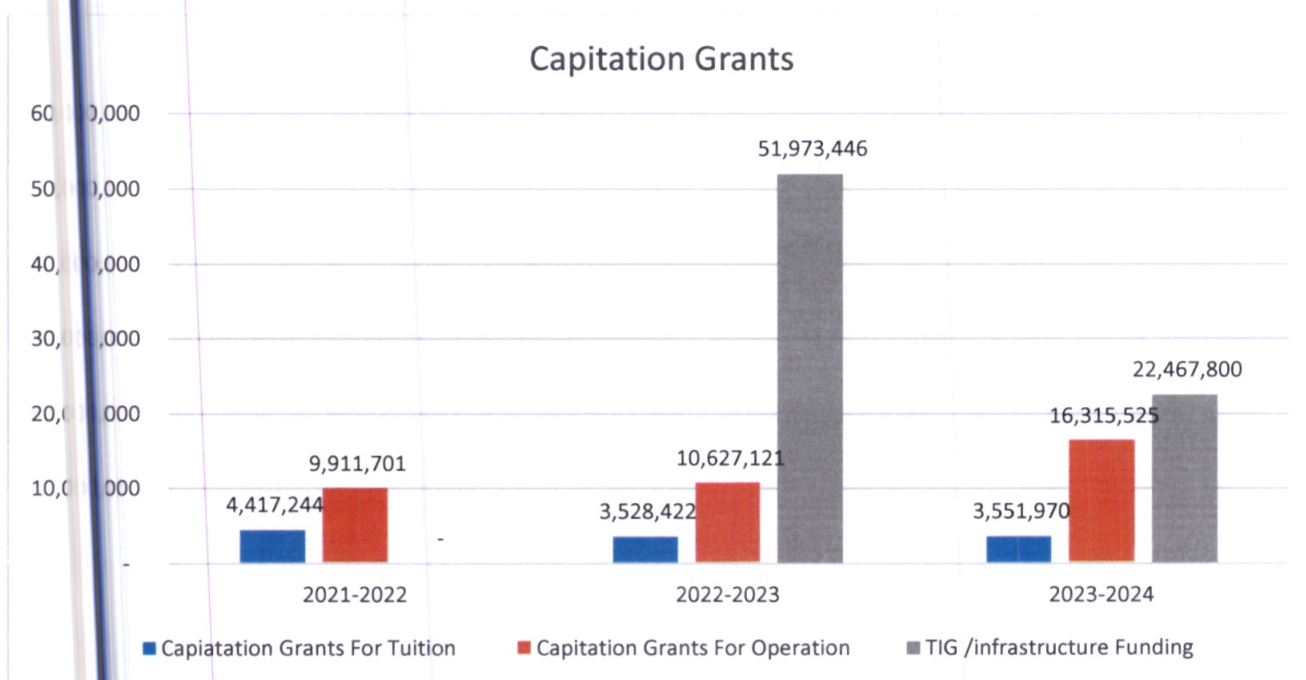
This section of the annual report presents a summary of the performance of the school against set criteria and attempts at analysing the trend over the past three periods.

a) Financial performance:

| YEAR | 2022 | 2023 | 2024 |
|--|--------------------------|--------------------------|--------------------------|
| PERFORMANCE PERIOD | July 21 - June 22 | July 22 - June 23 | July 23 - June 24 |
| | KShs | KShs | KShs |
| Surplus / (Deficit) | (2,456,803) | 51,895,856 | (13,868,067) |
| Growth / (Drop) in Surplus | | 54,352,659 | (65,763,923) |
| Government Grants for Operations | 9,911,701 | 10,627,121 | 16,315,525 |
| Government Grants for Infrastructure | - | 51,973,446 | 22,467,800 |
| Capitation Grants - Tuition | 4,417,244 | 3,528,422 | 3,551,970 |
| Total Capitation | 14,328,945 | 66,128,988 | 42,335,295 |
| Increase / (Decrease) | | 51,800,043 | (23,793,693) |
| No. of Students | 1280 | 1371 | 1574 |
| Ratio of Capitation per Student | 11,194 | 10,325 | 12,622 |
| Total Expenditure | 102,912,724 | 111,891,361 | 160,882,208 |
| Growth in Expenditure | | 8,978,637 | 48,990,847 |
| Total Accounts Receivables | 12,425,686 | 18,356,946 | 23,234,280 |
| Growth in Accounts Receivables | | 5,931,260 | 4,877,334 |
| Accounts Payables | 5,656,280 | 11,587,540 | 16,464,874 |
| Growth in Accounts Payables | | 5,931,260 | 4,877,334 |
| Cash and Bank Balances | 3,899,332 | 55,840,408 | 41,972,342 |
| Growth in Cash and Cash Equivalents | | 51,941,076 | (13,868,067) |

The school reported a deficit of KShs.13,868,067 reflecting a KShs.65,763,923 dip in performance from the surplus of KShs.51,895,856 which had been achieved during the preceding financial year ending June 2023, during which the school had received KShs.45,000,000 in Transition Infrastructure Grant (TIG) funds which resulted to the significant surplus. The amounts of TIG received in the previous period was spent during the current period, and which resulted to the deficit position as reported.

Total payments made by the school grew by KShs.48,990,732 during the current reporting period to KShs.160,882,208 up from KShs.111,891,361 reported the preceding period. This significant growth is largely attributed to the ongoing construction of the school's adm/tuition complex financed by TIG funds.



As shown above, the government funding of the school reduced from KShs.66,128,988 during the 2022-2023 financial year to KShs.42,335,295 during the current period.

Fees debtors balance grew by KShs.4,877,334 from KShs.18,356,946 in 2022-2023 to KShs.23,234,280 in the year under review. This is attributable to the hard economic times prevailing in the country which make it hard for parents to pay fees.

A.I.C Chebisaas Boys High School

Annual Report and Financial Statements For the year ended 30th June 2024

b) Teacher Student ratio

The school had 71 teachers as at 30 June 2024 out of whom 6 were employed by the school Board of Management while TSC had posted 65 teachers to the school. Against a student population of 1,574, the school had a teacher: Student ratio of 1:23.

c) The mean score in the 2023 KCSE

| YEAR | ENROLMENT | MEAN | TRANSITION | TRANSITION (%) | SCHOOL TARGET | COMMENTS |
|------|-----------|--------|------------|----------------|---------------|---|
| 2023 | 257 | 6.856 | 135 | 52.5 | 9.0 | A negative deviation |
| 2022 | 267 | 7.0752 | 166 | 62.17 | 9.1 | Negative deviation of 0.1552 from the previous year mean. The least grade was a D. Out of 267 all qualified for middle level colleges and university. |
| 2021 | 230 | 7.2304 | 232 | 96.0 | 10.8 | Negative deviation of 0.2651 in transition rate. The least grade was a C (15) out of 243 all qualified for middle level colleges and university. |
| 2020 | 224 | 7.495 | 232 | 96.0 | 0.8 | Positive deviation of 0.681 in transition rate. The least grade was a C (11) out of 243 all qualified for middle level colleges and university. |

d) Number of Candidates in the 2023 KCSE:

| Year | 2023 | 2022 | 2021 | 2020 |
|-------------------|------|------|------|------|
| No. of Candidates | 257 | 267 | 230 | 224 |

e) The capacity of the school:

| No. of Students | Dormitories | Dining hall | Laboratories | Toilets | Libraries |
|-----------------|-------------|-------------|--------------|---------|-----------|
| 15 | 11 | 1 | 3 | 45 | 1 |

f) Development projects carried out by the school:

| Projects | Source of funds | Status | Initial Cost (Kshs) | Amount Spent (Kshs) | Expected completion time |
|----------|--|-----------|---------------------|---------------------|---------------------------------|
| 1 | Tuition Block cum Administration Block | 2023-2024 | On- Going | 36,858,355 | TIG Funds Ministry of Education |
| 2 | Extension of Dinning Hall | 2023-2024 | Completed | 1,179,540 | M&I Ministry of Education |

.....
 School Principal



4. Statement of School Management Responsibility

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

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

The Board of Management of A.I.C Chebisaas Boys High School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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



.....
Name: Isaac Birgen

Designation: Chairman, School Board of Management

Date:



.....
Name: Mr. A.K Kosgei

Designation: School Principal & Secretary to Board of Management

Date:

15/04/2025



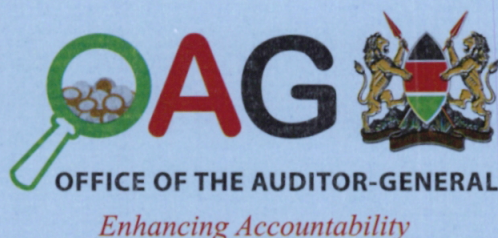
.....
Name: Mr. Obadiah Kimaru

Designation: Bursar/ Finance Officer

Date:

15/04/2025

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON AIC CHEBISAAS BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – UASIN GISHU COUNTY

REMBLE

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

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.

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.

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 AIC Chebisaas Boys High School - Uasin Gishu County set out on pages 1 to 19, which comprise the statement of financial assets and liabilities as at 30 June, 2024 and the statement of receipts and

payments, statement of cash flows and statement of comparison of budget and 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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of AIC Chebisaas Boys High School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Long Outstanding Students Accounts Receivable

The statement of financial assets and liabilities and, as disclosed in Note 13 to the financial statements, reflects accounts receivable balance of Kshs.23,234,280. The amount relates to fee arrears that has increased from last year's balance of Kshs.18,356,946. Management had not initiated proper interventions to curb the increase. Further, although fee arrears amounting to Kshs.2,209,486 had been outstanding for more than three (3) years, there was no evidence on how the recovery of the long outstanding receivables would be achieved.

In the circumstances, the validity and recoverability of the accounts receivable balance of Kshs.23,234,280 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the AIC Chebisaas Boys 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 comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.167,517,985 and Kshs.132,714,209 respectively, resulting to an under-funding of Kshs.34,803,776 or 21% of the budget..

The underfunding affected the planned activities and may have impacted negatively on service delivery.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Audit Matters

In the audit reports of the previous years, several issues were raised in the Report on the Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. Management did not address issues raised by Auditor-General and Note 21 progress of follow up of audit recommendations is blank. No report or recommendations from Management and oversight bodies were submitted for verification and clearance.

Other Information

Management is responsible for the other information set out on page iii to xii which comprise of Key School Information and Management, Summary Report of Performance of The School, 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 effects of the matter 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

Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

It was noted that the School transferred co-curricular funds totalling to Kshs.330,000 from the operations account to Kenya Secondary School Heads Association (KESSHA), a private entity that draws its membership from School Principals only and that is not subject to the Public Finance Management Act, 2012 or any other public finance regulations.

In the circumstances, 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 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. Unconfirmed Size of Land Owned by the School

Annexure 2 to the financial statements reflects a summary of fixed assets register with a total balance of Kshs.333,786,124 which includes land estimated at a cost Kshs.136,000,000.

Review of land ownership records revealed that the School had progressively lost its land. As at the time of the School registration by the District Education Board (DEB) on 14 November, 2005 and according to Minute 7 of November 2005 of a DEB Meeting that approved the registration of the School, the School owned 28 hectares of land as reflected in title deed issued on 5 September, 1999. Subsequently, the acreage reduced to 13.84 hectares as supported by title deed issued on 8 August, 2013 and currently the School owns a paltry 7.06 hectares as per the title deed issued on 17 April, 2018. The School maintains copies of the ownership documents however, the original documents were not provided for audit verification. The land ownership documents are in the name of African Inland Church Trustees.

In the circumstances, the land ownership of the school could not be confirmed.

Weakness in Management of Textbooks

the year under review, the school received 3265 books from Kenya Institute of Curriculum Development for various subjects.

However, the following anomalies were noted;

There was no evidence of instructional need assessment that provided basis for determining the number and subject of instructional material needed by the school.

The textbooks delivered by publishers did not indicate monetary value making it difficult for the school to quantify the monetary value of its textbooks stock delivered in various financial years. As a result, the value of the books remained unknown to the Management of School leading to inadequate inventory stock taking.

There were instances where textbooks supplied were more than the number of learners.

In the circumstances, the effectiveness of management of textbooks program and value of books could not be confirmed.

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

Responsibilities of the Management and Board of Management

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements

comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAI's 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

12 June, 2025

Report of the Auditor-General on AIC Chebisaas Boys High School for the year ended 30 June, 2024 – Uasin Gishu County

A.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

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

| Description | Note | 2023-2024 | 2022-2023 |
|--|------|---------------------|--------------------|
| | | Kshs | Kshs |
| Receipts | | | |
| Government grants for tuition | 1 | 3,551,970 | 3,528,422 |
| Government grants for operations | 2 | 16,315,525 | 10,627,121 |
| Government Grants for infrastructure | 3 | 22,467,800 | 51,973,446 |
| School Fund Income- Parents' Contributions | 4 | 100,698,345 | 95,759,039 |
| Miscellaneous Incomes | 5 | 3,980,501 | 1,899,190 |
| Total Receipts | | 147,014,141 | 163,787,217 |
| Payments | | | |
| Tuition | 6 | 2,380,470 | 4,184,534 |
| Operations | 7 | 12,500,757 | 8,153,237 |
| Infrastructure | 8 | 38,560,649 | 3,700,000 |
| Boarding and school fund payments | 9 | 107,440,332 | 95,853,590 |
| Total Payments | | 160,882,208 | 111,891,361 |
| Surplus/(Deficit) | | (13,868,067) | 51,895,856 |

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

Isaac Birgen

Albert Kosgei

Kimaru Obadiah

Name: Isaac Birgen

Name: Albert Kosgei
 School Principal / Secretary to
 BOM

Name: Kimaru Obadiah

Chair BOM

Bursar

Date: 11/04/2025

Date: 11/04/2025

Date: 11/04/2025



A.I. Chebisaas Boys High School
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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 | 8,445,884 | 55,761,050 |
| Cash balances | 11 | 26,458 | 79,358 |
| Short term investment | 12 | 33,500,000 | |
| Total cash and cash equivalent | | 41,972,342 | 55,840,408 |
| Accounts receivables | 13 | 23,234,280 | 18,356,946 |
| Total financial assets | | 65,206,622 | 74,197,354 |
| Financial liabilities | | | |
| Accounts payables | 14 | 16,464,874 | 11,587,540 |
| Net financial assets | | 48,741,748 | 62,609,814 |
| Represented by | | | |
| Accumulated fund b/fwd | 15 | 62,609,814 | 10,713,958 |
| Previous Year Adjustments | 16 | - | - |
| Surplus/deficit for the year | | (13,868,067) | 51,895,856 |
| Net financial position | | 48,741,747 | 62,609,814 |

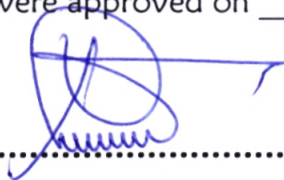
The school's financial statements were approved on _____ 2024 and signed by:



Name: Isaac Birgen

Chairman BOM

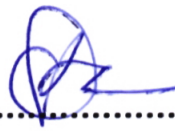
Date:



Name: Albert Kosgei
School Principal / Secretary to BOM

Date:





Name: Kimaru Obadiah

Bursar


Date: 15/04/2025

A.I.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

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


| Description | Note | 2023-2024 | 2022-2023 |
|--|------|---------------------|--------------------|
| | | Kshs | Kshs |
| Operating activities | | | |
| Receipts | | | |
| Government grants for tuition | 1 | 3,551,970 | 3,528,422 |
| Government grants for operations | 2 | 16,315,525 | 10,627,121 |
| Government Grants for infrastructure | 3 | 22,467,800 | 51,973,446 |
| School Fund Income- Parents' Contributions | 4 | 100,698,345 | 95,759,039 |
| Miscellaneous Incomes | 5 | 3,980,501 | 1,899,190 |
| Total receipts | | 147,014,141 | 163,787,217 |
| Payments | | | |
| Payments for tuition | 6 | 2,380,470 | 4,184,534 |
| Payments for operations | 7 | 10,904,592 | 8,153,237 |
| Payments for Infrastructure | 8 | - | - |
| Boarding and school fund payments | 9 | 105,682,732 | 95,853,590 |
| Total payments | | 118,967,794 | 108,191,361 |
| Net cash flow from operating activities | | 28,046,347 | 55,595,856 |
| Cashflow from investing activities | | | |
| Proceeds from sale of assets | | | |
| Acquisition of assets | 21 | (41,914,414) | (3,700,000) |
| Proceeds from investments | | | |
| Purchase of investments | | | |
| Net cash flows from investing activities | | (41,914,414) | (3,700,000) |
| Cashflow from borrowing activities | | | |
| Proceeds from borrowings/ loans | | | |
| Repayment of principal borrowings | | | |
| Net cash flow from financing activities | | - | - |
| Net increase in cash and cash equivalents | | (13,868,067) | 51,895,856 |
| Cash and cash equivalent at beginning of the year | | 55,840,408 | 3,944,552 |
| Cash and cash equivalent at end of the year | | 41,972,341 | 55,840,408 |

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


 Name: Isaac Birgen


Chair BOM

Date:


 Name: Albert Kosgei
 School Principal / Secretary to BOM

Date:




 Name: Kimaru Obadiah

Bursar

Date: 11/04/2025

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

| Receipt/Expenses Item | Original Budget | Adjustments | Final Budget | Actual On Comparable Basis | % Of Utilization |
|---|-----------------|-------------|--------------|----------------------------|------------------|
| | A | B | c=a+b | D | e=d/c % |
| | Kshs | Kshs | Kshs | Kshs | Kshs |
| Receipts | | | | | |
| | | | | | |
| <i>(1) Capitation Grant on Tuition</i> | | | | | |
| Reference Materials | - | - | - | - | - |
| Exercise Books | - | - | - | - | - |
| Laboratory Equipment | - | - | - | - | - |
| Internal Exams | - | - | - | - | - |
| Teaching / Learning Materials | 5,884,161 | - | 5,884,161 | 3,551,970 | 60% |
| Exams And Assessment | - | - | - | - | - |
| | | | | | |
| <i>(2) Capitation Grant on Operations</i> | | | | | |
| Personnel Emoluments | - | - | - | - | - |
| Repairs And Maintenance | - | - | - | - | - |
| Other Vote heads | 20,759,531 | - | 20,759,531 | 10,955,826 | 53% |
| Electricity And Water | - | - | - | - | - |
| ☐ Medical | 2,843,643 | - | 2,843,643 | 669,000 | 24% |
| Administration Costs | - | - | - | - | - |
| Activity | 2,123,065 | - | 2,123,065 | 1,349,833 | 64% |
| Gratuity | - | - | - | - | - |

| Receipt/Expenses Item | Original Budget | Adjustments | Final Budget | Actual On Comparable Basis | % Of Utilization |
|--------------------------------------|-----------------|-------------|--------------|----------------------------|------------------|
| | A | B | c=a+b | D | e=d/c % |
| | Kshs | Kshs | Kshs | Kshs | Kshs |
| <i>3) FDSE for infrastructure</i> | | | | | |
| Maintenance &Improvement MoE | - | - | - | - | - |
| M&I parents' contribution | | | | | |
| Economic Stimulus Programs | - | - | - | - | - |
| Transition Infrastructure Grants | 50,000,000 | | 50,000,000 | 20,000,000 | 40% |
| Administration Block | - | - | - | - | - |
| <i>(4) Fees Charged on Parents</i> | | | | | |
| Personnel Emoluments | - | - | - | - | - |
| Repairs And Maintenance | 8,564,040 | -- | 8,564,040 | 2,803,642 | 33% |
| Approved Infrastructure Grant | 17,053,200 | - | 17,053,200 | 17,662,025 | 104% |
| Activity | 2,116,500 | - | 1,135,437 | 1,117,736 | 53% |
| SMASSE | | - | - | - | - |
| Fee On Boarding Equipment and Stores | 54,048,680 | - | 63,797,199 | 46,613,015 | 86% |
| <i>5) Miscellaneous Income</i> | | | | | |
| Loans / Borrowing | - | - | - | - | - |
| Rent income | - | - | - | - | - |
| Damages | - | - | - | - | - |

A.I.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

| Receipt/Expenses Item | Original Budget | Adjustments | Final Budget | Comparable Basis | % of Utilization |
|--|--------------------|-------------|--------------------|--------------------|------------------|
| | A | B | c=a+b | D | e=d/c % |
| | Kshs | Kshs | Kshs | Kshs | Kshs |
| Income Generating Activities | 1,600,000 | | 1,600,000 | 1,460,450 | 91% |
| Income From Bus Hire | - | - | - | - | - |
| Tender | 160,000 | | 160,000 | 128,200 | 80% |
| Fee for hire of ground and Equipment | - | - | - | - | - |
| Interest Income | - | - | - | - | - |
| Income From Any Other Investment | - | - | - | - | - |
| TOTAL INCOME | 167,517,985 | - | 167,517,985 | 132,714,209 | 79% |
| <i>(6) Expenditure For Tuition</i> | | | | | |
| Textbooks | - | - | - | - | - |
| Reference Materials | - | - | - | - | - |
| Exercise Books | - | - | - | - | - |
| Laboratory Equipment | 511,450 | | 511,450 | 265,000 | 52% |
| Internal Exams | - | - | - | - | - |
| Teaching / Learning Materials | 5,372,711 | | 5,372,711 | 1,588,486 | 30% |
| Chalks | - | - | - | - | - |
| Exams And Assessment | - | - | - | - | - |
| Teachers Guides | - | - | - | - | - |
| Administration Costs | - | - | - | - | - |
| Bank Charges | - | - | - | - | - |
| | - | - | - | - | - |
| <i>(7) Expenditure For Operations</i> | | | | | |
| Personnel Emoluments | 6,673,471 | | 6,673,471 | 5,447,471 | 82% |

| 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 | - | - | - | - | |
| Local Transport / Travelling | - | - | - | - | - |
| Electricity, Water and Conservancy | 1,996,609 | | 1,996,609 | 1,111,291 | 56% |
| Medical | - | - | - | - | - |
| Administration Costs | 2,681,623 | | 2,681,623 | 3,404,352 | 127% |
| Activity Expenses | - | - | - | - | - |
| Gratuity | - | - | - | - | - |
| SMASSE | - | - | - | - | |
| | | | | | |
| <i>(8) Expenditure For infrastructure</i> | | | | | |
| Construction of classrooms / Admin Block TIG) | 50,000,000 | - | 50,000,000 | 36,858,355 | 74% |
| Construction of LAB | - | - | - | - | - |
| Construction of DORMS | 1,200,000 | - | 1,200,000 | 1,179,540 | 98% |
| Purchase of machinery | - | - | - | - | - |
| <i>(9) Expenditure For school fund/lunch/boarding</i> | | | | | |
| Personnel Emoluments | - | - | - | - | - |
| Repairs, Maintenance and Improvements | 8,564,040.00 | - | 8,564,040.00 | 3,785,310.25 | 44.20 |
| Local Transport / Travelling | 2,415,000 | - | 2,479,789 | 3,242,847 | 134.28 |

| Receipt/Expenses Item | Original Budget | Adjustments | Final Budget | Comparable Basis | % Utilization |
|--|--------------------|-------------|--------------------|--------------------|---------------|
| | A | B | c=a+b | D | e=d/c % |
| | Kshs | Kshs | Kshs | Kshs | Kshs |
| Electricity, Water and Conservancy | 3,370,250 | - | 3,370,250 | 2,479,789 | 73.58 |
| Medical Expenses | 493,830 | - | 493,830 | 649100 | 131% |
| Administration Costs | 13,800,000 | - | 13,800,000 | 11,872,835 | 79% |
| Activity | 2,123,065 | - | 2,123,065 | 2,956,415 | 139% |
| Boarding Equipment and Stores | 57,048,680 | - | 57,048,680 | 63,800,898 | 112% |
| Academic support | 10,010,000 | - | 10,010,000 | 5,408,100 | 54% |
| Other Expenses On Income generating Activities | 1,257,256 | - | 1,257,256 | 1,320,950 | 105% |
| Acquisition Of Assets | - | - | - | - | |
| Totals | 167,517,985 | - | 167,517,985 | 145,370,739 | 87% |

Budget Notes

- i. Tuition account income fell below the budget by a big variance due to declining capitation funding.
- ii. In cases where expenditure exceeded the budget by a 10% margin, is due to the inflation of prices of commodities which pushed costs up. Expenditure on tuition items was way below the target because of the decreasing capitation funding which has led to cutting expenditure in such areas.

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 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.

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 an 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 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.

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.

A.I.C Chebisaas Boys High School
Annual Report and 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 |
| Teaching / learning materials | 3,551,970 | 3,528,422 |
| Total | 3,551,970 | 3,528,422 |

2 Government Grants for Operations

| Description | 2023-2023 | 2022-2023 |
|-------------------------|-------------------|-------------------|
| | Kshs | Kshs |
| Repairs and Maintenance | 3,340,864 | |
| EDU – Medical | 669,000 | 607,989 |
| Other Vote heads | 10,955,827 | 9,285,369 |
| Activity | 1,349,834 | 733,763 |
| Total | 16,315,525 | 10,627,121 |

3 Government Grants for infrastructure

| Description | 2023-2024 | 2022-2023 |
|----------------------------------|-------------------|-------------------|
| | Kshs | Kshs |
| Maintenance & Improvement | 2,467,800 | 4,973,446 |
| Transition infrastructure grants | 20,000,000 | 45,000,000 |
| Approved Infrastructure Fees | - | 2,000,000 |
| Total | 22,467,800 | 51,973,446 |

4 School Fund Income - Parents Contribution/Fees

| Description | 2023-2024 | 2022-2023 |
|------------------------------|--------------------|-------------------|
| | Kshs | Kshs |
| Approved Infrastructure Fund | 17,662,025 | 4,690,425 |
| Repairs and maintenance | 2,803,642 | 3,403,061 |
| Other Vote Heads | 29,070,247 | 32,894,059 |
| Prepaid Fees | 4,141,426 | - |
| Bursary | 3,431,680 | - |
| BES | 42,471,589 | 53,413,122 |
| Activity | 1,117,736 | 1,358,372 |
| Total | 100,698,345 | 95,759,039 |

A.1 Chebisaas Boys High School

Annual Report and Financial Statements For the year ended 30th June 2024

Miscellaneous Incomes

| Description | 2023-2024 | 2022-2023 |
|---|------------------|------------------|
| | Kshs | Kshs |
| Damages | 99,281 | 101,000 |
| Building Hire | 353,850 | 230,090 |
| Teaching | 128,200 | 133,000 |
| Ground Hire | 767,700 | - |
| Income from Farming Activities | - | 718,982 |
| Fees for hire of ground and equipment | - | 491,609 |
| Bank Interest | 1,460,450 | - |
| Interest on Fixed Deposits - Infrastructure Funds | 1,171,020 | 224,509 |
| Total | 3,980,501 | 1,899,190 |

Tuition

| Description | 2023-2024 | 2022-2023 |
|-------------------------------|------------------|------------------|
| | Kshs | Kshs |
| Exercise books | 1,007,036 | 458,400 |
| Laboratory equipment | 265,000 | 586,404 |
| Teaching / learning materials | 1,107,964 | 3,136,970 |
| Bank Charges | 470 | 2,760 |
| Total | 2,380,470 | 4,184,534 |

Operations

| Description | 2023-2024 | 2022-2023 |
|---|-------------------|------------------|
| | Kshs | Kshs |
| Personnel emoluments | 5,447,471 | 3,888,815 |
| Bank Interest | - | - |
| Administration Cost | 4,051,820 | 2,355,400 |
| Electricity and water | 1,111,291 | 1,261,802 |
| Medical Insurance | 283,990 | 292,220 |
| Activity Expenses | - | 355,000 |
| Classroom Vote heads | - | - |
| Classrooms | 1,596,165 | - |
| Bank Charges | 10,020 | - |
| Total | 12,500,757 | 8,153,237 |
| Operations Payments Reported in the Statement of Receipts and Payments | 12,500,757 | 8,153,237 |
| Loss: CBC Classrooms - Acquisition of Assets | 1,596,165 | - |
| Operations Payments Reported in the Statement of Cash Flows | 10,904,592 | 8,153,237 |

A.I.C Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

8 Infrastructure

| Description | 2023-2024 | 2022-2023 |
|---------------------------------|-------------------|------------------|
| | Kshs | Kshs |
| Renovation of Hall | 1,697,412 | - |
| Construction of Tuition Complex | 36,858,356 | - |
| Construction of dormitory | - | 3,700,000 |
| Bank Charges | 4,881 | - |
| Total | 38,560,649 | 3,700,000 |

9 Boarding And School Fund

| Description | 2023-2024 | 2022-2023 |
|---|--------------------|-------------------|
| | Kshs | Kshs |
| Personnel emoluments | 6,765,232 | 6,471,448 |
| Service Gratuity | 299,972 | 477,756 |
| Repairs and maintenance & Improvements | 4,069,357 | 6,143,715 |
| Local transport / travelling | 3,342,847 | 2,907,208 |
| Electricity and water | 2,479,789 | 2,141,840 |
| Medical Expenses | 649,100 | - |
| Administration costs | 11,872,835 | 13,512,629 |
| Lunch Programme | - | - |
| Academic Improvement | 5,408,100 | 2,047,600 |
| Expenses on Income Generating Activities | 2,353,100 | 1,607,700 |
| Fee on Boarding Equipment and Stores | 63,800,898 | 58,713,418 |
| Activity | 2,956,415 | 1,478,850 |
| Bursary | 3,431,680 | 344,830 |
| Infrastructure Account Bank Charges | - | 4,466 |
| Gratuity Account Bank Charges | 4,260 | 2,130 |
| Bank Charges | 6,747 | - |
| Boarding & school fund Payments Reported in the Statement of Receipts and Payments | 107,440,332 | 95,853,590 |
| Less: Bakery Equipment - Acquisition of Assets | 1,757,600 | - |
| Boarding & School fund Payments Reported in the Statement of Cash Flows | 105,682,732 | 95,853,590 |

Service Gratuity refers to amounts paid to the retired Board of Management staff who exit service. The amounts are paid from the gratuity bank account held at the Kenya Commercial Bank.

Amounts held in the account as at the end of the financial year are recorded under Annex 17 to these Financial Statements under Non-current Liabilities Summary as Gratuity Provision.

A.1 Chebisaas Boys High School

Annual Report and Financial Statements For the year ended 30th June 2024

10 Bank Accounts

| Name of Bank, Account & currency | Status | Bank Account Number | 2023-2024 | 2022-2023 |
|---|---------|---------------------|------------------|-------------------|
| | | | Kshs | Kshs |
| Tuition Account – Cooperative Bank | Active | 01139046690500 | 1,238,073 | 66,572 |
| Grants & Equity Bank Account | Active | 1297887425 | 18,012 | 322,244 |
| Operations Account – Cooperative Bank | Active | 01139046690501 | 6,485,241 | 2,670,473 |
| Fees Account – KCB | Dormant | 1102422363 | 137,090 | 137,090 |
| School Fund Account / Boarding – KCB Bank | Active | 1102419990 | 124,385 | 3,699,758 |
| Infrastructure Account – KCB Bank | Active | 1271170086 | 443,083 | 48,864,912 |
| Total | | | 8,445,884 | 55,761,050 |

11 Cash In Hand

| Description | 2023-2024 | 2022-2023 |
|------------------------|---------------|---------------|
| | Kshs | Kshs |
| Tuition Account | - | - |
| Infrastructure Account | - | - |
| Operation Account | - | - |
| School Fund account | 26,458 | 79,358 |
| Total | 26,458 | 79,358 |

12 Short Term Investments

| Description | 2023-2024 | 2022-2023 |
|--------------------|-------------------|-----------|
| | Kshs | Kshs |
| Cooperative shares | - | - |
| Treasury Bills | - | - |
| Fixed deposit | 33,500,000 | - |
| Equity stock | - | - |
| Other investments | - | - |
| Total | 33,500,000 | - |

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The amount in the Fixed Deposit account is part of the of the TIG funds received by the school, and earned interest of KShs.1,171,020 during the 2023-2024 Financial Year, as reported under Note 4 to the Financial Statements.

13 Accounts Receivable

| Description | 2023-2024 | 2022-2023 |
|-----------------------------------|-------------------|-------------------|
| | Kshs | Kshs |
| Fees arrears | 23,234,280 | 18,356,946 |
| Other non-fees receivables | | |
| Salary advances | - | - |
| Imprest | - | - |
| Total | 23,234,280 | 18,356,946 |

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 | 17,445,494 | 75% | 7,125,685 | 39% |
| Between 1 - 2 Years | 2,275,128 | 10% | - | - |
| Between 2 -3 Years | 1,304,172 | 6% | 2,765,388 | 15% |
| Over 3 Years | 2,209,486 | 9% | 8,465,873 | 46% |
| Total (should tie to note 13 a) | 23,234,280 | 100% | 18,356,946 | 100% |

14 Accounts Payable

| Description | 2023-2024 | 2022-2024 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Trade creditors (See ageing below and appendix 1) | 12,323,448 | 11,363,027 |
| Prepaid fees | 4,141,426 | 224,513 |
| Retention monies | - | - |
| Total | 16,464,874 | 11,587,540 |

A. Chebisaas Boys High School
Annual Report and Financial Statements For the year ended 30th June 2024

14. Ageing Analysis of Accounts Payable

| Description | 2023-2024 | | 2022-2023 | |
|--|-------------------|----------------|-------------------|----------------|
| | Kshs | | Kshs | |
| | 2023-2024 | % of the total | 2022-2023 | % of the total |
| Trade creditors for current year | 16,464,874 | 100% | 9,733,063 | 86% |
| Trade creditors for the previous year | - | 0% | 620,439 | 5% |
| Trade creditors for prior periods (over two years) | - | 0% | 1,009,525 | 9% |
| Total (should tie to note 14) | 16,464,874 | 100% | 11,363,027 | 100% |

15. End Balance Brought Forward

| Description | 2023-2024 | 2022-2023 |
|------------------------|-------------------|-------------------|
| | Kshs | Kshs |
| Bank balances | 55,761,050 | 3,926,328 |
| Cash balances | 79,358 | 18,224 |
| Share Term Investments | - | - |
| Receivables | 18,356,946 | 12,425,686 |
| Payables | (11,587,540) | (5,656,280) |
| Total | 62,609,814 | 10,713,958 |

16. Error or Year Adjustment

| Description Of the Error | Balance b/f from Previous FY as per audited financial statements | Adjustments during the year relating to prior periods | Adjusted **Balance b/f For previous FY |
|---|--|---|--|
| | Kshs | Kshs | Kshs |
| Statement of Assets and Liabilities- Gratuity Bank Account Balance | - | 322,244 | 322,244 |
| Statement of receipts and payment-Boarding and school fund payments | | (322,244) | (322,244) |
| | | - | - |

This gratuity recognised in the year

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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.

17. Non-current Liabilities Summary

| Description | 2023-2024 | 2022-2023 |
|------------------------------|---------------|----------------|
| | Kshs | Kshs |
| Bank Loans | - | - |
| Outstanding Leases | - | - |
| Hire Purchase | - | - |
| Gratuity And Leave Provision | 18,012 | 322,244 |
| Others (specify) | - | - |
| Total | 18,012 | 322,244 |

18. Biological assets

| Description | Numbers | 2023-2024 | 2022-2023 |
|------------------|---------|------------------|------------------|
| | | Kshs | Kshs |
| Cattle | 24 | 1,560,000 | 1,250,000 |
| Goats | 2 | 32,000 | |
| Trees | 570 | 962,000 | 814,000 |
| Avocado Trees | 60 | 60,000 | |
| Poultry | | | |
| Others (specify) | | | |
| Total | | 2,614,000 | 2,064,000 |

19. Borrowings

| Description | 2023-2024 | 2022-2023 |
|---------------------------------------|-----------|-----------|
| Borrowings at beginning of the year | - | - |
| Borrowings during the year | - | - |
| Repayments during the year | - | - |
| Balance at the end of the year | - | - |

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Other important disclosure notes

20. Stock/ Inventory

| Description | 2023-2024 | 2022-2023 |
|---|------------------|------------------|
| | Kshs | Kshs |
| Food stuffs | 2,658,946 | 3,332,716 |
| Labour consumables | 2,985,480 | 3,425,700 |
| Medication | 109,087 | 65,700 |
| Construction Materials | 987,649 | |
| Others (Animal Feeds, Cleaning Materials) | | 35,600 |
| | 6,741,162 | 6,859,716 |

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)

21. Acquisition of Assets

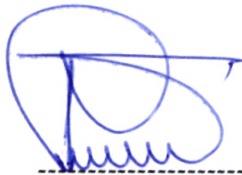
| Description | 2023-2024 | 2022-2023 |
|----------------------------------|-------------------|------------------|
| | Kshs | Kshs |
| Notes 8 (Infrastructure) | 38,560,649 | 3,700,000 |
| Notes 7 (Operations) | 1,596,165 | - |
| Notes 9 (Boarding & School Fund) | 1,757,600 | - |
| | 41,914,414 | 3,700,000 |

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22. Progress On Follow Up of Auditor Recommendations

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

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



Sign and Date
Principal



23. Annexes

Annex I - Analysis of Pending Accounts Payable

| Supplier Of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance | Outstanding Balance | Comments |
|----------------------------------|-----------------|-----------------|---------------------|---------------------|---------------------|----------|
| | | | | Current FY | Comparative FY | |
| | A | B | C | d=a-c | | |
| | Kshs | Kshs | Kshs | Kshs | Kshs | |
| Construction Of Buildings | | | | | | |
| 1. Kaptarakwa | | 30/06/2023 | | 93,300 | | |
| Sub-Total | | | | 93,300 | | |
| 2. Supply Of Goods | | | | | | |
| 3. Mark Limo | | 30/06/2023 | | 44,000 | | |
| 4. The Acts Welfare | | 30/06/2023 | | 123,328 | | |
| 5. Josephine Jerotich Shikami | | 30/06/2023 | | 102,000 | | |
| 6. Chronok Wholesalers | | | | 2,348,005 | | |
| 7. Vivian Kemei | | 30/06/2023 | | 106,000 | | |
| 8. Titus Kipsang | | 30/06/2023 | | 27,024 | | |
| 9. Leah Kaptuya | | 30/06/2023 | | 265,015 | | |
| 10. Diesel Power | | 30/06/2023 | | 427,575 | | |
| 11. Oracle Enterprises | | 30/06/2023 | | 984,900 | | |
| 12. Yosat Limited | | 30/06/2023 | | 272,300 | | |
| 13. Pishoni General Supplies | | 30/06/2023 | | 244,000 | | |
| 14. Hamilton Kipngetich | | 30/06/2023 | | 229,954 | | |
| 15. Samtab Electricals | | 30/06/2023 | | 154,300 | | |
| 16. Rhoda Tiony | | 30/06/2023 | | 366,385 | | |

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| | | | | | | |
|-----------------------------|--|------------|--|-----------|--|--|
| 17. George Kiplimo | | 30/06/2023 | | 514,530 | | |
| 18. Pauls Bakery | | 30/06/2023 | | 55,309 | | |
| 19. Sultan Chepchumba | | 30/06/2023 | | 66,800 | | |
| 20. Alfred Okonu | | 30/06/2023 | | 10,400 | | |
| 21. Haron Cheruiyot | | 30/06/2023 | | 77,400 | | |
| 22. Sharon Chepchumba | | 30/06/2023 | | 78,000 | | |
| 23. Climax Publishers | | 30/06/2023 | | 18,000 | | |
| 24. Charles Nyangau | | 30/06/2023 | | 567,000 | | |
| 25. Talent Accessories | | 30/06/2023 | | 1,086,760 | | |
| 26. Farm Sceptre | | 30/06/2023 | | 291,250 | | |
| 27. Guidelines Images | | 30/06/2023 | | 177,500 | | |
| 28. Eunice Sultan | | 30/06/2023 | | 50,100 | | |
| 29. Krimir Crafts | | 30/06/2023 | | 70,000 | | |
| 30. Christopher Keter | | 30/06/2023 | | 100,000 | | |
| 31. Said Computers | | 30/06/2023 | | 51,000 | | |
| 32. Samwel Kiprono | | 30/06/2023 | | 28,250 | | |
| 33. Mark Limo | | 30/06/2023 | | 100,000 | | |
| 34. Telehelp | | 30/06/2023 | | 30,500 | | |
| 35. Caroline Kipchumba | | 30/06/2023 | | 321,979 | | |
| 36. Regina Kipkorir | | 30/06/2023 | | 10,000 | | |
| 37. Shanir Wool shop | | 30/06/2023 | | 29,950 | | |
| 38. Jackson Kweya | | 30/06/2023 | | 26,000 | | |
| 39. Digan Engineering | | 30/06/2023 | | 200,000 | | |
| 40. Fair Deal Furniture | | 30/06/2023 | | 195,885 | | |
| 41. Biocyte Pharmaceuticals | | 30/06/2023 | | 55,920 | | |
| 42. Scarpany Ventures | | 30/06/2023 | | 32,000 | | |
| 43. Static Distributors | | 30/06/2023 | | 419,400 | | |
| 44. Vineyard Sounds | | 30/06/2023 | | 135,000 | | |

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| | | | | | |
|-------------------------|--|------------|--|-------------------|--|
| 45. Prepaid Expenses | | | | 100,075 | |
| 46. Kenindo Enterprises | | 30/06/2023 | | 238,050 | |
| 47. Prepaid Fees | | 30/06/2023 | | 4,141,426 | |
| 48. Gurdit Singh | | 30/06/2023 | | 1,391,504 | |
| Sub-Total | | | | 16,371,574 | |
| Grand Total | | | | 16,464,874 | |

Annex 2 – Summary of Fixed Assets Register

| Asset Class | Historical Cost b/f | Additions during the year | Disposals during the year | Historical Cost c/f |
|--|---------------------|---------------------------|---------------------------|---------------------|
| | (Kshs) | (Kshs) | (Kshs) | (Kshs) |
| | 1st July 2023 | | | 30th June 2024 |
| Land | 136,000,000 | - | - | 136,000,000 |
| Buildings And Structures | 130,940,000 | 40,156,814 | - | 171,096,814 |
| Motor Vehicles | 9,100,000 | - | - | 9,100,000 |
| Office Equipment, Furniture and Fittings | 920,000 | - | - | 920,000 |
| Textbooks | 5,543,710 | - | - | 5,543,710 |
| ICT Equipment | 5,804,000 | - | - | 5,804,000 |
| Tools And Apparatus | 1,862,000 | - | - | 1,862,000 |
| Other Machinery and Equipment | 1,397,000 | 1,757,600 | - | 3,154,600 |
| Intangible Assets- Soft Ware | 305,000 | - | - | 305,000 |
| Total | 291,871,710 | 41,914,414 | - | 333,786,124 |

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