

REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 19 JUN 2025

DAY.

Thursday

TABLED  
BY:

Hon. Silvanus Oloo  
(Majority Party Whip)

CLERK-AT  
THE-TABLE:

Anastacia

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

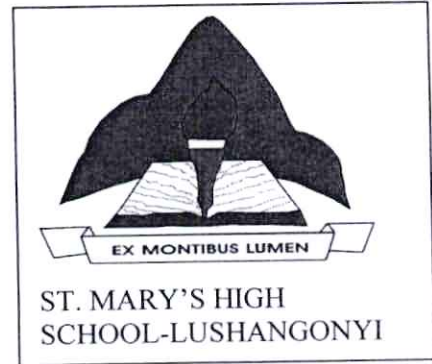
**ON**

**ST. MARYS' HIGH SCHOOL  
LUSHANGONYI**

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

**TAITA TAVETA COUNTY**

PARLIAMENT  
OF KENYA  
LIBRARY



**ST. MARYS HIGH SCHOOL-LUSHANGONYI**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2024**

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

ST. MARYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**Table of Contents**

	Page
1. Acronyms and Definition of Key Terms .....	ii
2. Key School Information and Management .....	iii
3. Summary Report of Performance of The School .....	vii
4. Statement of School Management Responsibility .....	x
5. Report of the Independent Auditors for St. Mary's High School Lushangonyi .....	xi
6. Statement of Receipts and Payments for the Year Ended 30 <sup>th</sup> June 2024.....	1
7. Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2024.....	2
8. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2024 .....	3
9. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30 <sup>th</sup> June 2024 .....	4
10. Significant Accounting Policies .....	8
11. Notes To the Financial Statements .....	10
21. Annexes .....	23

**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

**B. Definition of Key Terms**

**Comparative Year-** Means the prior period.

## 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 **Taita Taveta** County, **Taita** Sub-County.

The school was registered in **2020** under registration number **06/S/0030/0336** and is currently categorized as an *Extra County* public school established, owned or operated by the Government.

The school is a boarding school and had **1068** number of students as at *30<sup>th</sup> June 2024*. It has **6** streams and **43** teachers of which **22** teachers are employed by the School Board of Management.

### (b) School Board of Management - Board Members

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

Ref.	Name of Board Member	Designation	Date of appointment
1	Prof. Justin Maghanga	Chairman - Sponsor	04/08/2022
2	Mr. Lawrence Ptekwenyo	Secretary - Principal	04/08/2022
3	Dr. Mariane Maghenda	Member	04/08/2022
4	Ms. Milka Righa	Member	04/08/2022
5	Mr. Mangale Kombo	Member	04/08/2022
6	Mr. James Mwasambo	Member – Rep CEB	04/08/2022
7	Mr. Florian mwashighadi	Member Rep Teachers	08/01/2024
8	Ms. Leonice Wachenje	Member - Sponsor	04/08/2022
9	Ms. Dinah Msangi	Member - Sponsor	04/08/2022
10	Mr. Naphtal Wachenje	Member-community	04/08/2022
11	Mr. Bonventure Kisocho	Member-community	04/08/2022
12	Mr. Louis Nyambu	Member-community	04/08/2022
13	Mr. Johnson Nyambu	Member-community	04/08/2022
14	Mr. Thomas Mwaengo	Member-community	04/08/2022
15	Mr. Benson Mwailemi	Member special needs	04/08/2022

ST. MARYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> 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. Dr. Justin Maghanga 2. Mr. James Mwasambo 3. Fr. Festus Senja 4. Mr. Lawrence Ptekwenyo 5. Mr. Mangale Kombo 6. Ms. Dinah Msangi	Chairman Vece chairman Sponsor Secretary P.T.A chair Member	7 out of 7 7 out of 7 2 out of 7 7 out of 7 7 out of 7 5 out of 7
2	Audit Committee	1. Mr. Louis Nyambu 2. Mr. Lawrence Ptekwenyo 3. Mr. Mangale Kombo 4. Ms. Dinah Msangi 5. Mr. James Mwasambo	Chairman Secretary Member Member Member	0 out of 0 0 out of 0 0 out of 0 0 out of 0 0 out of 0
3	Finance, procurement and general purposes Committee	1. Mr. Louis Nyambu 2. Mr. Lawrence Ptekwenyo 3. Mr. Benson Mwailemi 4. Mr. Bonventure Kisochi 5. Mr. Mwangale Kombo 6. Fr. Festus Senja	Chairman Secretary Member Member Member Member	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
4	Academic Committee	1. Dr. Marine Maghenda 2. Mr. Lawrence Ptekwenyo 3. Mr. Kinyanjui Samuel 4. Mr. Thomas Mwaengo 5. Mr. Mangale Kombo	Chairlady Secretary Member Member Member	2 out of 3 3 out of 3 3 out of 3 0 out of 3 3 out of 3
5	Development Committee	1. Ms. Dinah Msangi 2. Mr. Lawrence Ptekwenyo 3. Ms. Leonice Wachenje	Chairlady Secretary Member	1 out of 1 1 out of 1 1 out of 1

Ref.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
		4.Mr.Bonaventure Kisochi	Member	1 out of 1
		5.Mr.Naphtal Wachenje	Member	1 out of 1
6	Discipline and welfare Committee	1.Mr.Johnson Nyambu 2.Mr.Lawrence Ptekwenyo 3.Dr.Mariane Maghenda 4.Fr.Festus Senja 5.Mr.James Mwasambo	Chairman Principal Member Member Member	2 out of 2 2 out of 2 2 out of 2 1 out of 2 2 out of 2
7	Adhoc Committee (if any during the year)	1.Mr. Godwin Namaru 2.Ms Mercy Ndighila 3.Mr.John Mwanja  1.Mr. Vincent Mwakio 2.Lucas Kamu 3. Mr.Peter Mwangui 4.Ms Stella Mbandi 5.Ms.Fausta Maghanga	Chairman Secretary Member  Chairman Secretary Member Member Member	1 out of 1 1 out of 1 1 out of 1  1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1

ST. MARYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**(d) School operation Management**

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

Ref:	Designation	Name	Identification
1	Principal	Mr. Lawrence Ptekwenyo	TSC No. 429326
2	Deputy Principal	Mr. Vincent Mwakio	TSC No. 409509
3	School Bursar	Mr. Peter Mwangui	I D NO 10397988
4	Other (specify)		

**(e) Schools contacts**

Post Office Box: P. O BOX 1010-80304 WUNDANYI  
Telephone: 0701231053  
E-mail: stmaryslushangonyi@gmail.com

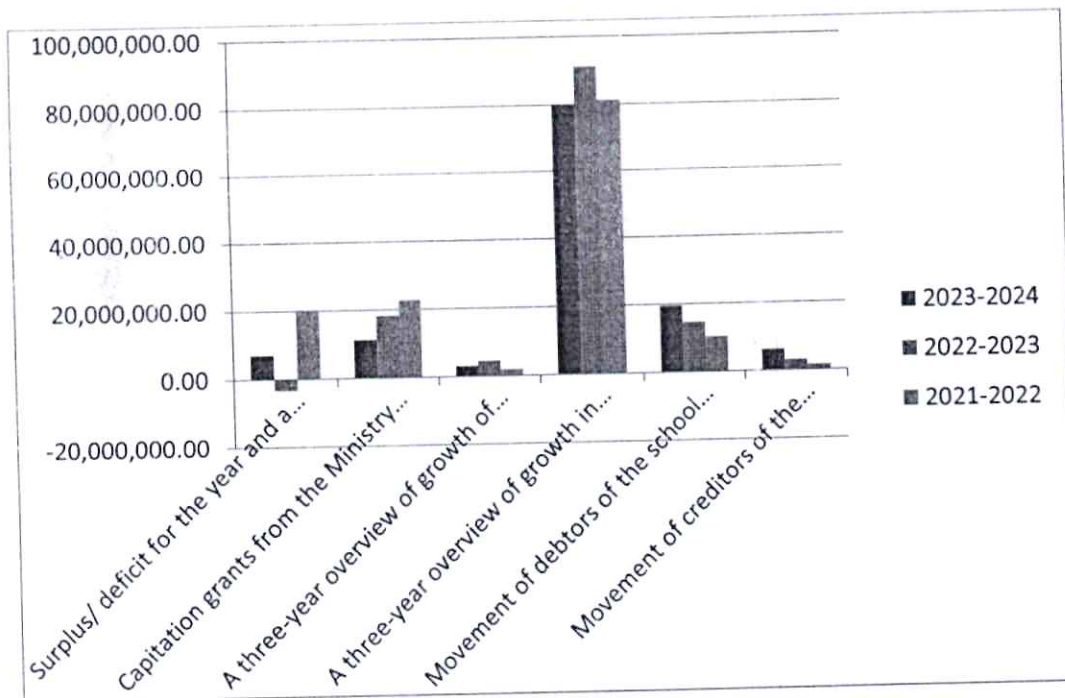
**(f) School Bankers**

Name of Bank: KCB  
Branch: Wundanyi  
Postal Address: 1067 -Wundanyi

3. Summary Report of Performance of The School

a) Financial performance:

Financial performance	2023-2024	2022-2023	2021-2022
Surplus/ deficit for the year and a comparison of the same for the last three years	2,557,611	(3,330,625)	20,250,457
Capitation grants from the Ministry of Education for the last three years	11,335,067	18,228,120	22,735,098
A three-year overview of growth of other income(s) earned by the school.	3,105,908	4,544,372	1,999,109
A three-year overview of growth in expenditure of the school	81,052,144	91,189,419	81,212,939
Movement of debtors of the school over the last three years	19,946,064	14,681,756	1,0287,848
Movement of creditors of the school over the last three years	6,362,286	3,145,089	1,551,736



ST. MARYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**b) Teacher Student ratio:**

	2023-2024	2022-2023	2021-2022
The teacher to student ratio	1:25	1:25	1:25
Number of teachers recruited and posted within the year	0	1	2
Number of teachers transferred/retired during the year	0	1	1
Number of teachers employed by TSC	21	22	21
Number of teachers employed by BOM	22	18	16

Subjects	TSC	BOM	Total
Maths	7	6	13
English	3	4	7
Kiswahili	5	6	11
Chemistry	5	3	8
Physics	2	4	6
Biology	6	3	9
History	2	3	5
C R E	2	2	4
Agriculture	2	1	3
Business studies	1	2	3
Geography	3	5	8
Computer studies	0	1	1
French	0	1	1

**c) The mean score in the 2024 KCSE:**

	2023-2024	2022-2023	2021-2022
School mean	5.9940	5.6216	6.1562
Students that have transitioned to institutions of higher learning	89	48	46
Because of big shortage of teachers improvement can rarely be realised			

d) Number of Candidates in the 2024 KCSE:

	2023-2024	2022-2023	2021-2022
Number of candidates sitting for KCSE over the last three years	212	216	185

e) The capacity of the school:

	2023-2024	2022-2023	2021-2022
Number of students in school	1068	1035	932
Dormitories	8	8	7
Dining hall	1	1	1
Laboratories	2	2	2
Classroom	22	20	19
Toilets	33	33	33

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
2 first floor classroom	Parents	Finishes	5,620,817	2,639,670	Dec 2024
Dormitory	M.I.F	Complete	4,625,239	5,831,929	In use

.....  
 School Principal

**PRINCIPAL**  
 ST. MARY'S HIGH SCHOOL  
 LUSHANGONYI  
 P.O. Box 1010-80304, WUNDANYI  
 TEL: 0701 231053; 0781 231053  
 Date: 20-05-2025 *[Signature]*

**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 St. Marys high school- Lushangonyi 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 30<sup>th</sup> June, 2024, and of the school's financial position as at that date.

Signature.....

Name: James Mwasambo

Designation: Chairman, School Board of Management

Date: 20-05-2025

Signature.....

Name: Lawrence Ptekwenyo

Designation: School Principal & Secretary to Board of Management

Date: 20-05-2025

Signature.....

Name: Peter Mwangui

Designation: Bursar/ Finance Officer

Date: 20/5/2025

# 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 ST. MARY'S HIGH SCHOOL LUSHANGONYI FOR THE YEAR ENDED 30 JUNE, 2024 - TAITA TAVETA 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 the Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on the 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 St. Mary's High School Lushangonyi- Taita Taveta County set out on pages 1 to 22, which comprise of the statement of assets and liabilities as at 30 June, 2024, and the statement of receipts and

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*Report of the Auditor-General on St. Mary's High School Lushangonyi for the year ended 30 June, 2024-  
Taita Taveta County*

payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. Mary's High School Lushangonyi as at 30 June, 2024 and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Financial Statements**

Comparison of the amounts reported in the statement of receipts and payments and amounts in the statement of cash flows revealed unreconciled variances for four (4) items as detailed below.

<b>Item</b>	<b>Amount as per Statement of Receipts and Payments Kshs.</b>	<b>Amount as per Statement of Cash Flows Kshs.</b>	<b>Variance Kshs.</b>
School fund income- Parent's Contribution	70,047,025	67,152,982	2,894,043
Miscellaneous Income	1,082,518	3,105,908	(2,023,390)
Infrastructure payments	5,834,059	2,852,913	2,981,146
Boarding and school fund payments	65,253,319	69,410,923	(4,157,604)

Further, amounts reported in the statement of budgeted versus actuals and those in the statement of receipts and payments revealed unreconciled variances as indicated below;

<b>Item</b>	<b>Amount as per Statement of Receipts and Payments Kshs.</b>	<b>Amount as per Statement of Budgeted Versus Actual Amounts Kshs.</b>	<b>Variance Kshs.</b>
Fees charged on parents	70,047,025	64,194,823	5,852,202
Miscellaneous income	1,082,518	1,283,424	(200,906)
Expenditure for school fund/boarding	65,253,319	66,255,639	(1,002,320)

*Report of the Auditor-General on St. Mary's High School Lushangonyi for the year ended 30 June, 2024-  
Taita Taveta County*

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

## **2. Long Outstanding Accounts Receivables**

The statement of assets and liabilities reflects accounts receivables balance of Kshs.19,946,064 as disclosed in Note 13 to the financial statements. Ageing analysis provided for audit revealed that a balance of Kshs.2,964,080 had remained outstanding for more than three years. In addition, the receivables balance includes fees arrears totalling Kshs.19,600,019. However, the supporting schedules provided for audit amounted to Kshs,15,411,268 resulting to an unexplained variance of Kshs.4,188,751.

In the circumstances, the accuracy and full recoverability of outstanding accounts receivables balance of Kshs.19,946,064 could not be confirmed.

## **3. Unsupported Accounts Payables**

The statement of assets and liabilities reflects a balance of Kshs.6,362,286 being accounts payables as disclosed in Note 14 to the financial statements. The payable includes prepaid fees of Kshs.3,256,053. However, the supporting schedule provided for audit reflected a balance of Kshs.2,234,998 resulting into an unexplained variance of Kshs.1,021,055.

In the circumstances, the accuracy and completeness of accounts payables balance of Kshs.6,362,286 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of St. Mary's High School Lushangonyi 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.

### **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 matter 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 Information**

The Board of Management is responsible for the other information set out on page III to X which comprise of Key Entity 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.

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

### **Conclusion**

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for 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. Incomplete Fixed Asset Register**

During the year under review, the School did not maintain an updated fixed asset register to control and monitor usage of its assets. This was contrary to Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015 which provides that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

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

#### **2. Excess Supply of Textbooks**

During the period under review, the School received from the Kenya institute of Curriculum Development (KICD) three hundred and fifty (350) computer studies form 2 textbooks and forty-five (45) art and design textbook books form 3 and 4. The books were received in June, 2023. However, the population of students utilizing the computer books was thirty-six (36) resulting into an oversupply of three hundred and fourteen (314) and there were no student undertaking art and design.

In the circumstances, the excess supply of books may result to idle books thus prone to loss, misuse and lack of value for money on the excess textbooks.

#### **3. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association**

The statement of receipts and payments reflects boarding and school fund payments amounting to of Kshs.65,253,319 as disclosed in Note 9 to the financial statements. However, review of records revealed that the school transferred co-curricular funds totaling Kshs.2,483,652. However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government funding system and there is no assurance that it has implemented effective, efficient, and

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*Report of the Auditor-General on St. Mary's High School Lushangonyi for the year ended 30 June, 2024-Taita Taveta County*

transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, the value for money for the funds transferred to KESSHA amounting to Kshs.2,483,652 could not be confirmed.

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

## REPORT ON THE 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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

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 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

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*Report of the Auditor-General on St. Mary's High School Lushangonyi for the year ended 30 June, 2024-Taita Taveta County*

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.

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

### **Auditor-General's Responsibilities for the Audit**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

3 June, 2025

ST. MARYS HIGH SCHOOL LUSHANGONYI  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

5. Statement of Receipts and Payments for the Year Ended 30<sup>th</sup> June 2024

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	2,517,851	2,581,460
Government grants for operations	2	5,995,616	11,829,660
Government Grants for infrastructure	3	2,821,600	3,817,000
School fund income- parents' contributions	4	70,047,025	65,086,301
Miscellaneous incomes	5	1,082,518	4,544,372
<b>Total Receipts</b>		<b>82,464,610</b>	<b>87,858,793</b>
<b>Payments</b>			
Tuition	6	2,318,175	2,589,537
Operations	7	6,501,446	12,439,737
Infrastructure	8	5,834,059	5,916,949
Boarding and school fund	9	65,253,319	70,243,195
<b>Total Payments</b>		<b>79,906,999</b>	<b>91,189,419</b>
<b>Surplus/Deficit</b>		<b>2,557,611</b>	<b>(3,330,625)</b>

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

Sign.....  
Name: James Mwasambo  
Chair BOM  
Date: 20-05-2025


Sign.....  
Name: Lawrence Ptekwenyo  
School Principal/ Secretary to  
BOM  
Date: 20-05-2025

Sign.....  
Name: Peter Mwangui  
Bursar/ Finance Officer  
Date: 20/5/2025


6. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2024

Description	Notes	2024	2023
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	8,438,599	7,959,405
Cash balances	11	141,813	110,505
Short term investments	12		00
<b>Total cash and cash equivalent</b>		<b>8,580,412</b>	<b>8,069,911</b>
Account's receivables	13	19,946,064	14,681,756
<b>Total financial assets (a)</b>		<b>28,526,476</b>	<b>22,751,668</b>
<b>Financial liabilities</b>			
Accounts payables	14	(6,362,286)	(3,145,089)
<b>Total Financial Liabilities (b)</b>			
<b>Net financial assets (a-b)</b>		<b>22,164,190</b>	<b>19,606,579</b>
<b>Represented by</b>			
Accumulated fund b/fwd	15	19,606,579	22,937,204
Surplus/deficit for the year		2,557,611	(3,330,625)
<b>Net Assets</b>		<b>22,164,190</b>	<b>19,606,579</b>

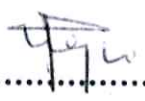
The school's financial statements were approved on \_\_\_\_\_ 2024 and signed by:

Sign:   
 Name: James Mwasambo

Chair BOM  
 Date: 20-05-2025

Sign:   
 Name: Lawrence Ptekwenyo  
 School Principal/ Secretary to BOM

Date: 20-05-2025


Sign:   
 Name: Peter Mwangui

Bursar/ Finance Officer  
 Date: 20/5/2025

**7. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2024**

Description	Note	2023-2024 Kshs	2022-2023 Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition	1	2,517,851	2,581,460
Government grants for operations	2	8,817,216	16,591,541
Government grants for infrastructure	3	2,821,600	
School fund income- parents contributions/ fees	4	67,152,982	63,431,545
Other income	5	3,105,908	17,318,891
<b>Total receipts</b>		<b>84,415,557</b>	<b>99,923,437</b>
<b>Payments</b>			
Cash outflows for tuition	6	2,318,175	2,629,537
Cash outflows for operations	7	9,323,046	13,384,618
Cash outflows Boarding/lunch and school fund payments	9	69,410,923	89,041,114
<b>Total payments</b>		<b>81,052,144</b>	<b>105,055,270</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>3,363,413</b>	<b>(5,131,832)</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets	8	(2,852,913)	(5,916,949)
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
<b>Net cash inflow/outflows from investing activities</b>		<b>(2,852,913)</b>	<b>(5,916,949)</b>
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
<b>Net cash inflow/outflow from financing activities</b>			
<b>Net increase/decrease in cash and cash equivalents</b>		<b>510,500</b>	<b>(11,048,781)</b>
Cash and cash equivalent at beginning of the FY		8,069,911	19,118,692
<b>Cash and cash equivalent at end of the FY</b>		<b>8,580,411</b>	<b>8,069,911</b>

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

  
 Name: James Mwasambo

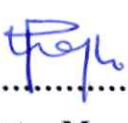
Chair BOM

Date: 20/05/2025

  
 Name: Lawrence Ptekwenyo

School Principal/ Secretary to  
 BOM

Date: 20/05/2025

  
 Name: Peter Mwangui

Bursar/ Finance Officer

Date: 20/05/2025

8. Statement Of Budgeted Versus Actual Amounts for the Year Ended 30<sup>th</sup> June 2024

Receipt/Expenses Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual On Comparable Basis d	% Of Utilization e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Receipts</b>					
<i>(1) Capitation Grant on Tuition</i>					
Teaching / Learning Materials	4,311,600	00	4,311,600	2,517,851	58%
Exams And Assessment					
<b>TOTAL</b>	<b>4,311,600</b>	<b>00</b>	<b>4,311,600</b>	<b>2,517,851</b>	<b>58%</b>
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	00	00	00		
Repairs And Maintenance	6,000,000	00	6,000,000	00	15%
Local Transport / Travelling	00	00	00		
Electricity And Water	00	00	00	196,488	1%
Medical	00	00	00	754,500	4%
Administration Costs	00	00	00		
Activity	900,000	00	900,000	604,800	3%
Other vote heads	11,280,000	00	11,280,000	4,439,828	24%
<b>TOTAL</b>	<b>18,180,000</b>	<b>00</b>	<b>18,180,000</b>	<b>5,995,616</b>	<b>48%</b>
<i>3) FDSE for infrastructure</i>					
Maintenance & Improvement MoE	6,000,000	00	6,000,000	2,821,600	47%
M & I parents' contribution	00	00	00		
Economic Stimulus Programs	00	00	00	00	
Transition Infrastructure Grants	00	00	00	00	
<b>TOTAL</b>	<b>6,000,000</b>	<b>00</b>	<b>6,000,000</b>	<b>2,821,600</b>	<b>47%</b>
<i>(4) Fees Charged on Parents</i>					
Personnel Emoluments	3,720,000	00	3,720,000	3,204,050	7%
Repairs And Maintenance	2,400,000	00	2,400,000	2,104,715	4%

Receipt/Expenses Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual On Comparable Basis d	% Of Utilization e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	3,660,000	00	3,660,000	3,158,562	5%
Electricity And Water	5,880,000	00	5,880,000	5,055,966	10%
Remedial	00	00	00	13838486	0%
Administration Costs	2,220,000	00	2,220,000	1,952,159	4%
Activity	300,000	00	300,000	262,250	1%
Damages	00	00		714,562	
School Bus				2,421,891	
Materess/Gamekit				1,622,890	
Fee On Boarding Equipment and Stores	30,462,000	00	30,462,000	29,859,292	62%
<b>TOTAL INCOME</b>	<b>48,642,000</b>	<b>00</b>	<b>48,642,000</b>	<b>64,194,823</b>	<b>94%</b>
<b>5) Miscellaneous Income</b>					
Loans / Borrowing	00	00	00	00	0
Rent income	84,000	00	84,000	50,400	14%
Income From Farming Activities	500,000	00	500,000	481,110	82%
Tender	00	00	00	43,300	00
Academic program	00	00	00	25,680	00
Income From Bus Hire	250,000	00	250,000	200,906	24%
Rent debtor	00	00	00	1,000	00
Lost text books	00	00	00	481,028	00
Income From Any Other Investment	00	00	00	00	00
<b>Total Income</b>	<b>834,000</b>	<b>00</b>	<b>834,000</b>	<b>1,283,424</b>	<b>87%</b>
<b>(6) Expenditure For Tuition</b>					
Sundry creditors	00	00	00	268,200	6%
Reference Materials	00	00	00	00	00
Exercise Books	1,418,400	00	1,418,400	146,880	3%
Laboratory Equipment	1,350,000	00	1,350,000	845,125	20%

Annual Report and Financial Statements For the year ended 30<sup>th</sup> 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
Internal Exams	600,000	00	600,000	00	00%
Teaching / Learning Materials	800,000	00	800,000	962,365	22%
Chalks	140,000	00	140,000	92,890	2%
Exams And Assessment	00	00	00	00	00
Teachers Guides	00	00	00	00	00
Administration Costs	00	00	00	00	00
Bank Charges	3,200	00	3200	2,715	0.1%
<b>TOTAL</b>	<b>4,311,600</b>	<b>00</b>	<b>4,311,600</b>	<b>2,318,175</b>	<b>54%</b>
<b>(7) Expenditure For Operations</b>					
Personnel Emoluments	6,906,000		6,906,000	2,981,903	16%
Local Transport / Travelling	1,167,600	00	1,167,600.00	180,780.00	1%
Electricity, Water and Conservancy	1,320,000	00	1,320,000.00	908,296.00	5%
Medical	00	00	00	00	
Administration Costs	1,886,400	00	1,886,400.00	175,900.00	1%
Activity Expenses	1,920,000	00	1,920,000.00	2,249,402.00	12%
Gratuity	00	00	00	00	
Bank Charges	00	00	00	5,165	
<b>TOTAL</b>	<b>13,200,000</b>		<b>13,200,000</b>	<b>6,501,446</b>	<b>34%</b>
<b>(8) Expenditure For infrastructure</b>					
Construction of classrooms	6,000,000	6,000,000	00	5834059	97%
Construction of LAB	00	00	00	00	
Construction of DORMS	00	00	00	00	
Purchase of furniture	00	00	00	00	
Purchase of equipment	00	00	00	00	97
<b>TOTAL</b>	<b>6,000,000</b>	<b>6,000,000</b>	<b>00</b>	<b>5,834,059</b>	<b>97%</b>
Personnel Emoluments	1,587,784	00	1,587,784	5,517,303	13%

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 and Improvements	2,400,000	00	2,400,000	1,729,065	4%
Local Transport / Travelling	2,332,400	00	2,332,400	1,623,370	4%
Electricity, Water and Conservancy	1,450,000	00	1,450,000	1,085,260	3%
Medical Expenses	742,460	00	742,460	295,706	1%
Administration Costs	1,163,800	00	1,163,800	1,842,476	4%
Activity	1,480,000	00	1,480,000	2,220,023	5%
Gratuity	472,190	00	472,190	1,002,320	2%
Tender	00	00	00	26,400	00
Boarding Equipment and Stores	29,184,170	00	29,184,170	30,003,406	62%
computer	00	00	00	345,740	00
Rent Expenses	25,000	00	25000	7,050	0.01%
Bank Charges	25,000	00	25000	18,211	0.04%
BOM Teachers	00	00	00	3,722,401	00
Remedial	00	00	00	6,223,215	00
Damages	00	00	00	698,670	00
School Bus	00	00	00	4,000,000	
Mattres/ Games Kit	00	00	00	1,336,100	
Academic programme	00	00	00	3,416,496	
Dorm Project	00	00	00	30,000	
Nita	00	00	00	8,100	
School Farm	00	00	00	497,837	
SES	00	00	00	37,840	
BOM Meeting	00	00	00	568,650	
<b>Totals</b>	<b>40,862,804</b>	<b>00</b>	<b>40,862,804</b>	<b>66,255,639</b>	<b>99%</b>

## 11. 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.

SI. MAKYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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- 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 30<sup>th</sup> June 2024.

12. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Reference Materials	00	00
Exercise Books	00	00
Laboratory Equipment	00	00
Internal Exams	00	00
Teaching / Learning Materials	2,517,851	2,581,340
Bank charges		120
<b>Total</b>	<b>2,517,851</b>	<b>2,581,460</b>

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	00	00
Repairs And Maintenance	00	3,817,000
Local Transport / Travelling	00	00
Electricity And Water	196,488	
Medical	754,500	188,000
Administration Costs	00	00
Activity	604,800	540,287
Lt&t,Ew&c,Adm cost and perso/ emolument	4,439,828	6,881,846
Nssf		402,526
<b>Total</b>	<b>5,995,616</b>	<b>11,829,660</b>

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance & Improvement	2,821,600	3,817,000
Transition infrastructure grants	00	00
Administration Block	00	00
Economic stimulus grants	00	00
<b>Total</b>	<b>2,821,600</b>	<b>3,817,000</b>

ST. MARYS HIGH SCHOOL LUSHANGONYI  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	3,204,050	3,703,293
Repairs and maintenance	2,104,715	2,813,791
Local transport / travelling	3,158,562	3,791,763
Electricity and water	5,055,966	5,221,093
BOM Teachers salary	5,852,202	00
Administration costs	1,952,159	2,095,325
Activity	262,250	269,291
Fee on Boarding		
Equipment and stores	29,859,292	33,220,053
PA Levies*		4,259,309
Other voteheads		9,712,383
Remedial	13,838,486	
Damages	714,562	
School bus fund	2,421,891	
Matt,G.kit	1,622,890	
<b>Total</b>	<b>70,047,025</b>	<b>65,086,301</b>

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
Rent income	50,400	68,600
Income From Farming Activities	481,110	405,315
Tender	43,300	42,000
Imp rest	00	00
Income from Bus Hire	00	352,700
Academic program	25,680	00
Rent debtor	1,000	00
Gratuity	00	00
Lost text books	481,028	214,822
Other Income ( <i>specify</i> ) *		1,794,050
Refund acc	00	59,394
Students ID		57,415
N S S F		563,950
T/TVT Sacco		685,657
CBC Classroom		300,469
<b>Total</b>	<b>1,082,518</b>	<b>4,544,372</b>

**6 Payment for Tuition**

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	146,880	553,369
Textbooks	00	00
Reference materials	00	00
Laboratory Equipment	845,125	1,067,070
Teaching / Learning Materials	1,230,565	767,070
Exams And Assessment	00	00
Teachers Guides	00	00
Bank Charges	2,715	2,988
Chalk	92,890	199,040
<b>Total</b>	<b>2,318,175</b>	<b>2,589,537</b>

**7 Payment for Operations**

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,981,903	4,295,518
Service Gratuity	00	00
Administration Cost	175,900	831,100
Repairs And Maintenance & Improvements	00	3,817,010
Local Transport / Travelling	180,780	275,680
Electricity And Water	908,296	989,836
Bank charges	5,165	5,457
Activity Expenses	2,249,402	1,822,610
N.s.s.f	00	402,526
Others (specify)	00	00
<b>Total</b>	<b>6,501,446</b>	<b>12,439,737</b>

**8 Payment for Infrastructure**

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms	00	00
Construction of laboratory	00	00
Construction of dormitory-labour	5,831,929	2,013,905
Construction of dormitory-materials	00	3,900,536
Purchase of equipment	00	00
Bank charges	2,130	2,508
Purchase of apparatus	00	00
Drilling of boreholes	00	00
Others (Creditors)		00
<b>Total</b>	<b>5,834,059</b>	<b>5,916,949</b>

**9 Payment for Boarding And School Fund**

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	5,517,303	4,078,620
Service Gratuity	00	3,189,091
Repairs And Maintenance & Improvements	1,729,065	2,420,919
Local Transport / Travelling	1,623,370	2,465,130
Electricity And Water	1,085,260	1,771,283
Medical Expenses	295,706	255,697
Administration Costs	1,842,476	2,078,417
Activity expenses	2,220,023	2,530,725
Tender	26,400	58,500
Computer	345,740	00
Fee On Boarding Equipment and Stores	30,003,406	25,797,118
Rent Expenses	7,050	114,720

ST. MARYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

Description	2023-2024	2022-2023
BOM teachers salary	3,722,401	00
Bank charges	18,211	00
Remedial	6,223,215	00
Damages	698,670	00
PTA Expenses(school bus)	4,000,000	8,428,813
Others(Specify)		17,054,162
Mattress, Games kit	1,336,100	00
Salary advance	00	00
Imprest	00	00
Academic programme0	3,416,496	00
Dorm project	30,000	00
NITA	8,100	00
School farm	497,837	00
S E S	37,840	00
Refund	00	00
BOM Meetings	568,650	00
<b>Totals</b>	<b>65,253,319</b>	<b>70,243,195</b>

**10. Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
			Kshs	Kshs
Tuition Account	Active	1103844598	203,590	3,914
Operations Account	Active	1103810163	344,557	850,386
School Fund Account/Boarding	Active	1109790856	5,536,839	3,880,644
Service gratuity acc	Active	1107805708	810,143	2,047,984
Parent Association Development Account	Active	1102649619	25,585	(369,902)
School bus account	Active	1312098821	2,820	00
Infrastructural Account	Active	1260738647	1,515,065	1,546,377
<b>Total</b>			<b>8,438,599</b>	<b>7,959,405</b>

**11. Cash in hand**

Description	2023-2024	2022-2023
	Kshs	Kshs
Tuition account	00	00
Operation account		(20)
School fund account /Boarding	141,813	110,525
<b>Total</b>	<b>141,813</b>	<b>110,505</b>

**12. Short Term Investments**

Description	2023-2024	2022-2023
	Kshs	Kshs
Cooperative Shares	00	00
Treasury Bills	00	00
Fixed Deposit accounts	00	00
Other Investments	00	00
<b>Total</b>	<b>00</b>	<b>00</b>

**13 a) Accounts Receivable**

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	19,600,019	14,495,486
<b>Other Non-Fees Receivables</b>		
Salary Advances (list/schedule attached)	11,000	10,000
Impress (list/schedule attached)	335,045	176,270
Rent arrears (list/schedule attached)	00	00
<b>Total</b>	<b>19,946,064</b>	<b>14,681,756</b>

**13 b) Ageing Analysis of Accounts Receivable**

Description	2023-2024		2022-2023	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	15,279,095	78%	11,531,407	80%
Between 1- 2 years	1,010,799	5%	303,734	2%
Between 2-3 years	346,045	2%	2,660,345	18%
Over 3 years	2,964,080	15%		%
<b>Total (should tie to note 13 a)</b>	<b>19,600,019</b>	<b>100%</b>	<b>14,495,486</b>	<b>100%</b>

**14Accounts Payable**

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2,981,147	00
Prepaid Fees	3,256,053	3,145,089
Retention Monies	00	00
Unpaid salaries and statutory deductions	00	00
Service gratuity	77,756	00
Other payables (specify) Refunds	47,330	00
<b>Total</b>	<b>6,362,286</b>	<b>3,145,089</b>

**14a). Ageing Analysis of Accounts Payable**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	2,981,147	100%	00	0%
Between 1- 2 years	00	0%	00	0%
Between 2-3 years	00	0%	00	0%
Over 3 years	00	0%	00	0%
<b>Total (should tie to note 14)</b>	<b>2,981,147</b>	<b>100%</b>	<b>00</b>	<b>0%</b>

**15 Fund Balance Brought Forward**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Bank Balances	8,438,599		7,959,405	
Cash Balances	141,813		110,505	
Short Term Investments	00		00	
Receivables	19,946,064		14,681,756	
Payables	(6,362,286)		(3,145,089)	
<b>Total</b>	<b>22,164,190</b>		<b>19,606,579</b>	

**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	00	00
Outstanding Leases	00	00
Hire Purchase	00	00
Gratuity And Leave Provision	00	00
Others (specify)	00	00
<b>Total</b>	<b>00</b>	<b>00</b>

**17. Biological assets**

Description	Numbers	2023-2024	2022-2023
		Kshs	Kshs
Cattle	4	00	00
Goats	00	00	00
Trees	1508	00	00
Coffee Or Tea Plantation	00	00	00
Poultry	00	00	00
Others (specify)	00	00	00
<b>Total</b>	<b>1512</b>	<b>00</b>	<b>00</b>

SI. MARYS HIGH SCHOOL LUSHANGONYI  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**18. Borrowings**

Description	Kshs	Kshs
Borrowings at beginning of the year	00	00
Borrowings during the year	00	00
Repayments during the year	(00)	(00)
<b>Balance at the end of the year</b>	<b>00</b>	<b>00</b>

Other important disclosure notes

**19. Stock/ Inventory**

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	564,990	478,100
Lab consumables	70,745	309,500
Farm produce	00	00
Medication	201,203	17,942
Construction Materials	00	00
Stationary	520,501	1,135,911
<b>Totals</b>	<b>1,357,439</b>	<b>1,941,453</b>

**20. Progress On Follow Up of Auditor Recommendations**

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	<p><b>Inaccuracies in Accounts Receivables</b>                      The statement of financial assets and financial liabilities reflects account receivables balance of Kshs.14, 681,756 as disclosed in Note 13 to financial statements. However, the balance differs with the general ledger balance of Kshs.11, 928,565 resulting in an unexplained variance of Kshs.2, 753,191. Further, included in the balance is long outstanding student debtor's balance of Kshs.2, 660,346 which remained outstanding for more than two years. In the circumstances, the accuracy and recoverability of the accounts receivables balance of Kshs.14, 681,756 could not be confirmed.</p>	Bom to meet and come up with resolutions	Not resolved	30/6/2025

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

<p>2.</p>	<p><b>Unrecorded Payment for Tuition</b>                  The statement of receipts and payments reflects payment for tuition amounting to Kshs.2, 589,537 as disclosed in Note 6 to the financial statements. Review of the payment vouchers and the cashbooks revealed that the payments were not recorded in the cashbook, yet they had been cleared from the bank statements.                  In the circumstances, the accuracy and completeness of the tuition payment amounting to Kshs.2, 589,537 could not be confirmed</p>			
<p>3.</p>	<p><b>Failure to Maintain Cashbooks</b>                  The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.8, 069,911 as disclosed in Notes 10 and 11 to the financial statements. However, the School did not maintain cash books for service gratuity account and parent association development account contrary to the Public Finance Management (National Government) Regulations, 2015, Section 100 which requires that Accounting Officers shall keep in all offices concerned with receiving cash or making payments a cash book showing the receipts and payments. Further, the School did not prepare bank reconciliation statements for these accounts.                  In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.8, 069,911 could not be confirmed.</p>	<p>BOM has not met yet by the time of 2024 financial year audit.</p>	<p>Resolved.                  Maintaining of cash book for savings accounts done.</p>	

4.	<p><b>Unsupported School Fund Balances</b>                  The statement of receipts and payments reflects school fund income parents' contribution and other receipts amounts of Kshs.65, 086,301 and Kshs.4, 544,372 respectively as disclosed in Notes 4 and 5 to the financial statements. However, the amounts were not supported by relevant ledgers and fee collection summaries.                  In the circumstances, the accuracy and completeness of the school fund amounting to Kshs.69,630, 673 could not be confirmed</p>	Arrangements under way with the system supplier to come and align up everything.	Not resolved	Before end of June 2025
5.	<p><b>Long Outstanding Student Accounts Receivables</b>                  The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.14, 681, 756 as disclosed in Note 13 to financial statements. Included in these are long outstanding student debtors of Kshs. 2,660,346 which have remained outstanding for more than two years.                  In the circumstances, the recoverability of the accounts receivables balance of Kshs.2, 660,346 could not be confirmed</p>	BOM has not met during the time of audit of 2024 financial statements.	Not resolved	Before 30/6/2025
6.	<p><b>Unsupported Long Outstanding Accounts Payables</b>                  The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.3, 145,090 as disclosed in Note 14 to the financial statements. The balance relates to prepaid student fees whose schedules were not provided for audit.                  In the circumstances, the accuracy and completeness of the accounts payables balance of Ksh. 3,145,090 could not be confirmed.</p>	Arrangements have been made with the system supplier to come to school to align this.	Not resolved	Before 30th June 2025

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 Sign and Date  
 Principal

**PRINCIPAL**  
 ST. MARY'S HIGH SCHOOL  
 LUSHANGONYI  
 P.O. Box 1010-80304, WUNDANYI  
 TEL: 0701 231053 / 0789 231053  
 Date: 20-05-2025

ST. MARYS HIGH SCHOOL LUSHANGONYI  
 Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

21. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
	A	b	c	d	e	
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Construction Of Buildings</b>						
1. Wajima investiments	2,749,146	23/06/2023				
2. Wasinyi enterprises	232,000	20/9/2023				
3.						
<b>Sub-Total</b>						
<b>Supply Of Goods</b>						
4. Trade creditors						
5.						
<b>Sub-Total</b>						
<b>Supply Of Services</b>						
6. Prepaid fees						
7.						
8.						
<b>Sub-Total</b>						
<b>Grand Total</b>	2,981,146					

**Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2024
Land				
Buildings And Structures				
Motor Vehicles	3,600,000	00	00	3,600,000
Office Equipment, Furniture and Fittings	13,690,000	370,000	00	14,060,000
Textbooks	529,870	00	00	529,870
ICT Equipment	1,235,300	124,500	00	1,359,800
Tools And Apparatus	2,622,390	00	00	2,786,890
Other Machinery and Equipment	1,825,456	00	00	1,825,456
Heritage And Cultural Assets	18,000	00	00	18,000
Intangible Assets- Soft Ware	811,108	00	00	811,108.00
<b>Total</b>	<b>24,372,124</b>	<b>494,500</b>	<b>00</b>	<b>24,866,624</b>

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