

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 02 JUN 2026

DAY.

Thursday

REPORT
BY:

Deputy Majority
Whip

CLERK-AT
THE-TABLE:

Halima Ahmed

OF

THE AUDITOR-GENERAL

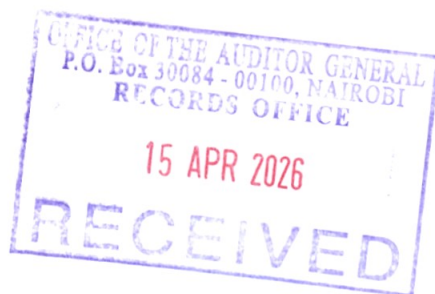
ON

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KEGONGE BOYS HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2023

EMBU COUNTY



Revised 30th June 2023.



KEGONGE BOYS HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

KEGONGE BOYS HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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1. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	

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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 **EMBU COUNTY, EMBU EAST** Sub-County.

The school was registered in **MAY /2001** under registration number **GP/A/1716/2001** and is currently categorized as an **EXTRA COUNTY**, public school established, owned or operated by the Government.

The school is a day/boarding school and had 360 number of students as at 30TH **JUNE 2023**. It has 2 streams and 23 teachers of which 3 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 HARRISON KIBURU	Chairman	22.4.22
2	MR ELIJAH WACIRA	Secretary- Principal	22.4.22
3	MR DUNCAN MARIGI	Member	22.4.22
4	MR. HARRY NJAGI	Member	22.4.22
5	MS LUCY NJOKI	Member	22.4.22
6	VICTOR ALLAN W	Member	22.4.22
7	MR GEOFFREY NJANG'OMBE	Member	22.4.22
8	MR E MUGO KARUGUTI	Member –	22.4.22
9	MS RACHAEL MTALAKI	Member Rep Teachers	22.4.22
10	REV RISPER KITHINJI	Member	22.4.22
11	MS MUTHONI NDWIGA	Member	22.4.22
12	MS NANCY NDIA M	Member Special Needs	22.4.22
13	MR OWEN NJAGI	Rep Students	22.4.22
14	MR. ROBERT KAMAU	Member	22.4.22
15	MS CARLO MBOGO	Member	22.4.22
16	MRS ROSE NDWIGA	Member	22.4.22
17	MRS NANCY MURIITHI	Member	22.4.22
18	MR. BLAISE NJERU	Member (PA)	22.4.22

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref	NAME OF COMMITTEE	Names of Members	Designation	Number of meetings attended during the year
1	EXECUTIVE COMMITTEE	MR HARRISON KIBURU	CHAIRMAN	3
		MR ELIJAH WACHIRA	SECRETARY	3
		MS ROSE NDWIGA	MEMBER	3
		MS CAROLINE MBOGO	MEMBER	3
		MR. ELLY KARUGUTI	MEMBER	3
2	AUDIT COMMITTEE	MR GEOFFREY NJANG'OMBE	CHAIRMAN	3
		MR DUNCAN MARIGI	MEMBER	3
		MS CAROLINE MBOGO	MEMBER	3
		MR ELISHA KARUGUTI	MEMBER	3
3	FINANCE, PROCUREMENT AND GENERAL PURPOSES COMMITTEE	MS CAROLINE MBOGO	CHAIRPERSON	3
		MR ELLY KARUGUTI	MEMBER	3
		MR HARRY NJAGI	MEMBER	3
		MS RACHAEL MTALAKI	MEMBER	3
4	ACADEMIC COMMITTEE	MRS LUCY KAUMA	CHAIRPERSON	3

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			MEMBER	
		MR HARRY KARUGU		3
		MRS NANCY MURIITHI	MEMBER	3
		MS ROSE NDWIGA	MEMBER	3
		MR BLAISE NJERU	MEMBER	
5	SCHOOL INFRASTRUCTURE COMMITTEE (SIC)	PUBLIC WORKS OFFICER	MEMBER	3
		SUB-COUNTY DIRECTOR OF EDUCATION	MEMBER	3
		DEPUTY PRINCIPAL	MEMBER	3
		MR ELLY KARUGUTI	CHAIRPERSON	3
		MRS ROSE NDWIGA	MEMBER	3
		MR HARRY KARUGU	MEMBER	3
		MR BLAISE NJERU	MEMBER	3
6	DISCIPLINE AND WELFARE COMMITTEE	MRS ROSE NDWIGA	CHAIRPERSON	3
		MRS NANCY MURIITHI	MEMBR	3
		REV. RISPER KITHINJI	MEMBER	3
		MS RACHAEL MTALAKI	MEMBER	3
		MR BLAISE NJERU	MEMBER	3
7	ADHOC COMMITTEE	MR ALLAN WAWERU	MEMBER	3
		MR DUNCAN MARIGI	MEMBER	3
		MS RACHAEL MTALAKI	MEMBER	3

(d) School operation Management

For the financial year ended 30THJUNE 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	PRINCIPAL	MR ELIJAH WACIRA	349136
2	DEPUTY PRINCIPAL	MR GABRIEL MBUGU	313229
3	SCHOOL BURSAR	MR JAMES MURIHI	ICPAK 25663

(a) Schools contacts

Post Office Box: 1-60103 RUNYENJES
 Telephone: 0726332548
 E-mail: kegongehighschool@gmail.com
 Website:
 Face-book:
 Twitter:

(b) School Bankers

The following school operated 4 number of bank accounts in the following banks:

1 Name of Bank: KCB
Branch: EMBU
Account Number: 1102973769
School fund account

2 Name of Bank: KCB
Branch: EMBU
Account Number: 1102869309
Operations account

3 Name of bank : KCB
Branch: EMBU
Account number: 1102864145
Tuition account

4 Infrastructure acc
KCB Bank 1288612753
EMBU

5 PTA ACCOUNT
EQUITY BANK
ACCOUNT NO :0190283624850
RUNYENJES BRANCH

6 NAWIRI SACCO LTD
ACCOUNT NO: 1022000353

7. MPESA Pay Bill No. 587810 attached to SCHOOL FUND 1102973769

c) Independent Auditors

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

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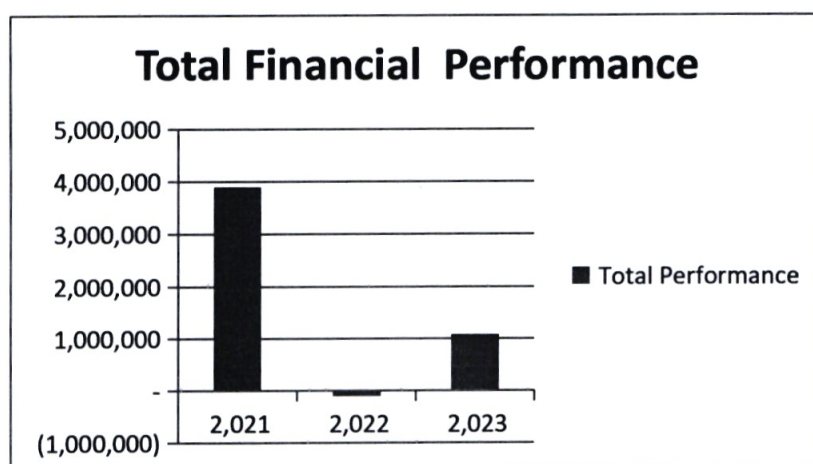
3. summary report of performance of the school

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

a) Financial performance:

Financial Performance - Deficits and/or Surpluses_ 3 Year Trend							
	Account						
	School Fund	Operation	Tuition	Infrastructure	Farm	CDF	Total
Year							
2,021	4,771,554	(73,980)	(795,948)	-	-	-	3,901,626
2,022	(213,226)	(73,980)	181,552	-	-	-	(105,655)
2,023	705,246	482,984	(108,764)	-	-	-	1,079,466
Total	5,263,574	335,024	(723,160)	-	-	-	4,875,437

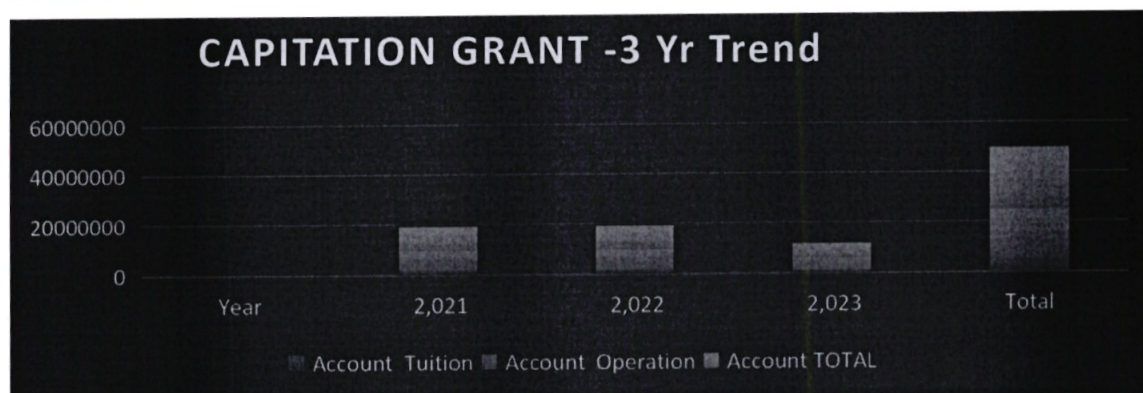
	Total Performance
Year	
2,021	3,901,626
2,022	(105,655)
2,023	1,079,466



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

CAPITATION GRANT -3 Yr Trend				
		Account		
		Tuition	Operation	TOTAL
	Year			
	2,021	2,080,531	7,459,483	9,540,014
	2,022	2,080,531	7,459,483	9,540,014
	2,023	1,066,561	4,772,323	5,838,884
	Total	5,227,623	19,691,289	24,918,911

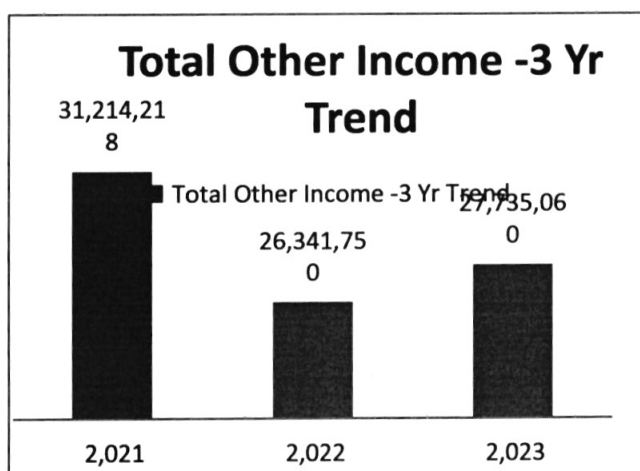


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- A three-year overview of growth of other income(s) earned by the school.

Growth of Other Incomes -3 Yr Trend						
		Income Source				
		School Fund	Farm	Infrastructure	CDF	Total
YEAR						
	2,021	31,214,218	-	-	-	31,214,218
	2,022	26,341,750	-	-	-	26,341,750
	2,023	27,735,060	-	-	-	27,735,060
	Total	85,291,028	-	-	-	85,291,028

		Total Other Income -3 Yr Trend
Year		
	2,021	31,214,218
	2,022	26,341,750
	2,023	27,735,060

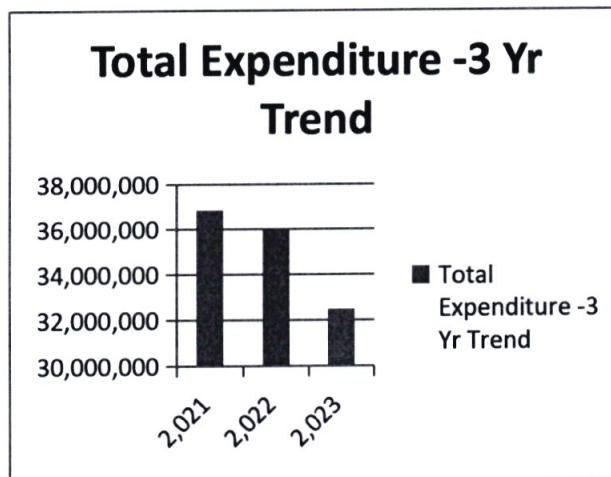


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- *A three-year overview of growth in expenditure of the school*

Expenditure -3Yr Trend							
	School Fund	Operation	Tuition	Farm	Infrastructure	CDF	Yr Total
YEAR							
2,021	26,442,654	7,533,463	2,876,479	-	-	-	36,852,596
2,022	26,554,976	7,533,463	1,898,979	-	-	-	35,987,418
2,023	27,029,814	4,289,339	1,175,325	-	-	-	32,494,478
Total	80,027,444	19,356,265	5,950,783	-	-	-	105,334,492

		Total Expenditure -3 Yr Trend
Year		
	2,021	36,852,596
	2,022	35,987,418
	2,023	32,494,478

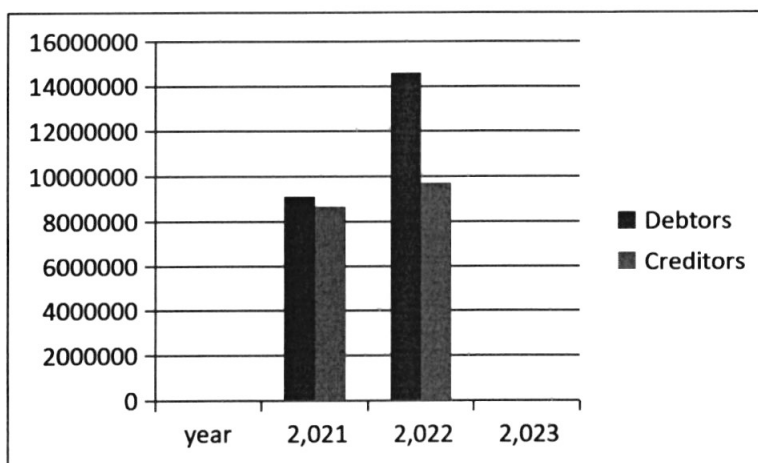


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Annual Report and Financial Statements For the year ended 30th June 2023

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

Debts and Creditors -3Yr Trend									
		Account							
			School Fund	Operation	Tuition	Farm	Infrastructure	CDF	Yr Total
Year	2,021	Debtors	9,114,310						9,114,310
		Creditors	6,797,064	1,351,051	522,429	-	-	-	8,670,544
	2,022	Debtors	14,590,805	-	-	-	-	-	14,590,805
		Creditors	6,856,704	1,351,051	1,499,929	-	-	-	9,707,684
	2,023	Debtors	-	-	-	-	-	-	-
		Creditors	-	-	-	-	-	-	-
	Total	Debtors	23,705,115	-	-	-	-	-	23,705,115
		Creditors	13,653,768	2,702,102	2,022,358	-	-	-	18,378,228

	Debtors	Creditors
year		
2,021	9,114,310	8,670,544
2,022	14,590,805	9,707,684
2,023	-	-



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b) Teacher Student ratio:

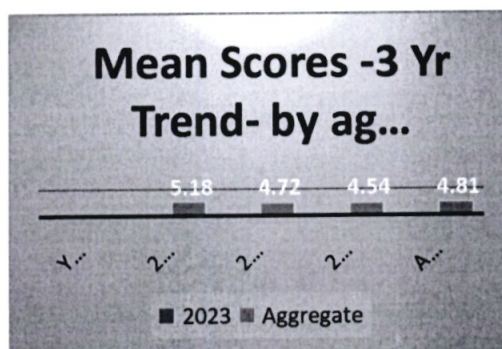
Ratio of students to Teachers	
Total enrolment	360
Total No of Teachers	24
Students : Teachers ratio	15
Teachers Turnover	
No of teachers recruited in the year	3
No of teachers transferred inwards in the year	-
No of teachers transferred outwards in the year	4
Net inflow of teachers	(1)
Teachers Employment	
No of teachers required by CBE	24
No of teachers employed by TSC	20
Shortage / Surplus No of teachers before BOM teachers	4
No of teachers employed by BOM	-
Net Shortage / Surplus No of teachers	4

c) Mean score in the 2023CSE:

Mean Scores -3 Yr Trend

	Subject Means													
	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	CRE	Agric	Bstud	Comp	H/SC	French/GERM
YEAR														
2021	3.00	5.00	3.00	3.00	3.00	4.00	9.00	8.00	6.00	7.00	6.00	7.00	8.00	
2022	2.00	6.00	2.00	3.00	3.00	3.00	6.00	7.90	8.00	8.00	3.00	7.00	8.00	
2023	3.65	5.08	7.24	4.00	3.40	2.70	4.73	5.28	6.90	3.80	3.20	8.50	7.30	
Average	2.88	5.36	4.08	3.33	3.13	3.23	6.58	7.06	6.97	6.27	4.07			

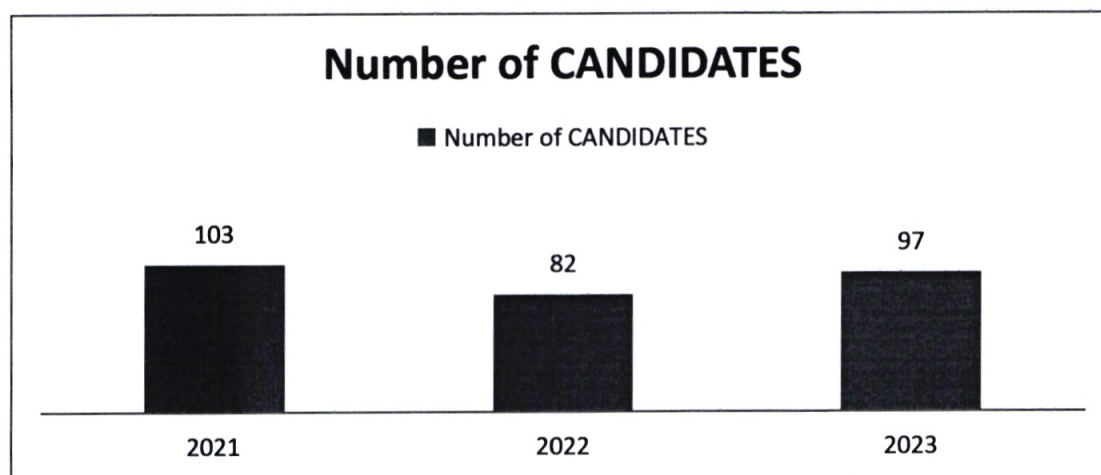
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d) Number of Candidates in the 2023 KCSE:

		Number of CANDIDATES
Year		
	2021	103
	2022	82
	2023	97



e) Capacity of the school:

	NO OF STREAMS	Teachers' CBE	Required No of NTS				
	2	24	20				
Capacity Analysis							
Infrastructure TYPE	Unit of infrastructure measurement	Quantity of infrastructure required	Quantity of infrastructure available today	Infrastructure gap	Comment-Indicate if gap is -Very critical, Critical or Not so critical (tick as appropriate)		
					Very Critical	Critical	Not Critical
Classrooms	Number	14	14	Shortage of classrooms equivalent to:			

KEGONGE BOYS HIGH SCHOOL
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				classroom(s)			
Laboratories	Number	3	3	Shortage of laboratory facilities equivalent to:			
				-			
				Laboratories			
Toilet Doors	Number	20	20	Shortage of toilet facility equivalent to:			
				-			
				toilet doors			
Offices	Number	1	1	Shortage of office facilities equivalent to:			
				-			
				offices			
Dining Hall	Number of students well seated	400	400	Shortage of dining facilities equivalent to:			
				-			
				students not seated			
Library	Number of students well seated	100	100	Shortage of library facilities equivalent to:			
				-			
				students not seated			
Dormitories	Number of Decker Beds well-spaced	550	550	Shortage of dormitory facilities equivalent to:			
				-			
				decker beds			
Staffroom	Number of teachers well seated	24	24	Shortage of staffroom space equivalent to:			
				-			
				teachers not seated			

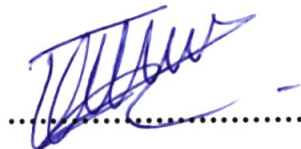
KEGONGE BOYS HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Boardroom	Number of BOM members well seated	17	17	Shortage of boardroom space equivalent to:			
				-			
				BOM members not seated			
Textbooks	Average Students -to- Course books ratio	1	3	Shortage of textbooks equivalent to:			
				67			
				% of text books required			
Water	Adequacy	ADEQUATE		Occassional / frequent shortage of water attributed to?			
Electricity	Adequacy	ADEQUATE		Occassional / frequent shortage of power attributed to.....?			
Staff housing	No of staff properly housed	25	25	Shortage of staffhousing facilities equivalent to:			
				-			
				staff not housed			

KEGONGE BOYS HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time



.....
School Principal

KEGONGE BOYS HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

4. Statement of School Management Responsibility

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

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

The Board of Management of (*Name of 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, 2023, and of the school's financial position as at that date.

H. J. Kibara
.....

Name:

Designation: Chairman, School Board of Management

Date:



ELIJAH MATHIA
.....

Name:

Designation: School Principal & Secretary to Board of Management

Date: 13-04-2026



JAMES MURITHI
.....

Name:

Designation: Bursar/ Finance Officer

Date: 13/4/2026



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 KEGONGE BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – EMBU COUNTY

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose, and;
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kegonge Boys High School set out on pages 1 to 22, which comprise of the statement of assets and liabilities as at

30 June, 2023, and the statement of receipts and 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 Kegonge Boys High School as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccurate Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.1,666,456 as disclosed in Notes 8 to 10 to the financial statements. However, the bank accounts were not supported by cashbooks for Infrastructure account, PTA Account, Farm Saving Account and two bank accounts for the Short-term Investment. Further, bank reconciliation statements and board of survey or cash count reports were not provided for audit.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,666,456 could not be confirmed.

2. Overdrawn Bank Account and Offsetting of Bank Balance

The statement of assets and liabilities reflects bank balance of Kshs.981,197 as disclosed in Note 8 to the financial statements. Included in the bank balance is a tuition and operation accounts which had a balance of negative Kshs.11,549 and negative Kshs.42,008 respectively and were offset against other positive bank balances. However, the authority of The National Treasury or the Board of Management to overdraw the balances was not provided for audit, contrary to Section 28(4) of the Public Finance Management Act, 2012 which states that, 'An accounting officer for a national government entity shall not cause a bank account of the entity to be overdrawn beyond the limit authorized by The National Treasury or a board of a national government entity'. Further, the offsetting was contrary to Paragraph 48 of International Public Sector Accounting Standard (IPSAS) 1 which provides that assets and liabilities shall not be offset unless required or permitted by an IPSAS.

In the circumstances, the accuracy, completeness, and fair presentation of bank balance of Kshs.981,197 could not be confirmed.

3. Inaccuracies in the Statement of Budgeted versus Actual Amounts

The statement of budgeted versus actual amounts did not reflect the total final receipts budget and actuals receipts. Further, the statement reflects total expenditure budget of Kshs.24,532,284 and actual expenditure of Kshs.27,029,814 resulting in over

expenditure of Kshs. 2,497,530 which was not supported by approval from the Board of Management.

In the circumstances, the accuracy and completeness of the statement of budgeted versus actual amounts could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kegonge 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.

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 effect of 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 Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments reflects operations payments amount of Kshs.4,289,339 as disclosed in Note 6 to the financial statements. Included in the expenditure is an amount of Kshs.639,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, the lawfulness and value for money of the funds transferred to KESSHA amounting to Kshs.639,000 could not be confirmed.

2. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

3. Lack of a Functional Procurement Unit

The school did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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

4. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 05 March, 2026, instead of the statutory deadline of 30 September, 2023. This was contrary to Section 81(4) of the Public Finance Management Act, 2012 that states that not later than three months after the end of each financial year, the accounting officer for the entity shall—(a) submit the entity's financial statements to the Auditor-General and a copy of the statement to the Controller of Budget, The National Treasury and the Commission on Revenue Allocation

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

5. Unbalanced Budget

Review of the approved original budget and final budget for the financial year revealed that total budgeted revenue did not equal total budgeted expenditure. Total budgeted receipts amounted was Kshs.25,598,845 against total budgeted expenditure of Kshs.24,532,284 resulting to unbalanced budget. This was contrary to Regulation 31. of the Public Finance Management (National Governments) Regulations, 2015 states that unless provided otherwise in the Act, these Regulations or any other guidelines developed in furtherance of the Act or these Regulations, the following guidelines shall be observed at all times during budget formulation and approval (c) budget shall be balanced;

In the circumstances, 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. Lack of Internal Audit Function

During the year under review, the school did not have an internal audit unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the school through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

2. Deficit in Teachers - Student Ratio

The statement of receipts and payments revealed that the schools incurred Kshs.27,029,814 as reflected in Note 7 in Boarding and School fund payments. Included in this Kshs.2,482,130 in personal emoluments to cater for teachers employed by BoM

and other categories of staff. Review of annual reports at page xii of the financial statements revealed the school has a requirement of 24 teachers by Curriculum Based Education (CBE) against deployment of 20 Teachers by Teachers Service Commission (TSC) leaving a deficit of 4 teachers since no teacher was employed by the Board of Management (BoM).

In the circumstances, effectiveness and efficiency of delivery of education services could not be confirmed.

3. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,066,561 and Kshs.4,772,323 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of three hundred and eighty-six (386) students while the enrolment records provided by the School indicated a total number of three hundred and sixty (360) students, resulting in an unexplained variance of twenty-six (26) students. As a result of the variances, the School was overfunded by an amount of Kshs.448,526 using a rate of Kshs.17,251 per student.

In the circumstances, the over-funding of the School may have affected service delivery in other public schools.

4. Board of Management Failure to Hold Meetings

Review of the financial statements at page iv revealed that all the seven committees of the board met three times during the year. However, attendance register and minutes of meetings attended to support number of meetings attended during the year as indicated in the financial statements were not provided.

In the circumstances, the school may not benefit from the required governance oversight by the board.

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 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 control 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.

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

15 May, 2026

KEGONGE BOYS HIGH SCHOOL
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6 STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2023

DESCRIPTION OF VOTE HEAD	Note	2023	2022
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,066,561	2,080,531
Capitation grants for operation	2	4,772,323	7,459,483
Parents' Contributions income In school fund	3	18,457,602	22,645,008
Income- Other receipts	4	9,277,458	3,696,742
Proceeds from borrowings		-	-
TOTAL RECEIPTS		33,573,944	35,881,764
PAYMENTS			
Payments for tuition	5	1,175,325	1,898,979
Payments for operation	6	4,289,339	7,533,463
Boarding and/or Lunch -Payments school fund	7	27,029,814	26,554,976
TOTAL PAYMENTS		32,494,478	35,987,418
DEFICIT/SURPLUS		1,079,466	(105,655)

The school financial statements were approved on 13/4/2026 and signed by:

Name: H. KIBURU

Name: James Muriithi

Name: JAMES MURIITHI

Chair BOM [Signature]

School Principal [Signature]

Bursar [Signature]

Date: 13/4/2026

Date: 13/04/2026

Date: 13/4/2026

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7 STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2023

	Note	2023	2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8	981,197	571,990
Cash Balances	9	685,259	15,000
Short term Investment	10	-	-
Total Cash and cash equivalent		<u>1,666,456</u>	<u>586,990</u>
Account's receivables	11	-	-
TOTAL FINANCIAL ASSETS		1,666,456	586,990
FINANCIAL LIABILITIES			
Accounts Payables	12	-	-
NET FINANCIAL ASSETS		1,666,456	586,990
REPRESENTED BY			
Accumulated Fund b/fwd	13	586,990	692,644
Surplus/Deficit for the year		1,079,466	(105,655)
NET FINANCIAL POSITION		1,666,456	586,989

The school's financial statements were approved on 13/4/26 and signed by:

Name: H. I. Kiburya

Chair BOM

Date: 13/04/2026

Name: ELIJAH MURITHI

School Principal

Date: 13/04/2026

Name: JAMES MURITHI

Bursar

Date: 13/4/2026

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8 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2023

	2023	2022
	Kshs	Kshs
Receipts for operating income		
capitation grants for tuition	1,066,561	2,080,531
capitation grants for operation	4,772,323	7,459,483
income- parents contributions/ fees school fund	18,457,602	22,645,008
Income- other receipts	9,277,458	3,696,742
Total receipts	33,573,944	35,881,764
Payments		
Payments for tuition	1,175,325	1,898,979
Payments for OPERATIONS	4,289,339	7,533,463
Boarding and/or Lunch payments in school	27,029,814	26,554,976
Payments in	-	-
Total payments	32,494,478	35,987,418
Net cash flow from operating activities	1,079,466	(105,655)
CASHFLOW FROM INVESTING ACTIVITIES		
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,079,466	(105,655)
Cash and cash equivalents at beginning of the year	586,990	692,644
Cash and cash equivalent at end of the year	1,666,456	586,990
Cash and cash equivalents as per FA&FL	1,666,456	586,990

The school's financial statements were approved on 13/4/2026 and signed by:

Name: H. I. Kibura
Chair BOM [Signature]
Date: 13/04/2026

Name: Wachira Eyoel
School Principal [Signature]
Date: 13-04-2026

Name: JAMES MURITHI
Bursar [Signature]
Date: 13/4/2026

9 Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

				Actual on Comparable Basis		
			Final		Budget Utilization	
Receipt/expenses Item	Original Budget	Adjustments	Budget		Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION INCOME</i>						
internal exams	304,000	(304,000)	-	-	-	
Lab equipments	320,000	(320,000)	-	-	-	
Teaching & L. mat.	160,000	906,561	1,066,561	1,066,561	0	
CHALKS	96,000	(96,000)	-	-	-	
TEACHERS GUIDE	126,080	(126,080)	-	-	-	
<i>Total CAPITATION GRANT ON TUITION INCOME</i>	1,006,080	60,481	1,066,561	1,066,561	0	100
<i>(2) CAPITATION GRANT ON OPERATIONS INCOME</i>						
Devt -RMI	1,600,000	(1,600,000)	-	1,548,216	(1,548,216)	
LTT	320,000	(320,000)	-	458,929	(458,929)	

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EWC	192,000	(192,000)	-	588,667	(588,667)	
Activity	480,000	(480,000)	-	216,166	(216,166)	
Personal emolu.	2,208,000	(2,208,000)	-	1,252,116	(1,252,116)	
Adm. Cost	288,000	(288,000)	-	500,026	(500,026)	
Medical & ins.	64,000	(64,000)	-	78,427	(78,427)	
Total CAPITATION GRANT ON OPERATIONS INCOME	5,152,000	(5,152,000)	-	4,642,547	(4,642,547)	
(3) FEES CHARGED ON PARENTS INCOME						
Uniform	2,020,000	-	2,020,000	2,064,090	(44,090)	102
Development -MI	896,000	-	896,000	833,508	62,492	93
Activity	112,000	-	112,000	141,850	(29,850)	127
B.E and Stores	10,096,320	-	10,096,320	9,367,858	728,462	93
LT&T	281,600	-	281,600	296,620	(15,020)	105
ADMIN COST	721,280	-	721,280	708,278	13,002	98
PA	150,000	-	150,000	90,000	60,000	60
Farm a/c	650,000	-	650,000	1,856,850	(1,206,850)	286
PE	1,222,400	-	1,222,400	1,225,368	(2,968)	100
EWC	1,881,600	-	1,881,600	1,873,180	8,420	100
(3) FEES CHARGED ON PARENTS INCOME	18,031,200	-	18,031,200	18,457,602	(426,402)	102

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School Fund -OTHER INCOME						
BURSARY	785,000	-	785,000	734,070	50,930	94
Rent Income	150,000	-	150,000	123,500	26,500	82
WORKER WELFARE	2,046,084	-	2,046,084	350,507	1,695,577	17
COFEE ACCOUNTS	55,000	-	55,000	19,100	35,900	35
BUS FUND	250,000	-	250,000	453,000	(203,000)	181
ACADEMIC PROGRAMMES	3,200,000	-	3,200,000	3,548,530	(348,530)	111
TENDER FEE	15,000	-	15,000	11,000	4,000	73
DONOR FUND	-	-	-	15,600	(15,600)	
RD CHEQUES	-	-	-	2,500	(2,500)	
STUDENTS ID	-	-	-	54,500	(54,500)	
DAMAGES	-	-	-	237,809	(237,809)	
Pre-paid Fees	-	-	-	787,655	(787,655)	
Arrears Recovered	-	-	-	503,603	(503,603)	
Loans/BORROWINGS	-	-	-	2,436,084	(2,436,084)	
School Fund -OTHER INCOME	6,501,084	-	6,501,084	9,277,458	(2,776,374)	143
INFRASTRUCTURE INCOME						
Total INFRASTRUCTURE INCOME						
Total CDF INCOME						
TOTAL INCOME						

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	30,690,364	(5,091,519)	25,598,845	33,444,168	(7,845,323)	131
(1) EXPENDITURE FOR TUITION						
internal exams	304,000	(304,000)	-	608,110	(608,110)	
Lab equipments	320,000	(320,000)	-	567,215	(567,215)	
Teaching & L. mat.	160,000	(160,000)	-	-	-	
CHALKS	96,000	(96,000)	-	-	-	
TEACHERS GUIDE	126,080	(126,080)	-	-	-	
Total EXPENDITURE FOR TUITION	1,006,080	(1,006,080)	-	1,175,325	(1,175,325)	
(2) EXPENDITURE FOR OPERATIONS						
Devt -RMI	1,600,000	(1,600,000)	-	206,245	(206,245)	
LTT	320,000	(320,000)	-	139,198	(139,198)	
EWC	192,000	(192,000)	-	456,482	(456,482)	
Activity	480,000	(480,000)	-	73,598	(73,598)	
Personal emolu.	2,208,000	(2,208,000)	-	1,708,763	(1,708,763)	
Adm. Cost	288,000	(288,000)	-	481,605	(481,605)	
Medical & ins.	64,000	(64,000)	-	265,429	(265,429)	
TOTAL EXPENDITURE FOR OPERATIONS	5,152,000	(5,152,000)	-	3,331,320	(3,331,320)	
(3) EXPENDITURE FOR						

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SCHOOL FUND						
Uniform	2,020,000	-	2,020,000	2,227,900	(207,900)	110
Development -MI	896,000	-	896,000	529,916	366,084	59
Activity	112,000	-	112,000	600,031	(488,031)	536
B.E and Stores	10,096,320	-	10,096,320	11,515,776	(1,419,456)	114
LT&T	281,600	-	281,600	1,244,764	(963,164)	442
ADMIN COST	721,280	-	721,280	1,111,787	(390,507)	154
PA	150,000	-	150,000	238,560	(88,560)	159
Gratuity Savings	-	-	-	500,000	(500,000)	!
Farm a/c	650,000	-	650,000	62,930	587,070	10
PE	1,222,400	-	1,222,400	2,482,130	(1,259,730)	203
EWC	1,881,600	-	1,881,600	987,618	893,982	52
BURSARY	785,000	-	785,000	652,070	132,930	83
Rent Income	150,000	-	150,000	-	150,000	-
WORKER WELFARE	2,046,084	-	2,046,084	330,507	1,715,577	16
COFEE ACCOUNTS	55,000	-	55,000	26,000	29,000	47
BUS FUND	250,000	-	250,000	577,366	(327,366)	231
ACADEMIC PROGRAMMES	3,200,000	-	3,200,000	2,150,218	1,049,782	67
TENDER FEE	15,000	-	15,000	-	15,000	-
DAMAGES						

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	-	-	-	100,000	(100,000)	
Pre-paid Fees	-	-	-	399,115	(399,115)	
Creditors Paid	-	-	-	310,000	(310,000)	
Loans/BORROWINGS	-	-	-	983,126	(983,126)	
TOTAL School fund Payments	24,532,284	-	24,532,284	27,029,814	(2,497,530)	110

10 Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

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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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023

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11 NOTES TO THE FINANCIAL STATEMENTS

Note 1 CAPITATION GRANT FOR	TUITION	
	2023	2022
	Kshs	Kshs
INTERNAL EXAMS	-	276,870
LAB EQUIPMENTS	-	536,230
TEACHING & L. MAT.	1,066,561	824,894
LIBRARY & REF MATERIALS	-	142,537
OPERATIONS AC	-	300,000
TOTAL	1,066,561	2,080,531

2 GOVERNMENT GRANTS FOR OPERATIONS

Note 2 CAPITATION GRANT FOR	OPERATION	
	2023	2022
	Kshs	Kshs
DEVT -RMI	1,548,216	2,080,031
LTT	458,929	999,076
EWC	588,667	795,042
ACTIVITY	216,166	563,626
PERSONAL EMOLU.	1,252,116	2,265,771
ADM. COST	500,026	755,937
MEDICAL & INS.	78,427	-
WINAS SACCO LTD	8,700	
PAYE	2,766	
NHIF	19,100	
NSSF	84,810	
KUDHEIHIA	14,400	
TOTAL	4,772,323	7,459,483

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3 SCHOOL FUND INCOME -PARENTS CONTRIBUTION/FEES

Note 3 PARENTS CONTRIBUTION/FEES	SCHOOL FUND	
	2023	2022
	Kshs	Kshs
UNIFORM	2,064,090	2,813,230
DEVELOPMENT -MI	833,508	1,028,702
ACTIVITY	141,850	239,183
B.E AND STORES	9,367,858	9,981,268
LT&T	296,620	569,045
ADMIN COST	708,278	1,020,134
PA	90,000	
STUDENT ID	-	68,500
ACADENIC PROGRAMMS	-	2,750,701
FARM A/C	1,856,850	
PE	1,225,368	1,773,959
EWC	1,873,180	2,400,286
SUB-TOTAL	18,457,602	22,645,008

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4 MISCELLANEOUS INCOMES

Note 4 OTHER RECEIPTS	SCHOOL FUND	
	2023	2022
	Kshs	Kshs
BURSARY	734,070	-
RENT INCOME	123,500	10,000
WORKER WELFARE	350,507	18,000
COFEE ACCOUNTS	19,100	-
BUS FUND	453,000	302,977
ACADEMIC PROGRAMMES	3,548,530	930,400
TENDER FEE	11,000	923,350
DONOR FUND	15,600	-
RD CHEQUES	2,500	-
STUDENTS ID	54,500	-
DAMAGES	237,809	14,000
PRE-PAID FEES	787,655	638,188
ARREARS RECOVERED	503,603	-
LOANS/BORROWINGS	2,436,084	
Total	9,277,458	2,836,915

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Note5 PAYMENTS FOR

TUITION

	2023	2022
	Kshs	Kshs
TEXT BOOKS	-	-
EXERCISE BOOKS	-	795,860
INTERNAL EXAMS	608,110	212,180
LAB EQUIPMENTS	567,215	809,795
TEACHING & L. MAT.	-	58,200
CHALKS	-	21,600
BANK CHARGES	-	1,344
Total	1,175,325	1,898,979

Note 6 - PAYMENTS FOR

OPERATION

	2023	2022
	Kshs	Kshs
DEVT -RMI	206,245	1,872,410
LTT	139,198	179,700
EWC	456,482	562,000
ACTIVITY	73,598	629,510
PERSONAL EMOLU.	1,708,763	3,011,612
ADM. COST	481,605	713,143
MEDICAL & INS.	265,429	265,088
TUITION	-	300,000
SCHOOL FUND	200,000	
WINAS SACCO LTD	26,200	
PAYE	41,956	
NHIF	27,050	
NSSF	107,712	
WORKERS WELFARE	526,901	
KUDHEIHIA	28,200	
TOTAL	4,289,339	7,533,463

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Note 7 – BOARDING EQUIPMENT AND STORES		SCHOOL FUND	
	2023	2022	
	Kshs	Kshs	
UNIFORM	2,227,900	2,312,900	
DEVELOPMENT -MI	529,916	-	
ACTIVITY	600,031	597,293	
B.E AND STORES	11,515,776	8,767,237	
LT&T	1,244,764	2,272,872	
ADMIN COST	1,111,787	1,960,335	
PA	238,560	-	
GRATUITY SAVINGS	500,000	12,320	
FARM A/C	62,930	588,995	
ARREARS RECOVERED	-	871,535	
PE	2,482,130	3,881,747	
EWC	987,618	1,937,942	
BURSARY	652,070	302,200	
RENT INCOME	-	204,560	
WORKER WELFARE	330,507	343,611	
COFEE ACCOUNTS	26,000	-	
BUS FUND	577,366	265,000	
ACADEMIC PROGRAMMES	2,150,218	2,272,872	
TENDER FEE	-	7,000	
DAMAGES	100,000		
PRE-PAID FEES	399,115		
CREDITORS PAID	310,000		
LOANS/BORROWINGS	983,126		
TOTAL	27,029,814	2,655,4926	

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8 Bank Accounts

Name of Bank, and Branch	Account Name	Bank Account Number	2023	2022
			Kshs	Kshs
Bank KCB .BRANCH EMBU .TUITION c/f	Tuition	1102864145	(11,549)	-
Bank KCB BRANCH EMBU TUITION c/f	Tuition	1102864145	-	97,215
Bank KCB BRANCH EMBU OP C/f	Operation	110286930	488,690	-
Bank KCB BRANCH EMBU.OP C/f	Operation	1102869309	(42,008)	-
Bank KCB .BRANCH EMBU SF C/f	School Fund	1102973769	546,064	516,783
Total Bank Balances			981,197	613,998

9 Cash In Hand

Description	2023	2022
	Kshs	Kshs
SCHOOL FUND	684,765	8,800
OPERATION	494	6,200
TOTAL CASH BALANCES	685,259	15,000

10 Short Term Investments

Description	2023	2022
	Kshs	Kshs
Inv/ SAVINGS ACC no,,,,,,,,,,,,,	-	-
Inv/ SAVINGS ACC no,,,,,,,,,,,,,	-	-
Total	-	-

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11 Accounts Receivable (disclosure)

Note 11-Accounts Receivable

DESCRIPTION	2023	2022
	ksh	ksh
SCHOOL FUND -FEES DEBTORS	16,176,274	14,606,960
SCHOOL FUND - ADVANCES		
SCHOOL FUND - DR SUSPENSE		
TOTAL ACCOUNTS RECEIVABLE	16,176,274	14,606,960

Includes an ageing of the fees arrears below

DESCRIPTION	2023	2,022
	Ksh	Ksh
FEES ARREARS FOR CURRENT YEAR (LISTED)	2,072,917	5,732,295
FEES ARREARS FOR THE PREVIOUS YEAR	5,228,692	524,975
FEES ARREARS FOR PRIOR PERIODS (OVER TWO YEARS)	8,874,665	8,349,690
TOTAL	16,176,274	14,606,960

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12 Accounts Payable (disclosure)

DESCRIPTION	2023	2022
	Ksh	Ksh
SCHOOL FUND -PREPAID FEES	787,655	604,027
TRADE CREDITORS -SCHOOL FUND	9,382,475	8,096,070
TRADE CREDITORS -OPERATION	5,698,985	4,993,785
TRADE CREDITORS - TUITION	1,330,330	1,330,330
LESS: PRE-PAID FEES	(787,655)	(604,027)
	16,411,790	14,420,185

an ageing of the trade creditors

Description	2023	2022
	Ksh	Ksh
TRADE CREDITORS FOR CURRENT YEAR	2,301,605	2,466,140
TRADE CREDITORS FOR THE PREVIOUS YEAR	2,156,140	2,893,788
TRADE CREDITORS FOR PRIOR PERIODS (OVER TWO YEARS)	11,954,045	9,060,257
TOTAL	16,411,790	14,420,185

13 Fund Balance Brought Forward

DESCRIPTION	2023	2022
	Kshs	Kshs
BANK BALANCES	571,990	129,544
CASH BALANCES	15,000	563,100
Total	586,990	692,644

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Other important disclosure notes

14 Non-current Liabilities Summary

DESCRIPTION	2023	2022
	Kshs	Kshs
BANK LOAN(S)	-	-
OUTSTANDING LEASES	-	-
HIRE PURCHASE	-	-
GRATUITY AND LEAVE PROVISION	-	-
TOTAL	-	-

15 Biological assets

DESCRIPTION	Numbers	2023	2022
		Kshs	Kshs
CATTLE	5	350,000	675,000
GOATS			
TREES	50	250,000	500,000
COFFEE OR TEA BUSHES	471	200,000	200,000
PIGS	5	75,000	75,000
TOTAL		875,000	1,450,000

16 Borrowings

Description	2,023	2,022
	KShs	KShs
BORROWING AT BEGINNING OF THE YEAR	-	-
BORROWINGS DURING THE YEAR	-	-
REPAYMENTS OF DURING THE YEAR	-	-
BALANCE AT END OF THE YEAR	-	-

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17 Stock/ Inventory

DESCRIPTION	2,023	2,022
	KShs	KShs
STOCK/ INVENTORY AT BEGINNING OF THE YEAR	1,725,412	1,340,904
STOCK/ INVENTORY PURCHASED DURING THE YEAR	34,167,845	33,167,345
STOCK/ INVENTORY ISSUED DURING THE YEAR	35,893,257	32,782,837
BALANCE AT END OF THE YEAR	0	1,725,412

18 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

 13/04/2020

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19. Annexes

Annex I - Analysis of Pending Accounts Payable

				Outstanding Balance	Outstanding Balance	Comments
	Original Amount	Date Contracted	Amount paid To-Date	2,023	2,022	
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Names of suppliers who supplied Materials and/service for Construction of buildings/works						
RITAM	115,000		-	115,000	115,000	
Sub-Total- Construction Supplies	115,000		-	115,000	115,000	
Names of suppliers who supplied Common user goods						
AMINA HASSAN	2,857,540	6.6.2021	358,400	2,499,140	2,283,340	
FLORENCE KARATI	1,135,520		-	1,135,520	1,135,520	
DANIEL MURITHI	1,810,210		359,595	1,450,615	1,284,005	
JANE AM MURIIHI	1,180,700		-	1,180,700	1,180,700	
WORKERS SALARIES	3,835,412		1,930,000	1,905,412	-	
PRIME MATRSS	646,000		-	646,000	646,000	
LANES	592,500		-	592,500	592,400	
RANCIS AUT	126,300		-	126,300	126,000	
JELAHNNI UNIFORMS	98,230		50,000	48,230	48,230	
LUCY MUNYI	50,000		50,000	-	50,000	
BITTECT	126,260		-	126,260	187,080	
KENBLEST PROCESSORS	480,000		336,000	144,000	192,000	
KIAMU AGENCIES	230,690		-	230,690	-	
PYRAMID CONSULTANTS	217,500		-	217,500	217,500	

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JOMUBIZ ENT	22,200		22,200	-	22,200	
LIZPAR SUPPLIES	152,830		-	152,830	152,830	
POLYGRAM	182,650		113,500	69,150	136,100	
ARCHIMEDES ELITE BKSHOP	1,379,840		451,575	928,265	1,201,610	
KYENI WATER CO	240,200		-	240,200	240,200	
WEAVER BIRD	2,946,940		-	2,946,940	2,946,940	
FRANCIS NJERU	57,770		57,770	-	57,770	
ADVALTEX LTD	127,500		120,000	7,500	120,000	
MADRID GENERATORS	15,600		15,600	-	15,600	
EDMATEC TECH	37,500		-	37,500	-	
AMAZON FIRE SERVICES	110,000		-	110,000	110,000	
IMANI STORES	350,000		320,000	30,000	350,000	
NAWIRI SACCO LTD	1,396,479		660,479	736,000	-	
Sub-Total-User Goods Supplies	20,406,371		4,845,119	15,561,252	13,296,025	
Names of suppliers who supplied Common user Services						
KEGONGE TEAHERS	11,280			11,280	11,280	
NOPETECH GENERALS	173,600		101,000	72,600	54,500	
SIPILIAN WACHIRA	185,000		185,000	-	185,000	
ABIUD NDWIGA	152,500		152,500	-		
JOSMAN ENTERPRICS	28,851		-	28,851	28,851	
ENDIMATECH TECHNOLOGIES	37,500		-	37,500	37,500	
CALORINE MBUNGU	163,400		163,400	-	163,400	
APEX GARMENTS	275,000		-	275,000		
DAVEIETRONICS NETWORK	12,000		12,000	-	12,000	
WORKERS SALARY(COVID)	747,417		-	747,417	747,417	
STARDAND MEDIA	43,500		-	43,500		

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MARTIN KINYUA	9,990		9,990	-	9,990	
COPY CAT	196,040		-	196,040		
MULTICIRCUIT	-		-	-	110,000	
OKAM CAR SEAT	-		-	-	54,000	
TRIMARCH INV	200,000		200,000	-	200,000	
LAWRENCE KINYUA	61,190		25,890	35,300	25,890	
LILAN SUPPLIES	494,500		50,000	444,500	-	
GLO BRAND DESIGNS	195,000		98,000	97,000	-	
Sub-Total -Common user Services	2,986,768		997,780	1,988,988	1,639,828	
Grand Total	23,508,139		5,842,899	17,665,240	15,050,853	

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Annex 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Historical Cost b/f	Additions during the year to June	Disposals during the year to June	Historical Cost c/f
	(Kshs)	2022	2022	(Kshs)
	1st July	(Kshs)	(Kshs)	30th June
	2021			2022
LAND 1	7,000,000.00	-	-	7,000,000.00
BUILDINGS AND STRUCTURES	99,100,000.00			99,100,000.00
MOTOR VEHICLES	8,000,000.00			8,000,000.00
OFFICE EQUIPMENT, FURNITURE AND FITTINGS	75,000.00			75,000.00
ICT EQUIPMENT, AND OTHER ICT ASSETS	325,000.00			325,000.00
TOOLS AND APPARATUS	105,000.00			105,000.00
TEXTBOOKS	568,370.00			568,370.00
OTHER MACHINERY AND EQUIPMENT	680,000.00			680,000.00
HERITAGE AND CULTURAL ASSETS				-
INTANGIBLE ASSETS- SOFT WARE	510,000.00			510,000.00
Total	116,363,370.00	-	-	116,363,370.00