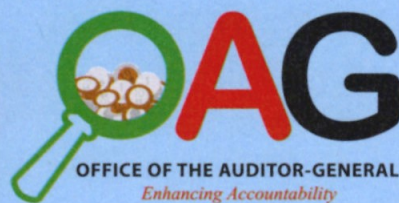


REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

24 JUN 2026

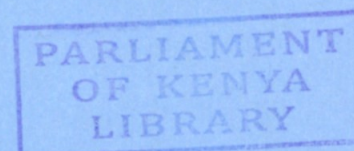
DAY.
Wednesday

TABLED BY: Hon. Owen Boya (Deputy Leader of the Majority Party)

CLERK-AT THE TABLE: Anastacia

THE AUDITOR-GENERAL

ON



TULWET SECONDARY SCHOOL

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

NAKURU COUNTY



TULWET SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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

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

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TULWET SECONDARY SCHOOL

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

1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

TULWET SECONDARY SCHOOL

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 05/2013 under registration number PU/S/2/9643/13 and is currently categorized as a Sub County public school established, owned or operated by the Government.

The school is a day school and had 229 numbers of students as at 30th June 2024. It has one stream and nine teachers of which three 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 Member	Designation	Date of appointment
1	Mr. Wilson Kipsigei Bii	The Chairman	22nd June 2022
2	Mr. Samuel Mwangi Muchina	Secretary - Principal	22nd June 2022
3	Mr. Benard Kiplangat Soi	Vice Chairman	22nd June 2022
4	Mr. Joel Ole Bonge	PA Chairman	22nd June 2022
5	Ms Chepkurui Chepsit Sarah	Parents/Local Community Rep.	22nd June 2022
6	Mr. Geoffrey Kipngetich Rotich	Parents/Local Community Rep.	22nd June 2022
7	Ms. Mercy Chepngetich	Parents/Local Community Rep.	22nd June 2022
8	Ms Christine Chepkurui Rotich	Parents/Local Community Rep.	22nd June 2022
9	Mr. Philip Kipkorir Mutai	Parents/Local Community Rep.	22nd June 2022
10	Ms Chemutai Evaline	CEB Representative	22nd June 2022
11	Ms. Cheruiyot Vickey	Teacher representative	22nd June 2022
12	Ms Alice Sigai	Sponsor Rep.	22nd June 2022
13	Ms Ann Chepngeno Ruto	Sponsor Rep.	22nd June 2022
14	Mr. Cosmas Cheruiyot Bett	Sponsor Rep.	22nd June 2022
15	Mr. Joseph Kibet Mutai	Special Needs representative	22nd June 2022
16	David Kirui	Parents Representative	22nd June 2022
17	Sarah Chepngetich Chumo	Parents representative	22nd June 2022
18	Student's Chair	Student Rep	22nd June 2022

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****The functions of the School Board of Management are to:**

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

(c) Committees of the Board

	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr. Wilson Kipsigat Mr. Joel Bongei Mr. Samuel Mwangi Ms Chemutai Evaline Ms Alice Sigei	Chairman. v. Chairman. Secretary Member Member	1 out of 4
2	Audit Committee	Mr. Philip Kipkorir Mr. Geoffrey Rotich Ms. Mercy Chepngetich Mr. Samuel Mwangi	Chairman. v. Chairman. Secretary Member	1 out of 4
3	Finance,procurement and general purposes Committee	Mr. Benard Kiplangat Ms. Mercy Chepngetich Mr. Joseph Kibet Mr. Samuel Mwangi	Chairman. v. Chairman. Secretary Member	1 out of 4
4	Academic Committee	Mr. Cosmas Cheruiyot Mrs Sarah C Chepkirui David Kirui Ann Chepngeno Ruto	Chairman. v. Chairman. Secretary Member	1 out of 4
5	Development Committee	Mr. Geoffrey Rotich Mr. Joel Bongei	Chairman. v. Chairman.	1 out of 4

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

		Mr. Wilson Kipsigei Bii Ms Christine Chepkurui Mr. Samuel Mwangi	Secretary Member Member	
6	Discipline and welfare Committee	Mrs Alice Sigei Mrs Vicky Koskei Sarah Chepngetich Mr. Samuel Mwangi	Chairman. v. Chairman. Secretary Member	1 out of 4
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Samwel M. Mwangi	TSC No. 388424
2	Deputy Principal	No a Substantive deputy	TSC No.
3	School Bursar/Accounts clerk	Alice Chemutai	ICPAK No. n/a
4	Other (specify)		

(e) Schools contacts

Post Office Box: 59 - 20131
Telephone: 0722687404
E-mail: tulwets@gmail.com
Website: XXXXXXXX
Facebook:
Twitter:

TULWET SECONDARY SCHOOL

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

(f) School Bankers

1. Name of Bank: Imarisha Sacco
 Branch: Keringet
 Account Number: 5040189005

2. Name of Bank: National Bank
 Branch: Molo
 Account Number: 01025094791200

3. Name of Bank: National Bank
 Branch: Molo
 Account Number: 01025094791201

4. Name of Bank: National Bank
 Branch: Molo
 Account Number: 01022094791200

5. Name of Bank: Equity Bank
 Branch: Molo
 Account Number: 0230163314568

(g) Independent Auditors

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

TULWET SECONDARY SCHOOL

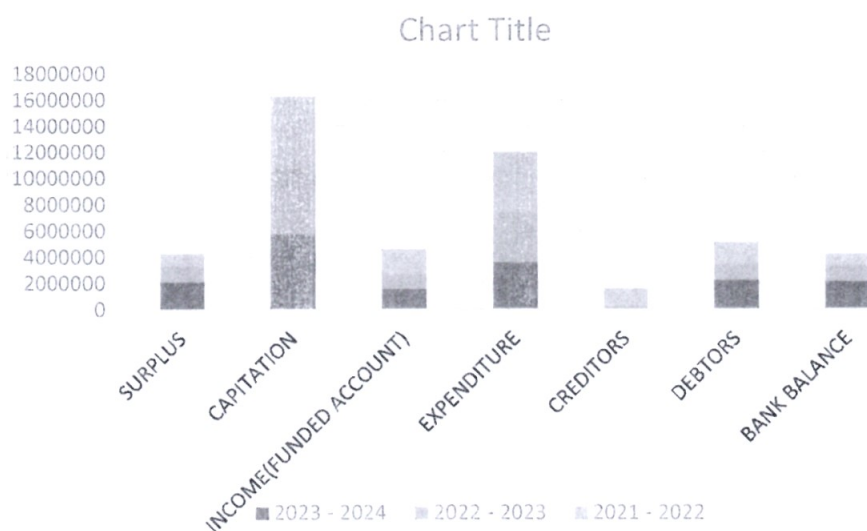
Annual Report and Financial Statements For the year ended 30th June 2024

3. Summary Report of Performance of The School

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

a) Financial performance:

	SURPLUS	CAPITATION	INCOME(FUNDED ACCOUNT)	EXPENDITURE	CREDITORS	DEBTORS	BANK BALANCE
2023 - 2024	2141818.73	5745527.22	1581059.05	3603708.49	107420	2249239	2141818.73
2022 - 2023	1226371	5020121	1092132	3793750	184035	1204235	1172731
2021 - 2022	947049	5544503	1956068	4595454	1343835	1655357	965610



b) Teacher Student ratio:

Teacher student ratio	Teachers recruited	Teachers posted	Teachers transferred	Teachers retired	Teachers employed by the BOM
1:38	0	0	0	0	2

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

Subject	No. of teachers	Short fall
English	1	0
Kiswahili	1	0
Maths	2	0
Biology	0	1
Physics	0	1
Chemistry	1	0
History	1	0
Geography	0	1
CRE	2	0
Agriculture	0	0
Business Studies	1	0

c) The mean score in the 2024 KCSE:

YEAR		A-	B+	B	B-	C+	C	C-	D+	D	D-	E	Z	ALL	MC	ME
2021	0	0	0	0	1	0	1	0	1	5	19	7	0	34	2.29	D-
2022	0	0	0	0	0	2	2	0	5	8	21	14	0	52	2.42	D-
2023	0	0	0	0	0	0	0	1	2	7	15	16	0	41	1.95	D-

- Three students for the last three years have transited to the state university.
- The others have joined the TVET colleges.
- The mean score improved in the year 2022 but dropped in the year 2023 but the school management and the stake holders has put clear interventions to arrest the situation.

d) Number of Candidates in the 2024 KCSE:

KCSE YEAR	2021	2022	2023
NUMBER OF STUDENTS	34	52	41

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024**

e) The capacity of the school:

	STUDENTS	TOILETS (DOORS)	RATIO	LARATORY
BOYS	104	6	1:17	1
GIRLS	125	4	1:31	
TOTAL	229	10		

Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Sixty Students Lockers & Chairs	MOE	Done	300,000	300,000	Done
Sixty Laboratory Stools	MOE	Done	48000	48,000	Done
Eight Teachers Teaching Tables	MOE	Done	25800	25,800	Done

Dr Richard K Langat *KRL*

School Principal

TULWET SECONDARY SCHOOL

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

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 Tulwet Secondary School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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


.....
Name: METHUSEAN C. LANGAT ROND
Designation: Chairman, School Board of Management
Date: 17/03/2026


.....
Name: Dr. Richard K. Langat
Designation: School Principal & Secretary to Board of Management
Date: 17/03/2026


.....
Name: CHEMUTAI AUCE
Designation: Bursar/ Finance Officer
Date: 17/03/2026

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 TULWET SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - NAKURU COUNTY

PREAMBLE

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

- A. Report on 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 IPSAS financial statements of Tulwet Secondary School set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at

30 June, 2024, and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Inaccuracies of the Financial Statements

Review of the financial statements revealed the following misstatements;

i. Variances in Opening Balances

Variances were noted between the financial statements for the period under review and prior year (2022-2023) financial statements as detailed below:-

Item	Opening Balance as per 2023/2024 Financial Statements (Kshs)	Amount as per 2022/2023 Financial Statements (Kshs)	Variance (Kshs)
Statement of receipts and payments			
Government grants for infrastructure	645,440	0	645,440
School fund income- Other receipts	0	645,440	(645,440)
School fund income-Parents' contributions	939,591	1,092,132	(152,541)
Boarding and school fund payments	-	1,050,960	(1,050,960)
Surplus/ deficit	1,073,830	3,847,390	(2,773,560)
Statement of assets and liabilities			
Accounts receivable	1,204,225	1,144,723	59,502

Accumulated fund brought forward	2,192,922	2,501,490	(308,568)
Surplus/ deficit for the year 2022/2023	1,073,830	1,172,731	(98,901)
Statement of cash flows			
Government grants for infrastructure	645,440	0	645,440
School fund income- Parents contribution/fees	939,591	1,092,132	(152,541)
Boarding and school fund payments	997,320	1,050,960	(53,640)
School fund income-Other receipts	-	645,440	(645,440)
Cash and cash equivalents at the beginning of the year 2022/2023	965,616	1,172,731	(207,115)
Note 4- School Fund Income-Parents' contribution			
Lunch program	727,549	880,090	(152,541)
Note 6- Tuition payments			
Text books	54,550	0	54,550
Reference materials	93,640	0	93,640
Note 7- Operations Payments			
Personal emoluments	360,000	0	360,000
Service gratuity	968,400	0	968,400
Admin Cost	912,100	0	912,100
Repairs, maintenance and improvement	0	360,000	(360,000)
Local transport/travelling	0	968,400	(968,400)
Electricity and water	0	912,100	(912,100)

Note 9-Boarding and School Fund			
Repairs and improvements	0	39,000	(39,000)
Bank charges	1,800	2,040	(240)
Operation	0	14,400	(14,400)
Note 13-Fund balance brought forward			
Receivables	1,204,225	1,144,724	59,501
Annex 1- Analysis of pending accounts payable (Total)	405,550	184,035	221,515
Annex 2- Summary of fixed assets register (total)	26,580,201	26,013,000	(567,201)

ii. Casting Errors

Variances were found between the financial statements and recomputed amounts as detailed below: -

Item	Financial statements amount (Kshs)	Recomputed amount (Kshs)	Variance (Kshs)
Statement of cash flows			
Cash and cash equivalents at end of FY 2022/2023	1,172,731	2,246,562	(1,073,831)
Cash and cash equivalents at end of FY 2023/2024	2,141,819	3,706,070	(1,564,251)
Note 6			
Total Tuition payments	555,450	703,640	(148,190)

iii. Variances between Statement of Receipts and Payments and the Ledger

The statement of receipts and payments amounts varied with the ledger as shown below;

Item	Amount per Statement of Receipts and Payments (Kshs.)	Amount per ledger (Kshs.)	Variance (Kshs)
Government grants for tuition	691,582	494,869	196,713

Government grants for operations	2,681,086	2,391,680	289,406
Government grants for infrastructure	791,800	200,000	591,800
School fund income-parents' contribution	1,581,059	1,486,247	94,812
Tuition Payments (Note 6)- Teaching and learning materials	45,600	236,090	(190,490)
Operations payments	1,644,614	1,322,090	322,524

- iv. The statement of budgeted versus actual amounts presents same amounts in respect of final budget and actual on comparable basis amounts. In addition, the actual on comparable basis amounts are inconsistent with the statement of cash flows. Hence the amounts in the statement of budgeted versus actual amounts could not be confirmed;
- v. The statement of receipts and payments reflects boarding and school fund income-parents' contribution amount of Kshs.1,581,059 as disclosed in Note 4 to the financial statements which includes lunch program of Kshs.1,486,246, against an expected amount of Kshs.3,010,020 resulting in unexplained variance of Kshs.1,523,774. The expected amount was computed by multiplying the fees charged per student per term, as per the fee structure, by the student enrollment per term as per the school's register;
- vi. The statement of receipts and payments reflects school fund income-parents' contributions, operations payments and boarding and school fund payments of Kshs.1,581,059, Kshs.1,644,614 and Kshs.1,137,733 respectively. However, review of ledgers, bank statements and cashbook revealed that the School recognized the receipts and payments only when cash was actually received or paid out, contrary to the recognition of receipts and payments policy set out by IPSAS; and
- vii. Annex 2 of the financial statements reflects summary of fixed assets register with historical balance of Kshs.26,013,000. This balance includes additions during the year totaling Kshs.567,201. However, the payment vouchers, purchase orders, invoices and goods received notes were not provided for audit review.

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

2. Unsupported Expenditure on Tuition and Operations

The statement of receipts and payments reflects payments for tuition and operations of Kshs.429,841 and Kshs.1,644,614 as disclosed in Notes 6 and 7 to the financial statements respectively. However, examination of payment vouchers revealed payments amounting to Kshs.588,991 were paid without proper supporting documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes, and acknowledgement of payments.

In the circumstances, the regularity, accuracy and completeness of payments amounting to Kshs.588,991 could not be confirmed.

3. Unsupported Cash and Cash Equivalents Balance

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.2,141,819 as disclosed in Note 10 to the financial statements. Included in the balance are tuition, operations, school fund and infrastructure account balances of Kshs.261,740, Kshs.1,036,472, Kshs.443,326, and Kshs.400,280 respectively. However, the balances were not supported with board of survey report and bank reconciliation statements. Further, Nil balances are reflected for three (3) bank accounts held by the School. However, the accounts status was not confirmed as bank statements, bank correspondences and bank certificates were not provided for audit review.

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

4. Unsupported Accounts Payable Balance

The statement of assets and liabilities reflects accounts payable balance of Kshs.107,420 as disclosed in Note 14 to the financial statements. However, the balance was not supported with local purchase orders, invoices, delivery notes, counter receipt vouchers and inspection and acceptance reports.

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.107,420 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Tulwet Secondary 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 pages ii to x which comprise of Key School Information and Management, Summary Report of Performance of the School, and the 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. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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 thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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. Late Submission of Financial Statements to the Auditor-General

During the year under review, Management submitted the financial statements to the Auditor-General on 09 October, 2024 instead of the statutory deadline of 30 September 2024. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements. In the circumstances, Management was in breach of the law.

2. Late Transfer/ Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.2,681,086 as disclosed in Note 2 to the financial statements. Included in the amount is Kshs.2,391,680 from the Ministry of Education credited in the operations bank account, out of which funds totaling Kshs.525,900 in respect of maintenance and improvement funds were to be transferred to the infrastructure bank account for maintenance and improvement of the school's facilities. However, review of bank statements revealed that the School only transferred a total of Kshs.200,000 with a balance of Kshs.325,900 not transferred. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

3. Unapproved Fees on Personnel Emoluments- Parents' Contribution

The statement of receipts and payments reflects school fund income- parents' contributions amount of Kshs.1,581,059 as disclosed in Note 4 to the financial statements which includes personnel emoluments amount of Kshs.142,420. However, review of the School records revealed that an amount of Kshs.1,540 per student per term was charged for personnel emoluments, which was not approved by the Ministry of Education through the County Education Board. This is contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that a parent will only pay for school uniforms, boarding related costs as reflected in the boarding fee structure and lunch for the day scholars. Further, approval from the cabinet secretary for the fees charged on personnel emoluments was not provided for audit review.

In the circumstances, Management was in breach of the Government Guidelines.

4. Failure to Post Bursary Allocations to Students' Fee Ledger

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.2,249,239, in respect of fees arrears as disclosed in Note 13 to the financial statements. However, review of bursary disbursement schedules provided for review revealed that various students enrolled in the School were beneficiaries of bursary allocations from the County Government of Nakuru, Kuresoi South constituency NG-CDF and other private entities. Although physical receipts were issued indicating the bursary amount received in favour of the beneficiary students, it was not possible to identify the disbursing entities as the receipts lacked precise narration. In addition, students' fee ledger/ statements were not maintained, therefore impossible to confirm whether the amounts were offset against the beneficiary students' fees.

In the circumstances, it was not possible to confirm whether the amounts were offset against the beneficiary students' fees.

5. Under Funding of Government Grant for Tuition and Operations

The statement of receipts and payments reflects government grants for tuition and operations amount of Kshs.691,581 and Kshs.2,681,086 as disclosed in Note 1 and Note 2 to the financial statements respectively, totaling Kshs.3,372,667. The amount includes balances brought forward for tuition and operations accounts of Kshs.196,713 and Kshs.289,406, therefore actual capitation receipts in the year being Kshs.494,869 and Kshs.2,391,680 respectively, totaling Kshs.2,886,549. Review of the School's enrolment records confirmed an average of 222 students during the year. According to the 2023 Free Day Secondary Education (FDSE) Implementation Guidelines, each student is allocated a capitation of Kshs.22,244 annually, hence an expected amount of approximately Kshs.4,938,168 resulting to the School being under-funded by Kshs.2,051,619.

In the circumstances, the underfunding may cause the School not meet obligations when they fall due.

6. Lack of a Procurement Plan

The statement of receipts and payments reflects total receipts and payments amounts of Kshs.5,745,527 and Kshs.3,603,708 respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

7. Unstructured Procurement Processes

Review of the procurement records during the year revealed the following anomalies:

- i. Procurement proceedings were commenced without evidence of confirmation that funds were available to meet the obligations of the resulting contracts.
- ii. There was no documented needs assessment to justify the procurement requirements.
- iii. The school did not maintain or update a list of registered suppliers, contractors and consultants according to its procurement needs.
- iv. The school exclusively applied direct procurement without documented justification demonstrating that the circumstances prescribed under the Act were met.

In the circumstances, the School procurement process may be subjected to lack of competitive procurement, inflated prices, irregular expenditure, and possible loss of public funds.

8. Non-Compliance with Law on Affirmative Action

i. Failure to Observe Ethnicity Balance

During the year under review, employee records provided for audit review showed that all eight (8) employees employed by the board were from the same ethnic community, contrary to section 7 of the National Cohesion and Integration Act 2008 which states that no public establishment shall have more than one third of its staff from the same ethnic community.

ii. Failure to Observe Persons with Disability Thresholds

During the year under review, the human resource records provided for audit, revealed that the entity had eight (8) staff employed by the board out of which none were persons with disabilities which is contrary to the Persons with Disability Act 2003 which states that at least five (5) percent of all appointments shall be to persons with disabilities.

In the circumstances, Management was in breach of law.

9. 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.

10. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. Annex 2 to the financial statements reflects summary of fixed assets register historical cost brought forward 1 July, 2021 and historical cost carried forward as at 30 June, 2023, which are inconsistent with the reporting period of 1 July, 2023 to 30 June, 2024.
- ii. The financial statements amounts are not rounded off to the nearest shilling.

In the circumstances, the financial statements as prepared and presented are not in compliance with IPSAS Reporting framework.

11. Irregular Transfer of funds to Kenya Secondary Schools Heads Association (KESSHA)

The statement of receipts and payments reflects payments for operations amount of Kshs.1,644,614 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.613,000 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, value for money transferred to KESSHA amounting to Kshs.613,000 could not be confirmed.

12. Unbalanced Budget

The statement of budgeted versus actual amounts reflects final receipts budget of Kshs.5,745,527. However, the statement reflects expenditure budgeted amount of Kshs.3,603,708, resulting to unbalanced budget contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which requires budget of a national government entity to 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 effects of matter 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 and functional Audit Committee

During the year under review, the School had audit committee but no meeting minutes to show that they met during the year. In addition, an internal audit unit was not yet constituted 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. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register with a balance of Kshs.26,580,201. However, this balance does not include the cost of the School's parcels of land. Further, the School does not have land ownership documents in form of title deeds.

In addition, Management did not prepare an updated fixed assets register to support the reported balance, and the assets at the school were not tagged for identification as control.

In the circumstances, the existence of effective measures in the management of assets could not be confirmed.

3. Ineffective Governance by the Board of Management

Review of the board of Management files provided for review revealed the following inefficiencies in governance and oversight of the school;

- i. Board of Management only met twice (2) during the financial year under review, contravening part 6 (1) of the fourth schedule of the Basic Education Act, 2013 which outlines that a Board of Management shall meet at least once every four months;
- ii. The Board of Management meeting held on 29 January 2024 was convened without the requisite fourteen (14) days' notice as stipulated under Part 6(2) of the fourth schedule of the Basic Education Act, 2013, which requires that every meeting of the Board of Management shall be convened by giving at least fourteen days' notice in writing to every member unless three quarters of the total members of a Board of Management otherwise agree;
- iii. There was no evidence of meetings held by the six (6) committees of the board in the year under review although the financial statements indicated that various meetings had been conducted;
- iv. The individual qualifications of the Board of Management members could not be ascertained, as their personal files did not contain copies of academic certificates or other relevant credentials. Further, the identities of the Board Members could not be verified since copies of their National Identification Cards or passports were not included in the respective files; and
- v. There was no evidence of approval of the budget for the year by the Board of Management.

In the circumstances, the effectiveness of the governance mechanism at the School could not be confirmed.

4. Inadequate Controls in the Management of School Text Books

During the year under review, the school received nine hundred and seventy-three (973) text books from the Ministry of Education against a requirement of one thousand, eight hundred and seventy-two (1872) textbooks based on student enrolment, resulting in an overall deficit of eight hundred and ninety-nine (899) textbooks across various subjects and classes. Further, there was no register of books within the School indicating the title of book, date acquired and the serial numbers. The records were not standardized, up to date and did not indicate the dates when the books were issued to students and/or returned. Further, physical verification conducted on 3 March, 2026 revealed that textbooks were stored in cartons in the store and were not systematically arranged.

In the circumstances, the School's text book management system could be weak.

5. Long Outstanding Accounts Receivable Balance

The statement of assets and liabilities reflects accounts receivable balance of Kshs.2,249,239 in respect to fees arrears as disclosed in Note 13 to the financial statements which includes Kshs.1,558,584 of the total receivables, representing

approximately sixty nine percent (69%) of the total receivables which had been outstanding for more than one (1) year.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and 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 Board of Management

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of 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

07 May, 2026

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

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

Description Of Vote Head	Note	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE, 2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	691,581.85	752,163
Government grants for operations	2	2,681,086.32	2,530,386
Government Grants for infrastructure	3	791,800.00	645,440
School fund income- parents' contributions	4	1,581,059.05	939,591
Miscellaneous incomes	5	-	
Total Receipts		5,745,527.22	4,867,580
Payments			
Tuition	6	429,841.00	555,450
Operations	7	1,644,614.00	2,240,980
Infrastructure	8	391,520.00	997,320
Boarding and school fund	9	1,137,733.49	
Total Payments		3,603,708.49	3,793,750
Surplus/Deficit		2,141,818.73	1,073,830

The school financial statements were approved on 17/03/2026 and signed by:



 Name: METHUSELAH C.
 LANGAT RONO
 Chair BOM

Date: 17/03/2026



 Name: Dr Richard Langat
 School Principal/ Secretary to
 BOM

Date: 17/03/2026



 Name: CHEMUTAI AUCE
 Bursar/ Finance Officer

Date: 17/03/2026

TULWET SECONDARY SCHOOL

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

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

Description	Note	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE, 2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	2,141,818.73	1,172,731
Cash balances	11	-	-
Short term investments	12	-	-
Total cash and cash equivalent		2,141,818.73	1,172,731
Account's receivables	13	2,249,238.73	1,204,225
Total financial assets (a)		4,391,057.46	2,376,957
Financial liabilities			
Accounts payables	14	107,420.00	184,035.00
Total Financial Liabilities (b)		4,283,637.46	2,192,922
Net financial assets (a-b)		107,420.00	184,035
Represented by			
Accumulated fund b/fwd	15	4,153,667.46	2,192,921.71
Surplus/deficit for the year		2,141,818.73	1,073,830.29
Net Assets		6,295,486.19	3,266,752

The school's financial statements were approved on 17/03/2024 and signed by:


 Name: METHUANI C.
 LANGAT ROND
 Chair BOM
 Date: 17/03/2024


 Name: Dr Richard Langat
 School Principal/ Secretary to
 BOM
 Date: 17/03/2024


 Name: CHEMUTAI AUCE
 Bursar/ Finance Officer
 Date: 17/03/2024

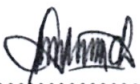
TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****8. Statement of Cash Flows for the Year Ended 30th June 2024**

Description	Note	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE 2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		691,581.85	752,163.05
Government grants for operations		2,681,086.32	2,530,385.92
Government grants for infrastructure		791,800.00	645,440.00
School fund income- parents contributions/ fees		1,581,059.05	939,591.32
Other income			
Total receipts		5,745,527.22	4,867,580.29
Payments			
Cash outflows for tuition		429,841.00	555,450.00
Cash outflows for operations		1,644,614.00	2,240,980.00
Cash outflows Boarding/lunch and school fund payments		1,137,733.49	997,320.00
Total payments		3,212,188.49	3,793,750.00
Net cash inflow/outflow from operating activities		2,533,338.73	1,073,830.29
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities		2,533,338.73	1,073,830.29
Net increase/decrease in cash and cash equivalents			
Cash and cash equivalent at beginning of the FY		1,172,731.42	1,172,731.42
Cash and cash equivalent at end of the FY		2,141,818.73	1,172,731.42

TULWET SECONDARY SCHOOL

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

The school's financial statements were approved on 17/03/2026 and signed by:


.....
Name: METHUSELANI C
LANGAT RONO
Chair BOM
Date: 17/03/2026


.....
Name: DR Richard Langat
School Principal/ Secretary to
BOM
Date: 17/03/2026


.....
Name: CHEMUTAI ALICE
Bursar/ Finance Officer
Date: 17/03/2026

TULWET SECONDARY SCHOOL

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

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials					
Exercise Books	110,676.00		110,676.00	110,676.00	100%
Laboratory Equipment	110,676.00		110,676.00	110,676.00	100%
Internal Exams	180,192.00		180,192.00	180,192.00	100%
Teaching / Learning Materials	93,324.80		93,324.80	93,324.80	100%
<i>Main Account (b/f)</i>	196,713.05		196,713.05	196,713.05	100%
Sub Total	691,581.85		691,581.85	691,581.85	100%
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	369,043.30		369,043.30	369,043.30	100%
Repairs And Maintenance	602,754.55		602,754.55	602,754.55	100%
Local Transport / Travelling	602,754.55		602,754.55	602,754.55	100%
Electricity And Water	817,128.00		817,128.00	817,128.00	100%
Medical					
Administration Costs					
Activity					
<i>Main Account (b/f)</i>	289,405.92		289,405.92	289,405.92	100%
Sub Total	2,681,086.32		2,681,086.32	2,681,086.32	100%

TULWET SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	A	B	C=A+B	D	e=d/a %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance &Improvement MoE	200,000.00		200,000.00	200,000.00	100%70%
M&I parents' contribution					
Economic Stimulus Programs					
<i>Main Account (b/f)</i>	591,800.00		591,800.00	591,800.00	100%
Sub Total	791,800.00		791,800.00	791,800.00	100%
(4) Fees Charged on Parents					
Lunch Program	1,486,246.60		1,486,246.60	1,486,246.60	100%
Personnel Emoluments					
Local Transport / Travelling					
Electricity And Water					
Medical					
Administration Costs					
Activity					
<i>Main Account (b/f)</i>	94,812.45		94,812.45	94,812.45	100%
Sub Total	1,581,059.05		1,581,059.05	1,581,059.05	100%
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					
Income From Posho Mill					

TULWET SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	e	f	g=h+i	j	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire					
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income	5,745,527.22		5,745,527.22	5,745,527.22	100%
(6) Expenditure For Tuition					
Textbooks	42,300.00		42,300.00	42,300.00	100%
Reference Materials					
Exercise Books	54,550.00		54,550.00	54,550.00	100%
Laboratory Equipment	193,401.00		193,401.00	193,401.00	100%
Internal Exams	93,640.00		93,640.00	93,640.00	100%
Teaching / Learning Materials	45,600.00		45,600.00	45,600.00	100%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges	350.00		350.00	350.00	100%
Sub Totals	429,841.00		429,841.00	429,841.00	100%
(7) Expenditure For Operations					
Personnel Emoluments					
Repairs, Maintenance & Improvements	200,000.00		200,000.00	200,000.00	100%
Local Transport / Travelling	859,000.00		859,000.00	859,000.00	100%

TULWET SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	10,000.00		10,000.00	10,000.00	100%
Medical	445,524.00		445,524.00	445,524.00	100%
Administration Costs	129,500.00		129,500.00	129,500.00	100%
Activity Expenses					
Gratuity					
Bank Charges	590.00		590.00	590.00	100%
Sub Totals	1,644,614.00		1,644,614.00	1,644,614.00	100%
(8) Expenditure For infrastructure					
Others	17,600.00		17,600.00	17,600.00	100%
RMI	373,800.00		373,800.00	373,800.00	100%
Construction of DORMS					
Purchase of furniture					
Bank Charges	120.00		120.00	120.00	100%
Sub Totals	391,520.00		391,520.00	391,520.00	100%
(9) Expenditure For school fund/lunch/boarding					
Boarding Equipment and Stores					
Repairs, Maintenance and Improvements					
Local Transport / Travelling					
Electricity, Water and Conservancy					
Medical Expenses					
Administration Costs					

TULWET SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Activity					
Gratuity					
Lunch Programme	690,350.00		690,350.00	690,350.00	100%
Personnel Emoluments	443,640.00		443,640.00	443,640.00	100%
Expenditure For Income Generating Activity					
Insurance Costs					
Other Expenses On Investments					
Rent Expenses					
Bank Charges					
Loan Interest Repayment					
Bank Charges	3,743.49		3,743.49	3,743.49	100%
Sub Totals	1,137,733.49		1,137,733.49	1,137,733.49	100%
TOTAL	3,603,708.49		3,603,708.49	3,603,708.49	100%

TULWET SECONDARY SCHOOL

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

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which

TULWET SECONDARY SCHOOL

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

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.

TULWET SECONDARY SCHOOL

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

TULWET SECONDARY SCHOOL

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE, 2023
	Kshs	Kshs
Tuition	93,324.80	153,676.25
Exercise books	110,676.00	172,976.25
Laboratory equipments and apparatus	110,676.00	116,186.00
Teaching/learning materials	180,192.00	74,649.50
Main Account (b/f)	196,713.05	234,675.05
Others (<i>specify</i>)*		
Total	691,581.85	752,163.05

2 Government Grants for Operations

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE, 2023
	Kshs	Kshs
EWC		40,000.00
LT @T	369,043.30	5,000.00
RMI	602,754.55	
Personal emolument	602,754.55	541,652.55
Admin cost	817,128.00	599,153.05
Activity		510,410.55
Contingencies		601,048.30
Bank Balance (b/f)	289,405.92	233,121.47
Total	2,681,086.32	2,530,385.92

3 Government Grants for infrastructure

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE, 2023
	Kshs	Kshs
Maintenance and Improvement	200000	360000
Transition infrastructure Grants		
Main Account (b/f)	591800	285440
Economic stimulus grants		
Other (<i>specify</i>)(NGCDF and County govt.		
Total	791800	645440

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****4 School Fund Income - Parents Contribution/Fees**

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE, 2023
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance		
Local transport / travelling		
Electricity and water		
Lunch Program	1,486,246.60	727,548.87
Administration costs		
Activity		
Fee on Boarding Equipment and stores		
Main Account (b/f)	94,812.45	212,042.45
Others (specify)		
Total	1,581,059.05	939,591.32

5 Miscellaneous Incomes

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE, 2023
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	-
Total	-	-

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****6 Tuition**

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE, 2023
	Kshs	Kshs
Exercise Books	42,300.00	
Textbooks	54,550.00	54,550.00
Reference materials	93,640.00	93,640.00
Laboratory Equipment	193,401.00	234,590.00
Teaching / Learning Materials	45,600.00	320,500.00
Exams And Assessment		-
Teachers Guides		
Bank Charges	350.00	360.00
Others (<i>specify</i>)		
Total	429,841.00	555,450.00

7 Operations

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE, 2023
	Kshs	Kshs
Personnel Emoluments	200,000.00	360,000.00
Service Gratuity	859,000.00	968,400.00
Administration Cost	10,000.00	912,100.00
Repairs And Maintenance & Improvements	445,524.00	-
Local Transport / Travelling	129,500.00	-
Electricity And Water		-
Medical		-
Activity Expenses		
Bank Charges	590.00	480.00
Others (specify) (Bank Charges)		
Total	1,644,614.00	2,240,980.00

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****8 Infrastructure**

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE,2023
	Kshs	Kshs
Construction of classrooms		
Others	17,600.00	
RMI	373,800.00	39,000.00
Purchase of furniture		
Purchase of equipment		
Bank Charges		
Drilling of boreholes	120.00	240.00
Operation		14,400.00
Total	391,520.00	53,640.00

9 Boarding And School Fund

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE,2023
	Kshs	Kshs
Personnel Emoluments	443640	15,000.00
Service Gratuity		
Repairs And Maintenance & Improvements		
Local Transport / Travelling		
Electricity And Water		
Medical Expenses		
Administration Costs		
Lunch Programme	690350	980,520.00
Bank Charges		
Expenses On Income Generating Activities**		
Fee On Boarding Equipment and Stores		
Rent Expenses		
Insurance Cost (Life Property)		
Loan Interest Repayment		
Acquisition Of Assets		
PA expenses		
Others (specify) (Bank Charges)	3,743.49	1,800.00
Total	1,137,733.49	997,320.00

TULWET SECONDARY SCHOOL

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

Bank Accounts

Account Name & Currency	Status	Bank Account Number	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE,2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1025094791201	261,740.85	196,713.05
Operations Account	Active	1025094791200	1,036,472.32	289,405.92
School Fund Account/Boarding	Active	5040189005	443,325.56	94,812.45
Savings Account				
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account	Active	10022094791200	400,280.00	591,800.00
Total			2,141,818.73	1,172,731.42

10 Cash In Hand

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE,2023
	Kshs	Kshs
Notes and Coins		
Total	-	

11 Short Term Investments

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE,2023
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

TULWET SECONDARY SCHOOL

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

12 Accounts Receivable

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE,2023
	Kshs	Kshs
Fees Arrears	2,249,238.73	1,204,225.29
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	2,249,238.73	1,204,225.29

13 b) Ageing Analysis of Accounts Receivable

Description	1ST JULY 2023-30TH JUNE 2024		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of total	Comparative FY	% of the total
Less than 1 year	690655	41%	585,722.00	39%
Between 1- 2 years	585722	39%	301,102.62	20%
Between 2-3 years	391420	26%		0%
Over 3 years	581441.73	30%	317,400.97	25%
Total (should tie to note 13 a)	2,249,238.73	34%	1,204,225.59	21%

13 Accounts Payable

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE,2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	107,420.00	184,035.00
Prepaid Fees		
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (specify)		
Total	107,420.00	184,035.00

TULWET SECONDARY SCHOOL

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

14a. Ageing Analysis of Accounts Payable

Description	1ST JULY 2023- 30TH JUNE 2024		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	107420	15%	184035	13%
Between 1- 2 years				
Between 2-3 years				
Over 3 years				
Total (should tie to note 14)	107420	13%	184035	13%

14 Fund Balance Brought Forward

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE, 2023
	Kshs	
Bank Balances	2,141,818.73	1,172,731.42
Cash Balances	-	-
Short Term Investments		
Receivables	2,119,268.73	1,204,225.29
Payables	107,420.00	184,035.00
Total	4,153,667.46	2,192,921.71

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.

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****15 Non-current Liabilities Summary**

Description	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE 2023
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

16 Biological assets

Description	Numbers	1ST JULY 2023- 30TH JUNE 2024	1ST JULY 2022- 30TH JUNE 2023
		Kshs	Kshs
Cattle	5	100000	88000
Goats			
Trees	332	33200	33200
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total	337	133200	121200

17 Borrowings

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

Other important disclosure notes

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****18 Stock/ Inventory**

Description	1ST JULY 2023-30TH JUNE 2024	1ST JULY 2022-30TH JUNE,2023
	Kshs	Kshs
Food stuffs		
Lab consumables		
Farm produce		
Medication		
Construction Materials		
Others (specify)		

19 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

17/3/2026

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

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Invoice	Date of Invoice	Amount Paid	Outstanding Balance	Outstanding Balance	Comments
	a	b	c	d=a-c	e=d-a	
	Kshs		Kshs	Kshs		
Supply of goods						
LIGHT KURESOI BOOK CENTRE	207535	20/05/2019	170000	37535	87550	Shall pay when funds are available
POMBO ENTERPRISES	105000	05/03/2019	75115	29885	95000	Shall pay when funds are available
SHANICE GENERAL SUPPLIES	256000	04/06/2020	249500	6500	91000	Shall pay when funds are available
TECHONOTEC ENERGY SYSTEMS	60000	03/02/2020	52500	7500	60000	Shall pay when funds are available
ELIMU PLANET STATIONARY & ACCESSORIES	26728	06/05/2019	6728	20000	20000	Shall pay when funds are available
Sub-Total	655263		553843	101420	353550	
Supply of services						
MAJESTIC FIRE ENGINEERS	101000	05/06/2019	95000	6000	52000	Shall pay when funds are available
Grand Total	756263		648843	107420	405550	

TULWET SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****Annex 2 – Summary of Fixed Assets Register**

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th JUNE 2023
Land 1						
Land 2						
Buildings and structures		SCHOOL	20,776,000.00			20,776,000.00
Motor vehicles						
Office equipment, furniture and fittings		SCHOOL	2,398,000.00	373800		2,771,800.00
ICT Equipment, and Other ICT Assets						
Tools and apparatus		SCHOOL	2,839,000.00	193,401.00		3,032,401.00
Textbooks						
Other Machinery and Equipment						
Heritage and cultural assets						
Intangible assets- soft ware						
Total			26,013,000.00	567201.00		26,580,201.00