REPUBLIC OF KENYA

REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

# REPORT



# OF

# THE AUDITOR-GENERAL

# ON

# IGWANJAU HIGH SCHOOL

# FOR THE YEAR ENDED 30 JUNE, 2024

# THARAKA NITHI COUNTY

# IGWANJAU HIGH SCHOOL

## ANNUAL REPORT AND FINANCIAL STATEMENTS

## FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2024

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

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## 1. Acronyms and Definition of Key Terms

### A. Acronyms.

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

### B. Definition of Key Terms

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

## 2. Key School Information and Management

### (a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Tharaka Nithi County, Maara Sub-County.

The school was registered in 29/08/2006 under registration number GP/A/3943/2006 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 452 number of students as at 30th June 2024. It has 3 streams and 25 teachers of which 1 teacher is 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 | Miriti Julius | Chairman | JULY 2022 |
| 2 | James Kimathi Riungu | Secretary- Principal | SEPT. 2023 |
| 3 | Jeremy Mbae Kirigia | Member | JULY 2022 |
| 4 | Eustace Mugambi | Member | JULY 2022 |
| 5 | Lucy Kaari | Member | JULY 2022 |
| 6 | Catherine Wanja | Member | JULY 2022 |
| 7 | Prof. Lucy Gitonga | Member – Rep CEB | JULY 2022 |
| 8 | Justin Murangiri | Member Rep Teachers | JULY 2022 |
| 9 | Rev. Nicholus Miriti | Sponsor | JULY 2022 |
| 10 | Idah Nkirote | PTA Chairperson | JULY 2022 |
| 11 | Dr. Agnes Wanja | Member - Community | JULY 2022 |
| 12 | Rose Kathambi | Member | JULY 2022 |
| 13 | Mr. David Murithi | MemberSpecial Needs | JULY 2022 |

**The functions of the School Board of Management are to:**

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

**(c) Committees of the Board**

| Ref: | Name of Committee | Names of Members | Designation | Number of meetings attended during the year |
|---|---|---|---|---|
| 1 | Executive Committee | Julius Miriti | Chairperson | 3 |
| | | James Kimathi | Secretary/Principal | 3 |
| | | Prof. Lucy Gitonga | Vice Chairperson | 3 |
| | | Mbae Kirigia | Member | 3 |
| | | Idah Nkirote | PTA Chairperson | 3 |
| 2 | Academic Committee | Prof. Lucy Gitonga | Chairlady | 2 |
| | | Dr. Agnes Wanja | Member | 2 |
| | | Mbae Kirigia | Member | 2 |
| | | Rose Kthambi | member | 2 |
| 3 | Development Committee | Rev. Nicholus Miriti | chairman | 3 |
| | | Miriti Julius | BOM Chairperson | 3 |
| | | Lucy Kaari | member | 3 |
| | | Idah Nkirote | PTA Chairperson | 3 |
| | | James Kimathi | Principal | 3 |
| | | Roseline Kiambi | D/P Secretary | 3 |
| 4 | Discipline and welfare Committee | Idah Nkirote | Chairlady | 3 |
| | | Eustace Mugambi | Member | |
| | | Catherine Wanja | Member | 3 |
| | | David Muriithi | Member | |

### (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 | James Kimathi Riungu | **TSC No. 350941** |
| 2 | Deputy Principal | Roseline K. Kiambi | **TSC No. 439871** |
| 3 | School Bursar | CPA Purity Kathambi | **ICPAK No. 19312** |

### (e) Schools contacts

Post Office Box: 10 – 60401, Chogoria
Telephone:
E-mail: igwanjauschool@gmail.com
Website:

### (f) School Bankers

1. Name of Bank: KCB - SCHOOL FUND ACCOUNT
   Branch: CHOGORIA
   Account Number: 1103764543

2. Name of Bank: KCB - OPERATIONS ACCOUNT
   Branch: CHOGORIA
   Account Number: 1103764675

3. Name of Bank: KCB - TUITION ACCOUNT
   Branch: CHOGORIA
   Account Number: 1103764977

4. Name of Bank: KCB - INFRASTRUCTURE ACCOUNT
   Branch: CHOGORIA
   Account Number: 1289295565

5. Name of Bank: SOUTHERN STAR - ACCOUNT
   Branch: CHOGORIA
   Account Number: 502004470300

6. MPESA Pay Bill Business No. 522123 Account No. 30879K attached to 1103764543 KCB bank account

### (g) Independent Auditors

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

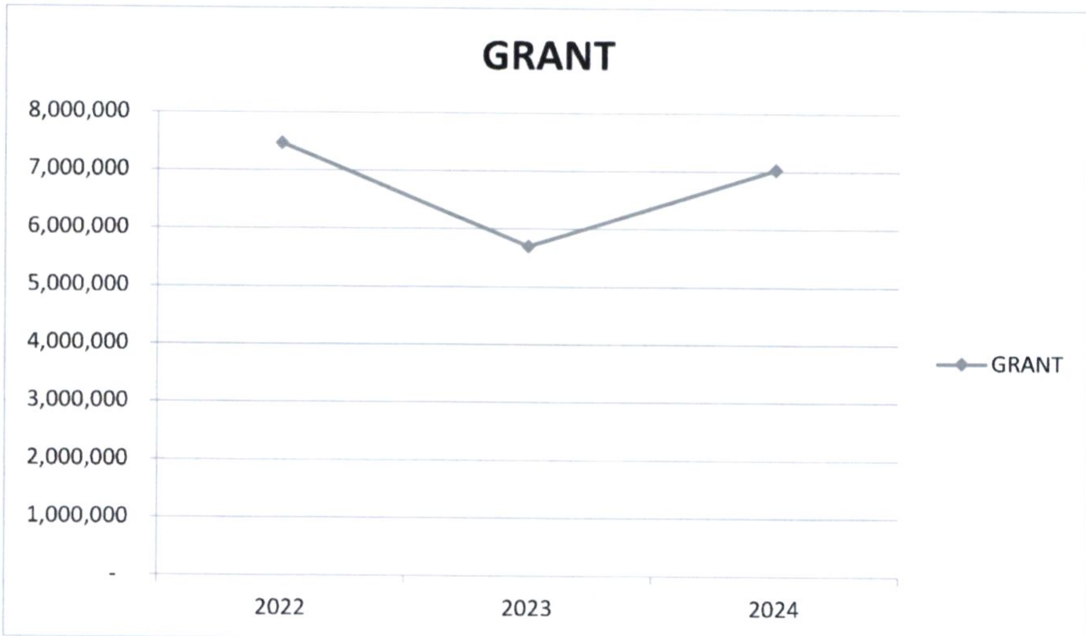
## 3. Summary Report of Performance of The School

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

**a) Financial performance**:

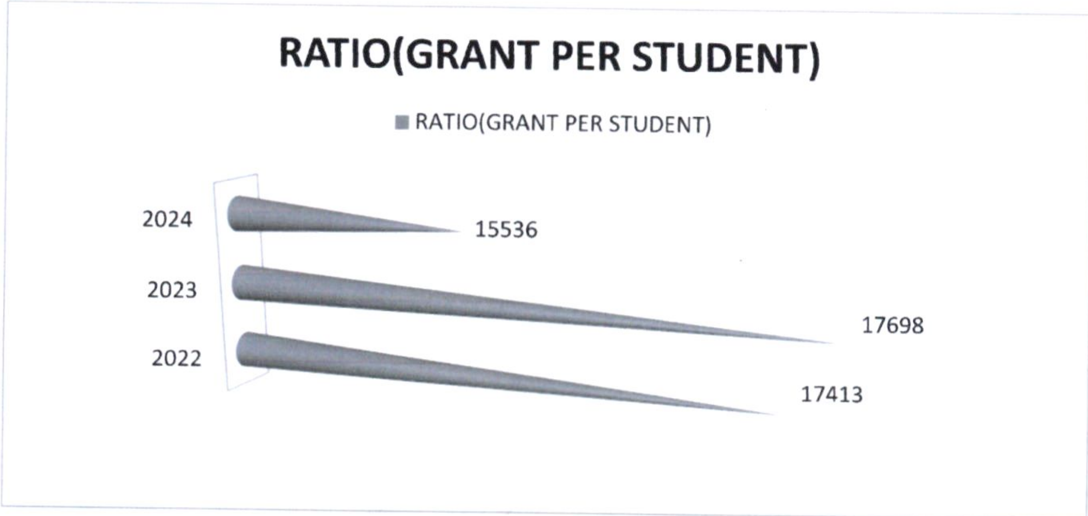
i) Capitation grant from ministry of education for the last three years

| YEAR | GRANT |
|---|---|
| 2022 | 7,470,243 |
| 2023 | 5,698,834 |
| 2024 | 7,022,591 |



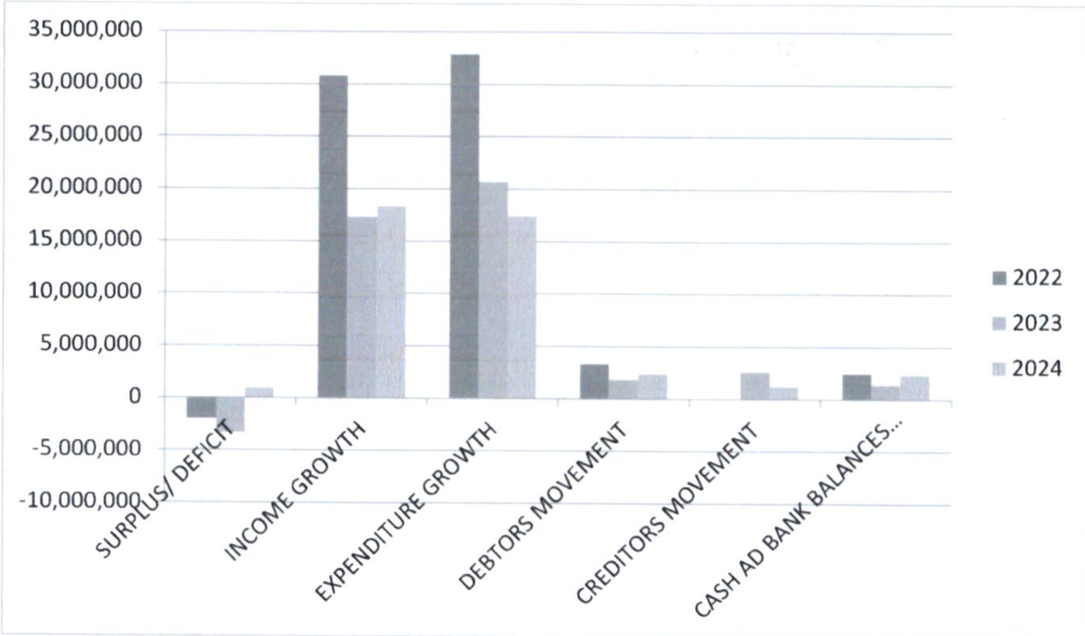

ii) Capitation ratios for the last three years.

| YEAR | RATIO( grant per student) |
|---|---|
| 2022 | 1:17,413 |
| 2023 | 1:17,698 |
| 2024 | 1:15,536 |




iii) Table summary for surplus, deficit, expenditure, debtors, creditors, cash and bank and income for the last three years

| YEAR / DESCRIPTION | 2022 | 2023 | 2024 |
|---|---|---|---|
| SURPLUS/DEFICIT | (2,042,778) | (3,364,777) | 933,849 |
| INCOME GOWTH | 30,803,798 | 17,323,256 | 18,367,881 |
| EXPENDITURE GROWTH | 32,846,578 | 20,688,033 | 17,434,392 |
| DEBTORS MOVEMENT | 3,318,169 | 1,833,675 | 2,386,991 |
| CREDITORS MOVEMENT | | 2,578,567 | 1,200,820 |
| CASH AND BANK BALANCES MOVEMENT | 2,455,758 | 1,372,849 | 2,306,697 |




**b) Teacher Student ratio**:

| TEACHERS | STUDENTS |
|---|---|
| 1 | 18 |
| 25 | 452 |

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

| YEAR | MEAN SCORE | DEVIATION | UNIVERSITY ENTRIES |
|---|---|---|---|
| 2021 | 3.34 | -0.89 | 2 |
| 2022 | 4.02 | +0.68 | 2 |
| 2023 | 4.913 | +.0.893 | 11 |

**d) Number of Candidates in the 2021 - 2023 KCSE:**

| YEAR | NO. OF CANDIDATES |
|---|---|
| 2021 | 135 |
| 2022 | 121 |
| 2023 | 68 |

**e) The capacity of the school:**

The school had a capacity of 452 students in the year 2024.

| DESCRIPTION | NO. OF FACILITIES | CAPACITY | REMARKS |
|---|---|---|---|
| DORMS | 9 | 70 | SUFFICIENT |
| LABORATORIES | 5 | 40 | INSUFFICIENT |
| TOILETS | 35 | 35 | SUFFICIENT |
| CLASSROOMS | 12 | 44 | SUFFICIENT |
| DINING HALLS | 1 | 450 | SUFFICIENT |
| LIBRARY | 1 | 40 | INSUFFICIENT |
| STAFFROOM | 1 | 20 | INSUFFICIENT |
| COMPUTER LAB | 1 | 20 | INSUFFICIENT |
| BOARD ROOM | 1 | 6 | INSUFFICIENT |
| OFFICES | 13 | 13 | INSUFFICIENT |
| KITCHEN | 1 | 4 | SUFFICIENT |

**f) Development projects carried out by the school:**

| Projects | Source of funds | Status | Initial Cost (Kshs) | Amount Spent (Kshs) | Expected completion time |
|---|---|---|---|---|---|
| CBC Classrooms (2) | MOE | Complete | 1,576,440 | 1,576,440 | Completed |
| | | | | | |
| | | | | | |

PRINCIPAL
IGWANJAU SENIOR SCHOOL
P. O. Box 10 - 60401, CHOGORIA
DATE: .................. SIGN: ..................

..................................................

**School Principal**

## 4. Statement of School Management Responsibility

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

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

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

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

.............................................

**Name:** MIRITI G. JULIUS
**Designation:** Chairman, School Board of Management
**Date:** 02/04/2026

.............................................

**Name:** James Kinoti
**Designation:** School Principal & Secretary to Board of Management
**Date:**

IGWANJAU SENIOR SCHOOL
02 APR 2026
SIGN:..................
P.O. Box 10 - 60401, CHOGORIA

.............................................

**Name:** CPA PURITY K.
**Designation:** Bursar/ Finance Officer
**Date:** 02/04/2026

# REPUBLIC OF KENYA

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

REPUBLIC OF KENYA

OAG
OFFICE OF THE AUDITOR-GENERAL
*Enhancing Accountability*

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

## REPORT OF THE AUDITOR-GENERAL ON IGWANJAU HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - THARAKA NITHI 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 Igwanjau High School set out on pages 1 to 20, 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 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 Igwanjau High School as at 30 June, 2024, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013, and the Public Finance Management Act, 2012.

## Basis for Qualified Opinion

### 1. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.26,722,678 as disclosed in Note 13 to the financial statements. However, the supporting student detailed schedules were not provided for audit review. Further, it was noted that accounts receivables of over two (2) years amounting to Kshs.23,680,848 was still outstanding.

In the circumstances, the accuracy and recoverability of the accounts receivables balance of Kshs. 26,722,678 could not be confirmed.

### 2. Unsupported Payments

The statement of financial performance reflects total expenditure amount of Kshs.17,434,392. However, review of payment vouchers amounting to Kshs.320,027 revealed that Management made payments without proper support documents such as requisitions, local purchase orders, delivery notes, inspection reports and goods received notes.

In the circumstances, the accuracy and completeness and regularity, of the amount of Kshs.320,027 could not be confirmed.

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

## Emphasis of Matter

### Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final revenue budget and actual on a comparable basis of Kshs.24,839,800 and Kshs.18,367,881 respectively, resulting in an underfunding of Kshs.6,471,919 or 26% of the budget. However, the

School spent an amount of Kshs.17,434,392 against actual receipts of Kshs.18,367,881, resulting in an under-utilization of Kshs.933,489 or 5% of the actual receipts.

The under-funding and under-utilization may have affected the planned activities and may have impacted negatively on service delivery to the students.

My opinion is not modified in respect of this matter.

### Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the 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

Management is responsible for the Other Information set out on page iii to x which comprise of the School's Information and Overall Performance, Statement of Performance against the School's Predetermined Objectives, Environmental and Sustainability Reporting and the Statement of School's Management Responsibilities. 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 and I am required to report that fact. I have nothing to report in this regard.

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

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

### Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects of the 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 financial performance reflects boarding and school fund payments amount of Kshs.11,399,954 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.145,000 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 from the funds transferred to KESSHA amounting to Kshs.145,000 could not be confirmed.

**2. Underfunding of Capitation Grants**

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations amount of Kshs.933,815 and Kshs.6,088,776, respectively as disclosed in Notes 1 and 2 to the financial statements. During the year under review, NEMIS reported a total number of one thousand one hundred and forty-eight (1,148) students while the enrolment records provided by the School indicated a total number of one thousand one hundred and ninety-three (1,193) students, resulting in an unexplained variance of forty-five (45) students. As a result of the variances, the School was under-funded by an amount of Kshs.1,000,980 using a rate of Kshs. 22,244 per student.

In the circumstances, the underfunding of the School may have affected service delivery to the students.

**3. Unconfirmed Students Enrolment Data**

The statement of financial performance reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.7,022,591. Comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2023/2024, NEMIS reflected one thousand one hundred and forty (1,148) students while records from the County Director of Education had one thousand one hundred and ninety-three (1,193) students, resulting in an under-funding of the school by an amount of Kshs.1,000,980. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, the accuracy of the students enrolment data could not be confirmed.

**4. Excess Supply of Textbooks**

During the year under review, the School had not received any textbook distributions from the Ministry of Education through the Kenya Institute of Curriculum Development (KICD) since the year 2023. Further review of stores records and stock registers revealed that textbooks were issued to all students during the 2024/2025 financial year and still excess textbooks were held in the school store at the time of audit in March, 2026. The seven hundred and twenty (720) set books were confirmed to be obsolete and no longer in use following curriculum changes in set books.

In the circumstances, value for money on the excess text books could not be confirmed.

### 5. Long Outstanding Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables balance of Kshs.3,155,844. However, included in the balance are trade payables balance of Kshs.1,955,023 which had been outstanding for more than two (2) years, and risk of loss of public funds through litigations, interests and penalties. This was contrary to Regulation 42 (1) (a) of the Public Finance Management (National Government) Regulations, 2015 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

### 6. Failure to Prepare School Improvement Plan (SIP)

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.

### 7. Lack of a Procurement Plan

The statement of financial performance reflects total expenditure amounts of Kshs.17,434,392. However, during the year School 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 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.

### 8. 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.

## 9. Unbalanced Budget

The statement of budget versus actual amounts reflects approved final revenue budget amount of Kshs.24,839,800 against an expenditure budget amount of Kshs.24,764,800 leading to a budget surplus of Kshs.75,000 contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which provides that budget revenue and expenditure appropriations shall be balanced.

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

## 10. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 05 August, 2025, eleven months late, 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 and 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.

## 11. Late Transfer of Infrastructure Funds

The statement of receipts and payments reflects operations grants amount of Kshs.6,088,776 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.497,200 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. Review of the bank statement provided for audit indicated that, a total of Kshs. 497,200 was to be transferred from operations account to infrastructure account. However, the amount was transferred thirty-one (31) days later. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated June 16, 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.

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 an Internal Audit Function and Audit Committee**

During the year under review, the School had not constituted an audit committee and 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. Weaknesses in the Board of Management**

Review of the minutes of the Executive Board of Management meetings revealed that the minutes of the Board of Management meetings were not signed by the Secretary, the Chairperson and were not supported by attendance register of the members; the internal audit committee, Finance and Procurement committee, did not hold any meeting for the entire period ended June 2024.

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

**3. Weaknesses in Management of Assets**

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.48,618,000 which includes land with a balance of Kshs.990,000. However, the land on which the School is situated lacks title deed in its name. No explanation has been provided why the Management has not obtained title deed for the school land. Further, the School bus logbook is jointly registered with a local bank. No explanation was provided since the School had already cleared the bank loan. Additionally, the School Management did not prepare an updated fixed asset register and assets at the school were not tagged.

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

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

**Responsibilities of the Management and 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 Accrual 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 sustainability of services 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 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**

**14 May, 2026**

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

| Description Of Vote Head | Note | 2023-2024 | 2022-2023 |
|---|---|---|---|
| | | Kshs | Kshs |
| **Receipts** | | | |
| Government grants for tuition | 1 | 933,815 | 1,074,278 |
| Government grants for operations | 2 | 6,088,776 | 3,889,556 |
| Government Grants for infrastructure | 3 | - | 735,000 |
| School fund income- parents' contributions | 4 | 9,164,755 | 9,692,533 |
| Miscellaneous incomes | 5 | 2,180,535 | 1,931,889 |
| **Total Receipts** | | **18,367,881** | **17,323.256** |
| | | | |
| **Payments** | | | |
| Tuition | 6 | 840,925 | 939,278 |
| Operations | 7 | 5,098,556 | 3,791,333 |
| Infrastructure | 8 | 94,957 | 1,811,960 |
| Boarding and school fund | 9 | 11,399,954 | 14,145,462 |
| **Total Payments** | | **17,434,392** | **20,688,033** |
| | | | |
| **Surplus/Deficit** | | **933,849** | **(3,364,777)** |
| | | | |

The school financial statements were approved on 02/04/ 2026 and signed by:

| | | |
|---|---|---|
| ................................ | ................................ | ................................ |
| **Name:** MIRITI G. JULIUS | **Name:** JAMES WMAGA | **Name:** CPA PURITY K. |
| **Chair BOM** | **School Principal/ Secretary to BOM** | **Bursar/ Finance Officer** |
| **Date:** 02/04/2026 | **Date:** | **Date:** 02/04/2026 |

IGWANJAU SENIOR SCHOOL
02 APR 2026
SIGN:..................
P.O. Box 10 - 60401, CHOGORIA

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

| Description | Note | 2023-2024 | 2022-2023 |
|---|---|---|---|
| | | Kshs | Kshs |
| **Financial Assets** | | | |
| **Cash and cash equivalents** | | | |
| Bank balances | 10 | 2,306,029 | 1,365,334 |
| Cash balances | 11 | 669 | 7,515 |
| Short term investments | 12 | - | - |
| **Total cash and cash equivalent** | | **2,306,698** | **1,372,849** |
| | | | |
| Account's receivables | 13 | 26,722,678 | 27,034,275 |
| | | | |
| **Total financial assets (a)** | | **29,029,376** | **28,407,124.00** |
| | | | |
| **Financial liabilities** | | | |
| | | | |
| Accounts payables | 14 | 3,155,844 | 3,467,441 |
| **Total Financial Labilities (b)** | | **3,155,844** | **3,467,441** |
| | | | |
| **Net financial assets (a-b)** | | **25,873,532** | **24,939,683** |
| | | | |
| **Represented by** | | | |
| | | | |
| **Accumulated fund b/fwd** | 15 | 24,939,683 | 28,304,460 |
| **Surplus/deficit for the year** | | 933,849 | (3,364,777) |
| | | | |
| **Net Assets** | | **25,873,532** | **24,939,683** |

The school's financial statements were approved on 02/04 2026 and signed by:

| | | |
|---|---|---|
| ……………………………… | ……………………………… | ……………………………… |
| **Name:** MIRITI G. JULIUS | **Name:** James Kimathi | **Name:** CPA PURITY K. |
| **Chair BOM** | **School Principal/ Secretary to BOM** | **Bursar/ Finance Officer** |
| **Date:** 02/04/2026 | **Date:** 02 APR 2026 | **Date:** 02/04/2026 |

IGWANJAU SENIOR SCHOOL
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## 8. Statement of Cash Flows for the Year Ended 30th June 2024

| Description | Note | *2023-2024* | *2022-2023* |
|---|---|---|---|
| | | Kshs | Kshs |
| **Cash from Operating Activities** | | | |
| **Receipts** | | | |
| Government grants for tuition | 1 | 933,815 | 1,074,278 |
| Government grants for operations | 2 | 6,088,776 | 3,889,556 |
| Government grants for infrastructure | 3 | - | 735,000 |
| School fund income- parents contributions/ fees | 4 | 9,164,755 | 9,692,533 |
| Other income | 5 | 2,180,535 | 1,782,009 |
| **Total receipts** | | **18,367,881** | **17,323,256** |
| **Payments** | | | |
| Cash outflows for tuition | 6 | 840,925 | 939,278 |
| Cash outflows for operations | 7 | 5,098,556 | 3,791.333 |
| Cash outflows for Infrastructure | 8 | 94,957 | - |
| Cash outflows Boarding/lunch and school fund payments | 9 | 11,399,957 | 1,811,960 |
| | | | |
| **Total payments** | | **(17,434,032)** | **20,688,033** |
| **Net cash inflow/outflow from operating activities** | | **933,849** | **(1,082,909)** |
| | | | |
| **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 | | - | - |
| Repayment of principal borrowings | | - | - |
| **Net cash inflow/outflow from financing activities** | | - | - |
| | | | |
| | | | |
| **Net increase/decrease in cash and cash equivalents** | | **933,849** | **(1,082,909)** |
| Cash and cash equivalent at beginning of the FY | | 1,372,849 | 2,455,758 |
| **Cash and cash equivalent at end of the FY** | | **2,306,698** | **1,372,849** |

The school's financial statements were approved on 02/04 2026 and signed by:

| | | |
|---|---|---|
| ................................ | ................................ | ................................ |
| **Name:** MIRITI G. JULIUS | **Name:** JAMES KIMATHI | **Name:** CPA PURITY K. |
| **Chair BOM** | **School Principal/ Secretary to BOM** | **Bursar/ Finance Officer** |
| **Date:** 02/04/2026 | **Date:** | **Date:** 02/04/2026 |

IGWANJAU SENIOR SCHOOL
02 APR 2026
SIGN:...................
P.O. Box 10 - 60401, CHOGORIA

## 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 |
| **RECEIPTS** | | | | | |
| | | | | | |
| ***(1) CAPITATION GRANT ON TUITION*** | | | | | |
| T&LM | 455,000 | (250,000) | 205,000 | 204,463 | 99 |
| EXER BOOKS | 488,500 | (200,000) | 288,500 | 262,444 | 91 |
| LAB. EQUIPMENTS | 613,425 | | 613,425 | 466,908 | 76 |
| REFERENCE MATERIALS | 100,675 | | 100,675 | - | - |
| | **1,657,600** | | **1,657,600** | **933,815** | **56** |
| ***(2) CAPITATION GRANT ON OPERATIONS*** | | | - | | |
| PEMOL | 1,880,000 | (760,000) | 1,120,000 | 1,119,504 | 99 |
| LT&T | 940,000 | (572,000) | 368,000 | 367,318 | 99 |
| EW&C | 470,000 | | 470,000 | 717,090 | 153 |
| ADM COSTS | 470,000 | (225,000) | 245,000 | 244,879 | 99 |
| RMI | 2,000,000 | | 2,000,000 | 1,470,400 | 74 |
| | | | | | |
| ACTIVITY | 600,000 | | 600,000 | 298,995 | 49 |

| | | | | | |
|---|---|---|---|---|---|
| MEDICAL/INSURANCE | 800,000 | (500,000) | 300,000 | 294,150 | 98 |
| SMASSE | 80,000 | | 80,000 | - | - |
| | **7,240,000** | | **7,240,000** | **4,512,336** | |
| ***(3) FEES CHARGED ON PARENTS*** | | | - | | |
| BES | 9,820,000 | | 9,820,000 | 8,834,140 | 90 |
| EW&C | 600,000 | 8,460,000 | 9,060,000 | 1,446,021 | 16 |
| ACTIVITY | 140,000 | | 140,000 | 162,151 | 116 |
| ADM COSTS | 760,000 | | 760,000 | 778,359 | 102 |
| PEMOL | 1,480,000 | (873,000) | 607,000 | 606,150 | 99 |
| LT&T | 1,160,000 | | 1,160,000 | 1,193,510 | 103 |
| RMI | 440,000 | | 440,000 | 497,136. | 113 |
| MEDICAL | - | 21,070 | 21,070 | 21,070 | 100 |
| BANK CHARGES | - | 2,714 | 2,714 | 2,714 | 100 |
| | **14,400,000** | | **14,400,000** | **13,541,251** | |
| **School Fund -OTHER INCOME** | | | - | | |
| FARM | 845,000 | | 845,000 | 949,845 | 112 |
| BUS FUND | 630,000 | | 630,000 | 853,000 | 135 |
| RENT | 67,200 | | 67,200 | 46,200 | 69 |
| H/SCIENCE | | 80,850 | 80,850 | 80,850 | 100 |
| UNIFORM | | 82,080 | 82,080 | 82,080 | 100 |

| | | | | | |
|---|---|---|---|---|---|
| KNEC EXAM | - | 160,300 | 160,300 | 160,300 | 100 |
| Savings/FARM ACCount Investment | - | 56,010 | 56,010 | 56,010 | 100 |
| **TOTAL** | **1,542,200** | | **1,921,440** | **2,228,285** | |
| **INFRASTRUCTURE INCOME** | | | - | | |
| MAINTENANCE AND IMPROVEMENT | 2,880,000 | | 2,880,000 | - | - |
| | **2,000,000** | | **2,000,000** | - | |
| | | | - | | |
| ***(1) EXPENDITURE FOR TUITION*** | | | - | | |
| T&LM | 455,000 | (393,500) | 61,500 | 61,500 | 100 |
| EXER BOOKS | 488,500 | (393,500) | 95,000 | 95,000 | 100 |
| LAB. EQUIPMENTS | 613,425 | (464,985) | 148,440 | 148,440 | 100 |
| REFERENCE MATERIALS | 100,675 | | 100,675 | - | - |
| BANK CHARGES | - | | - | 465 | #DIV/0! |
| | **1,657,600** | | **1,657,600** | **305,405** | **#DIV/0!** |
| ***(2) EXPENDITURE FOR*** | | | - | | |
| ***OPERATIONS*** | | | - | | |
| PEMOL | 1,880,000 | | 1,880,000 | 1,866,080 | 99 |
| LT&T | 940,000 | | 940,000 | 362,900 | 39 |
| EW&C | 470,000 | | 470,000 | 502,374 | 107 |
| ADM COSTS | 470,000 | | 470,000 | 586,523 | 125 |

| | | | | | |
|---|---|---|---|---|---|
| RMI | 2,000,000 | | 2,000,000 | - | - |
| ACTIVITY | 600,000 | (456,050) | 143,950 | 143,950 | 100 |
| MEDICAL/INSURANCE | 800,000 | (792,500) | 7,500 | 7,500 | 100 |
| SMASSE | 80,000 | | 80,000 | - | - |
| | **7,240,000.** | | **7,240,000** | **3,469,327** | |
| ***(3) EXPENDITURE FOR*** | | | - | | |
| ***SCHOOL FUND*** | | | - | | |
| BES | 9,820,000 | (3,300,000) | 6,520,000 | 6,453,364 | 99 |
| EW&C | 600,000 | 995,000 | 1,595,000 | 1,595,682 | 100 |
| ACTIVITY | 140,000. | 148,350 | 288,350 | 288,350 | 100 |
| ADM COSTS | 760,000 | | 760,000 | 1,474,505 | 194 |
| PEMOL | 1,480,000 | | 1,480,000 | 459,098 | 31 |
| LT&T | 1,160,000 | | 1,160,000 | 1,745,954 | 151 |
| RMI | 440,000 | | 440,000 | 543,430 | 124 |
| MEDICAL | - | 25,160 | 25,160 | 25,160 | 100 |
| BANK CHARGES | - | 230 | 230 | 230 | 100 |
| FARM | 775,000 | | 775,000 | 859,329 | 111 |
| BUS FUND | 630,000 | | 630,000 | 1,206,830 | 192 |
| RENT | - | | - | - | #DIV/0! |
| H/SCIENCE | | 55,065 | 55,065 | 55,065 | 100 |

| | | | | | |
|---|---|---|---|---|---|
| UNIFORM | - | 22,770 | 22,770 | 22,770 | 100 |
| KNEC EXAM | - | 160,300 | 160,300 | 160,300 | 100 |
| Savings/FARM Account Investment | - | 2,332 | 2,332 | 2,332 | 100 |
| **TOTAL School fund Payments** | **15,805,000** | | **15,805,000** | **14,892,398** | |
| | | | - | | |
| **INFRASTRUCTURE PAYMENTS** | | | - | | |
| MAINTENANCE AND IMPROVEMENT | 2,000,000 | -1,905,285 | 2,000,000 | 94,715 | 100 |
| BANK CHARGES | - | 242 | - | 242 | 100 |
| **TOTAL INFRASTRUCTURE PAYMENTS** | **2,000,000** | | **2,000,000** | **94,957** | |
| | | | - | | |

## 10. Significant Accounting Policies

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

### 1. Statement of compliance and basis of preparation

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

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

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

### 2. Recognition of receipts and payments

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

### 3. In-kind contributions

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

### 4. Cash and cash equivalents

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

**5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

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

## 11. Notes To the Financial Statements

### 1 Government Grants for Tuition

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Reference Materials | | 537,138 |
| Exercise Books | 262,444 | 322,283 |
| Laboratory Equipment | 466,908 | 81,403 |
| Internal Exams | - | - |
| Teaching / Learning Materials | 204,463 | 133,454 |
| Others *(specify)** | - | - |
| **Total** | **933,815** | **1,074,278** |

### 2 Government Grants for Operations

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Personnel Emoluments | 1,119,504 | 1,453,282 |
| Repairs And Maintenance | 1,470,400 | 809,000 |
| Local Transport / Travelling | 367,318 | 570,865 |
| Electricity And Water | 717,090 | 413,327 |
| Medical | 294,150 | 80,900 |
| Administration Costs | 244,879 | 319,056 |
| Activity | 298,995 | 243,125 |
| Infrastructure account | 1,576,440 | |
| **Total** | **6,088,776** | **3,889,556** |

### 3 Government Grants for infrastructure

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Maintenance & Improvement | - | 735,000 |
| Transition infrastructure grants | - | - |
| Administration Block | - | - |
| Economic stimulus grants | - | - |
| Other *(specify)(NGCDF and County govt.* | - | - |
| **Total** | - | **735,000** |

### 4 School Fund Income - Parents Contribution/Fees

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Personnel emoluments | 1,096,471 | 932,102 |
| Repairs and maintenance | 264,136 | 357,803 |
| Local transport / travelling | 1,086,712 | 513,453 |
| Electricity and water | 196,562 | 374,480 |
| Medical | 21,070 | 5,775 |
| Administration costs | 399,809 | 608,951 |
| Activity | 145,880 | 124,370 |
| Fee on Boarding Equipment and stores | 5,951,401 | 6,774,239 |
| PA Levies* | - | - |
| Bank Charges | 2,714 | 1,360 |
| **Total** | **9,164,755** | **9,692,533** |

### 5 Miscellaneous Incomes

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Rent Income | 46,200 | 46,400 |
| Income From Farming Activities | - | 872,637 |
| Home Science | 162,930 | 667,252 |
| Income From Posho Mill | - | - |
| Income From Bus Hire | 853,000 | 310,000 |
| Fee For Hire of Ground and Equipment | - | - |
| Income From Grants and Donations* | - | - |
| KNEC Exam | 160,300 | 35,600 |
| Loans/Borrowings* | - | - |
| Farm | 958,105 | - |
| **Total** | **2,180,535** | **1,931,889** |

## 6 Tuition

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Exercise Books | 95,000 | 326,058 |
| Textbooks | | |
| Reference materials | | 470,740 |
| Laboratory Equipment | 148,440 | 118,000 |
| Teaching / Learning Materials | 61,500 | 24,000 |
| Exams And Assessment | | |
| Sundry Creditors | 535,520 | |
| Bank Charges | 465 | 480 |
| Others *(specify)* | | |
| **Total** | **840,925** | **939,278** |

## 7 Operations

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Personnel Emoluments | 1,918,869 | 1,308,606 |
| Service Gratuity | - | - |
| Administration Cost | 586,523 | 1,008,499 |
| Repairs And Maintenance & Improvements | - | - |
| Local Transport / Travelling | 362,900 | 650,250 |
| Electricity And Water | 502,374 | 395,738 |
| Medical | 7,500 | |
| Activity Expenses | 143,950 | 428,240 |
| Insurance Cost | - | - |
| Infrastructure A/c | 1,576,440 | |
| **Total** | **5,098,556** | **3,791,333** |

**8 Infrastructure**

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Construction of classrooms | | |
| Construction of laboratory | | 1,650,624 |
| Construction of dormitory | | |
| Purchase of furniture | | |
| School Fund | | 160,000 |
| Purchase of apparatus | | |
| Bank Charges | 242 | 1,336 |
| Maintenance And Improvement | 94,715 | |
| **Total** | **94,957** | **1,811,960** |

**9 Boarding And School Fund**

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Personnel Emoluments | 1,595,682 | 1,971,799 |
| Farm | 859,329 | 1,189,427 |
| Repairs And Maintenance & Improvements | 543,430 | 665,795 |
| Local Transport / Travelling | 1,745,954 | 1,015,376 |
| Electricity And Water | 459,098 | 684,378 |
| Medical Expenses | 25,160 | 10,958 |
| Administration Costs | 1,474,505 | 661,577 |
| Bus Fund | 1,206,830 | 489,079 |
| Bank Charges | 230 | 1,360 |
| Activities | 288,350 | 130,680 |
| Fee On Boarding Equipment and Stores | 6,476,134 | 7,210,048 |
| Rent Expenses | - | - |
| Insurance Cost (*Life Property*) | - | - |
| Loan Principal Repayment | - | - |
| Loan Interest Repayment | - | - |
| Acquisition Of Assets | - | - |
| Home Science | 55,065 | 80,745 |
| Knec exam | 160,300 | 35,600 |
| **Total** | **11,399,954** | **14,145,462** |

## 10 Bank Accounts

| Account Name & Currency | Status | Bank Account Number | 2023-2024 | 2022-2023 |
|---|---|---|---|---|
| | Active/Dormant | | Kshs | Kshs |
| Tuition Account | ACTIVE | 1103764977 | 232,187 | 139,296 |
| Operations Account | ACTIVE | 1103764675 | 1,085,882 | 71,420 |
| School Fund Account/Boarding | ACTIVE | 1103764543 | 144,066 | 134,496 |
| Savings Account | | | - | 97,081 |
| Parent Association Development Account | | | - | |
| Income Generating Activities Account | ACTIVE | 502004470300 | 15,810 | |
| Infrastructural Account | ACTIVE | 1289295565 | 828,094 | 9323,040 |
| **Total** | | | **2,306,029** | **1,365,334** |

## 11 Cash In Hand

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Notes and Coins | 669 | 7,515 |
| **Total** | **669** | **7,515** |

## 12 Short Term Investments

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

## 13 Accounts Receivable

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Fees Arrears | 26,722,678 | 27,034,275 |
| **Other Non-Fees Receivables** | | |
| Salary Advances (list/schedule attached) | | |
| Imprest (list/schedule attached) | | |
| Rent arrears (list/schedule attached) | | |
| **Total** | **26,722,678** | **27,034,275** |

## 13 b) Ageing Analysis of Accounts Receivable

| Description | 2023-2024 | | 2022-2023 | |
|---|---|---|---|---|
| | Kshs | | Kshs | |
| | **Current FY** | **% of the total** | **Comparative FY** | **% of the total** |
| Less than 1 year | 2,386,991 | 8% | 1,833,675 | 7% |
| Fees Arrears Recovered During The Year | (1,178,836) | (4) | | |
| Between 1- 2 years | 1,833,675 | 7% | 3,318,169 | 12% |
| Between 2-3 years | - | % | 2,773,480 | 10% |
| Over 3 years | 23,680,848 | 89% | 19,108,951 | 71% |
| **Total (should tie to note 13 a)** | **26,722,678** | **100%** | **27,034,275** | **100%** |

## 14 Accounts Payable

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Trade Creditors (See Ageing Below and Appendix 1) | 3,155,844 | 3,467,441 |
| Prepaid Fees | - | - |
| Retention Monies | - | - |
| Unpaid salaries and statutory deductions | - | - |
| Caution money | - | - |
| Other payables *(specify)* | - | - |
| **Total** | **3,155,844** | **3,467,441** |

### 14a. Ageing Analysis of Accounts Payable

| Description | 2023-2024 Kshs | | 2022-2023 Kshs | |
|---|---|---|---|---|
| | Current FY | % of the total | Comparative FY | % of the total |
| Less than 1 year | 1,200,820 | 38% | 2,578,567 | 74% |
| Between 1- 2 years | | % | | % |
| Between 2-3 years | | % | | % |
| Over 3 years | 1,955,023 | 62% | 888,874 | 26% |
| **Total (should tie to note 14)** | **3,155,844** | **100%** | **3,467,441** | **100%** |

### 15 Fund Balance Brought Forward

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | Kshs | Kshs |
| Bank Balances | 1,365,334 | 2,455,686 |
| Cash Balances | 7,515 | 72 |
| Short Term Investments | | |
| Receivables | 27,034,275 | 26,785,351 |
| Payables | (3,467,441) | (936,649) |
| **Total** | **24,939,683** | **28,304,459** |

## Other important disclosure notes

IPSAS Cash Standard encourages an entity to disclose accrual-related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non-financial assets and liabilities.

### 16 Non-current Liabilities Summary

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

### 17 Biological assets

| Description | Numbers | 2023-2024 | 2022-2023 |
|---|---|---|---|
| | | Kshs | Kshs |
| Cattle | 15 | 480,000 | 480,000 |
| Sheep | 2 | 13,000 | 35,000 |
| Trees | 90 | 450,000 | 450,000 |
| Banana plantation | 28 | 14,000 | 14,000 |
| Pigs | 8 | 52,000 | 40,000 |
| | | - | - |
| **Total** | | **1,009,000** | **1,019,000** |

### 18 Borrowings

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

## Other important disclosure notes

### 19 Stock/ Inventory

| Description | 2023-2024 | 2022-2023 |
|---|---|---|
| | KShs | KShs |
| Food Stuffs | 287,500 | 305,000 |
| Lab Consumables | 103,000 | 162,000 |
| Farm Produce | 35,000 | 108,000 |
| Construction Materials | 50,000 | 65,535 |
| Stationery/Exer. Book/Inks/Master | 163,400 | 320,000 |
| | **638,900** | **960,535** |

## 20 Progress On Follow Up of Auditor Recommendations

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

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

PRINCIPAL
IGWANJAU SENIOR SCHOOL
P. O. Box 10 - 60401, CHOGORIA

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Sign and Date
Principal

## 12. Annexes

### Annex I - Analysis of Pending Accounts Payable

| Supplier of Goods or Services | Original Amount | Date Contracted | Amt paid To-Date | Outstanding Balance 2023-2024 | Outstanding Balance 2022-2023 | Comments |
|---|---|---|---|---|---|---|
| | a | b | c | d=a-c | | |
| | Kshs | Kshs | Kshs | Kshs | Kshs | |
| SCHOOL PRIDE | 286,086 | 2011 | | 286,086 | 286,086 | No claims |
| PYRAMID CONSULTANTS | 57,000 | 2015 | | 57,000 | 57,000 | No claims |
| BETTY K. MUGO | 498,225 | 2018 | | 498,225 | 498,225 | To pay once funds available |
| ONE PLANET PUBLISHERS | 47,563 | 2019 | | 47,563 | 47,563 | No claims |
| VICOM ENTERPRISES | 460,800 | 2022 | 200,000 | 260,800 | 260,800 | To pay once funds available |
| CHUKA LABORATORY | 756,360 | 2022/2023 | 419,860 | 336,500 | 607,920 | To pay once funds available |
| GICHIMBO ENTERPRISES | 1,612,702 | 2022/2023 | 821,222 | 791,480 | 876,202 | To pay once funds available |
| CHOGORIA APEX CHEMIST | 367,700 | 2022/2023 | 220,380 | 147,320 | 286,400 | To pay once funds available |
| CHUKA RITHO STORES | 210,135 | 2022/2023 | 131,475 | 78,660 | 194,825 | To pay once funds available |
| VINEROSE STATIONARY | 495,600 | 2023 | 398,200 | 97,400 | 109,500 | To pay once funds available |
| DAVID NTEERE | 564,050 | 2023 | 391,000 | 173,050 | 80,000 | To pay once funds available |
| PISHONI GEN. | 162,920 | 2023 | 80,000 | 82,920 | 162,920 | To pay once funds available |

| | | | | | | |
|---|---|---|---|---|---|---|
| CHOGORIA WAKULIMA CO. LTD | 732,710 | 2023 | 578,000 | 154,710 | | To pay once funds available |
| IDHIL SERVICES | 858,020 | 2023 | 713,890 | 144,130 | | To pay once funds available |
| **Grand Total** | **7,109,871** | - | **3,954,027** | **3,155,844** | **3,467,441** | |

## Annex 2 – Summary of Fixed Assets Register

| Asset class | Historical Cost b/f (Kshs) 1st July 2023 | Additions during the year 2023-2024 (Kshs) | Disposals during the year 2023-2024 (Kshs) | Historical Cost c/f (Kshs) 30th June 2024 |
|---|---|---|---|---|
| Land | **990,000** | | | **990,000** |
| Buildings and structures | **35,750,000** | | | **35,750,000** |
| Motor vehicles | **1,700,000** | | | **1,700,000** |
| Office equipment, furniture and fittings | **3,200,000** | | | **3,200,000** |
| ICT Equipment, and Other ICT Assets | **1,950,000** | | | **1,950,000** |
| Tools and apparatus | **3,800,000** | | | **3,800,000** |
| Textbooks | **488,000** | | | **488,000** |
| Other Machinery and Equipment | **380,000** | | | **380,000** |
| Heritage and cultural assets | - | - | - | - |
| Intangible assets- soft ware | **360,0000** | | | **360,000** |
| **Total** | **48,618,000** | | | **48,618,000** |