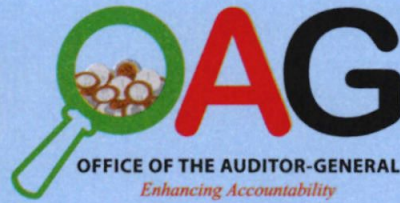


REPUBLIC OF KENYA

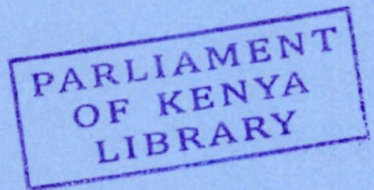


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



REPORT

OF

THE AUDITOR-GENERAL

ON

KANYUAMBORA BOYS HIGH SCHOOL

FOR THE YEAR ENDED

30 JUNE, 2025

THE NATIONAL ASSEMBLY
PAPERS LAID
EMBU COUNTY

DATE: 28 JUL 2026

DAY.

Tue

TABLED
BY:

Deputy Majority Teacher
Hon. Owen Baya

CLERK-AT
THE-TABLE:

Mr. Inzofu Mwalu

Revised 30th June 2025.



KANYUAMBORA BOYS HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

Transitional Financial Statements Prepared Under the International Public Sector Accounting Standards (IPSAS)

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(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

1. Acronyms and Glossary of Terms

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

2.Key School Information and Management**(a) Background information**

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Embu County, Mbeere North Sub-County.

The school was registered in July/1980 under registration number G/A/26/80 and is currently categorized as an Extra County Public School established, owned or operated by the Government.

The school is a boarding school and had 550 number of students as at 30th June 2025. It has 4 streams and 38 teachers of which 5 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:

1	Pius Nthiga	Chairman	25/04/2022
2	Moshe M. Musyoka	Secretary - Principal	25/04/2022
3	Francis Mbaka	Member	25/04/2022
4	Nicasio Nyaga	Member	25/04/2022
5	Lilian Muthoni	Member	25/04/2022
6	Michael Makunyi	Member	25/04/2022
7	Mercy Karendi	Member	25/04/2022
8	Justus K.Mate	Member – Rep CEB	25/04/2022
9	Peter Nderitu	Member Rep Teachers	25/04/2022
10	Rev. William Nyaga Patrick Njeru Eunice Mukami	3 Members - Sponsor	25/04/2022
11	Chief Njeru Kithenge Hampton Ireri	Member - Community	25/04/2022
12	Victor Nyaga	Member Special Needs	25/04/2022
13	Kena Lita	Rep Students	25/04/2022

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**The functions of the School Board of Management are to:**

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

(c) Committees of the Board

(Provide the names of the various committees of the Board established by the Board and the names of the committee members):

1	Executive Committee	1.Pius Nthiga 2.Moshe M. Musyoka 3. Michael Makunyi 4. Rev.William Nyaga 5. Francis Mbaka 6. Eunice Mukami 7.Lilian Muthoni 8. Justus K.Mate	Chairman Sec/Principal V/chair Sponsor PTA chair Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
2	Audit Committee	1. Justus K. Mate 2. Lilian Muthoni 3. Nicasio Chege 4. Hampton Ireri 5. Moshe Musyoka	Chairman Member Member Member Sec/Principal	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
3	Finance,procurement and general purposes Committee	1. Mercy Karendi 2. Francis Mbaka 3. Victor Nyaga 4. Nicasio Chege	Chairman Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
4	Academic Committee	1. Justus K. Mate 2. Pius Nthiga	Chairman Member	3 out of 3 3 out of 3

(KANYUAMBORA BOYS HIGH SCHOOL)
Annual Report and Financial Statements For the year ended 30th June 2025

		3. Eunice Mukami 4. Michael Makunyi 5. Lilian Muthoni 6. Francis Mbaka 7. Moshe Musyoka	Member Member Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
5	Development Committee	1. Mercy Karendi 2. Francis Mbaka 3. Victor Nyaga 4. Nicasio Chege	Chairman Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
6	Discipline and welfare Committee	1. Michael Makunyi 2. Eunice Mukami 3. Pius Nthiga 4. David Mbogo 5. Moshe Musyoka	Chairman Member Member Deputy Principal	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
7	Adhoc Committee (if any during the year)			

(KANYUAMBORA BOYS HIGH SCHOOL)**Annual Report and Financial Statements For the year ended 30th June 2025****(d) School operation Management**

For the financial year ended 30th June 2025 the School day-to-day management was under the following persons:

Sl. No.	Position	Name	Qualification
1	Principal	Mr. Moshe Musyoka	TSC No. 324771
2	Deputy Principal	Mr. David Mbogo	TSC No. 421231
3	School Bursar	CPA Ann Mungai	ICPAK No. 34826
4	Other (specify)		

(e) Schools contacts

Post Office Box: 38-60102
Telephone: 0720871940
E-mail: kanyuamborab@gmail
Website: Nil
Facebook: Nil
Twitter: Nil

(f) School Bankers

Provide details of the school bankers.

1. Name of Bank: Cooperative Bank
Branch: Embu
Account Number: 01129051033600 – School Boarding Account
2. Name of Bank: Cooperative Bank
Branch: Embu
Account Number: 01139051033601 – School Operations Account
3. Name of Bank: Cooperative Bank
Branch: Embu
Account Number: 01139051033600 – School Tution Account
4. Name of Bank: Cooperative Bank
Branch: Embu
Account Number: 01139051033604 – School Infrastructure Account
5. MPESA Pay Bill No. 400222 attached to Cooperative bank account

(g) Independent Auditors

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

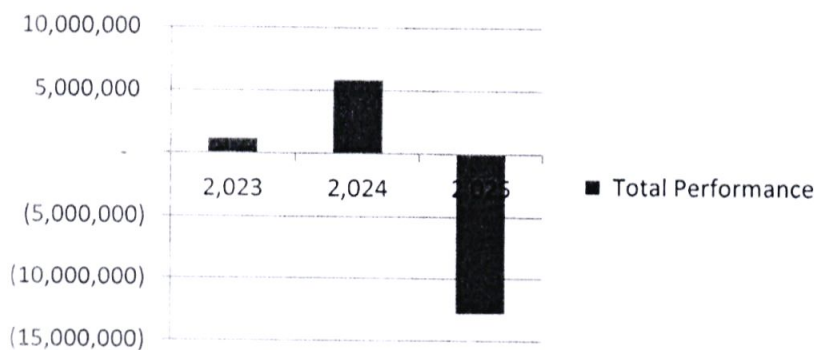
3. Summary Report of Performance of The School

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

a) Financial performance:

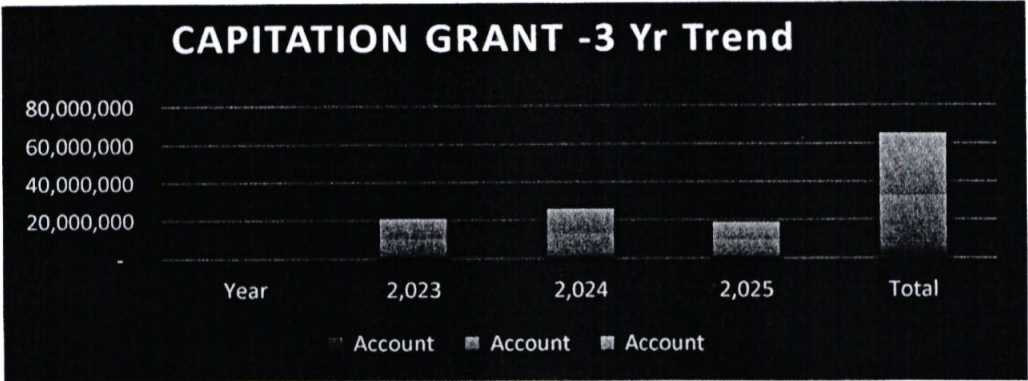
Financial Performance - Deficits and/or Surpluses 3 Year Trend							
	Account						
	School Fund	Operation	Tuition	Infrastructure	Farm	CDF	Total
Year							
2023	(1,905)	453,195	305,618	419,308	-	-	1,176,216
2024	2,123,437	563,183	(99,649)	3,283,950	-	-	5,870,921
2025	(5,313,840)	(1,662,142)	(1,272,944)	(4,569,030)	-	-	(12,817,956)
Total	(3,192,308)	(645,765)	(1,066,975)	(865,772)	-	-	(5,770,819)

		Total Performance
Year		
	2023	1,176,216
	2024	5,870,921
	2025	(12,817,956)

Total Financial Performance

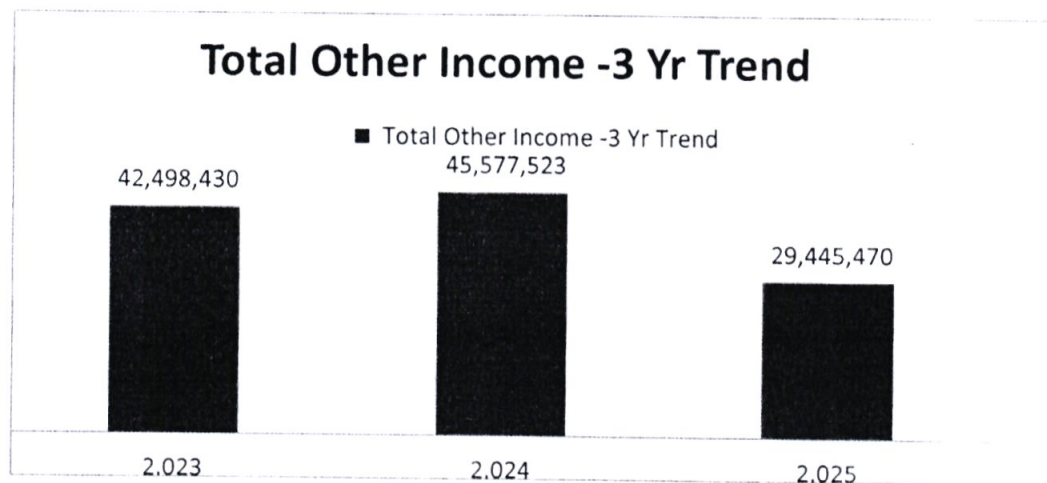
- *Capitation grants from the Ministry of Education for the last three years*

CAPITATION GRANT -3 Yr Trend				
		Account		
		Tuition	Operation	TOTAL
Year				
2023		1,928,148	8,522,177	10,450,325
2024		1,859,319	11,031,681	12,891,000
2025		1,787,701	7,522,947	9,310,648
Total		5,575,168	27,076,804	32,651,973



Growth of Other Incomes -3 Yr Trend						
YEAR		Income Source				
		School Fund	Farm	Infrastructure	CDF	Total
2023		39,220,430	-	3,278,000	-	42,498,430
2024		39,259,823	-	6,317,700	-	45,577,523
2025		28,039,470	-	1,406,000	-	29,445,470
Total		106,519,723	-	11,001,700	-	117,521,423

Year	Total Other Income -3 Yr Trend
2023	42,498,430
2024	45,577,523
2025	29,445,470



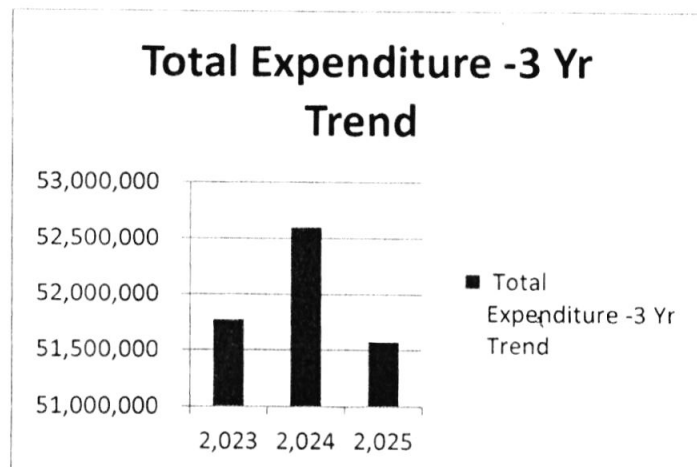
(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

- A three overview of growth in expenditure of the school

Expenditure -3Yr Trend							
	School Fund	Operation	Tuition	Farm	Infrastructure	CDF	Yr Total
YEAR							
2023	39,222,335	8,068,982	1,622,530	-	2,858,692	-	51,772,539
2024	37,136,386	10,468,498	1,958,968	-	3,033,750	-	52,597,602
2025	33,353,310	9,185,089	3,060,645	-	5,975,030	-	51,574,074
Total	109,712,031	27,722,569	6,642,143	-	11,867,472	-	155,944,215

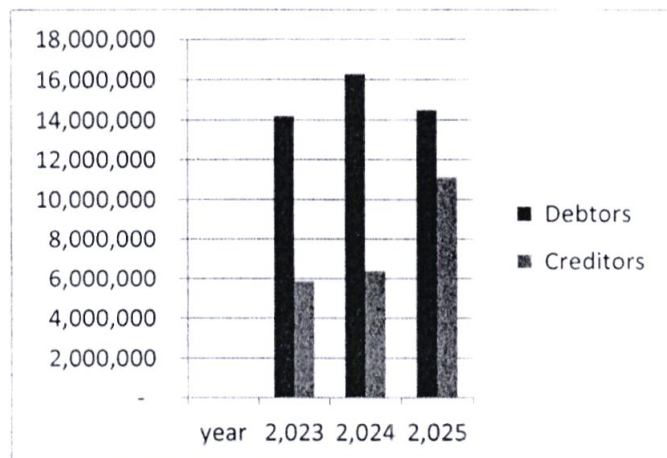
		Total Expenditure -3 Yr Trend
Year		
	2023	51,772,539
	2024	52,597,602
	2025	51,574,074



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

			Account						Yr Total
			School Fund	Operation	Tuition	Farm	Infrastructure	CDF	
Year	2023	Debtors	14,196,270						14,196,270
		Creditors	4,296,511	434,960	1,131,498	-	-	-	5,862,969
	2024	Debtors	16,304,602	-	-	-	-	-	16,304,602
		Creditors	4,218,209	804,400	1,365,496	-	-	-	6,388,105
	2025	Debtors	14,506,985	-	-	-	-	-	14,506,985
		Creditors	7,162,264	1,432,540	2,524,726	-	-	-	11,119,530
	Total	Debtors	45,007,857	-	-	-	-	-	45,007,857
		Creditors	15,676,984	2,671,900	5,021,720	-	-	-	23,370,604

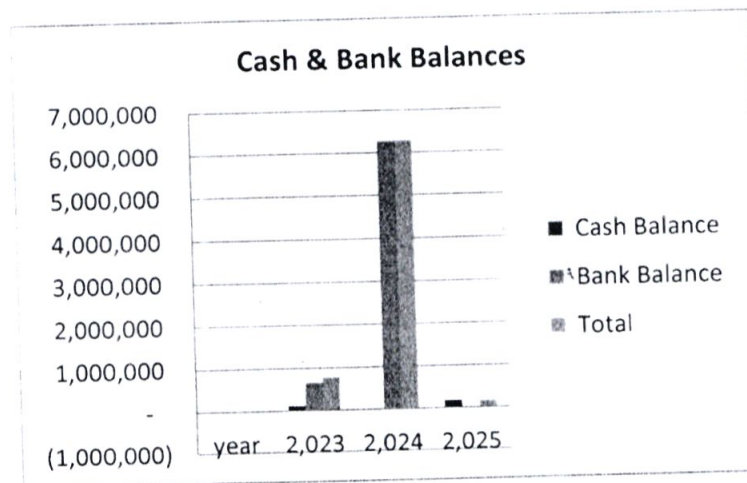
	Debtors	Creditors
year		
2023	14,196,270	5,862,969
2024	16,304,602	6,388,105
2025	14,506,985	11,119,530



(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025

Cash and Bank Balances -3Yr Trend									
			Account						
			School Fund	Operation	Tuition	Farm	Infrastructure	CDF	Yr Total
Year	2023	Cash	123,135	-	-	-	383	-	123,518
		Bank	160,282	490,922	5,091	-	-	-	656,295
	2024	Cash	9,671	-	-	-	383	-	10,054
		Bank	135,697	1,423,544	139,441	-	4,577,365	-	6,276,047
	2025	Cash	182,785	-	-	-	383	-	183,168
		Bank	(446,912)	389,542	25,726	-	8,335	-	(23,309)
	Total	Cash	315,591	-	-	-	1,149	-	316,740
		Bank	(150,933)	2,304,008	170,258	-	4,585,700	-	6,909,033

	Cash Balance	Bank Balance	Total
year			
2023	123,518	656,295	779,813
2024	10,054	6,276,047	6,286,101
2025	183,168	(23,309)	159,859



b) Teacher Student ratio:

Ratio of students to Teachers	
Total enrolment	550
Total No of Teachers	34
Students : Teachers ratio	16

Teachers Turnover	
No of teachers recruited in the year	-
No of teachers transferred inwards in the year	4
No of teachers transferred outwards in the year	7
Net inflow of teachers	(3)

Teachers Employment	
No of teachers required by CBE	38
No of teachers employed by TSC	34
Shortage / Surplus No of teachers before BOM teachers	5
No of teachers employed by BOM	4
Net Shortage / Surplus No of teachers	1

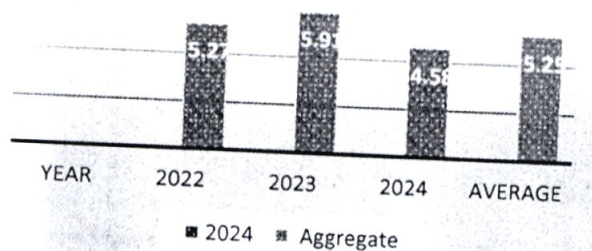
(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

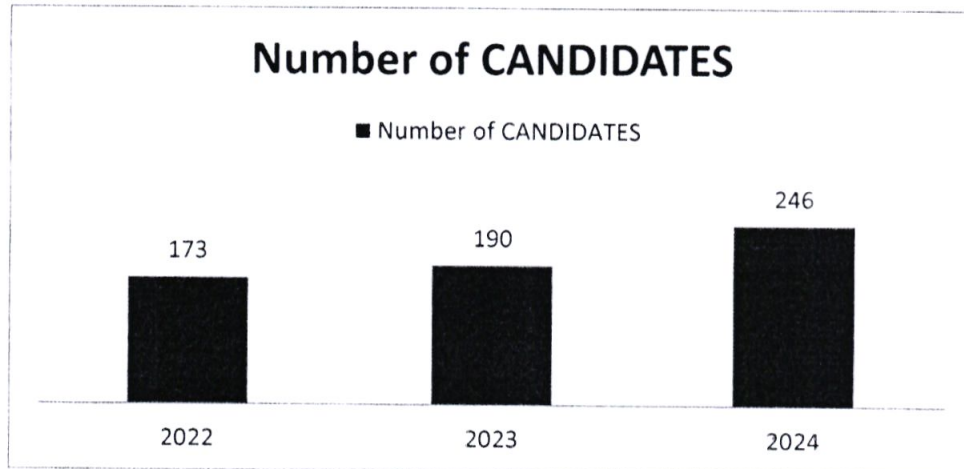
c)Mean score in the 2022-2024 KCSE:

YEAR	Subject Means												Aggregate
	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	CRE	Agric	Bstud	Comp	
2022	4.00	5.00	6.00	4.00	3.00	3.00	8.00	8.00	5.00	7.00	5.00	8.00	5.27
2023	3.00	6.00	6.00	4.00	3.00	5.00	9.00	8.00	7.00	10.00	4.00	10.00	5.91
2024	4.03	5.06	5.95	3.63	2.94	3.89	5.35	5.79	5.36	4.31	4.05	10.18	4.58
Average	3.68	5.35	5.98	3.88	2.98	3.96	7.45	7.26	5.79	7.10	4.35	9.39	5.25

**Mean Scores -3 Yr
Trend- by agg Mean**



		Number of CANDIDATES
Year		
	2022	173
	2023	190
	2024	246



(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**e) Capacity of the school:**

	NO OF STREAMS	Teachers' CBE	Required No of NTS				
	4	38	22				
Capacity Analysis							
Infrastructure TYPE	Unit of infrastructure measurement	Quantity of infrastructure required	Quantity of infrastructure available today	Infrastructure gap	Comment-Indicate if gap is -Very critical, Critical or Not so critical (tick as appropriate)		
					Very Critical	Critical	Not Critical
Classrooms	Number	17	15	Shortage of classrooms equivalent to:		✓	☐
				2			
				classroom(s)			
Laboratories	Number	3	3	Shortage of laboratory facilities equivalent to:			✓
				-			
				Laboratories			
Toilet Doors	Number	59	47	Shortage of toilet facility equivalent to:	✓		
				12			
				toilet doors			
Offices	Number	10	10	Shortage of office facilities equivalent to:			✓
				-			
				offices			
Dining Hall	Number of students well seated	900	400	Shortage of dining facilities equivalent to:		✓	
				500			
				students not seated			

Library	Number of students well seated	40	-	Shortage of library facilities equivalent to:	✓		□
				40			
				students not seated			
Dormitories	Number of Decker Beds well-spaced	400	400	Shortage of dormitory facilities equivalent to:	□		✓
				-			
				decker beds			
Staffroom	Number of teachers well seated	50	45	Shortage of staffroom space equivalent to:		✓	
				5			
				teachers not seated			
Boardroom	Number of BOM members well seated	25	25	Shortage of boardroom space equivalent to:	□		✓
				-			
				BOM members not seated			
Textbooks	Average Students -to- Course books ratio	1	3	Shortage of textbooks equivalent to:		✓	
				67			
				% of text books required			
Water	Adequacy	ADEQUATE		Occassional / frequent shortage of water attributed to?			✓
Electricity	Adequacy	ADEQUATE		Occassional / frequent shortage of power attributed to?			✓
Staff housing	No of staff properly housed	30	14	Shortage of staffhousing facilities equivalent to:		✓	
				16			
				staff not housed			

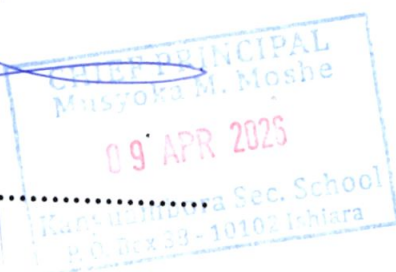
(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

f) Development projects carried out by the school

Library	Moe	WIP	3,734,236	2,785,200	31.1.2027
Lab	Moe	complete	2,000,000	2,000,000	30.6.2015
walkie-talkies	Moe	„	120,000	120,000	30.6.2025
Dorm renovation	„	„	300,000	300,000	30.6.2025
Fire extinguishers	„	„	173,700	173,700	30.6.2025
Shepherd dogs	„	„	60,000	60,000	30.6.2025
Staffroom renovation	„	„	153,330	153,330	30.6.2025
Workshop eqpt	„	„	87,800	87,800	30.6.2025

School Principal



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

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

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.



.....
Name: **JOHN MWANIKI**

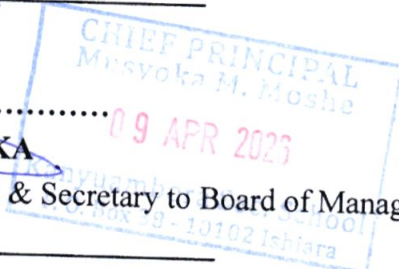
Designation: Chairman, School Board of Management

Date: 9/4/2026

.....
Name: **MOSHE M. MUSYOKA**

Designation: School Principal & Secretary to Board of Management

Date: _____



.....
Name: **JOSPHAT NYAGA NJURANIO**

Designation: Bursar/ Finance Officer

Date: 9/4/2026

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025

HXII

5. Report Of The Independent Auditors (To be attached)

Library	Number of students well seated	40	-	Shortage of library facilities equivalent to:			✓		
				students not seated	40	seated			
Dormitories	Number of Decker Beds well-spaced	400	400	Shortage of dormitory facilities equivalent to:			✓		
				decker beds	-	equivalent to:			
Staffroom	Number of teachers well seated	50	45	Shortage of staffroom space equivalent to:			✓		
				teachers not seated	5	seated			
Boardroom	Number of BOM members well seated	25	25	Shortage of boardroom space equivalent to:			✓		
				BOM members not seated	-	seated			
Textbooks	Average Students-to-Course books ratio	1	3	Shortage of textbooks equivalent to:			✓		
				% of text books required	67	equivalent to:			
Water	Adequacy	ADEQUATE		Occasional / frequent shortage of water attributed to:			✓		
				Occasional / frequent shortage of power attributed to:	?	?			
Electricity	Adequacy	ADEQUATE		Occasional / frequent shortage of power attributed to:			✓		
				Shortage of staffhousing facilities equivalent to:	16	staff not housed			
Staff housing	No of staff properly housed	30	14	Shortage of staffhousing facilities equivalent to:			✓		
				Shortage of staffhousing facilities equivalent to:	16	staff not housed			

(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

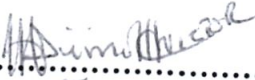
4. Statement of School Management Responsibility

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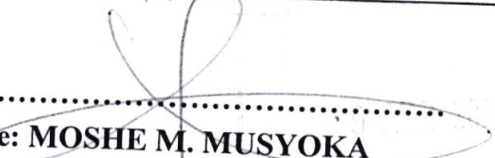
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.

.....


Name: JOHN MWANIKI

Designation: Chairman, School Board of Management

Date: 9/4/2026

.....


Name: MOSHE M. MUSYOKA

Designation: School Principal & Secretary to Board of Management

Date: _____

.....


Name: JOSPHAT NYAGA NJURANIO

Designation: Bursar/ Finance Officer

Date: 9/4/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KANYUAMBORA BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – EMBU COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for 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, the risk management environment and the 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 transitional IPSAS financial statements of Kanyuambora Boys High School set out on pages 1 to 19, which comprise of the

Report of the Auditor-General on Kanyuambora Boys High School for the year ended 30 June, 2025 – Embu County

statement of assets and liabilities as at 30 June, 2025, and the statement of financial performance, 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 transitional IPSAS financial statements present fairly, in all material respects, the financial position of Kanyuambora Boys High School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracies in the Statement of Assets and Liabilities

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.159,859 as disclosed in Notes 10 and 11 to the financial statements. However, review of the school fund bank reconciliation statement revealed direct deposits amounting to Kshs.917,049 reflected in the bank statement but not recorded in the cashbook. Management did not provide supporting documentation to confirm the amounts were subsequently recorded in the cashbook.

Further, bank reconciliation statements were not reviewed and approved by the Board of Management (BoM) as required by the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, 2024.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.159,859 could not be confirmed.

2. Inaccuracies in the Statement of Financial Performance

The statement of financial performance reflects tuition revenue and expenditure as disclosed in Notes 1 and 6 to the financial statements which were reported cumulatively instead of being classified under the appropriate vote heads. This was contrary to the presentation format as per 2024/2025 annual reporting template for Public Secondary Schools issued by Public Sector Accounting Standards Board.

In the circumstances, the presentation and disclosure of the statement of financial performance could not be confirmed.

3. Unsupported Payments

The statement of financial performance reflects infrastructure and boarding and school fund expenditure totalling Kshs.39,328,340 as disclosed in Notes 8 and 9 to the financial statements. However, examination of the payment vouchers amounting to

Kshs.13,599,344 revealed that Management made payments without proper supporting documents such as requisitions, local purchase orders, written contracts between the School and contractors and suppliers, inspection and acceptance committee reports, goods received notes, interim certificates and progress reports.

In the circumstances, the accuracy and completeness of expenditure for infrastructure and boarding and school fund of Kshs.39,328,340 could not be confirmed.

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

Emphasis of Matter

Unrecoverable Long Outstanding Accounts Receivables

I draw attention to Note 13 to the financial statements regarding accounts receivables in respect of fees arrears amounting to Kshs.11,270,317 which had been outstanding for over three (3) years. The amount includes Kshs.10,262,521 in respect to students who have since left the School after completion of their studies. This casts doubt on full recoverability of the account's receivables balance. Further, Management has not developed a policy on the impairment of long outstanding fees arrears. The continued existence of these receivables exposes the School to the risk of possible financial loss.

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 Matter

Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the FY 2024/2025 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary schools and, therefore, does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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. Over and Under Funding of Capitation Grants

The statement of financial performance reflects Government grants for tuition and operations amount of Kshs.1,787,701 and Kshs.7,522,947, respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, the School was overfunded and underfunded by Kshs.430,986 and Kshs.1,771,052 respectively as a result of variances in student's enrolment records between the National Education Management and Information System (NEMIS) and enrolment records provided by the School as shown below;

Tuition					
	Enrolment		Disbursement		Over/Underfunding (Kshs)
Date	School	NEMIS	Expected (Kshs)	Actual (Kshs)	
02/08/2024	799	808	472,289	477,608	5,320
25/11/2024	792	581	1,301,256	954,583	(346,673)
22/04/2025	442	567	277,134	355,509	78,375
			2,050,679	1,787,701	
				Tuition Overfunding	83,695
				Tuition Underfunding	(346,673)

Operations					
	Enrolment		Disbursement		
Date	School	NEMIS	Expected (Kshs)	Actual (Kshs)	Over/Underfunding (Kshs)
02/08/2024	799	808	2,149,885	2,174,101	24,216
25/11/2024	792	581	5,346,483	3,922,104	(1,424,379)
22/04/2025	442	567	1,142,393	1,465,468	323,075
			8,638,762	7,561,674	
				Operations Overfunding	347,291
				Operations Underfunding	(1,424,379)
				Total Overfunding	430,986
				Total Underfunding	(1,771,052)

In the circumstances, the underfunding and overfunding of the School may have affected service delivery to the public.

2. Lack of Approved Budget

The statement of budgeted versus actual amounts reflects final budget of Kshs.54,223,200. However, during the period under review, the School did not have an approved budget by the Board of Management. This was contrary to Section 68(2)(h) of the Public Finance Management Act, 2012, and Paragraph 16(1) and (2) of the Fourth Schedule of the Basic Education Act, 2013 which require that the Accounting Officer and Board of Management of a basic education institution prepare annual estimates of revenue and expenditure for the institution under their charge and ensure it is approved by the Cabinet Secretary responsible for matters relating to basic education and training.

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

3. Non-Compliance with the Law on Procurement

The statement of financial performance reflects total payments of Kshs.51,574,074 which includes an amount of Kshs.19,602,159 in respect to procurements undertaken by the School. However, although the School prepared a Procurement Plan during the year, the plan was not approved by the Board of Management. This was contrary to Section 45(3) and Section 53(2) of the Public Procurement and Asset Disposal Act, 2015 which requires that the accounting officer prepare an Annual Procurement Plan as part of the annual budget preparations process and Regulation 40 (4) of the Public Procurement and Asset Disposal Regulations, 2020 which requires that procuring entity shall not commence any procurement proceedings unless the procurement is included in the approved procurement plan.

Further, the School did not have an established procurement function managed by qualified procurement professional as required under Section 47(1) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. The School did not also seek to transfer the procurement function through other alternative procurement structures as guided by Sections 51 and 52 of the Public Procurement and Asset Disposal Act, 2015.

In addition, the Management did not appoint tender opening and evaluation committees for the procurements reviewed contrary to the provisions of Sections 46 (1) and 78 (1) of the Public Procurement and Asset Disposal Act, 2015. Further, there was no evidences of professional opinion and notification of award sent to successful and unsuccessful bidders.

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

4. Construction of a School Library and Laboratory

The statement of financial performance reflects payments of Kshs.5,975,030 in respect of infrastructure as disclosed in Note 8 to the financial statements. Included in the payments is an amount of Kshs.4,563,330 paid for the construction of a School library and laboratory.

The School was given approval by the State Department for Basic Education to use the repair and maintenance grant towards the construction of a library at a cost of Kshs.2,778,496. The School received an infrastructure grant of Kshs.2,000,000 in the 2023/2024 financial year from the State Department for Basic Education and the School engaged contractors in a labour-based contract towards the projects.

However, review of procurement documents revealed that the constructions were ongoing but the contractors were not competitively sourced. This was contrary to Section 91 of the Public Procurement and Asset Disposal Act, 2015.

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

5. Excess Supply of Books

During the year under review, the Ministry of Education did not distribute any textbooks to the School. However, review of textbooks data distributed to the School in previous years revealed that the School received 12,368 books while 3,806 books were issued to the students resulting in an unexplained excess textbook of 8,562 in the School store.

There was no value for money on the excess 8,562 text books to the School.

6. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects payments amount of Kshs.51,574,074 as disclosed in the financial statements which includes an amount of Kshs.19,602,159 in respect of procurement contracts signed with the School's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts amounting to Kshs.5,880. This was contrary to the Levy Order, 2023 issued by the Public Procurement Regulatory Authority.

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

7. Irregular Transfer of Funds to School Heads Associations

The statement of financial performance reflects operations and boarding and school fund expenditure of Kshs.42,538,399 as disclosed in Notes 7 and 9 to the financial statements.

Included in the expenditure is an amount of Kshs.751,600 transferred to Kenya Secondary Schools Heads Association (KESSHA) and Kshs.180,000 transferred to Association of Principals of ACK Sponsored Schools (APACKSS). However, KESSHA and APACKSS are welfare organizations that draw their membership from School Principals only. The organizations are not defined in Government Funding system and there is no assurance that they have implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, the legality and value for money for funds transferred to KESSHA and APACKSS amounting to Kshs.931,600 could not be confirmed.

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

REPORT ON 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. Weakness in Board of Management

Review of the Board of Management (BoM) minutes dated 09 May, 2022 revealed that the School BoM for the period 2022 to 2025 was constituted. However, the appointment letters for each BoM Member were not provided for audit review. In addition, its Committees did not convene any meetings. The absence of Committee meetings may have limited the Board's ability to provide effective supervision, assess operational performance, and ensure accountability in decision-making processes.

In the circumstances, this may expose the entity to risks associated with weak internal controls, delayed decision-making, and inadequate oversight.

2. Lack of Agreements on Information Technology System

Audit review revealed that the School has an accounting system, however, it has not established disaster recovery and Information Technology (IT) continuity plans, in case of a major disaster on its IT infrastructure. This poses a major risk on the School's business continuity. Further, the School has an IT System but lacks a Service Level

Agreement (SLA) with the Vendor. In addition, User Acceptance Test agreement between the vendor and client were not provided for audit review, making it difficult to confirm that proper IT controls are in place and the system meets the business requirements of the School.

There were no effective controls on the IT System at the School.

3. Lack of Strategic Plan

Review of the School operations revealed that the School did not have a Strategic Plan since 2018. The School lacks a tool that provides a clear strategic direction and efficiently allocate resources towards the achievement of certain goals in line with the vision and mission of the entity.

In the circumstances, the School may not effectively manage and align its activities with its long-term objectives.

4. Lack of a Risk Management Policy

During the year under review, the School had not established a risk management policy. Therefore, Management is not able to identify, assess, monitor and control risks that may minimize the School's ability to reach the set objectives as required by Regulation 165 (1) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, Management may fail to identify potential risks and the corresponding mitigating measures to be taken during the unfortunate events.

5. Weakness in the Management of Assets

Note 19 to the financial statements under other important disclosure notes reflects foodstuffs balance amounting to Kshs.2,445,475. However, supporting schedules for the reported balance were not provided for audit review, raising concerns regarding the accuracy and completeness of the amount reported.

Further, the stock/inventory reflects end of the year balance of Kshs.2,445,475 as disclosed in Note 19 to the financial statements. However, the balance was supported by food stuffs balance of Kshs.2,492,825 resulting to an unreconciled variance of Kshs.47,350.

In addition, the summary of fixed assets registers reflects total fixed assets of Kshs.195,258,856 as disclosed in annex 2 to the financial statements. Included in the balance is an amount of Kshs.33,600,000 in respect of land. However, the School lacks ownership documents for the land.

There were no effective measures in the management of assets at the School.

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 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 control, 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 the 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 comply 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

22 May, 2026

6.Statement of Financial Performance for The Year Ended 30th June 2025

DESCRIPTION OF VOTE HEAD	Note	2024-2025	2023-2024
		Kshs	Kshs
REVENUE			
Government grants for Tuition	1	1,787,701	1,859,319
Government grants for Operation	2	7,522,947	11,031,681
Government grants for Infrastructure	3	1,406,000	6,317,700
School Fund income- Parents' Contributions	4	28,039,470	39,259,823
Miscellaneous incomes	5		
TOTAL REVENUE		38,756,118	58,468,523
EXPENDITURE			
Tuition	6	3,060,645	1,958,968
Operation	7	9,185,089	10,468,498
Infrastructure	8	5,975,030	3,033,750
Boarding and School Fund	9	33,353,310	37,136,386
TOTAL PAYMENTS		51,574,074	52,597,602
DEFICIT/SURPLUS		(12,817,956)	5,870,921

The school's financial statements were approved on 9/4/2026 and signed by:

John Mwaniki
Name: John Mwaniki

Chair BOM

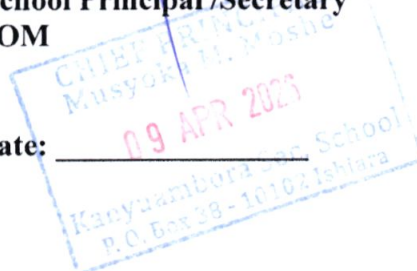
Date: 9/4/2026

Moshe M. Musyoka
Name: Moshe M. Musyoka
School Principal /Secretary
BOM

Date: 09 APR 2025

Josphat N Njuranio
Name: Josphat N Njuranio
Bursar/Finance Officer

Date: 9/4/2026



(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025

7. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2025

DESCRIPTION	Note	2024-2025	2023-2024
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	(23,309)	6,276,047
Cash Balances	11	183,168	10,054
Short term Investment	12	-	-
Total Cash and cash equivalent		159,859	6,286,101
Account's receivables	13	14,506,985	16,304,602
Total financial assets (a)		14,666,844	22,590,703
FINANCIAL LIABILITIES			
Accounts Payables	14	11,910,342	7,016,244
Total financial liabilities (b)		11,910,342	7,016,244
Net financial assets(a-b)		2,756,502	15,574,459
REPRESENTED BY			
Accumulated Fund b/fwd	15	15,574,458	9,703,537
Surplus/Deficit for the year		(12,817,956)	5,870,921
NET FINANCIAL POSITION		2,756,502	15,574,458

The school's financial statements were approved on 9/4/2026 and signed by:

Name: John Mwaniki

Chair BOM

Date: 9/4/2026Name: Moshe M. Musyoka
School Principal /Secretary
BOM

Date:

09 APR 2025
Kanyambora Sec. School
P.O. Box 29 - 10102 IshiaraName: Josphat N Njuranio
Bursar/Finance OfficerDate: 9/4/2026

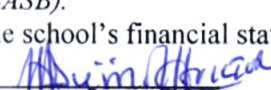
8. statement of Cash Flows for the Year Ended 30th June 2025

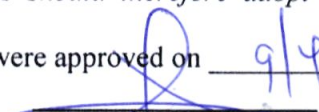
Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash From Operating Activities			
Government grants for Tuition		1,787,701	1,859,319
Government grants for Operation		7,522,947	11,031,681
Government grants for Infrastructure		1,406,000	6,317,700
School Fund Income- Parents contributions/ fees		30,627,899	37,779,630
Receipts		1,406,000	6,317,700
Total receipts		41,344,547	56,988,330
Payments			
Cash outflows for Tuition		1,901,415	1,724,970
Cash outflows for Operation		8,556,949	10,099,058
Cash outflows for Boarding /Lunch and school fund payments		31,037,394	37,917,679
Total payments		41,495,758	49,741,707
Net cash inflow/outflow from operating activities		(151,211)	7,246,623
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets		(5,975,030)	(3,033,750)
Net cash inflows/outflows from Investing Activities		(5,975,030)	(3,033,750)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(6,126,241)	4,212,873
Cash and cash equivalents at BEGINNING of the year		6,286,101	2,073,228
Cash and cash equivalent at END of the year		159,859	6,286,101

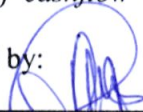
Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(The above presentation of cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cashflow as recommended by PSASB).

The school's financial statements were approved on 9/4 2026 and signed by:


Name: John Mwaniki
Chair BOM


Name: Moshe M. Musyoka
School Principal/ Secretary
BOM


Name: josphat njuranio
Bursar/Finance Officer

Date: 9/4/2026

Date: 09 APR 2026

Date: 9/4/2026

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**9. Statement of Budgeted Versus Actual Amounts for The Year Ended 30th June 2025**

				Actual on Comparable Basis	
			Final		
Receipt/expenses Item	Original Budget	Adjustments	Budget		% of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs			Kshs
RECEIPTS					
(1) CAPITATION GRANT ON TUITION					
Tuition	3,315,200	-	3,315,200	1,787,701	54
(2) CAPITATION GRANT ON OPERATIONS					
Devt -RMI	4,000,000	-	4,000,000	4,290,892	107
Other voteheads	8,705,000	-	8,705,000	2,158,000	25
Activity	1,125,000	-	1,125,000	425,225	38
Medical & ins.	650,000	-	650,000	648,830	100
3)FDSE for Infrastructure					
Maintenance &improvement MOE	4,000,000	-	4,000,000	1,406,000	35
(4) FEES CHARGED ON PARENTS					
Uniform	-	-	-	68,150	-
BES	20,308000	-	20,308,000	17,049,305	84
LT&T	1,520,000	-	1,520,000	935,775	62
ADMINISTRATION	3,600,000	-	3,600,000	3,039,963	84
EWC	1,600,000	-	1,600,000	981,005	61
ACTIVITY	600,000	-	600,000	361,275	60
PERSONAL EMOLUMENT	3,200,000	-	3,200,000	1,974,746	62
RMI					62

	1,600,000	-	1,600,000	996,966	
INFRASTRUCTURE	-	-	-	295,000	-
BURSERY	-	-	-	1,765,285	-
BUS HIRE	-	-	-	572,000	-
SCHOOL BOARDING ACCOUNT	-	-	-	-	-
(6) EXPENDITURE FOR TUITION					
Tuition	3,315,200	-	3,315,200	3,060,530	92
Bank charges	-	-	-	115	-
(7) EXPENDITURE FOR OPERATIONS					
Devt -RMI	4,000,000	-	4,000,000	1,406,000	35
Other voteheads	8,705,000	-	8,705,000	7,514,089	86
EWC	-	-	-	-	-
Activity	1,125,000	-	1,125,000	265,000	24
Medical & ins.	650,000	-	650,000	-	-
Bank charges	-	-	-	-	-
(8) EXPENDITURE FOR INFRASTRUCTURE					
RMI	4,000,000	-	4,000,000	5,680,030	142
SCHOOL BOARDING ACCOUNT	-	-	-	295,000	-
(9) EXPENDITURE FOR SCHOOL FUND/LUNCH /BOARDING					
Uniform	-	-	-	58,500	-
BES	20,308,000	-	20,308,000	19,895,806	98
LT&T	1,520,000	-	1,520,000	1,892,949	125
ADMINISTRATION	3,600,000	-	3,600,000	3,759,720	104

(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

EWC	1,600,000	-	1,600,000	1,529,643	96
ACTIVITY	600,000	-	600,000	539,695	90
PERSONAL EMOLUMENT	3,200,000	-	3,200,000	1,202,700	38
RMI	1,600,000	-	1,600,000	1,994,186	125
INFRASTRUCTURE	-	-	-	-	-
BURSERY	-	-	-	1,765,285	-
BUS HIRE	-	-	-	572,000	-
BANK CHARGES	-	-	-	142,826	-

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

- i) **The 62% P/E ,76% ACT,65% RMI underutilization is as a result of payment of creditors**
- II) **The overutilization in rmi, is as a result of virement.**

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

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, these first/second/third/year financial statements are transitional financial statements.

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of cash flow). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of revenue and expenditure

The school recognizes all revenue from various sources when earned and all expenses when incurred.

The capitation grants include recurrent and development grants. Recurrent capitation are recognised in the statement of financial performance while development grants are recognised in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognised as revenue upon fulfilment of the set conditions.

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 financial performance both as revenue and as expenditure 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 2025.

11. Notes To The Financial Statements

1 Government Grants for Tuition

	2024-2025	2023-2024
	Kshs	Kshs
Tuition	1,787,701	1,859,319
Total	1,787,701	1,859,319

1,787,701 1,859,319

**Include others as per MOE circulars*

2 Government Grants for Operations

	2024-2025	2023-2024
	Kshs	Kshs
Devt -RMI	4,290,892	4,944,700
Other voteheads	2,158,000	4,863,963
EWC	-	-
Activity	425,225	603,592
Medical & ins.	648,830	619,425
Total	7,522,947	11,031,681

7,522,947 11,031,681

**Include others as per MOE circulars*

3 Government Grants for infrastructure

	2024-2025	2023-2024
	Kshs	Kshs
RMI	1,406,000	4,944,700
SCHOOL BOARDING ACCOUNT	-	1,373,000
Sub-Total	1,406,000	6,317,700

1,406,000 6,317,700

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**4 School Fund Income - Parents Contribution/Fees**

	2024-2025	2023-2024
	Kshs	Kshs
Uniform	68,150	1,050,970
BES	17,049,305	22,430,749
LT&T	935,775	1,364,115
ADMINISTRATION	3,039,963	4,079,472
EWC	981,005	1,371,610
ACTIVITY	361,275	534,880
PERSONAL EMOLUMENT	1,974,746	3,273,628
RMI	996,966	1,423,449
INFRASTRUCTURE	295,000	1,373,000
BURSERY	1,765,285	1,948,950
BUS HIRE	572,000	409,000
Sub-Total	28,039,470	39,259,823

28,039,470

39,259,823

**Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.*

Notes to the Financial Statements (continued)

6 Tuition

	2024-2025	2023-2024
	Kshs	Kshs
Tuition	3,060,530	1,958,498
Bank charges	115	470
Total	3,060,645	1,958,968

3,060,645

1,958,968

7 Operations

	2024-2025	2023-2024
	Kshs	Kshs
Devt -RMI	1,406,000	4,944,700
Other voteheads	7,514,089	5,521,163
EWC	-	-
Activity	265,000	-
Medical & ins.	-	-
Bank charges	-	2,635
TOTAL	9,185,089	10,468,498

9,185,089

10,468,498

(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

8 Infrastructure

	2024-2025	2023-2024
	Kshs	Kshs
RMI	5,680,030	1,660,750
SCHOOL BOARDING ACCOUNT	295,000	1,373,000
Sub-Total	5,975,030	3,033,750

9 Boarding And School Fund

	2024-2025	2023-2024
	Kshs	Kshs
Uniform	58,500	780,900
BES	19,895,806	22,622,471
LT&T	1,892,949	1,223,911
ADMINISTRATION	3,759,720	3,414,083
EWC	1,529,643	1,245,997
ACTIVITY	539,695	720,610
PERSONAL EMOLUMENT	1,202,700	2,600,738
RMI	1,994,186	674,876
INFRASTRUCTURE	-	1,373,000
BURSERY	1,765,285	1,948,950
BUS HIRE	572,000	409,000
BANK CHARGES	142,826	121,850
TOTAL	33,353,310	37,136,386

33,353,310

37,136,386

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**Notes to the Financial Statements (continued)****10 Bank Accounts**

Account name & currency	status	Bank Account Number	2024-2025	2023-2024
	Active /dormant		Kshs	Kshs
Tuition account	Active	01139051033600	25,726	139,441
Operations account	Active	01139051033601	389,542	1,423,544
School fund account/boarding	Active	01129051033600	(446,912)	135,697
Infrastructural account	Active	01139051033604	8,335	4,577,365
Total Bank Balances			(23,309)	6,276.047

(23,309) 6,276,047

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and coins	183,168	10,054
Total	183,168	10,054

183,168 10,054

12 Short Term Investments

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2024- 2025	2023- 2024
	Kshs	Kshs
School Fund -Fees Debtors	14,506,985	16,304,602
School Fund - Advances	-	-
School Fund - DR SUSPENSE	-	-
Total ACCOUNTS RECEIVABLE	14,506,985	16,304,602
Total ACCOUNTS RECEIVABLE as per FA&FL	14,506,985	16,304,602

13 b Ageing Analysis of Accounts Receivable

	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,668,635	12%	5,034,285	31%
Between 1- 2 years	1,568,033	11%	654,653	4%
Between 2-3 years	11,270,317	77%	10,615,664	65%
Over 3 years	-	-%	-	-%
Total (should tie to note 13 a)	14,506,985	100%	16,304,602	100%

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**14 Accounts Payable**

Description	2024-2025	2023- 2024
	Kshs	Kshs
School Fund -Prepaid Fees	790,812	628,139
Trade Creditors -School Fund	7,162,264	4,218,209
Trade Creditors -Operation	1,432,540	804,400
Trade Creditors - Tuition	2,524,726	1,365,496
Total Payables	11,910,342	7,016,244
	11,910,342	7,016,244

14a. Ageing Analysis of Accounts Payable

	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	9,817,246	88%	5,215,013	82%
Between 1- 2 years	129,192	1%	172,590	2%
Between 2-3 years	1,173,092	11%	-1,000,502	16%
Over 3 years	-	-%	-	%
Total (should tie to note 14)	11,119,530	100%	6,388,105	100%

15. Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank balances	6,276,047	1,912,563
Cash balances	10,054	160,665
Short Term Investments	-	-
Receivables	16,304,602	14,196,270
Payables	(7,016,244)	(6,565,960)
Total	15,574,459	9,703,538
	15,574,458	9,703,537
	1	1

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**17. Biological assets**

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle	2	60,000	60,000
Goats	3	15,000	15,000
Frees	90	450,000	450,000
Pigs	10	50,000	50,000
Total		575,000	575,500

18. Borrowings

(KANYUAMBORA BOYS HIGH SCHOOL)

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Other important disclosure notes

19 Stock/ Inventory

Description	2024-2025	2023- 2024
	KShs	KShs
Food stuffs	2,492,825	2,518,659
Balance at end of the year	2,445,475	2,492,825

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

(KANYUAMBORA BOYS HIGH SCHOOL)

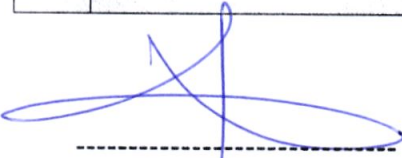
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20 Progress On Follow Up of Auditor Recommendations

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

**PROGRESS ON FOLLOW UP OF AUDITOR
RECOMMENDATIONS**

Ref. No.	Issue / Observations from Auditor for the FY2021/2022	Management comments	Status: (Resolved / Not Resolved)	<i>Timeframe: (Put a date when you expect the issue to be resolved)</i>
	Not received the year 2023-2024 audited accounts from the OAG.	Efforts will be made to submit financial statement on time	resolved	immediately



Sign and Date
Principal

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**Annexes****Annex I - Analysis of Pending Accounts Payable**

					Outstanding Balance	Outstandi ng Balance	Comments
1		Original Amount	Date Contracted	Amount paid To- Date	2024-2025	2023-2024	
		a	b	c	d=a-c		
		Kshs	Kshs	Kshs	Kshs	Kshs	
S/N o	Names of suppliers who supplied Materials and/service for Construction of buildings/works						
1	JULIUS MURITHI MUNYI	-	30th June 2023	1,715,500	-	1,715,500	
2	CRITICOS NYAGA	-	30th June 2023	304,000	-	304,000	
3	BERNARD NJAGI	-	30th June 2023	457,230	-	457,230	
4	PETER MUNGAI NYAGA	-	30th June 2023	106,000	-	106,000	
5	GEOFREY KINOTI	-	30th June 2023	110,000	-	110,000	
6	SECUNDA NDUKU IRERI	-	30th June 2023	42,750	-	42,750	
7	DANCAN MUGENDI	-	30th June 2023	75,375	-	75,375	
8	KENBLEST FOOD LIMITED	-	30th June 2023	230,986	-	230,986	
9	VICOM UNIFORMS	-	30th June 2023	377,900	-	377,900	
10	MARGRET KINA NJeru	-	30th June 2023	260,104	-	260,104	
11	LENHAM ENTERPRISES	-	30th June 2023	444,360	-	444,360	
12	BOOKFLYER PRECISE	-	30th June 2023	360,040	-	360,040	
13	CLINS LAB EQUIPMENT	-	30th June 2023	454,420	-	454,420	
14	CRUCIAL NECESSITIES	-	30th June 2023	276,348	-	276,348	
	Sub-Total- Construction Supplies	-		5,215,013	-	5,215,013	
	Names of suppliers who supplied Common user goods						

1	JULIUS MURITHI MUNYI	2,351,000	30th June 2024	-	2,351,000		
2	CRITICOS NYAGA	516,200	30th June 2024	-	516,200		
3	BERNARD NJAGI	496,133	30th June 2024	-	496,133		
4	PETER MUNGAI NYAGA	81,900	30th June 2024	-	81,900		
5	GEOFREY KINOTI	142,500	30th June 2024	-	142,500		
6	SECUNDA NDUKU IRERI	23,940	30th June 2024	-	23,940		
7	DANCAN MUGENDI	114,060	30th June 2024	-	114,060		
8	KENBLEST FOOD LIMITED	452,678	30th June 2024	-	452,678		
9	VICOM ENTERPRISES	136,750	30th June 2024	-	136,750		
10	EWASCO	276,307	30th June 2024	-	276,307	-	
11	STEMUR AGENCIES	55,000	30th June 2024	-	55,000	-	
12	DAJOH ICT SOLUTIONS	255,000	30th June 2024	-	255,000	-	
13	BYITEK TECHNOLOGIES	128,000	30th June 2024	-	128,000	-	
14	RUTHERS JOINT	23,000	30th June 2024	-	23,000	-	
15	DAVCO STATIONERS	44,000	30th June 2024	-	44,000		
16	BITITEC SYSTEMS & SUPPLIERS	74,160	30th June 2024	-	74,160		
17	SMIS	60,000	30th June 2024	-	60,000		
18	HIGHMARK SERVICES	69,000	30th June 2024	-	69,000		
19	SHANANGEL AGENCIES	272,500	30th June 2024	-	272,500		
20	EXQIT SOLUTIONS LTD	60,000	30th June 2024	-	60,000		
21	DIMUTZ INVESTMENTS	62,550	30th June 2024	-	62,550		
22	INFRASTRUCTURE	295,000	30th June 2024	-	295,000		
23	ROSSY TELECOM LTD	175,000	30th June 2024	-	175,000		
24	GLOBRAND DESIGNS	96,000	30th June 2024	-	96,000		
25	OSA MONASTERY	222,158	30th June 2024	-	222,158		
26	NGUNA ENTERPRISES	114,550	30th June 2024	-	114,550		

(KANYUAMBORA BOYS HIGH SCHOOL)

Annual Report and Financial Statements For the year ended 30th June 2025

27	LENHAM ENTERPRISES	1,296,210	30th June 2024	-	1,296,210		
28	CLINS LAB EQUIPMENT	1,902,650	30th June 2024	-	1,902,650		
29	JETLINK ENTERPRISES	21,000	30th June 2024	-	21,000		
	Sub-Total-User Goods Supplies	9,817,246		-	9,817,246	-	
	Grand Total	9,817,246		5,215,013	9,817,246	5,215,013	

(KANYUAMBORA BOYS HIGH SCHOOL)Annual Report and Financial Statements For the year ended 30th June 2025**Annex 2 – Summary of Fixed Assets Register**

Asset class	Historical Cost b/f (Kshs)	Additions during the year to June 2024-2025 (Kshs)	Disposals during the year to June 2024-2025 (Kshs)	Historical Cost c/f (Kshs) 30th June 2024-2025
	1st July 2023-2024			
Land 1	33,600,000	-	-	33,600,000
Land 2	-	-	-	-
Buildings and structures	140,800,050	-	-	140,800,050
Motor vehicles	2,000,000	-	-	2,000,000
Office equipment, furniture and fittings	6,247,000	223,974	-	6,470,974
ICT Equipment, and Other ICT Assets	5,838,500	433,520	-	6,272,020
Tools and apparatus	2,826,658	1,569,620	-	4,396,278
Textbooks	421,130	304,654	-	441,584
Other Machinery and Equipment	593,750	-	-	593,750
Heritage and cultural assets	-	-	-	-
Intangible assets- soft ware	400,000	-	-	400,000
	-			
Total	192,727,088	2,531,768	-	195,258,856

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

