

REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 09 JUN 2026

DAY.
Tuesday

REPORT

TABLED
BY:

Hon. Naomi Wago

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PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

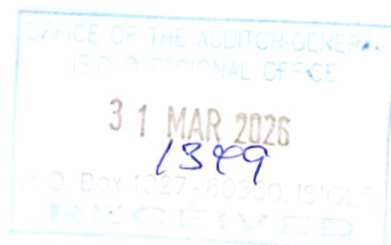
ON

AREMIET MIXED SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2024

ISIOLO COUNTY

Revised 30th June 2024.



AREMIET MIXED

Secondary School

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024**

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

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1. Acronyms and Glossary of Terms

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

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 Isiolo County, Isiolo North Sub-County.

The school was registered in 2018 under registration number 17S30000145 and is currently categorized as a Sub county public school established, owned or operated by the Government.

The school is a day/boarding school and had 30 number of students as at 30th June 2024. It has one streams and 9 teachers of which 0 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref.	Name of Board Member	Designation	Date of appointment
1	JULIS LOPEYOK	Chairman	1st January, 2022
2	JOSEPHINE EKIRU	Secretary - Principal	1st January, 2022
3	JULIUS R. KIMATHI	Member	1st January, 2022
4	JUDITH LERANTILEI	Member	1st January, 2022
5	PETER	Member	1st January, 2022
6	AMOGO ERICA	Member	1st January, 2022
7	JACINTA AKOROTI	Member	1st January, 2022
8	OMAR GABRA	Member – Rep CEB	1st January, 2022
9	PAUL ODHIAMBO	Member Rep Teachers	1st January, 2022
10	MARY ASUNYEN	3 Members - Sponsor	1st January, 2022
11	SAMUEL LOKORO	Member - Community	1st January, 2022
12	ANGATHA NARUMBE	Member Special Needs	1st January, 2022
13	JAMES ERUPE	Rep Students	1st January, 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, 2013.
- Ensure and assure the provision of proper and adequate facilities for the School.
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils' discipline and make reports to the CEB.
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB.
- Administer and manage the resources of the School.
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. JULIUS LOPEYOK 2. JULIUS R. KIMATHI 3. JOSEPHINE EKIRU 4. JUDITH LERANTINTILEI 5. SAMUEL LOKORO	Chairman Secretary V chair Member Member	3 out of 3 3 out of 3 1 out of 3 2 out of 3 3 out of 3
2	Audit Committee	1. AMBROSE LOSINTIYO 2. JULIUS R. KIMATHI 3. JACINTA AKORO 4. MARY ASUNYEN 5. JULIUS LOPEYOK	CHAIRMAN SECRETARY MEMBER MEMBER MEMBER	0 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
3	Finance,procurement and general purposes Committee	1. AMBROSE LOSINTIYO 2. JULIUS R. KIMATHI 3. JACINTA AKORO 4. MARY ASUNYEN	CHAIRMAN SECRETARY MEMBER MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1

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

		5. JULIUS LOPEYOK	MEMBER	1 out of 1
4	Academic Committee	1. JULIUS LOPEYOK	CHAIRMAN	1 out of 1
		2. JULIUS R. KIMATHI	SECRETARY	1 out of 1
		3. AMBROSE	MEMBER	0 out of 1
		4. PAUL ODHIAMBO	MEMBER	1 out of 1
		5. SAMUEL LOKORO	MEMBER	1 out of 1
5	Development Committee			
6	Discipline and welfare Committee	1. SAMUEL LOKORO	CHAIRMAN	1 out of 1
		2. JULIUS R. KIMATHI	SECRETARY	1 out of 1
		3. JUDITH LERANTINTILEI	MEMBER	1 out of 1
		4. PAUL ODHIAMBO	MEMBER	1 out of 1
		5. SAMUEL LOKORO	MEMBER	1 out of 1
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	JULIUS R. KIMATHI	TSC No. 305011
2	Deputy Principal	ABDUBA BAGAJ A	TSC No. 375369
3	School Bursar	N/A	ICPAK No.
4	Other (specify)	N/A	N/A

(e) Schools contacts

Post Office Box: 56-60300 Isiolo
Telephone: 0721 583 881
E-mail: aremietmixedsecondary@gmail.com
Website: N/A
Facebook:
Twitter:

(f) School Bankers**MAIN ACCOUNT**

1. Name of Bank: K.C.B
Branch: ISIOLO
Account number: 1234735229

OPERATIONS ACCOUNT

2. Name of Bank: K.C.B
Branch: ISIOLO
Account number: 1226156614

TUITION ACCOUNT

3. Name of Bank: K.C.B
Branch: ISIOLO
Account number: 122289180

INFRASTRUCTURE ACCOUNT

4. Name of Bank: K.C.B
Branch: ISIOLO
Account number: 1260150674

CDF ACCOUNT

5. Name of Bank: EQUITY
Branch ISIOLO
Account number: 041028127120 (CDF) ACCOUNT

(g) Independent Auditors

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

AREMIET MIXED SECONDARY SCHOOL

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

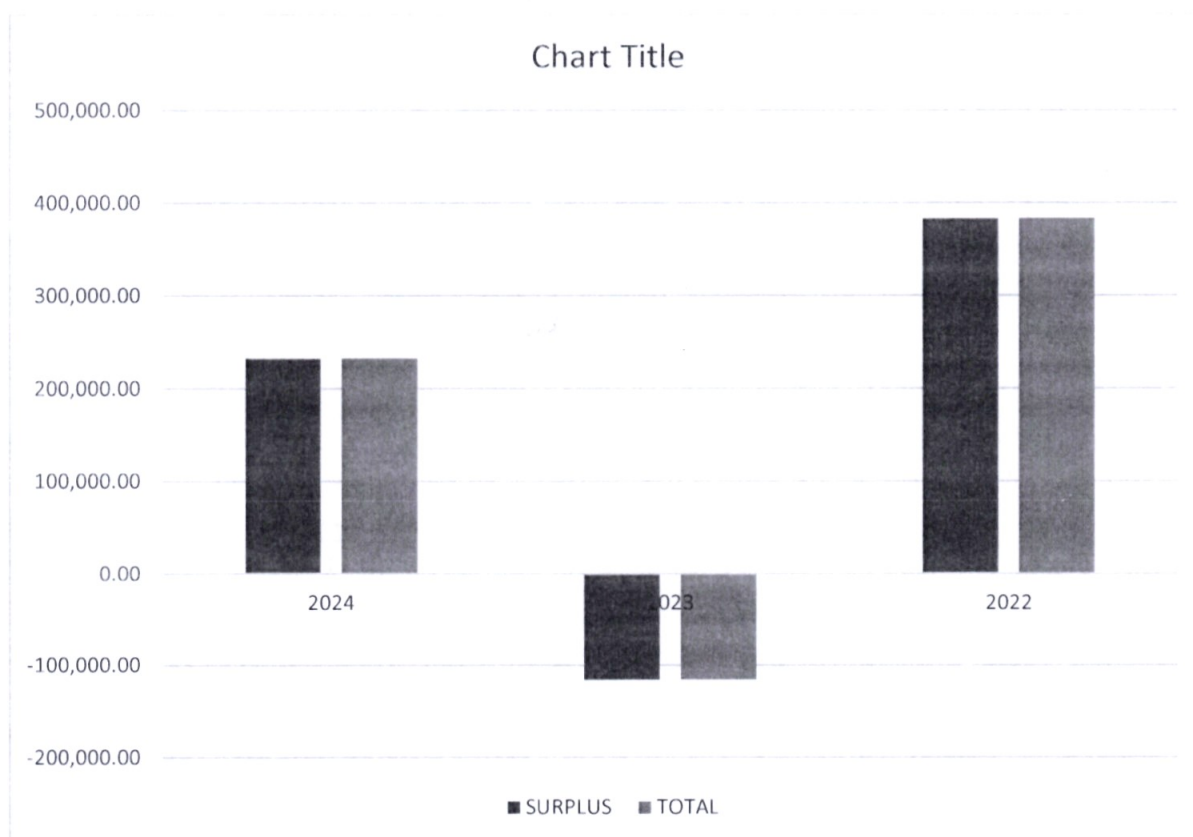
3. Summary Report of Performance of The School

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

a) Financial performance:

- Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2023 - 2024	2022 - 2023	2021 - 2022
SURPLUS	232,676.40	(116,339.10)	383,461.80
TOTAL	232,676.40	(116,339.10)	383,461.80

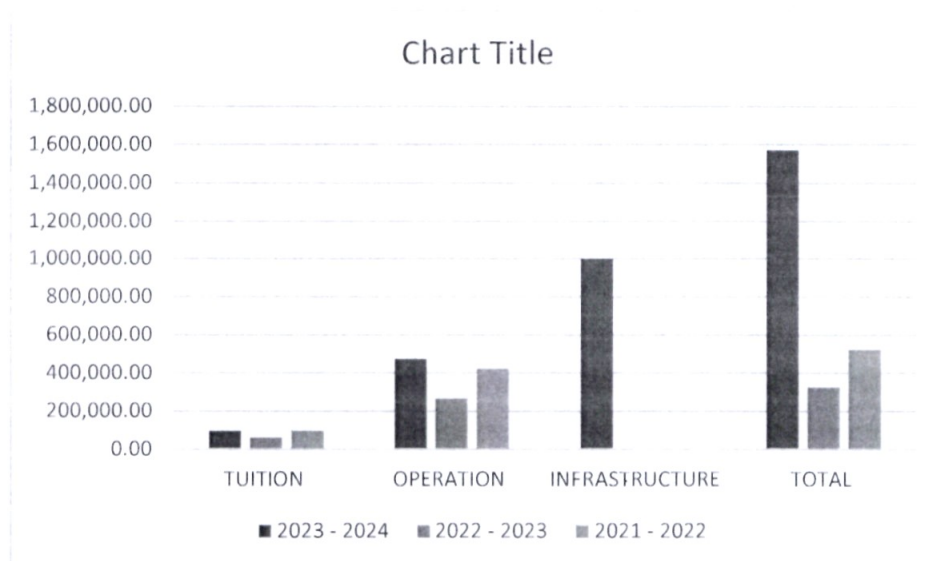


AREMIET MIXED SECONDARY SCHOOL

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

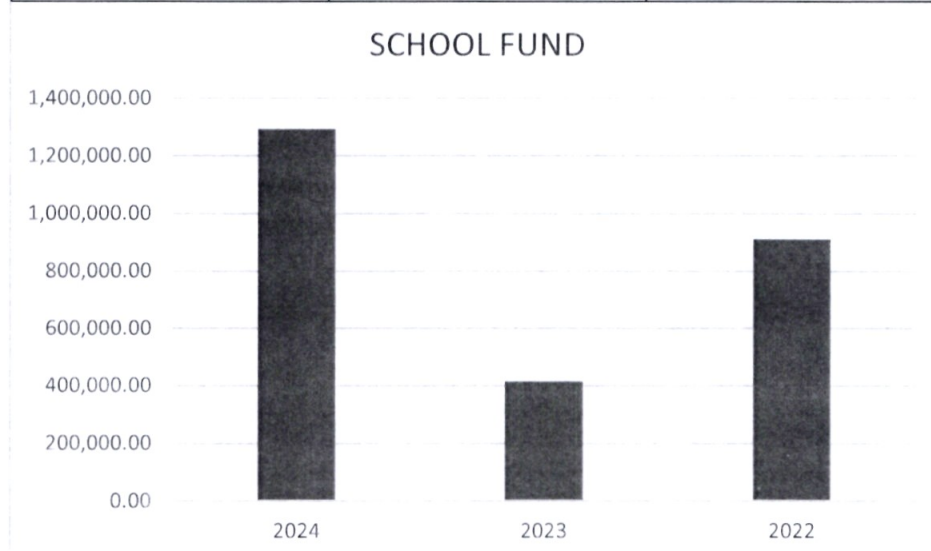
- Capitation grants from the Ministry of Education for the last three years

YEAR	2023 - 2024	2022 - 2023	2021 - 2022
TUITION	98,177.80	61403.00	99,341.00
OPERATION	474,033.85	266,585.40	424,800.00
INFRASTRUCTURE	1,000,000.00	-	-
TOTAL	1,572,211.65	327,988.40	524,141.00



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

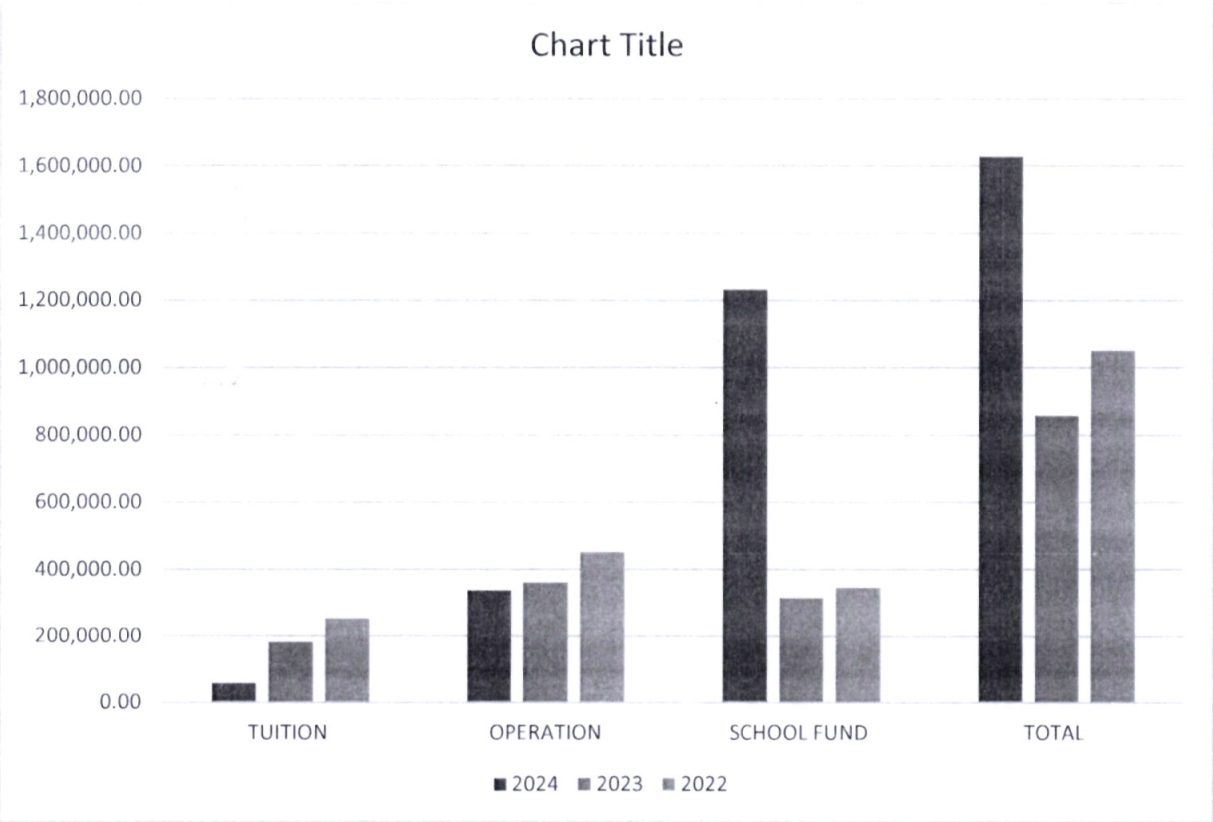
YEAR	2023 - 2024	2022 - 2023	2021 - 2022
SCHOOL FUND	1,294,000.00	414,800.00	910,800.00



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

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

YEAR	2023 - 2024	2022 - 2023	2021 - 2022
TUITION	57,776.50	181,115.00	254,719.00
OPERATION	337,425.75	361,947.00	450,560.00
SCHOOL FUND	1,232,746.50	316,066.00	346,201.00
TOTAL	1,627,948.75	859,128.00	1,051,480.00

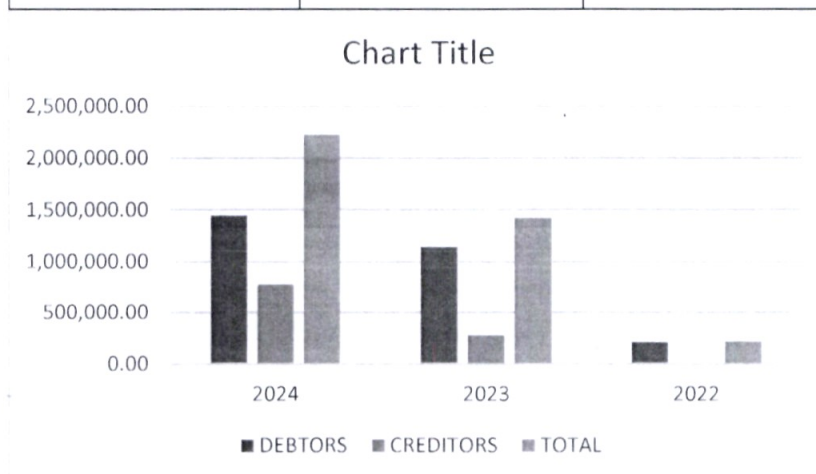


AREMIET MIXED SECONDARY SCHOOL

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

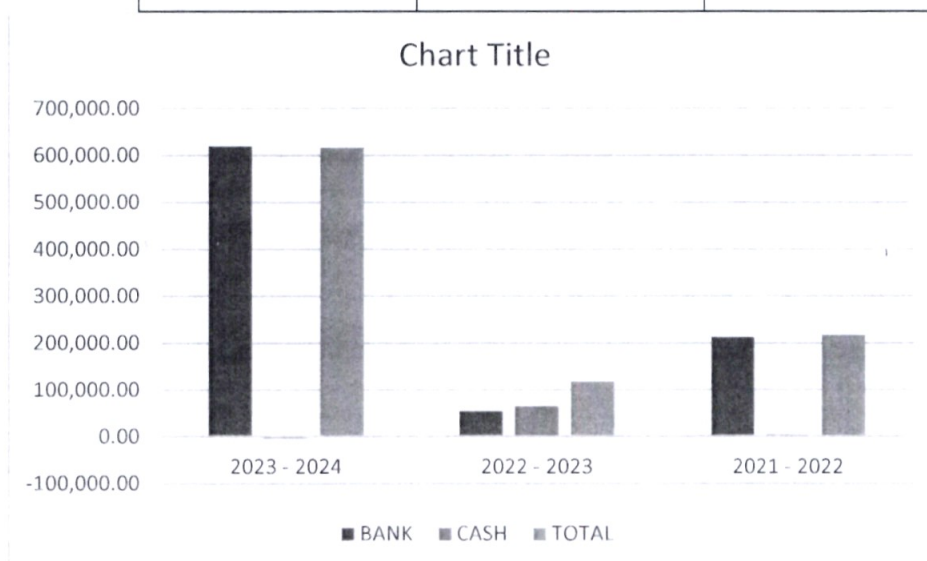
- Movement of debtors and creditors of the school over the last three years

YEAR	2023 - 2024	2022 - 2023	2021 - 2022
DEBTORS	1,446,950.00	1,143,150.00	212,694.80
CREDITORS	780,863.00	281,715.00	3,652.00
TOTAL	2,227,813.00	1,424,865.00	216,346.80



Cash and bank balances

	2023 - 2024	2022 - 2023	2021 - 2022
BANK	619,617.50	53,553.10	212,694.80
CASH	(3,603.00)	64,337.00	3,652.00
TOTAL	616,014.50	117,890.10	216,346.80



b) Teacher Student ratio:

$$34/8 = 4.25$$

c) Mean score in the 2023 KCSE:

<i>YEAR</i>	<i>ENTRY</i>	<i>MEAN SCORE</i>	<i>DEV</i>
<i>2021</i>	<i>12</i>	<i>2.083</i>	<i>N/A</i>
<i>2022</i>	<i>6</i>	<i>3.333</i>	<i>1.250</i>
<i>2023</i>			

d) Number of Candidates in the 2023 KCSE:

<i>YEAR</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
<i>TOTAL</i>		<i>6</i>	<i>12</i>

e) Capacity of the school:

<i>FACILITY</i>	<i>AVAILABLE</i>	<i>REQUIRED</i>	<i>INF GAP</i>	<i>COMMENTS</i>
<i>CLASSROOMS</i>	<i>5</i>	<i>1</i>	<i>1</i>	<i>NEEDED URGENTLY</i>
<i>SCIENCE LAB</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>NEEDED URGENTLY</i>
<i>COMPUTER LAB</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>NEEDED URGENTLY</i>
<i>DINING HALL</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>URGENT</i>
<i>MODERN LIBRARY</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>URGENT</i>
<i>SCHOOL BUS</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>CAN WAIT</i>
<i>STUDENT'S TOILETS</i>	<i>4</i>	<i>2</i>	<i>2</i>	<i>CAN WAIT</i>
<i>STAFF WASHROOM</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>CAN WAIT</i>
<i>WATER STORAGE</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>CAN WAIT</i>
<i>STAFFROOM</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>URGENT</i>
<i>DEPARTMENTAL OFFICES</i>	<i>0</i>	<i>2</i>	<i>2</i>	<i>URGENT</i>
<i>BOARD ROOM</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>URGENT</i>
<i>STAFF HOUSES</i>	<i>0</i>	<i>4</i>	<i>4</i>	<i>URGENT</i>

The school is a day mixed secondary single stream 90 boys and 90 girls total 180 students.

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
2 CLASSROOMS	CDF	70% COMPLETE	2,600,000.00	2,200,000.00	BY AUGUST 2024

...JULIUS R. KIMATHI...

School Principal

AREMIET MIXED SECONDARY SCHOOL

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

4. Statement of School Management Responsibility

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

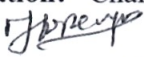
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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

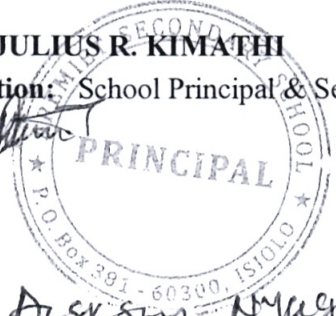
Name: JULIUS LOPEYOK

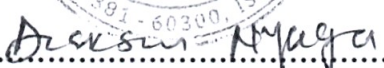
Designation: Chairman, School Board of Management

Date: 
30.03.2026

Name: JULIUS R. KIMATHI

Designation: School Principal & Secretary to Board of Management

Date: 


Name: .....

Designation: Bursar/ Finance Officer

Date: 30.3.26

REPUBLIC OF KENYA

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E-mail: 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 AREMIET MIXED SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – ISIOLO 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 Aremiet Mixed Secondary School set out on pages 1 to 20, which comprise of the statement of assets and liabilities

Report of the Auditor-General on Aremiet Mixed Secondary School for the year ended 30 June, 2024 – Isiolo County

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 Aremiet Mixed Secondary School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.616,014. However, the bank reconciliation statements for the four bank accounts held by the School were not provided for audit review and the School did not prepare the board of cash survey report to confirm the reported balances. Further, the overdrawn cash balance of Kshs.3,603, which has been offset against the bank balances was neither explained nor supported.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.616,014 could not be confirmed.

2. Unsupported and Long Outstanding Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivable balance of Kshs.1,446,950, in respect of fees arrears. However, the supporting schedules, issued invoices and listing of the students with outstanding fees indicating how much each owes were not provided for audit review.

Further, included in the balance are fees arrears amounting to Kshs.1,213,950 which had been outstanding for more than one (1) year. Management did not provide the detailed ageing analysis of the receivables, a policy on impairment of long outstanding receivables to support assessment of recoverability and explanation on how it intends to recover the amount.

In the circumstances, the accuracy, completeness and recoverability of accounts receivable balance of Kshs.1,446,950 could not be confirmed.

3. Unsupported School Fund Income - Parents' Contribution

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects school fund income - parents' contribution receipts of Kshs.1,294,000.

However, Management did not provide revenue ledger and related schedules to support the balance.

In the circumstances, the accuracy and completeness of the school fund income - parents' contribution amount of Kshs.1,294,000 could not be confirmed.

4. Unsupported Boarding and School Fund Payments

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflects boarding and school fund payments balance of Kshs.1,232,746. However, examination of payment records revealed that Management made payments totalling Kshs.1,228,573 for lunch program without proper support documents such as purchase requisitions, local purchase orders, supplier invoices and delivery notes.

In the circumstances, the accuracy, completeness and regularity of the boarding and school fund payments of Kshs.1,232,746 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budgeted versus actual amounts reflects final total revenues budget versus actual amounts on comparable basis of Kshs.1,835,368 and Kshs.2,078,964 respectively, resulting to an over funding of Kshs.243,596, or 12% of the budget. Similarly, the School spent Kshs.1,228,573 against actual receipts of Kshs.2,078,964, resulting to an under-utilization of Kshs.850,391, or 41% of the actual receipts.

The under-utilization affected the School's planned activities and may have impacted negatively on service delivery to the public.

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 XIV which comprise of Key School Information and Management, Summary Report of the Performance of the School and Statement of the School Management Responsibility. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Long Outstanding Accounts Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects Kshs.780,863 in relation to accounts payables which relates to trade creditors, prepaid school fees and retention monies. Included in the accounts payables is an amount of Kshs.211,315, which had been outstanding for more than one (1) year 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.

2. Unreconciled Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations totalling Kshs.572,210. Comparison of data from National Education Management and Information System (NEMIS) with the School records revealed NEMIS reflected enrolment of sixty-one (61) students while records from the School had ninety-seven (97) students, resulting in an underfunding of the School by an amount of Kshs.337,697. This was contrary to Ministry of Education vide Circular MOE.HQs/3/10/18/ (46) dated 7 February, 2022 and Circular MOE.HQS/3/13/3 dated 16 June, 2021 issued guidelines on implementation of Free Day Secondary Education (FDSE) requires that all learners to be registered in NEMIS the principals to ensure their records are accurate.

In the circumstances, under-funding of the school may have affected service delivery to the students.

3. Lack of a Procurement Plan

The statement of receipts and payments reflects total receipts and payments of Kshs.2,866,211 and Kshs.2,633,535, respectively. However, during the year under review 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.

4. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan, contrary to Section 2.2 of the Ministry of Education Operation Manual, 2019 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.

5. Non-Registration with the Office of the Data Protection Commissioner

During the year under review, the School had not registered with the Office of the Data Protection Commissioner (ODPC) as a data controller and data processor, despite actively collecting, processing, and storing personal data of staff, service providers and students during the year under review. This is contrary to Section 18(1) of the Data Protection Act, 2019, which requires all data controllers and data processors to register with the Office of the Data Protection Commissioner.

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

Report of the Auditor-General on Aremiet Mixed Secondary School for the year ended 30 June, 2024 – Isiolo County

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

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as the statement of school management responsibility, the statement of receipts and payments, the statement assets and liabilities and the statement cash flows were not signed by the Chairman of the Board, the principal and bursar/finance officer and the date of approval of the three financial statements was also not indicated. Further, the statement of cash flows and the statement of budgeted versus actual amounts were erroneously indicated for the year ended 30 June, 2023 instead of 2024.

In the circumstances, Management did not comply with the PSASB guidelines.

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. Ineffective Board of Management and Committees

Review of the Board of Management records revealed that the Board did not convene meetings during the year under review. This was contrary to Section 6(1) of the Basic Education Act, 2013, which requires the Board to meet at least once every four months. Further, although the Board had established committees, namely the Academic Committee, Discipline and Welfare Committee, Audit Committee, and Finance, Procurement and General-Purpose Committee, no supporting documentation such as attendance registers or minutes was provided to confirm that these committees held meetings during the year under review, as reported in the financial statements.

In the circumstances, the effectiveness of governance and oversight by the Board of Management and its committees could not be confirmed.

2. Inadequate Management of School Assets

Annex 2 to the financial statements on summary of the fixed assets register reflect total assets amount of Kshs.8,825,000, which include School land with historical cost of Kshs.1,400,000. However, the ownership documents were not provided for audit and the register lacked information on the asset's purchase date, coding, serial numbers. This was contrary to Section 72 of the Public Finance Management Act, 2012. Further, physical inspection carried out on 26 February, 2026 on the school assets revealed that the items including office equipment, furniture and printers were not tagged.

In the circumstances, the adequacy of assets management could not be confirmed.

3. Lack of an Internal Audit Function

During the year under review, the School lacked an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government) Regulation, 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 effectiveness of oversight mechanisms could not be confirmed.

4. Lack of an Approved Risk Management Policy

The school did not have a risk management policy, contrary to Regulation 165(1) of the Public Finance Management (National Government) Regulations, 2015, which requires accounting officers to ensure that government entities develop a risk management strategy, which include fraud prevention mechanisms; and a system of risk management and internal control that builds robust business operations.

In the circumstances, the effectiveness of risk management could not be confirmed.

5. Lack of Automation of Key Processes

Audit review noted that the School majorly relies on a manual system for processing and records keeping in recording of school income and payments and is thus exposed to risks associated with manual records keeping such as errors in processing, inaccurate financial reporting, manipulation of records and lack of data integrity and confidentiality. Further, manual processing is cumbersome and lack of automation denies the School the benefits of speedy processing and retrieval of information.

In the circumstances, the existence of an effective records keeping and validation mechanisms 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 (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

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

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

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

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

17 April, 2026

AREMIET MIXED SECONDARY SCHOOL

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

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

Description Of Vote Head	Note	2023-2024 Kshs	2022-2023 Kshs
Receipts			
Government grants for tuition	1	98,177.80	61,403.50
Government grants for operations	2	474,033.85	177,585.40
Government Grants for infrastructure	3	1,000,000.00	89,000.00
School fund income- parents' contributions	4	1,294,000.00	414,800.00
Miscellaneous incomes	5	-	-
Total Receipts		2,866,211.65	742,788.90
Payments			
Tuition	6	57,776.50	181,115.00
Operations	7	337,298	361,947.00
Infrastructure	8	1,005,586.50	-
Boarding and school fund	9	1,232,746.50	316,066.00
Total Payments		2,633,535	859,128.00
			-
Surplus/Deficit		232,676.40	(116,339.10)

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

JULIUS LOPEYOK

Name:

Chair BOM

Date:

JULIUS R. KIMATHI

Name:

**School Principal/ Secretary to
BOM**

Date:

.....

Name:

Bursar/ Finance Officer

Date:

AREMIET MIXED SECONDARY SCHOOL

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

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

Description	Note	2023-2024 Kshs	2022-2023 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	619,617.50	53,553.10
Cash balances	11	(3,603.00)	64,337.00
Short term investments	12	-	-
Total cash and cash equivalent		<u>616,014.50</u>	<u>117,890.10</u>
Account's receivables	13	1,446,950.00	1,213,950.00
Total financial assets		<u>2,062,964.00</u>	<u>1,331,840.10</u>
Financial liabilities			
Accounts payables	14	780,863.00	282,415.00
Net financial assets		<u>1,282,101.50</u>	<u>1,049,425.10</u>
Represented by			
Accumulated fund b/fwd	15	1,049,425.10	1,165,764.20
Surplus/deficit for the year		232,676.40	(116,339.10)
Net financial position		<u>1,282,101.50</u>	<u>1,049,425.10</u>

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

JULIUS LOPEYOK

Name:

Chair BOM

Date:

JULIUS R. KIMATHI

Name:

School Principal/ Secretary to
BOM

Date:

.....

Name:

Bursar/ Finance Officer

Date:

AREMIET MIXED SECONDARY SCHOOL

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

8. Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2023-2024 Kshs	2022-2023 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		98,177.80	61,403.50
Government grants for operations		474,033.85	187,585.40
Government grants for infrastructure		1,000,000.00	89,000.00
School fund income- parents contributions/ fees		1,061,000.00	276,800.00
Other income		-	-
Total receipts		2,633,211.65	614,788.90
Payments			
Cash outflows for tuition		65,981.50	50,732.00
Cash outflows for operations		337,298	361,947.00
Cash outflows Boarding/lunch and school fund payments		726,493.50	300,566.00
Total payments		1,129,772.75	713,245.00
Net cash inflow/outflow from operating activities		1,503,710.90	(98,456.10)
Cash flow from investing activities			
Acquisition of assets		1,005,586.50	-
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		498,124.40	(984,462.10)
Cash and cash equivalent at beginning of the FY		117,890.10	261,346.20
Cash and cash equivalent at end of the FY		616,014.50	117,890.10

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

JULIUS LOPEYOK

Name:

Chair BOM

Date:

JULIUS R. KIMATHI

Name:

**School Principal/ Secretary to
BOM**

Date:

.....

Name:

Bursar/ Finance Officer

Date:

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	9,000.00	-	9,000.00	9818.00	109%
Exercise Books	18,000.00	-	18,000.00	29453.00	163%
Laboratory Equipment	43,540.00	-	43,540.00	24544.00	56%
Internal Exams	16,000.00	-	16,000.00	14727.00	92%
Teaching / Learning Materials	11,000.00	-	11,000.00	19636.00	56%
Exams And Assessment	-	-	-		
Total	97,540.00	-	97,540.00	98178.00	100%
(2) Capitation Grant on Operations					
Personnel Emoluments	126,588.00	-	126,588.00	66952.00	53%
Repairs And Maintenance	111,700.00	-	111,700.00	148300.00	132%
Local Transport / Travelling	45,000.00	-	45,000.00	44639.00	99%
Electricity And Water	47,322.00	-	47,322.00	55794.00	118%
Medical	60,000.00	-	60,000.00	59775.00	99%
Administration Costs	34,581.00	-	34,581.00	55794.00	161%
Activity	45,000.00	-	45,000.00	42779.00	95%
Gratuity	-	-	-		
Total	469,988.00	-	469,988.00	474033.00	100%

AREMIET MIXED SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance &Improvement MoE	-	-	-	-	-
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	1,000,000.00	-	1,000,000.00	1,000,000.00	100%
Administration Block	-	-	-	-	-
Total	1,000,000.00	-	1,000,000.00	1,000,000.00	100%
(4) Fees Charged on Parents					
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	267,840.00	-	267,840.00	506,753.00	189%
Total	267,840.00	-	267,840.00	506,753.00	189%
5) Miscellenous Income					
Loans / Borrowing	-	-	-	-	-
Rent income	-	-	-	-	-
Income From Farming Activities	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Insurance Compensation	-	-	-	-	-
Income From Posho Mill	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-
Fee For Hire of Ground and Equipment	-	-	-	-	-
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
Total Income	1,835,368.00	-	1,835,368.00	2,078,964.00	113%
(6) Expenditure For Tuition					
Textbooks		-	-	-	-
Reference Materials	9,000.00	-	9,000.00	-	0%
Exercise Books	18,000.00	-	18,000.00	-	0%
Laboratory Equipment	43,540.00	-	43,540.00	-	0%
Internal Exams	16,000.00	-	16,000.00	-	0%
Teaching / Learning Materials	11,000.00	-	11,000.00	57,070.00	518%
Chalks	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Bank Charges	-	-	-	706.50	0%
Total	97,540.00	-	97,540.00	57,776.50	59%
(7) Expenditure For Operations					
Personnel Emoluments	126,588.00	-	126,588.00	105,000.00	82%

AREMIET MIXED SECONDARY SCHOOL

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Repairs, Maintenance & Improvements	111,700.00	-	111,700.00	11,000.00	9%
Local Transport / Travelling	45,000.00	-	45,000.00	72,050.00	160%
Electricity, Water and Conservancy	47,322.00	-	47,322.00	8,800.00	18%
Medical	60,000.00	-	60,000.00	-	0%
Administration Costs	34,581.00	-	34,581.00	126,261.75	365%
Activity Expenses	45,000.00	-	45,000.00	14,050.00	31%
Gratuity	-	-	-	-	-
Bank charge	-	-	-	-	-
Total	469,988.00	-	469,988.00	337,161.75	71%
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	-
Construction of LAB	500,000.00	-	500,000.00	479,989.00	95%
Construction of DORMS	-	-	-	-	-
Purchase of furniture	500,000.00	-	500,000.00	525,000.00	105%
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
Total	1,000,000.00		1,000,000.00	1,004,989.00	100%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	-	-	-	-	-
Repairs, Maintenance and Improvements	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	-	-
Medical Expenses	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
Gratuity	-	-	-	-	-
Lunch Programme	1,200,000.00	-	1,200,000.00	1,228,573.00	102%
Boarding Equipment and Stores				-	-
Expenditure For Income Generating Activity	-	-	-	-	-
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Totals	1,200,000.00	-	1,200,000.00	1,228,573.00	102%

- i. Inflation Of Price Commodities
- ii. Late Grant Remittance
- iii. Poor Fees Payment

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of

changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

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

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Reference Materials	-	6,134.00
Exercise Books	29,453.00	18,426.00
Laboratory Equipment	24,544.00	15,350.00
Internal Exams	14,727.00	9,214.00
Teaching / Learning Materials	19,636.00	12,279.00
Others (specify)* <i>Teacher guide</i>	9,817.80	-
Total	98,177.80	61,403.00

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	66,952.00	46,159.00
Repairs And Maintenance	148,300.00	-
Local Transport / Travelling	44,639.85	30,034.40
Electricity And Water	55,794.00	38,055.00
Medical	59,775.00	6,600.00
Administration Costs	55,794.00	38,055.00
Activity	42,779.00	18,682.00
Other Vote Heads (specify)*	-	-
Total	474,033.85	177,585.40

AREMIET MIXED SECONDARY SCHOOL

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

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance & Improvement	-	89,000.00
Transition infrastructure grants	1,000,000.00	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
Total	1,000,000.00	89,000.00

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	-	-
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Fee on Boarding Equipment and stores/ lunch	1,291,000.00	414,800.00
PA Levies* tenders		-
Others (specify)	3,000.00	-
Total	1,294,000.00	414,800.00

AREMIET MIXED SECONDARY SCHOOL

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

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (<i>specify</i>)*	-	-

6 Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	-	40,000.00
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	57,070.00	36,820.00
Exams And Assessment	-	103,563.00
Teachers Guides	-	-
Bank Charges	706.50	732.00
Others (<i>specify</i>)	-	-
Total	57,776.50	181,115.00

AREMIET MIXED SECONDARY SCHOOL

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

7 Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	105,000.00	115,160.00
Service Gratuity	-	-
Administration Cost	126,398	105,937.00
Repairs And Maintenance & Improvements	11,000.00	29,000.00
Local Transport / Travelling	72,050.00	68,850.00
Electricity And Water	8,800.00	43,000.00
Medical	-	-
Activity Expenses	14,050.00	-
Insurance Cost	-	-
Others (specify)	136.00	-
Total	337,298	361,947.00

8 Infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms	-	-
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	525,000.00	-
Purchase of equipment	479,989.00	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify) bank charges	597.50	-
Total	1,005,586.50	-

AREMIET MIXED SECONDARY SCHOOL

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9 Boarding And School Fund

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical Expenses	-	-
Administration Costs	-	-
Lunch Programme	1,228,573.00	315,820.00
Bank Charges	4,173.50	246.00
Expenses On Income Generating Activities**	-	-
Fee On Boarding Equipment and Stores	-	-
Rent Expenses	-	-
Insurance Cost (Life Property)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	-	-
Others (specify)	-	-
Total	1,232,746.50	316,066.00

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1222897180	45,737.30	13,541.00
Operations Account	Active	1226156614	158,711.20	21,859.00
School Fund Account/Boarding			413,702.50	11,100.00
Savings Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account	Active	1260150674	1,466.50	7,053.00
Total		-	619,617.50	53,553.10

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11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	(3,603.00)	64,337.00
Total	(3,603.00)	64,337.00

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	1,446,950.00	1,213,950.00
Other Non-Fees Receivables	-	-
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	1,446,950.00	1,213,950.00

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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	233,000.00	16%	128,000.00	%
Between 1- 2 years	128,000.00	9%	470,400.00	%
Between 2-3 years	470,400.00	32%	496,600.00	%
Over 3 years	615,550.00	43%	118,950.00	%
Total (should tie to note 13 a)	1,446,950.00	100%	1,213,950.00	%

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	600,863.00	266,915.00
Prepaid Fees	164,500.00	15,500.00
Retention Monies prepaid 2022/2023	15,500.00	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	780,863.00	282,415.00

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	389,548.00	%	130,583.00	%
Between 1- 2 years	74,783.00	%	116,657.00	%
Between 2-3 years	116,657.00	%	19,175.00	%
Over 3 years	19,875.00	%	700.00	%
Total (should tie to note 14)	600,863.00	%	266,915.00	%

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15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	53,553.10	212,694.20
Cash Balances	64,337.00	3,652.00
Short Term Investments	-	-
Receivables	1,213,950.00	1,085,950.00
Payables	282,415.00	136,532.00
Total	1,049,425.10	1,165,764.20

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	-	-

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17 Biological assets

Description	Numbers	2023-2024 Kshs	2022-2023 Kshs
Cattle	-	-	-
Goats	-	-	-
Trees	-	-	-
Coffee Or Tea Plantation	-	-	-
Poultry	-	-	-
Others (specify)	-	-	-
Total	-	-	-

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	2023-2024 Kshs	2022-2023 Kshs
Food stuffs	15,000.00	
Lab consumables	230,000.00	230,000.00
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	12,000.00
	245,000.00	242,000.00

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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.

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

Sign and Date
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.	-	-	-	-	-	-
2.	-	-	-	-	-	-
3.	-	-	-	-	-	-
Sub-Total						
Supply Of Goods						
4. DABUEM ENTERPRISE	154,895.00	1 st June, 2023	-	154,895.00	154,895.00	-
5. BEJOS ENTERPRICES	92,145.00	1 st June, 2023	-	111,320.00	111,320.00	-
Sub-Total						
Supply Of Services						
6.	-	-	-	-	-	-
7.	-	-	-	-	-	-
8.	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-
Grand Total	266,215.00	2,666,215.00	-	2,666,215.00	2,666,215.00	-

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2023
Land	1,400,000	-	-	1,400,000
Buildings And Structures	7,000,000.00	-	-	7,000,000.00
Motor Vehicles	-	-	-	-
Office Equipment, Furniture And Fittings	115,000.00	-	-	115,000.00
Textbooks	200000.00	-	-	200000.00
ICT Equipment	-	-	-	-
Tools And Apparatus	110,000.00	-	-	110,000.00
Other Machinery And Equipment	-	-	-	-
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	-	-	-	-
Total	8,825,000.00	-	-	8,825,000.00