

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 04 JUN 2025

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REPORT

OF

TABLED
BY:

CLERK-AT
THE-TABLE:

Hon. Baya Yasin
Deputy Leader of Opposition
Halima Ahmed

THE AUDITOR-GENERAL

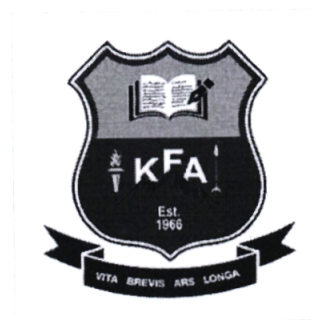
ON

KOELEL FORCES ACADEMY

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

NAKURU COUNTY

Revised 30th June 2024.



KOELEL FORCES ACADEMY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024

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



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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

2. Key School Information and Management

(a) Background information

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

The school was registered in 10/07/2023 under registration number 32S30000247 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 2013 number of students as at 30th June 2024. It has 09 streams and 79 teachers of which 21 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	PSONGOL E KONDOLTIONY	Chairman/Sponsor	16/6/2023
2	OBENGE PHILEMON OGOLA	Secretary - Principal	6/08/2018
3	FAITH WANJIRU KIBONJA	Member –Special Interest Group	23/05/2022
4	JOHN WACHIRA	Member –CO OPTED	30/06/2023
5	ERICK OTIENO	“	“
6	EVERLYNE MWANGO	“	“
8	ANN MBURU	Member – Rep CEB	23/05/2022
9	KENNEDY KIPKIRUI	Member Rep Teachers	“
10	MAJOR T M NJAGI	Members - Sponsor	“
11	MAJOR FR NDUNGU DUNCAN NDEGWA	“	“
12	BEATRICE WANJIKU MUIGAI	Member - Community	“
13	TONY KARIUKI NG'ANG'A	“	“
14	DAVID K GICHUKI	“	“
15	DINAH BOSIBORI NYAKWARA	“	“
16	OLIVER ASWANI	“	“
17	STEPHEN NJUNG'E KIHU	“	“
18	CHRISTINE ALWANGA	Member Special Needs	“

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Lieutenant Col E P Kondoltiony 2. Philemon Obenge 3. Maj (FR) Ndung'u Duncan N 4. Ms. Ann Mburu 5. Beatrice Wanjiku Muigai	chairman Secretary BoM/Principal Member Member member	4

2	Audit Committee	1. Mr John Wachira 2. Sylvia Christine Alwanga 3. Ms Evelyne Moraa 4. Ms. Ann Mburu 5. Lieutenant Col E P Kondoltony	chairman Member Member Member Member	0
3	Finance,procurement and general purposes Committee	1. Beatrice Wanjiku Muigai 2. Mr Tony Nganga Kariuki 3. Brig (RTD)Stephen Njunge Kihui 4. Ms. Ann Mburu 5. Lieutenant Col E P Kondoltony	Chairman Member Member Member Member	0
4	Academics Standards Quality & Environment Committee	1. Brig (RTD)Stephen Njunge Kihui- 2. Mr olive Aswani 3. David K Gichuki- 4.Ms. Ann Mburu 5.Major Tony M Njagi 6. Lieutenant Col E P Kondoltony	Chairman Member Member Member Member Member	1
5	School Infrastructure Committee	1. Ms Ann Mburu- 2. Lieutenant Col E P Kondoltony 3. Beatrice Wanjiku Muigai	Chairman Member Member Member	6

		4. Major Tony M Njagi 5. Mr Tony Nganga 6. Betsy Rono	Member SCDE	
6	Discipline Ethics And Integrity Committee	1. Mr Tony Nganga Kariuki 2. Ms Faith Wanjiru K- 3. Beatrice Wanjiku Muigai- 4. Ms Diana Bosibori 5. Lieutenant Col E P Kondoliony 6. Ms Ann Mburu	Chairman Member Member Member Member Member	2
7.	Adhoc Committee	1. Mr Francis Kihima 2. Mr. Peter Kuria 3. Ms. Ruth Ngugi 4. Ms. Salinah Chumba 5. Ms Jackline Masibo 6. Mr Patterson Mwaniki 7. Mr. Isaiah Chemjor		5

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	PHILEMON OBENGE	TSC No.374595
2	Deputy Principal	FRANCIS SAINA KIHIMA	TSC No.347682
3	Deputy Principal	WANJOHI DAVID MAINA	TSC No.348765
4	School Bursar	RUTH NJERI NGUGI	CPA PART2/BCOM(FINANCE)
5	Other (specify)		

(e) Schools contacts

Post Office Box: 151-20116
 Telephone: 0707486669
 E-mail: Koelelhigh@gmail.com
 Website: N/A
 Facebook: N/A
 Twitter: N/A

(f) School Bankers

- Name of Bank: EQUITY BANK-BOARDING ACCOUNT
 Branch: GILGIL
 Account Number: 0770298358081
- Name of Bank: EQUITY BANK-SAVINGS ACCOUNT
 Branch: GILGIL
 Account Number: 0770298358114
- Name of Bank: ABSA BANK
 Branch: NAKURU EAST
 Account Number: 027-1281110
- Name of Bank: KCB-OPERATIONS ACCOUNT
 Branch: GILGIL
 Account Number: 1106219589
- Name of Bank: KCB-TUITION ACCOUNT
 Branch: GILGIL
 Account Number: 1106219385

6. Name of Bank: KCB-TIG ACCOUNT
 Branch: GILGIL
 Account Number: 1265922586
7. Name of Bank: EQUITY- CDF ACCOUNT
 Branch: GILGIL
 Account Number: 0770278689486
8. MPESA Pay Bill No. 247247 attached to 0770298358081 bank account

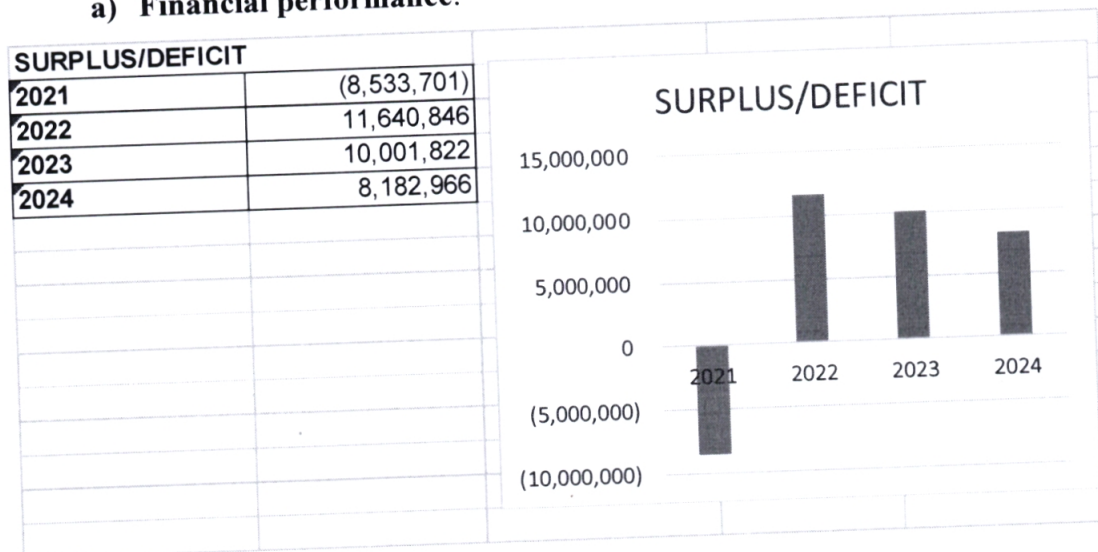
(g) Independent Auditors

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:

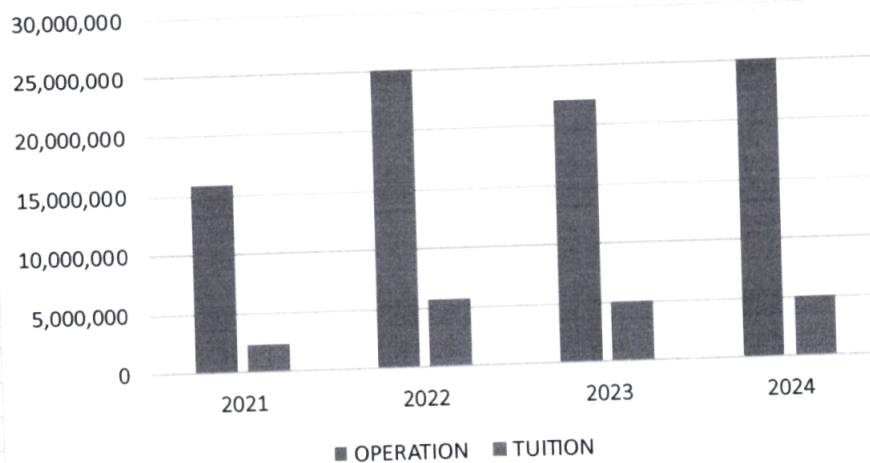
a) Financial performance:



CAPITATION GRANT FROM MINISTRY

	OPERATION	TUITION
2021	15,782,767	2,283,119
2022	25,212,432	5,724,702
2023	22,134,850	5,018,045
2024	25,121,071	5,013,990

CAPITATION GRANT FROM MINISTRY



RATIO OF CAPITATION GRANT PER STUDENT

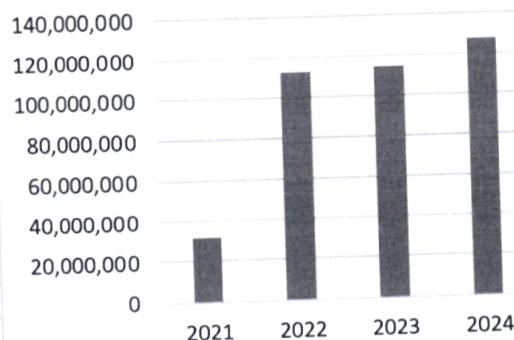
RATIO OF CAPITATION GRANT PER STUDENT			
YEAR	GRANT	NO OF STUDENTS	
2021	18,065,886	1545	11,693
2022	30,937,134	1741	17,770
2023	27,152,895	1803	15,060
2024	30,135,061	2018	14,933

OVERVIEW OF GROWTH OF OTHER INCOME

GROWTH OF OTHER INCOME

YEAR	INCOME
2021	31,487,484
2022	112,687,946
2023	114,900,987
2024	127,570,832

GROWTH IN OTHER INCOME

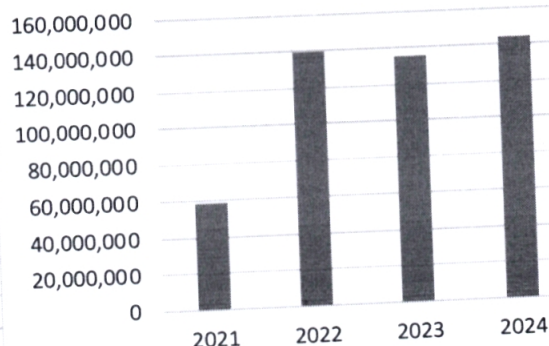


OVERVIEW OF GROWTH IN EXPENDITURE

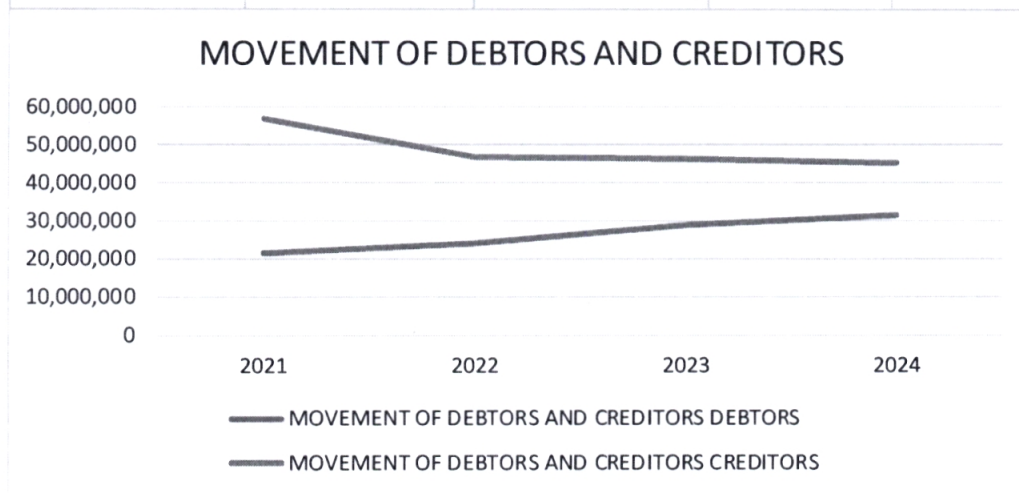
GROWTH IN EXPENDITURE

YEAR	EXPENDITURE
2021	58,087,072
2022	140,076,252
2023	135,159,119
2024	144,362,702

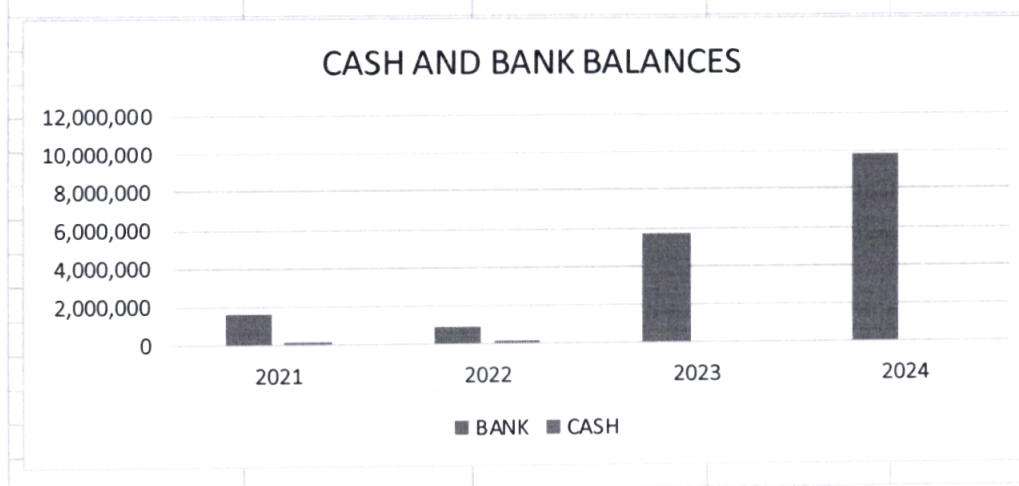
GROWTH IN EXPENDITURE EXPENDITURE



MOVEMENT OF DEBTORS AND CREDITORS		
YEAR	DEBTORS	CREDITORS
2021	21,583,433	57,001,165
2022	24,013,980	46,873,725
2023	28,653,230	46,183,360
2024	31,634,318	45,198,963



CASH AND BANK BALANCES		
YEAR	BANK	CASH
2021	1,610,826	173,786
2022	886,853	148,971
2023	5,676,624	31,416
2024	9,904,377	21,144



b) Teacher Student ratio:

1.Number of Students	2013
2.Teachers employed by TSC	58
3.Teachers to student ratio	1:35
4.Teachers Recruited and posted within the year	0
5.Teachers transferred	2
4.No.of teachers retired	0
6. Teachers employed by BOM	21

c) The mean score in the 2024 KCSE:

<i>YEAR</i>	<i>TARGET</i>	<i>MEAN SCORE</i>	TRANSITION TO INSTITUTION OF HIGHER LEARNING
2021	8.0	6.412	154
2022	8.0	6.11	134
2023	8.0	6.6912	223

d) Number of Candidates in the 2024 KCSE:

<i>YEAR</i>	<i>NO. OF CANDIDATES</i>
2022	341
2023	406
2024	374

e) The capacity of the school

<i>Number of students</i>	<i>2013</i>
<i>Dormitories</i>	11
<i>Laboratories</i>	4
<i>Library</i>	1 (200 Capacity)
<i>Toilets</i>	120
<i>Classrooms</i>	43
<i>Dining Hall</i>	1 (1700 Capacity)

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Construction of 6 No. classrooms	M I	COMPLETED	9,105,000	7,112,248	F/Y 2023/2024



 School Principal



4. Statement of School Management Responsibility

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

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

The Board of Management of Koelel Forces Academy 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: LT.COL (DR) PSONGOL E. KONDOLTIONY

Designation: Chairman, School Board of Management

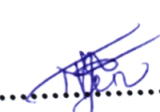
Date: 13/5/24


Name: PHILEMON OGOLA OBENGE

Designation: School Principal & Secretary to Board of Management

Date: 13/05/2025




Name: NGUGI RUTH NJERI

Designation: Bursar/ Finance Officer

Date: 13/05/2025

REPORT OF THE AUDITOR-GENERAL ON KOEEL FORCES ACADEMY FOR THE YEAR ENDED 30 JUNE, 2024-NAKURU COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Koelel Forces Academy -Nakuru County set out on pages 1 to 21, which comprise the statement of financial assets and liabilities as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects 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 Koelel Forces Academy-Nakuru County as at 30 June, 2024, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of assets and liabilities reflects total financial assets balance of Kshs.3,639,124 and net assets balance of Kshs.4,725,124 resulting in an unbalanced statement with a variance of Kshs.1,086,000. Further, the accumulated fund brought forward, as disclosed in Note 15 to the financial statements, includes a payables adjustment for 2022/2023 amounting to Kshs.46,873,725 which differs from the audited accounts payables balance of Kshs.47,269,360, resulting in an unexplained variance of Kshs.395,635. In addition, Note 14 to the financial statements reflects payables balance of Kshs.46,183,360 which differs from the comparative prior year accounts payables balance of Kshs.47,269,360, resulting to an unexplained variance of Kshs.1,086,000.

In the circumstances, the accuracy and completeness of the financial statements for the year ended 30 June, 2024 could not be confirmed.

2. Unexplained Variances Between the Statement of Receipts and Payments and the Statement of Budgeted Versus Actual Amounts

The statement of receipts and payments reflects total receipts of Kshs.152,545,668. However, the statement of budgeted versus actual amounts reflects actual receipts of Kshs.146,165,486, resulting to an unreconciled variance of Kshs.6,380,182. Further, the statement of receipts and payments reflects total payments amounting to

Kshs.144,362,702, which differs from the total payments of Kshs.156,783,698 reflected in the statement of budgeted versus actual amounts, resulting to an unreconciled variance of Kshs.12,420,996.

In the circumstances, the accuracy and completeness of the receipts and payments for the year under review could not be confirmed.

3. Long Outstanding Receivables

The statement of financial assets and liabilities reflects accounts receivables balance of Kshs.31,634,318 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.12,908,664 which have been outstanding for over three (3) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.12,908,664 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.173,291,183 and Kshs.146,165,486 respectively, resulting to an under-funding of Kshs.27,125,697 or 16% of the budget. However, the School spent a balance of Kshs.156,783,698 against actual receipts of Kshs.146,165,486 resulting to an over-utilization of Kshs.10,618,212 or 7% of actual receipts.

The under-funding affected the 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 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

Unresolved Prior Year Matters

In the audit of the previous years, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in the Use of Public Resources and Report on Effectiveness of Internal Control, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2024.

Other Information

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

The statement of receipts and payments reflects operations payments amount of Kshs.20,887,429 as disclosed in Note 7 to the financial statements. Included in the

expenditure is an amount of Kshs.678,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from Schools Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.678,000 could not be confirmed.

2. Over Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.5,013,990 and Kshs.25,121,071, respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, the National Education Management Information System (NEMIS) reported a total of two thousand one-hundred and twenty-four (2,124) students. However, the enrolment records provided by the School indicated a total of two thousand and thirteen (2,013) students, resulting to an unexplained variance of one hundred and eleven (111) students. As a result of the variances, the School was over-funded by an amount of Kshs.224,083.

In the circumstances, the over-funded of the School may have affected service delivery to the other Schools which did not receive capitation for students and value for money could not be confirmed.

3. Unapproved School Fund Income-Parents' Contribution

The statement of receipts and payments reflects School fund income - parents' contributions amounting to Kshs.107,001,534 as disclosed in Note 4 to the financial statements. Examination of the fee structure records revealed that the School charged an amount of Kshs.50,535 whereas the Ministry of Education guidelines of category B Schools require the School to charge an amount of Kshs.40,535 insulting in an additional Kshs.10,000 which had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 which provides guidelines for the implementation of the Free Day Secondary Education Programme. The circular stipulates that parent will only be responsible to pay for School uniforms, boarding related costs as reflected in the boarding fee structure and lunch for day scholars.

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

4. Excess Supply of Books

During the year under review, the Ministry of Education distributed textbooks to Public Secondary Schools through the Kenya Institute of Curriculum Development (KICD).

Examination of the records revealed that the Institute distributed a total of fifty-one thousand four hundred and eighty-three (51,483) books to the School. However, only thirty-thousand two-hundred and seventy-five (30,275) books were issued to the students, resulting to an unexplained excess of twenty-one thousand two-hundred and eight (21,208) text books remaining in the School store. Further, some books issued in the financial year 2017/2018 were still kept in the store as they were no longer in use.

In the circumstances, value for money on the excess twenty-one thousand two-hundred and eight (21,208) text books could not be confirmed.

5. Failure to Settle Long Outstanding Payables

The statement of financial assets and liabilities reflects accounts payables balance of Kshs.45,198,963 as disclosed in Note 14 to the financial statements. However, included in the balance are trade payables balance of Kshs.3,322,510 which had been outstanding for more than three (3) years. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract are reflected in approved budget estimates.

In the circumstances, the School Management was in breach of the law and there is risk of loss of public funds through litigations, interests and penalties.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Lack of Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.164,414,120 which includes motor vehicles with a balance of Kshs.26,999,999 while

land was reported at a nil balance. However, the ownership documents for land were not provided for audit. Further, the logbook for the School bus is jointly registered in the names of both the School and a local bank which financed the bus purchase with a loan of Kshs.13,300,000. Although the School has fully repaid the loan, it is not clear why the registration has not been changed to the School's name.

In the circumstances, the ownership and safe custody of the fixed assets could not be confirmed.

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

Responsibilities of the Management and Board of Management

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

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

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

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

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

and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAI 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

29 May, 2025

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	5,013,990	5,018,045
Government grants for operations	2	25,121,071	14,739,850
Government Grants for infrastructure	3	5,496,000	7,395,000
School fund income- parents' contributions	4	107,001,534	112,712,785
Miscellaneous incomes	5	9,913,073	5,295,262
Total Receipts		152,545,668	145,160,942
Payments		0	0
Tuition	6	1,646,063	3,261,330
Operations	7	20,887,429	13,130,260
Infrastructure	8	7,112,248	4,948,942
Boarding and school fund	9	114,716,962	113,818,588
Total Payments		144,362,702	135,159,119
Surplus/Deficit		8,182,966	10,001,822

NOTES: The figures used in the statement of receipts and payments include adjustments for creditor incurred in this financial year as well as fees arrears.

The school financial statements were approved on 13/05/2025 and signed by:

Name: LT.COL
(DR)PSONGOL E
KONDOLTIONY

Chair BOM

Date: 13/5/25

Name: PHILEMON OGOLA
OBENG
School Principal/ Secretary to
BOM

Date: 13/05/2025

Name: NGUGI RUTH NJERI

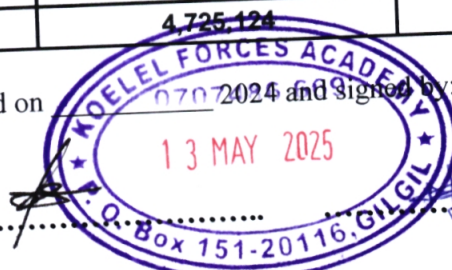
Bursar/ Finance Officer

Date: 13/05/25

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

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	9,904,377	5,676,624
Cash balances	11	21,144	31,416
Short term investments	12	0	0
Total cash and cash equivalent		9,925,521	5,708,040
Account's receivables	13	31,634,318	28,653,230
Total financial assets (a)		41,559,839	34,361,270
Financial liabilities		0	0
Accounts payables	14	45,198,963	47,269,360
Total Financial Liabilities (b)		45,198,963	47,269,360
Net financial assets (a-b)		3,639,124	12,908,091
Represented by		0	0
Accumulated fund b/fwd	15	12,908,090	21,823,922
Surplus/deficit for the year		8,182,966	10,001,822
Net Assets		4,725,124	11,822,100

The school's financial statements were approved on



Name: LT.COL
(DR)PSONGOL E.
KONDOLTIONY

Chair BOM

Date: 13/05/25

Name: PHILEMON OGOLA
OBENGE
School Principal/ Secretary to
BOM

Date: 13/05/2025

Name: NGUGI RUTH NJERI

Bursar/ Finance Officer

Date: 13/05/25

8. Statement of Cash Flows for the Year Ended 30th June 2024

Description	Note	30-Jun-24	30-Jun-23
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		5,013,990	5,018,045
Government grants for operations		25,121,071	14,739,850
Government grants for infrastructure		5,496,000	7,395,000
School fund income- parents contributions/ fees		127,570,832	114,900,987
Other income		0	0
Total receipts		163,201,893	142,053,882
Payments			
Cash outflows for tuition		4,459,235	4,651,363
Cash outflows for operations		23,999,677	12,971,725
Cash outflows Boarding/lunch and school fund payments		122,327,252	111,586,433
Total payments		150,786,164	129,209,521
Net cash inflow/outflow from operating activities		12,415,729	12,844,361
Cash flow from investing activities			
Acquisition of assets		(7,112,248)	(4,948,942)
Proceeds from sale of Assets		0	0
Proceeds from investments		0	0
Purchase of investments		0	0
Net cash inflow/outflows from investing activities		(7,112,248)	(4,948,942)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0	0
Repayment of principal borrowings		(1,086,000)	(3,223,212)
Net cash inflow/outflow from financing activities		(1,086,000)	(3,223,212)
Net increase/decrease in cash and cash equivalents		4,217,481	4,672,216
Cash and cash equivalent at beginning of the FY		5,708,040	1,035,824
Cash and cash equivalent at end of the FY		9,925,521	5,708,040

NOTES: The figures used in the statement of cash flows include payments for creditors in this financial year as well as fees arrears received.

The school's financial statements were approved on 13 MAY 2025 and signed by:

Name: LT.COL
(DR)PSONGOL E.
KONDOLITIONY

Chair BOM
Date: 13/5/25

Name: PHILEMON OGOLA
OBENGE
School Principal/ Secretary to
BOM
Date: 13/05/2025

Name: NGUGI RUTH NJERI
Bursar/ Finance Officer
Date: 13/05/25

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	774,224	774,224	0	0	
Exercise Books	2,344,548	1,000,000	1,344,548	567,845	42%
Laboratory Equipment	1,163,162	0	1,163,162	340,698	29%
Internal Exams	0	0	0	0	
Teaching / Learning Materials	1,356,718	2,774,224	4,130,942	3,985,690	96%
Exams And Assessment	1,198,256	1,000,000	198,256	119,757	60%
	6,836,908	0	6,836,908	5,013,990	73%
(2) Capitation Grant on Operations					
Personnel Emoluments	7,022,082	0	7,022,082	6,975,403	99%
Repairs And Maintenance	10,095,000	0	10,095,000	9,195,848	91%
Local Transport / Travelling	4,175,293	0	4,175,293	662,272	16%
Electricity, Water and Conservancy	3,795,720	0	3,795,720	2,092,617	55%
Medical/Insurance	4,038,000	0	4,038,000	1,575,273	39%
Administration Costs	3,985,506	0	3,985,506	3,060,846	77%
Activity	3,028,500	0	3,028,500	1,558,811	51%
Gratuity	0	0	0	0	
	36,140,101	0	36,140,101	25,121,070	70%

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					100%
Maintenance & Improvement MoE	5,496,000	0	5,496,000	5,496,000	
M&I parents' contribution	0	0	0	0	
Economic Stimulus Programs	0	0	0	0	
Transition Infrastructure Grants	0	0	0	0	
Administration Block	0	0	0	0	
(4) Fees Charged on Parents		0			
Personnel Emoluments	9,636,687	0	9,636,687	13,852,134	144%
Repairs And Maintenance	4,038,000	0	4,038,000	3,862,629	96%
Local Transport / Travelling	5,469,471	0	5,469,471	5,766,180	105%
Electricity, Water and Conservancy	4,948,569	0	4,948,569	4,774,365	96%
Medical	0	0	0	0	
Administration Costs	5,990,373	0	5,990,373	5,951,778	99%
Activity	504,750	0	504,750	488,316	97%
SMASSE	0	0	0	0	
Fee On Boarding Equipment and Stores	51,253,315	0	51,253,315	45,703,963	89%
5) Miscellaneous Income					
Loans / Borrowing	0	0	0	0	
Rent income	0	0	0	0	
Income From Farming Activities	0	0	0	0	
Insurance Compensation	0	0	0	0	
Income From Posho Mill	0	0	0	0	

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
Income From Bus Hire	0	0	0	0	
Fee For Hire of Ground and Equipment	0	0	0	0	
Interest Income	0	0	0	0	
Income From Any Other Investment	0	0	0	0	
Total Income	173,291,183	0	173,291,183	146,165,486	84%
(6) Expenditure For Tuition					
Textbooks	0	0	0	0	
Reference Materials	774,224	0	774,224	0	0%
Exercise Books	2,344,584	0	2,344,584	0	0%
Laboratory Equipment	1,163,162	0	1,163,162	0	0%
Internal Exams	0	0	0	0	
Teaching / Learning Materials	1,163,162	0	1,163,162	0	0%
Chalks	193,556	0	193,556	0	0%
Exams And Assessment	0	0	0	0	
Revision Materials	1,928,256	0	1,928,256	0	0%
Administration Costs	0	0	0	0	
Bank Charges	0	0	0	0	
	7,566,944	0	7,566,944	0	
(7) Expenditure For Operations					
Personnel Emoluments	7,022,082	0	7,022,082	8,031,980	114%
Repairs, Maintenance & Improvements	10,095,000	0	10,095,000	7,072,440	70%
Local Transport / Travelling	4,175,293	0	4,175,293	693,500	17%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	3,795,720	0	3,795,720	1,363,879	36%
Medical and Insurance	4,038,000	0	4,038,000	130,000	3%
Administration Costs	3,985,506	0	3,985,506	2,477,180	62%
Activity Expenses	3,028,500	0	3,028,500	1,082,000	36%
Gratuity	0	0	0	0	
SMASSE	0	0	0	0	
	36,140,101	0	36,140,101	20,850,979	58%
(8) Expenditure For infrastructure					
Construction of classrooms	9,105,000	0	0	4,562,793	
Repairs of equipments	0	0	0	2,308,835	
Construction of dorm/ablution block	0	0	0	0	
Purchase of fumiture	0	0	0	0	
Purchase of equipment	0	0	0	230,311	
Purchase of machinery	0	0	0	0	
Bank Charges				0	
	9,105,000	0	0	7,101,939	
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	9,636,687	1,100,000	8,536,687	8,546,994	100%
Repairs, Maintenance and Improvements	3,836,100	400,000	4,236,100	5,623,966	133%
Local Transport / Travelling	5,469,471	800,000	6,269,471	8,450,516	135%
Electricity, Water and Conservancy	4,948,569	3,300,000	1,648,569	1,619,357	98%
Medical Expenses	0	0	0	646,500	

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
Administration Costs	5,990,373	2,000,000	7,990,373	10,818,816	135%
Activity	504,750	1,200,000	1,704,750	1,955,860	115%
Gratuity	1,033,717	0	1,033,717	1,025,296	99%
Lunch Programme	0	0	0	0	
Boarding Equipment and Stores	58,906,190	0	58,906,190	62,144,415	105%
Expenditure For Income Generating Activity	0	0	0	0	
Insurance Costs	0	0	0	46,142	
Other Expenses On Investments	0	0	0	0	
Rent Expenses	0	0	0	0	
Bank Charges	0	0	0	0	
Loan Interest Repayment	0	0	0	0	
Loan Principal Repayment	0	0	0	0	
Acquisition Of Assets	0	0	0	0	
Totals	195,949,947	0	177,739,947	156,783,698	88%

NOTES:

Capitation grants on Tuition and Operations accounts.

Tuition: Budgeted amount Kshsh.6, 836,908

Received amount kshs.4, 894,233

Utilization 74% -This was due to payment of creditors relating to the same account.

Operations: Budgeted amount Kshsh.36, 140,101

Received amount kshs.25, 080,892

Utilization 65% -This was due to payment of creditors relating to the same account.

Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

10. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023/2024	2022/2023
	Kshs	Kshs
Reference Materials	0	0
Exercise Books	567,845	3,183,545
Laboratory Equipment	340,698	736,455
Exams & Assessment	119,757	0
Teaching / Learning Materials	3,985,690	1,098,045
Others (specify)*	0	0
Total	5,013,990	5,018,045

2 Government Grants for Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	6,975,403	5,820,090
Repairs And Maintenance	7,619,408	0
Local Transport / Travelling	662,272	1,915,653
Electricity And Water	2,092,618	2,462,408
Medical	1,575,273	364,994
Administration Costs	3,060,846	3,135,507
Activity	1,558,811	1,041,197
Transition Infrastructure Grant	1,576,440	0
Total	25,121,071	14,739,850

3 Government Grants for infrastructure

Description	2023/2024	2022/2023
	Kshs	Kshs
Maintenance & Improvement	5,496,000	7,395,000
Transition infrastructure grants	0	0
Administration Block	0	0
Economic stimulus grants	0	0
Other (specify)(NGCDF and County govt.	0	0
Total	5,496,000	7,395,000

4 School Fund Income - Parents Contribution/Fees

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel emoluments	13,852,134	10,966,323
Repairs and maintenance	3,862,629	5,847,890
Local transport / travelling	6,506,770	7,269,271
Electricity and water	4,774,365	6,349,162
Medical	0	4,000
Administration costs	6,862,149	7,291,714
Activity	1,693,719	4,507,750
Fee on Boarding Equipment and stores	51,757,970	49,300,647
BOM Teachers	9,729,931	11,760,008
PTA Academic Programme	7,961,867	9,416,018
Total	107,001,534	112,712,785

5 Miscellaneous Incomes

Description	2023/2024	2022/2023
	Kshs	Kshs
Rent Income	0	0
KNEC Examinations	35,679	5,635
Uniform	9,793,073	5,175,548
Tender	72,000	48,000
University Registration	0	0
Income Generating KNEC	0	0
Income from Clubs and Societies	0	0
Student ID	0	5,932
Development Fund	0	0
Breakages and Losses	12,321	60,147
Total	9,913,073	5,295,262

6 Tuition

Description	2023/2024	2022/2023
	Kshs	Kshs
Exercise Books	300,000	330,000
Textbooks	0	0
Reference materials	0	0
Laboratory Equipment	518,890	440,085
Teaching / Learning Materials	450,000	2,488,928
Exams And Assessment	370,000	0
Teachers Guides	0	0
Bank Charges	7,173	2,317
Total	1,646,063	3,261,330

7 Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	8,031,980	5,212,628
Service Gratuity	0	0
Administration Cost	2,477,180	5,976,717
Repairs And Maintenance & Improvements	5,496,000	0
Local Transport / Travelling	693,500	0
Electricity And Water	1,363,879	0
Medical	130,000	558,135
Activity Expenses	1,082,000	871,400
Insurance Cost	0	508,800
Total	20,887,429	13,130,260

8 Infrastructure

Description	2023/2024	2022/2023
	Kshs	Kshs
Construction of classrooms	4,562,793	2,599,000
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of Equipment	230,311	2,348,682
Repair of Equipment	2,308,835	0
Construction of Perimeter Wall	0	0
Construction of Abulition Block	0	0
Bank Charges	10,309	1,260
Total	7,112,248	4,948,942

9 Boarding And School Fund

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	8,546,994	9,721,475
Repairs And Maintenance & Improvements	5,623,966	6,553,778
Local Transport / Travelling	8,450,516	7,201,754
Electricity And Water	1,619,357	3,250,714
Medical Expenses	646,500	318,000
Administration Costs	10,818,816	6,273,655
Activity	1,955,860	2,158,507
Uniform Expense	7,651,825	7,407,690
Tender	0	40,500
Bank Charges	590,987	102,167
Service Gratuity	1,025,296	0
Fee On Boarding Equipment and Stores	62,144,415	62,346,291
Loan Principal Repayment	1,134,294	3,223,212
Loan Interest Repayment	0	0
Insurance	461,429	802,690
KNEC Examination	36,000	6,100
PTA Academic Programme	770,460	514,348
Total	114,716,962	113,818,588

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023/2024	2022/2023
	Active/Dormant		Kshs	Kshs
KCB - Tuition Account	Active	1106219325	1,385,426	830,672
KCB - Operations Account	Active	1106219589	3,198,298	1,876,906
KCB - Infrastructural Account	Active	1265922586	692,070	2,508,318
EQUITY Bank - School Fund Acc	Active	0770298358081	2,793,908	212,165
ABSA Bank - School Fees Collec	Active	0271281110	1,729,690	632,885
EQUITY Bank - Savings Account	Active	0770298358114	104,975	40,000
EQUITY Bank-CDF account	Dormant	0770278689486	9	9
Total		-	9,904,377	5,676,624

11 Cash In Hand

Description	2023/2024	2022/2023
	Kshs	Kshs
Notes and Coins	21,144	31,416
Total	21,144	31,416

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	31,545,318	28,498,549
Other Non-Fees Receivables		
R/D Cheques (list/schedule attached)	89,000	130,000
Imprest (list/schedule attached)	0	24,681
Rent arrears (list/schedule attached)	0	0
Total	31,634,318	28,653,230

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	8,910,371	28%	11,798,843	41%
Between 1- 2 years	7,798,843	25%	3,276,445	11%
Between 2-3 years	1,927,440	6%	514,596	2%
Over 3 years	12,908,664	41%	12,908,664	45%
Total (should tie to note 13 a)	31,545,318	100%	28,498,549	100%

14 Accounts Payable

Description	2023/2024	2022/2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	41,532,856	42,629,911
Prepaid Fees	3,666,107	3,553,449
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Caution money	0	0
Other payables (specify)	0	1,086,000
Total	45,198,963	47,269,360

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	31,802,725	77%	35,264,140	83%
Between 1- 2 years	6,407,621	15%	2,808,901	7%
Between 2-3 years	0	0%	4,556,870	11%
Over 3 years	3,322,510	8%	0	0%
Total (should tie to note 14)	41,532,856	100%	42,629,911	100%

15 Fund Balance Brought Forward

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank Balances	5,676,624	886,853
Cash Balances	31,416	148,971
Short Term Investments	0	0
Receivables	28,653,230	24,013,980
Payables	(46,183,360)	(46,873,725)
Total	(12,908,090)	(21,823,922)

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	2023/2023	2022/2023
	Kshs	Kshs
Bank Loans	-	1,086,000
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	1,086,000

17 Biological assets

Description	Numbers	2023/2024	2022/2023
		Kshs	Kshs
Cattle	8	160,000	0
Pigs	83	2,868,000	-
Trees			-
Coffee Or Tea Plantation			-
Poultry			-
Others (specify)			-
Total		3,028,000	0

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	2022/2023
	Kshs	Kshs
Food stuffs	1,236,325	1,502,571
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Stationeries	906,562	-
	2,142,887	1,502,571

NOTE:

Stock has been measured at lower of cost and net realisable value- Net realisable value is the difference between selling costs less costs to sell

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)
1.	KESSHA transfers	The school has been depending on the guidance from KESSHA on how to participate and incur expenditure on co-curricular activities. The school has been complying with this directive and remitting the funds for avoidance of being left out on county activities. Through the observations made by the audit team, the school raised the concerns with the welfare for proper guidelines	Not Resolved	Awaiting Ministry directive
2.	Failure to transfer funds from operations account to infrastructure account within 15 days	Transfer is only possible after receiving the disbursement letter which indicates how much we are to transfer. All funds for infrastructure account have been duly transferred	Resolved	
3.	Lack of ownership document for land-30 acres and school vehicles	The school is within the army barracks (military cantonment) The Logbooks are in the custody of the school	Not resolved	In Progress

10

11

12

13

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
4.	Non-compliance with PSASB reporting requirements	The amounts reported were not rounded off to the nearest Kshs-this has been rectified.	Resolved	
5.	Irregularities in Stores Management	To enhance effectiveness of internal controls on stores management, an additional storekeeper was employed	Resolved	
6.	Unapproved School Fees	The school management, after a P A meeting, had written a letter to the cabinet secretary ministry of education through the county director of education requesting to be allowed to have parents pay an extra amount. The management had outlined the needs that necessitated the request.		
7	Lack of Annual procurement plan	The school has since introduced a school procurement plan	Resolved	


 Sign and Date
 Principal



11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2023	Comments
	A	B	C	D=A-C		
	Kshs	Kshs	Kshs	Kshs	Kshs	
NAIVAS LIMITED	8,186,568	06-07-23	7,176,603	1,009,965		
SHUNGANI SARUNI RESON	3,715,272	01-07-23	2,461,122	1,254,150		
ACACIA INNOVATIONS LIMITED	4,321,920	24-07-23	3,273,040	840,000		
RUMINJEK INVESTMENTS	474,500	10-07-23	256,000	218,500		
GITHINJI CROCERY	1,634,550	22-07-23	961,393	673,157		
DAN AUSTIN SIGNS	145,900	03-10-23	121,200	24,700		
SAMARITAN DEALERS LIMITED	2,480,911	01-07-23	1,641,543	839,368		
RACESTER VENTURES	525,480	01-07-23	410,080	115,400		
ELISHIPAH WANGOI	138,470	01-07-23	119,045	19,425		
SHEPHERD BUTCHERY	1,604,520	01-07-23	1,112,060	492,460		
GREEN MARK SELF HELP GROUP	1,835,770	01-07-23	1,300,000	535,770		
GIKIMWA ENTERPRISES	3,322,510	2019/2020/01/01/21	0	3,322,510		
ABC GARAGE	283,110	01-07-23	170,110	113,000		
BUHOTI INVESTMENTS	390,000	06-07-23	100,000	290,000		
GOREN GATE AGENCY	40,000	01-02-24	0	40,000		
KANJUURI ENTERPRISES	954,000	01-07-23	450,000	504,000		
FARMWILL FARMERS CENTRE	648,100	01-07-23	300,000	248,100		
WHITEROCK SELF HELP GROUP	5,344,855	01-07-23	4,772,855	572,000		
BUMWAMA SUPPLY	5,766,120	01-07-23	2,469,553	3,296,567		
ELENOX STYLE ELEGANCE	3,601,360	13-07-23	2,031,840	1,569,520		
KAMS ELETRICALS & ELECTRONICS	104,640	07-07-23	0	54,640		
ELIDAAC ENTERPRISES	13,845,590	01-07-23	7,341,150	6,504,440		

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2024	Comments
	A	B	C	D=A-C		
	Kshs	Kshs	Kshs	Kshs	Kshs	
ZIWANI ENTERPRISES	61,400	07-07-23	0	61,400		
MURIOGO KURONOI	4,333,851	01-07-23	2,977,301	1,356,550		
FANCY CHEPTOO	14,232,000	01-07-23	11,194,500	3,037,500		
VEEGENT VENTURES	466,880	01-07-23	200,000	266,880		
PEROMA ENTERPRISES LIMITED	4,650,755	01-07-23	2,569,755	2,081,000		
COPYCATE ENTERPRISES LIMITED	1,980,650	01-07-23	1,319,750	634,720		
REVAKH ENTERPRISES	1,214,008	01-07-23	511,107	702,901		
TRIXLARD COMPANY LIMITED	1,132,893	11-01-24	446,580	686,313		
NANCIE WAKESHO	80,500	01-07-23	74,500	6,000		
JACKLINE NDERITU	133,500	08-01-24	82,000	51,500		
FLORALANGS TRADERS	2,117,620	01-07-23	1,076,000	1,042,500		
JANE WAIRIMU WANJOHI	597,000	05-07-23	520,000	77,000		
BARNABA KIPCHUMBA	500,000	24-01-24	250,000	250,000		
NIXON KIPKOECH	16,500	03-03-24	13,500	3,000		
PETPAT ENTERPRISES	4,011,790	01-07-23	2,704,700	1,307,090		
PATMAT BOOKSHOP	967,962	06-02-23	0	967,962		
SHANANGEL AGENCIES	411,600	01-07-23	0	411,600		
DOTTSY TECHNICALAND SUPPLIES LMD	1,441,000	01-07-23	1,151,000	290,000		
ELIDAAC ENTERPRISES	791,000	21-07-23	0	791,000		
MIMOSA OFFICE	1,513,285	01-07-23	1,000,000	531,285		
DOBEX SCHOOL SUPPLIERS	702,271	01-07-23	504,591	197,680		
CENTRAL SCIENTIFIC SUPPLIES LIMITED	642,955	01-07-23	252,581	390,374		

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2024	Comments
	A	B	C	D=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
JACKMOT ENTERPRISES	220,000	24-01-24	0	220,000		
SHANANGEL AGENCIES	360,102	03-10-23	203,890	156,212		
PATMAT BOOKSHOP LIMITED	3,809,537	18-01-24	1,901,000	1,908,537		
LYNEPHUS ENTERPRISES	691,200	08-02-24	300,000	391,200		
CIC GEN INSURANCE	508,800	01-07-23	0	508,800		
ORACLE ENGINEERING CONSULTANT	300,000	01-07-23		300,000		
TOTAL	107,253,205		65,720,349	41,532,856		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2024
Land	30 ACRES	-	-	30 ACRES
Buildings And Structures	83,611,073	7,112,248	-	90,723,321
Motor Vehicles	26,999,999	-	-	26,999,999
Office Equipment, Furniture and Fittings	6,254,500			6,254,500
Textbooks	35,000,000			35,000,000
ICT Equipment	1,226,000			1,226,000
Tools And Apparatus	3,082,000			3,082,000
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware	1,128,300			1,128,300
Total				164,414,120

NOTE: A detailed fixed assets has been maintained at the school.

Value of assets are approximations were not listed in the previous year, listing the in quantity was allowed.

