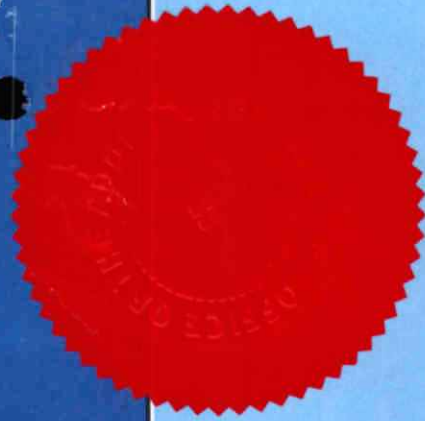


REPUBLIC OF KENYA



Enhancing Accountability



PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 19 JUN 2025	DAY: Thursday
TABLED BY:	Hon. Silvanus acop (Majority Party Whip)
CLERK-AT THE-TABLE:	Anastacia

THE AUDITOR-GENERAL

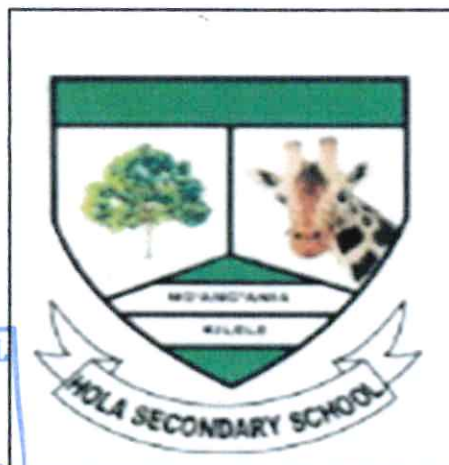
ON

**HOLA SECONDARY
SCHOOL**

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

TANA RIVER COUNTY

Revised 30th June 2024.



HOLA BOYS SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSIE	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 Tana River County, Tana River Sub-County.

The school was re-registered in 30/06/2022 under registration number 04S00300216 and is currently categorized as a *National* public school established, owned or operated by the Government.

The school is a boarding school and had 489 number of students as at 30th June 2024. It has 3 streams and 23 teachers of which 6 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	Ali Kaliani Said	Chairman	07/12/2023
2	Watto Buya Bakari	Secretary - Principal	07/12/2023
3	Daud Dahir Ahmed	Member -vice chairman	07/12/2023
4	Rashid Komora	Member - PTA chairman	07/12/2023
5	Akare Bonaya	Member	07/12/2023
6	Mwanahamisi Ghamangombe	Member	07/12/2023
7	Rashid Omar Ijema	Member	07/12/2023
8	Bakari D. Wachu	Member	07/12/2023
9	Lister Duve	Member	07/12/2023
10	Francis Babwoya Hiribae	Member - Rep CEB	07/12/2023
11	Amina Malika Kofa	Member -rep Teachers	07/12/2023
12	Ishaq Buya	Member - Sponsor	07/12/2023
13	Husseini Mohamed Abdulahi	Member - Sponsor	07/12/2023
14	Athman Jarha Matolee	Member - Sponsor	07/12/2023
15	Ralia Buyotu Yusuf	Member - Community	07/12/2023
16	Said Hamisi Babwoya	Member Special Needs	07/12/2023
17.		Rep Students	

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.Ali Kaliani said 2.Bakari Buya watto 3. Rashid Komora 4.Shehe Akare Bonaya 5.Mwanahamisi Ghamangombe	Bom chairman Bom Secretary Bom Member Bom Member Bom Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 0 out of 3
2	Audit Committee	1.Francis Hiribae 2.Bakari Watto 3. Ali Kaliani Said 4. Mwanahamisi K. Ghamangombe 5. Jillo Alex Kase	Chairperson Bom secretary Bom Member Bom Member Bom Member	0 out of 1 0 out of 1 0 out of 1 0 out of 1 0 out of 1
3	Finance,procurement and general purposes	1. 1.Rashid Omar	Chairperson	1 out of 1

	Committee	Ijema		
		2. Hussein M. Abdulahi	Bom Member	1 out of 1
		3. Bakari Buya Watto	Bom secretary	1 out of 1
		4. Daud Dahir Ahmed	Bom Member	1 out of 1
		5. Ishaq Buya	Bom Member	1 out of 1
4	Academic Committee	1. Shehe Akare Bonaya	Chairman	1 out of 1
		2. Ralia boyutu Yusuf	Bom member	0 out of 1
		3. Athman Jarha Mtolee	Bom member	1 out of 1
		4. Amina Malikah	Bom Member	1 out of 1
		5. Bakari Buya Watto	Bom Secretary	1 out of 1
5	Development Committee			
6	Discipline and welfare Committee	1) Rashid Omar Ijema	Chairman	0 out of 3
		2) Said Hamisi Babwoya	Bom member	0 out of 3
		3) Amina Malika	Teacher Rep	0 out of 3
		4) Bakari Buya Watto	Bom member	0 out of 3
		5) Lister Duve	Bom member	0 out of 3

7	Adhoc Committee (if any during the year)		
---	--	--	--

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

School operation Management			
Ref:	Designation	Name	Identification
1	Principal	BAKARI BUYA WATTO	TSC No.368015
2	Deputy Principal	ZACHARIAH JILLO	TSC No.473779
3	School Bursar	N/A	ICPAK No.
4	Snr. Accounts clerk	SILVANO BABO BENJAMIN	ID. NO. 23557382

(d) Schools contacts

Post Office Box: 50-70101
Telephone: 0710713777
E-mail: holasecondaryschool@yahoo.com
Website: N/A
Facebook: N/A
Twitter: N/A

(e) School Bankers

Name of Bank: KCB
Branch: HOLA
Account Number: 1104556898-PB 522522A/C 7522379#

Name of Bank: KCB
Branch: HOLA
Account Number: 1104556642

Name of Bank: KCB
Branch: HOLA
Account Number: 1104548119

Name of Bank: KCB
Branch: HOLA
Account Number: 1259814459

Name of Bank: KCB
Branch: HOLA
Account Number: 1259814440

Name of Bank: KCB
Branch: HOLA
Account Number: 1104557207

(f) Independent Auditors

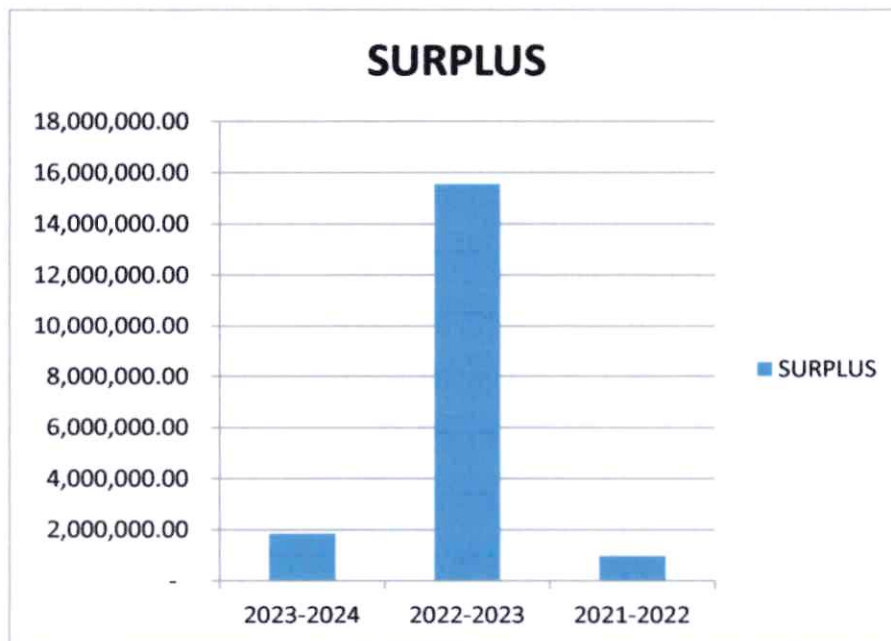
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

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:

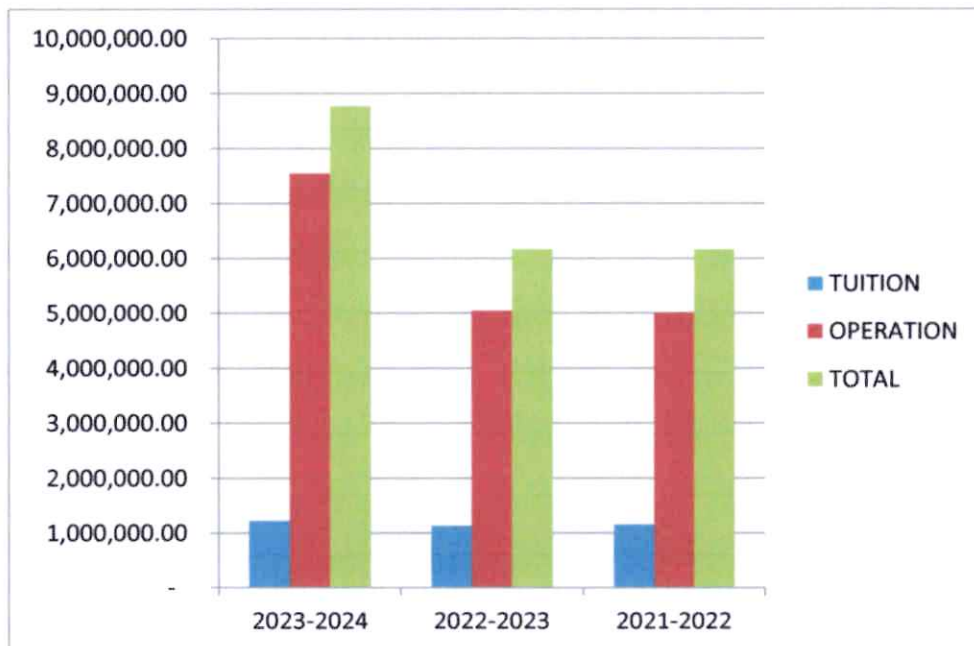
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

DETAILS	ACCOUNT	2023-2024	2022-2023	2021-2022
RECEIPTS	TUITION	1,228,384.00	1,131,556.00	1,156,827.00
	OPERATION	5,022,257.00	4,025,727.00	5,013,771.00
	INFURSTRUCTURE	2,527,440	1,020,000.00	
	S. FUND	16,877,632.00	34,069,896.00	23,480,690.00
	TOTAL		27,480,1.00	40,247,179.00
EXPENDITURE	TUITION	838,962.00	1,001,244.00	1,051,920.00
	OPERATION	4,189,411.00	3,618,003.00	5,420,652.00
	INFUSTRUCTURE	1,429,228.00	980,076.00	
	S. FUND	19,205,377.00	19,088,203.00	22,208,448.00
	TOTAL		25,662,978.00	24,687,526.00
SURPLUS/DEFICIT		1,817,164.00	15,559,653.00	970,268.00



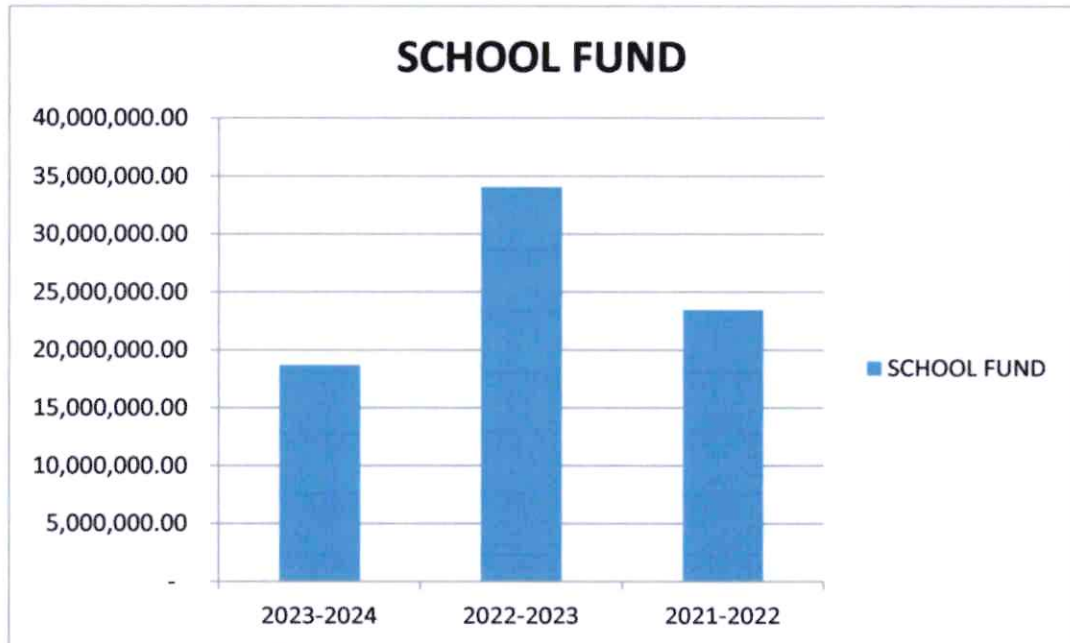
- *Capitation grants from the Ministry of Education for the last three years*

ACCOUNT	2023-2024	2022-2023	2021-2022
TUITION	1,228,384.00	1,131,556.00	1,156,827.00
OPERATION	7,549,697.00	5,045,727.00	5,013,771.00
TOTAL	8,778,081.00	6,177,283.00	6,170,598.00



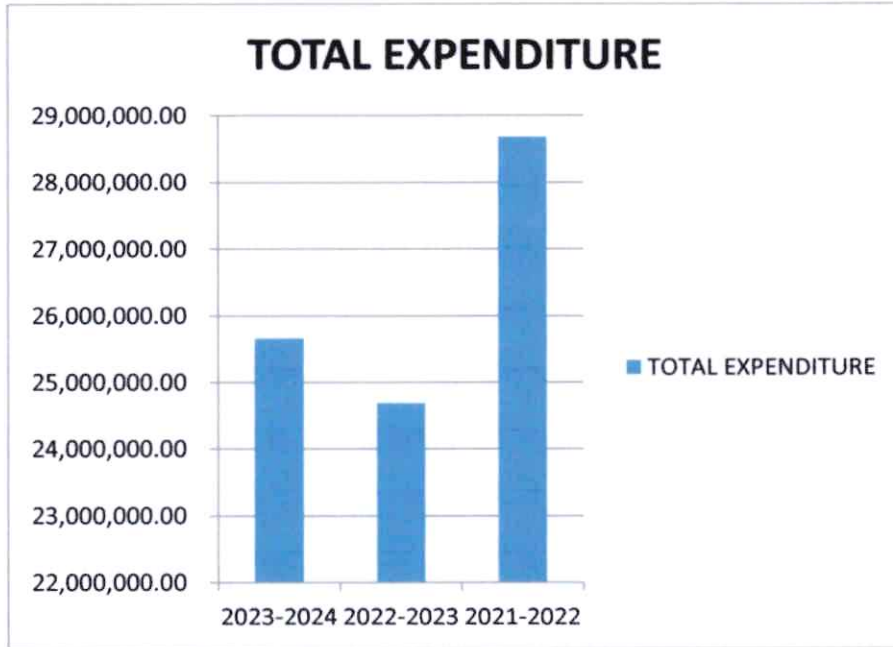
- *A three-year overview of growth of other income(s) earned by the school.*

ACCOUNT	2023-2024	2022-2023	2021-2022
SCHOOL FUND	18,702,061.00	34,069,896.00	23,480,690.00



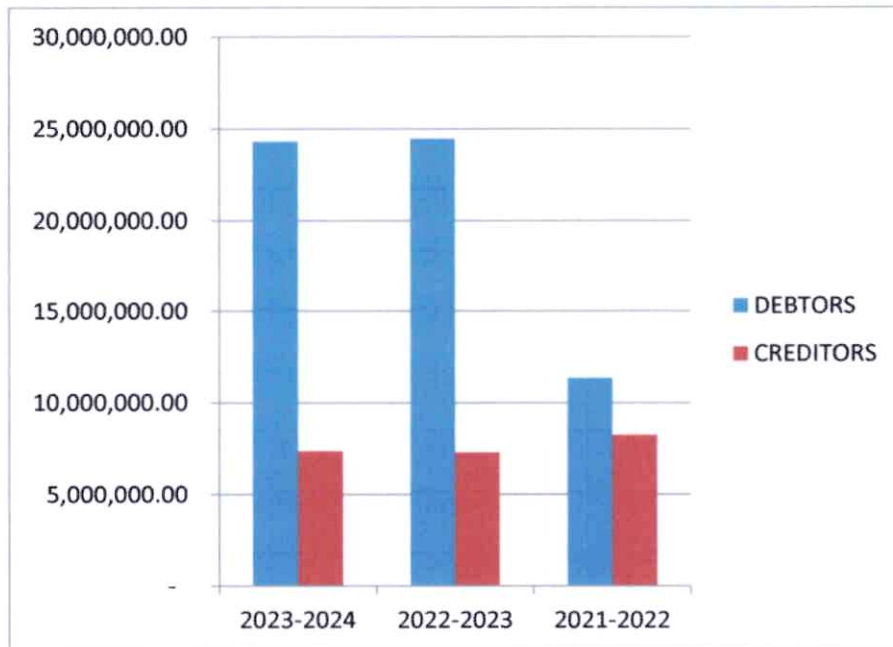
- *A three-year overview of growth in expenditure of the school*

DETAILS	ACCOUNT	2023-2024	2022-2023	2021-2022
EXPENDITURE	TUITION	838,962.00	1,001,244.00	1,051,920.00
	OPERATION	5,618,639.00	4,598,079.00	5,420,652.00
	S. FUND	19,205,377.00	19,088,203.00	22,208,448.00
	TOTAL	25,662,978.00	24,687,526.00	28,681,020.00



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

DETAILS	2023-2024	2022-2023	2021-2022
DEBTORS	24,302,645.00	24,468,319.00	11,356,199.00
CREDITORS	7,366,093.00	7,293,257.00	8,252,666.00



a) Teacher Student ratio:

(Include the teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).

DETAILS	2023/2024	2022/2023	2021/2022
Teachers recruited	23	22	22
Teachers posted	2	0	0
TOTAL	23	22	22
Transferred	1	0	0
No of teachers available	23	22	22
No. of students	489	420	380
Students to teachers ratio	22	19	18

b) Mean score in the 2023 KCSE:

DETAILS	2023/2024	2022/2023	2021/2022
MEAN GRADE	5.223	4.88	4.53
Comment	+0.335	+0.35	-0.087
C AND ABOVE	20	11	13

e) Number of Candidates in the 2023 KCSE:

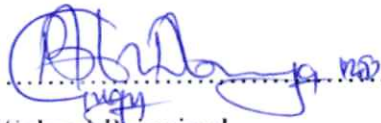
<i>DETAILS</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<i>No. of students</i>	95	62	80

d) Capacity of the school:

<i>DETAILS</i>	<i>NO. OF STUDENTS</i>	<i>NO OF FACILITIES</i>	<i>STUDENT FACILTIES RATIO</i>
<i>Classrooms</i>	389	14	27
<i>Dormitories</i>	389	5	77
<i>Dining hall</i>	389	1	389
<i>laboratories</i>	389	2	194
<i>Latrines</i>	389	25	15
<i>Kitchen</i>	389	1	389

c) Development projects carried out by the school:

project	Source of funds	status	Initial costs Ksh.	Amount spent Ksh.	Expected completion time
TWO, classroom	MOE- CBC	Completed	1,576,440.00	1,422,706.00	31/07/2023
TOTAL			1,576,440.00	1,422,706.00	


.....
School Principal

SECRETARY
B.O.M
HOLA BOYS SCHOOL
P. O. Box 50 - 70101 HOLA
Date: 21/4/2024 Sign:

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 Hola Boys 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.

Ali

Name: ALI KALIANI SAID

Designation: Chairman, School Board of Management

Date: 21/4/25

Bakari Buya Watto

Name: BAKARI BUYA WATTO

Designation: School Principal & Secretary to Board of Management

Date:



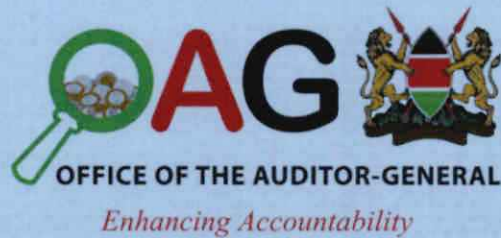
Name: SILVANO BABO BENJAMIN

Designation: Bursar/ Finance Officer

Date: 21/04/2025

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON HOLA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – TANA RIVER 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 Hola Secondary School -Tana River County set out on pages 1 to 21, which comprise the statement of financial assets and financial liabilities as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Hola 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 Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of financial statements revealed the following anomalies; -

- i. The statement of receipts and payments reflects comparative Government grants for operations amount of Kshs.4,025,727 whereas Note 2 to the financial statements reflects Kshs.5,045,727 resulting in unreconciled variance of Kshs.1,020,000.
- ii. The statement of budgeted versus actual amounts reflects total income final budgeted of Kshs. 28,695,319 and actual receipts of Kshs.27,480,142 respectively that differed with the recomputed amounts of Kshs.30,939,548 and Kshs.29,071,745 resulting in unreconciled variance of Kshs.2,244,229 and Kshs.1,591,603.
- iii. Further, the statement also reflects budgeted total payments of Kshs.28,695,319 and actual payments of Kshs.25,662,978 that differed with the recomputed amounts of Kshs.29,044,630 and Kshs.26,082,382 resulting in unreconciled variances of Kshs.349,311 and Kshs.419,404 respectively.

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

2. Accounts Receivables

2.1 Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.24,302,645 as disclosed in Note 13 to the financial statements. However, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit review.

2.2 Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.24,302,645 as disclosed in Note 13 to the financial statements. Included in the balance is Kshs.3,766,499 in respect of school fees arrears which had been outstanding for more than one (1) year out of which Kshs.241,496 had been outstanding for more than 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.24,302,645 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matter described in the Basis for Qualified Opinion, I have determined that, there were no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

Various prior year audit issues remained unresolved as at 30 June, 2024. Management had not provided reasons for the delay in resolving the prior year audit issues. Further, the unresolved prior year issues are not disclosed under the progress on follow up of auditor's recommendations section of the financial statements as required by the Public Sector Accounting Standards Board.

Other Information

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

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that other information is not materially inconsistent with the financial statements.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance 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. Irregular Transfer of Funds to Kenya Secondary School Heads Association

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.19,205,377 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.479,926 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.479,926 could not be confirmed.

2. Irregular Payment of Local Transport/Travelling Allowance

The statement of receipts and payments reflects boarding and school fund expenditure amount of Kshs.19,205,377 as disclosed in Note 9 to the financial statements. Included in this expenditure is an amount of Kshs.1,831,857, in respect of local transport/ travelling out of which Kshs 449,880 was not supported with application through imprest warrants contrary to Regulation 91(2) of the Public Finance Management (National Government) Regulations, 2015 which provides that the officer authorized to hold and operate an imprest shall make formal application for the imprest through an imprest warrant.

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

3. Over Funding of Capitation Grants

The statement of receipts and payments reflect capitation grants for tuition and operations amounting to Kshs.1,228,384 and Kshs.5,022,257, respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year, NEMIS reported a total of one thousand one hundred and eighteen (1,118) students while the enrolment records provided by the school indicated a total number of three hundred and seventy-nine (379) students resulting in unexplained variance of seven hundred and thirty-nine (739) students. As a result of the variances, the school was overfunded by an amount of Kshs.1,709,196.

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

4. Long Outstanding Accounts Payables

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.7,366,093 as disclosed in Note 14 to the financial statements. However, included in the balance is accounts payables balance of Kshs.4,965,376 which had been outstanding for more than one (1) year. 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 contracts 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.

5. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement plan. Failure to prepare the plan is contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle,

one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

6. Failure to Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects Government grants for operations amount of Kshs. 5,022,257 as disclosed in Note 2 to the financial statements. Included in the amount is Kshs. 1,963,300 in respect of infrastructure grants and maintenance and improvement funds, which were not transferred to infrastructure bank account, contrary to the Ministry of Education Circular No. MOEHQS/3/13/3 of 16 June 2021, which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

7. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 9 April, 2025 instead of the statutory deadline of 30 September, 2024. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

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

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

The summary report of performance of the school against set performance evaluation criteria reflects total receipts for 2023/2024 as Kshs.27,480,1 instead of the actual reflected in the statement of receipts and payments of Kshs.27,480,142 attributed to typing error. The Management had not corrected the error at the time of finalizing this report.

In the circumstances, Management was in breach of the PSASB guidelines. Further, lack relevant information may affect users' reliance on the financial statements for decision making.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Internal Audit Reports and Dysfunctional Board of Management Audit Committee

Review of records revealed that during the year under review, no reports of the Directorate of Schools Audit Services were discussed and implemented by the Board of Management (BOM) audit sub-committee.

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

2. Lack of Fixed Asset Register and Ownership Documents

Annex 2 to the financial statements on summary of fixed assets register reflects a balance of Kshs 70,880,326. Included in the summary is land owned by the School, measuring approximately 31 acres. However, the fixed asset register and land ownership documents were not provided for audit review.

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

3. Inadequate Management of Text Books

During the year under review, the School received two thousand, five hundred and sixty-eight (2,568) text books. Further, the stock take report revealed that the all the School had ten thousand six hundred and twenty-eight (10,628) books. However, the report did provide details of the number of text books lost, damaged, or borrowed during the period. This lack of information limits the evaluation of accuracy and overall accountability.

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

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and 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 sustain its services , disclosing, as applicable, matters related to sustainability of services and using the applicable 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 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 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

04 June, 2025

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

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,228,384.00	1,131,556.00
Government grants for operations	2	5,022,257.00	4,025,727.00
Government Grants for infrastructure	3	2,527,440.00	1,020,000.00
School fund income- parents' contributions	4	16,877,632.00	33,321,701.00
Miscellaneous incomes	5	1,824,429.00	748,195.00
Total Receipts		27,480,142.00	40,247,179.00
Payments			
Tuition	6	838,962.00	1,001,244.00
Operations	7	4,189,411.00	3,918,003.00
Infrastructure	8	1,429,228.00	680,076.00
Boarding and school fund	9	19,205,377.00	19,088,203.00
Total Payments		25,662,978.00	24,687,526.00
Surplus/Deficit		1,817,164.00	15,559,653.00

The school financial statements were approved on 21/04/2025 and signed by:



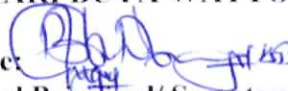
ALI KALIANI SAID

Name:

Chair BOM

Date: 21/4/25

BAKARI BUYA WATTO

Name: 
School Principal/ Secretary to BOM

Date: 
SECRETARY
B.O.M
HOLA BOYS SCHOOL
P. O. Box 50 - 70101 HOLA
Date: 21/4/2025 Sign: _____



SILVANO BABO BENJAMIN

Name:

Bursar/ Finance Officer

Date: 21/04/2025

6. 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	4,123,675.00	2,046,568.00
Cash balances	11	11,608.00	33,041.00
Short term investments	12	0.00	-
Total cash and cash equivalent		4,135,283.00	2,079,609.00
Account's receivables	13	24,302,645.00	24,468,319.00
Total financial assets (a)		28,437,927.00	26,547,928.00
Financial liabilities			
Accounts payables	14	7,366,093.00	7,293,257.00
Total Financial Liabilities (b)		7,366,093.00	7,293,257.00
Net financial assets (a-b)		<u>21,071,834.00</u>	<u>19,254,671.00</u>
Represented by			
Accumulated fund b/fwd	15	19,254,670.00,	3,695,018.00
Surplus for the year		1,817,164.00	15,559,653.00
Net Assets		<u>21,071,834.00</u>	<u>19,254,671.00</u>

The school's financial statements were approved on 21/04/2025 and signed by:

AKS

ALI KALIANI SAID

Name:

Chair BOM

Date: *21/4/25*

BAKARI BUYA WATTO

Name: *Bakari Buya Watto*
School Principal/ Secretary to BOM

Date:



Silvano Babo

SILVANO BABO
BENJAMIN

Name:

Bursar/ Finance Officer

Date: *21/04/2025*

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

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,228,384.00	1,131,556.00
Government grants for operations		5,022,257.00	4,025,727.00
Government grants for infrastructure		2,527,440.00	1,020,000.00
School fund income- parents contributions/ fees		17,116,142.00	22,419,629.00
Other income		1,824,429.00	748,195.00
Total receipts		27,718,652.00	29,345,107.00
Payments			
Cash outflows for tuition		838,962.00	1,001,244.00
Cash outflows for operations		4,189,411.00	3,004,422.00
Cash outflows Boarding/lunch and school fund payments		19,205,377.00	22,871,241.00
Total payments		24,233,750.00	(26,876,907.00)
Net cash inflow/outflow from operating activities		3,484,902.00	2,468,200.00
Cash flow from investing activities			
Acquisition of assets		(1,429,228.00)	(980,076.00)
Proceeds from sale of Assets		0	0
Proceeds from investments		0	0
Purchase of investments		(0)	(0)
Net cash inflow/outflows from investing activities		(1,429,228.00)	(980,076.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0	0
Repayment of principal borrowings		(0)	(0)
Net cash inflow/outflow from financing activities		0	0
Net increase/decrease in cash and cash equivalents		2,055,674.00	1,488,124.00
Cash and cash equivalent at beginning of the FY		2,079,609.00	591,485.00
Cash and cash equivalent at end of the FY		4,135,283.00	2,079,609.00

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

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

(HOLA Boys School)

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

The school's financial statements were approved on 21/04/2025 and signed by:



ALI KALIANI SAID

Name:

Chair BOM

Date: 21/4/25

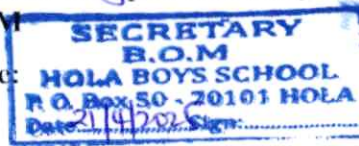
BAKARI BUYA WATTO

Name:

School Principal/ Secretary to

BOM

Date:



SILVANO BABO

BENJAMIN

Name:

Bursar/ Finance Officer

Date: 21/04/2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs

Receipts

<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	340,310.00	0	340,310.00	340,310.00	100 %
Exercise Books	902,768.00	0	902,768.00	0.00	0.0 %
Laboratory Equipment	347,460.00	0	347,460.00	359,730.00	104 %
Internal Exams	0	0	0	0	0
Teaching / Learning Materials	669,419.00	0	669,419.00	358,916.00	54 %
Exams And Assessment	169,428.00	0	169,428.00	169,428.00	100 %
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	2,400,000.00	0	2,400,000.00	2,584,935.00	108 %
Repairs And Maintenance	2,000,000.00	0	2,000,000.00	3,373,940.00	94 %
Local Transport / Travelling	400,000.00	0	400,000.00	111,036.00	28 %
Electricity And Water	400,000.00	0	400,000.00	357,969.00	90 %
Medical	509,025.00	0	509,025.00	509,025.00	100 %
Administration Costs	400,000.00	0	400,000.00	244,057.00	61 %
Activity	368,735.00	0	368,735.00	368,735.00	100 %
Gratuity	0	0	0	0	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Kshs	e=d/c % Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	1,750,000.00	0	0	0	0
M&I parents' contribution	700,000.00	0	0	0	0
Economic Stimulus Programs	0	0	0	0	0
Transition Infrastructure Grants	1,576,440.00	0	1,576,440.00	1,429,228.00	90 %
Administration Block	0	0	0	0	0
(4) Fees Charged on Parents					
Personnel Emoluments	2,600,000.00	0	2,600,000.00	2,048,290.00	79 %
Repairs And Maintenance	800,000.00	0	800,000.00	278,615.00	35 %
Local Transport / Travelling	400,000.00	0	400,000.00	264,971.00	66 %
Electricity And Water	1,800,000.00	0	1,800,000.00	585,388.00	33 %
Medical	0	0	0	0	0
Administration Costs	800,000.00	0	800,000.00	312,925.00	39%
Activity	600,000.00	0	600,000.00	108,096.00	18 %
Fees arrears collected.	0.00	0	7,396,046.00	7,396,046.00	0%
Fee On Boarding Equipment and Stores	9,000,000.00	0	9,000,000.00	5,883,301.00	66 %
5) Miscellaneous Income					
Loans / Borrowing	0				
Rent income	0				
Income From Farming Activities	0				
Insurance Compensation	0				
Income From Posho Mill	0				

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	Comparable Basis d Kshs	
Income From Bus Hire	308,000.00	0	308,000.00	308,000.00	100%
Fee For Hire of Ground and Equipment	165,375.00	0	165,375.00	165,375.00	100%
Interest Income	0	0	0	0	0
Income From damages	0	1,170,854.00	1,770,854.00	1,513,429.00	86%
Total Income	25,948,025.00	2,747,294.00	28,695,319.00	27,480,142.00	96%
(6) Expenditure For Tuition					
Textbooks	340,310.00		340,310.00	0.00	0%
Reference Materials	897,273.00		897,273.00	0	0
Exercise Books	0.00		0.00	0	0
Laboratory Equipment	347,460.00		347,460.00	250,337.00	72%
Internal Exams	0.00		0	0	
Teaching / Learning Materials	669,419.00		669,419.00	583,130.00	87%
Chalks	110,880.00		110,880.00	0	0
Exams And Assessment	0		0	0	0
Teachers Guides	0		0	0	0
Administration Costs	0		0	0	0
Bank Charges	5495.00		5495.00	5495.00	100%
(7) Expenditure For Operations					
Personnel Emoluments	2,150,000.00		2,150,000.00	2083,377.00	97%
Repairs, Maintenance & Improvements	2,000,000.00		2,000,000.00	1,468,028.00	45%
Local Transport / Travelling	400,000.00		400,000.00	265,500.00	66%

(HOLA Boys School)
Annual Report and Financial Statements For the year ended 30th June 2024

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	473,409.00	0	473,409.00	473,409.00	100%
Medical	509,025.000	0	509,025.00	509,025.00	100%
Administration Costs	400,000.00	0	400,000.00	126,000.0	32%
Activity Expenses	443,300.00.00	0	443,300.00	443,300.00	100 %
Gratuity	250,000.00	0	250,000.00	250,000.00	100 %
SMASSE	0	0	0	0	0
(8) Expenditure For infrastructure					
Construction of classrooms	1,576,440.00	0	1,576,440.00	1,429,228.00	92%
Construction of LAB	0				
Construction of DORMS	0				
Purchase of furniture	0				
Purchase of equipment	0				
Purchase of machinery	0				
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	2,600,000.00		2,600,000.00	3,614,887.00	139%
Repairs, Maintenance and Improvements	800,000.00		800,000.00	2,115,355.00	264%
Local Transport / Travelling	400,000.00		400,000.00	1,831,857.00	458%
Electricity, Water and Conservancy	1,800,000.00		1,800,000.00	1,312,758.00	73 %
Medical Expenses	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
Administration Costs	800,000.00		800,000.00	1,258,492.00	
Activity	600,000.00		600,000.00	1,708,689.00	284%
Gratuity	350,000.00		350,000.00	350,000.00	100%
Lunch Programme	0				
Boarding Equipment and Stores	9,000,000.00	0	9,000,000.00	5,626,810.00	63%
Expenditure For Income Generating Activity	930,000.00	1,170,854	2,100,854.00	355,940.00	16%
Insurance Costs	0				
Other Expenses On Investments					
Rent Expenses	0				
Bank Charges	20,765.00		20,765.00	20,765.00	100%
Loan Interest Repayment	0				
Loan Principal Repayment	0				
Acquisition Of Assets	0				
Totals	25,948,025.00	2,747,294.00	28,695,319.00	25,662,978.00	89 %

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

- i. Xxx
- ii. Xxx

9. 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
Exercise Books	340,310.00	0
Laboratory Equipment	359,730.00	0
Internal Exams		0
Teaching / Learning Materials	358,918.00	1,131,556.00
Reference / library	169,428.00	0
Total	1,228,386.00	1,131,556.00

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,584,935.00	2,074,638.00
Repairs And Maintenance	1,797,500.00	1,684,000.00
Local Transport / Travelling	111,036.00	0.00
Electricity And Water	357,969.00	630,494.00
Medical	509,025.00	83,500.00
Administration Costs	244,057.00	330,694.00
Activity	368,735.00	242,400.00
Total	5,022,257.00	5,045,727.00

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Maintenance & Improvement	907,000.00	1,020,000.00
Transition infrastructure grants	1,620,440.00	0
Administration Block	0	0
Economic stimulus grants	0	0
Other (specify)(NGCDF and County govt.	0	0
Total	2,527,440.00	1,020,000.00

4.School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	2,048,290.00	7,269,959.00
Repairs and maintenance	278,615.00	1,430,756.00
Local transport / travelling	264,971.00	1,121,370.00
Electricity and water	585,388.00	1,803,483.00
Medical	0	0
Administration costs	312,925.00	6,306,205.00
Activity	108,096.00	503,140.00
Fee on Boarding Equipment and stores	5,883,301.00	14,886,788.00
PA Levies*	0	0
Fees arrears collected	7,396,046.00	0
Total	16,877,632.00	33,321,701.00

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

5.Miscellaneous Incomes

	Kshs	Kshs	
Rent Income	0	0	
Income From Farming Activities	0.00	0.00	
Insurance Compensation		0	
Income From Posho Mill		0	
Income From Bus Hire	308,000.00	171,950.00	
Fee For Hire of Ground and Equipment	165,375.00	157,500.00	
Income From Grants and Donations*	0	0	
Interest Income		0	
Dividends Income		0	
Loans/Borrowings*		0	
Income from damages/other levies	1,351,054.00	394,745.00	
Total	1,824,429.00	748,195.00	



6. Tuition payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	0	23,000.00
Textbooks	0.00	0.00
Reference materials	0	0.00
Laboratory Equipment	250,337.00	336,178.00
Teaching / Learning Materials	583,130.00	590,940.00
Exams And Assessment	0	45,000.00
Teachers Guides	0	
Bank Charges	5,495.00	6,126.00
Others (specify)	0	
Total	838,962.00	1,001,244.00

7.

Operations payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,083,377.00	2,241,941.00
Service Gratuity	250,000.00	0.00
Administration Cost	126,000.00	317,833.00
Repairs And Maintenance & Improvements	38,800.00	727,339.00
Local Transport / Travelling	265,500.00	244,300.00
Electricity And Water	473,409.00	221,380.00
Medical	0.00	0
Activity Expenses	443,300.00	165,510.00
Insurance Cost	0	0
Others (specify)	0	0
Total	4,189,411.00	3,918,003.00

8 .Infrastructure payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms	1,429,228.00	0
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of furniture	0	0
Purchase of equipment	0	0
Purchase of apparatus	0	0
Drilling of boreholes	0	
2 clsroom renovation	0	680,076.00
Total	1,429,228.00	680,076.00

9. Boarding And School Fund payments

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	3,614,887.00	4,151,964.00
Service Gratuity	350,000.00	230,000.00
Repairs And Maintenance & Improvements	2,115,355.00	688,839.00
Local Transport / Travelling	1,831,857.00	739,272.00
Electricity And Water	1,312,758.00	2,121,472.00
Medical Expenses	0	0
Administration Costs	1,258,492.00	1,235,016.00
Creditors paid	1,009,824.00	0
Bank Charges	20,765.00	12,602.00
Expenses On Income Generating Activities**	355,940.00	326,607.00
Fee On Boarding Equipment and Stores	5,626,810.00	8,445,081.00
Rent Expenses	0	0
Insurance Cost (Life Property)	0	0
Loan Principal Repayment	0	0
Loan Interest Repayment	0	0
Acquisition Of Assets	0	0
PA expenses	0	0
Activity expense	1,708,689.00	1,137,350.00
Total	19,205,377.00	19,088,203.00

*(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others)*

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1104556642	691,761.00	287,239.00
Operations Account	Active	1104548119	1,602,099.00	354,148.00
School Fund Account/Boarding	Active	1104556898	309,056.00	430,559.00
Savings Account	Active	1259814459	55,928.00	57,492.00
Parent Association Development Account	N/a.	-	N/a	0
Income Generating Activities Account	Active	1259814440	156.00	67,848.00
Infrastructural Account	Active	1104557207	1,464,675.00	849,282.00
Total			4,123,675.00	2,046,567.00

11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	11,608.00	33,040.00
Total	11,608.00	33,040.00

12 Short Term Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

13 Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	24,279,640.00	24,468,319.00
Other Non-Fees Receivables	0	0
Salary Advances (list/schedule attached)	23,005.00	0
Imprest (list/schedule attached)	0	0
Rent arrears (list/schedule attached)	0	0
Total	24,302,645.00	24,468,319.00

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	20,537,390.00	85 %	19,143,805.00	76 %
Between 1- 2 years	2,000,499.00	8 %	3,607,956.00	16 %
Between 2-3 years	1,500,225	6 %	1,677,210.00	7 %
Over 3 years	241,496.00	1 %	39,348.00	1 %
Total (should tie to note 13 a)	24,279,640.00	100%	24,468,319.00	100 %

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	7,046,141.00	6,179,943.00
Prepaid Fees	319,952.00	1,113,314.00
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Caution money	0	0
Other payables (specify)	0	0
Total	7,366,093.00	7,293,257.00

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	2,080,765.00	30 %	4,873,013.00	65 %
Between 1- 2 years	3,303,066.00	47 %	948,230.00	33 %
Between 2-3 years	948,230.00	14 %	358,700.00	3 %
Over 3 years	714,080.00	9 %	0	0 %
Total (should tie to note 14)	7,046,141.00	100 %	6,179,943.00	100 %

15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	2,046,567.00	546,480.00
Cash Balances	33,041.00	45,005.00
Short Term Investments	0	0
Receivables	24,468,319.00	11,356,199.00
Payables	(7,293,257.00)	(8,252,666)
Total	19,254,670.00	3,695,018.00

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	0	
Outstanding Leases	0	
Hire Purchase	0	
Gratuity And Leave Provision	0	
Others (specify)	0	
Total	0	0

17 Biological assets

Description	Numbers	2023-2024	2022-2023
		Kshs	Kshs
Cattle		0	
Goats		0	
Trees		0	
Coffee Or Tea Plantation		0	
Poultry		0	
Others (specify)		0	
Total		0	

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	(0)	(0)
Balance at the end of the year	0	0

Other important disclosure notes

19 Stock/ Inventory

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	300,000.00	270,000.00
Lab consumables	550,000.00	700,000.00
Farm produce	0	0
Medication	0	0
Construction Materials	0	0
Others (specify)	0	0
	850,000.00	970,000.00

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

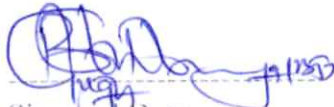
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20 Progress On Follow Up of Auditor Recommendations

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

SECRETARY
B.O.M
HOLA BOYS SCHOOL
P. O. Box 50 - 70100 HOLA
Date 21/4/2025

(HOLA Boys School)
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11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount A Kshs	Date Contracted b Kshs	Amount Paid To-Date C Kshs	Outstanding Balance Current 2024 d-a-c Kshs	Outstanding Balance Comparative 2023 Kshs	Comments
Construction Of Buildings						
1. Ramisi construction co. ltd	1,785,440.00	31/07/2023	1,422,707.00	437,444.00	283,711.00	
Sub-Total	1,785,440.00		1,422,707.00	437,444.00	283,711.00	
Supply Of Goods						
2.Simaar general supplies	1,009,200.00	30/06/2022	400,000.00	609,200.00	1,009,200.00	
4. Habsons Constructions co. ltd	76,000.00	30/06/2022	76000.00	0.00	76,000.00	
5.Absaka building construction co.	336,870.00	30/06/2022	100,000.00	236,870.00	336,870.00	
6.Pasyquel investments	225,630.00	30/06/2022	0	225,630.00	225,630.00	
7.Nadhoyo investments	525,400.00	04/01/2022	84,400.00	441,000.00	324,200.00	
8. Work Point workshop	405,000.00	04/01/2022	130,000.00	275,000.00	405,000.00	
9.Kenmu Motors	168,400.00	30/06/2022	0	168,400.00	161,000.00	
10.Estmunzy general supplies	495,150.00	30/06/2022	405,700.00	89,450.00	282,000.00	
11. Baba safie butchery	714,100.00	30/06/2022	100,000.00	614,100.00	602,057.00	
12. Ninjure Investments	261,060.00	30/06/2022	0	261,060.00	336,070.00	

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Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2023	Comments
13. Linux digital solutions	494,299	18/08/2022	106,299.00	388,100.00	383100.00	
14.Hola hardware	714,650.00	30/06/2022	250,000.00	464,650.00	86,950.00	
15.Hola perfect choice	59,600.00	30/06/2022	0	59,600.00	0	
16.Salcomm investments	74,500.00	30/06/2022	15,000.00	59,500.00	109,500.00	
17.Wilkertinz enterprises	207,750.00	30/06/2022	0	207,750.00	207,750.00	
18. High technik welders	220,600.00	02/04/2023	0	220,600.00	220,600.00	
19.Bom staff gratuity	623,147.00	01/06/2022	350,000.00	273,147.00	527,170.00	
20. Parafeel	2,047,300.00	30/06/2022	1,157,600.00	889,700.00	0	
21. Bayugu maso	54,000.00	13/06/2024	7200.00	46,800.00	0	
22. Jabimaenterprises	143,270.00	09/01/2023	27,235.00	116,035.00	0	
23.Bonstech Computers	172,500.00	9/11/2022	0	172,500.00	172,500.00	
24.Kcb Bank insurance	74491.00	11/04/223	74491.00	0	0	
25.Colorado Fashions	58,600.00	30/06/2022	47,350.00	11,250.00	0	
26. Jetlink edu enterprises	10,000.00	30/06/2022	0	10,000.00	10,000.00	
27.Romzee enterprises	144,525.00	01/07/2022	0	144,525.00	0	
28.Lightmore ltd	45,156.00	30/06/2022	45,156.00	0	0	
29. George owino	245,000.00	01/07/2023	160,000.00	85,000.00	0	
Sub Total				6,069,867.00		
30.Joyaski Tana tech Agency	658,830.00	04/01/2022	120,000.00	538,830.00	222,250.00	

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

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2023	Comments
30. Davco stationery	70,100.00	04/01/2022	70100.00	0	70,100.00	
S. Total				538,830.00		
Total				7,046,141.00	6,179,943.00	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2024
Land 1		HOLA	31 ACRES	-	-	31 ACRES
Land 2		N/A				N/A
Buildings And Structures		HOLA	55,763,786.00	1,576,440.00	-	57,340,226.00
Motor Vehicles		HOLA	2,800,000.00		-	2,800,000.00
Office Equipment, Furniture And Fittings		HOLA	4,400,000.00			4,400,000.00
ICT Equipment, And Other ICT Assets		HOLA	2,437,200.00			2,437,200.00
Tools And Apparatus		HOLA	1,800,000.00			1,800,000.00
Textbooks		HOLA	800,000.00			800,000.00

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Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2024
Other Machinery And Equipment		HOLA	150,000.00	-	0	150,000.00
Heritage And Cultural Assets		HOLA	0	-		0
Intangible Assets- Soft Ware		HOLA	350,000.00	-	0	350,000.00
Total			69,303,886.00	1,576,440.00	0	70,880,326.00

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

