

REPUBLIC OF KENYA



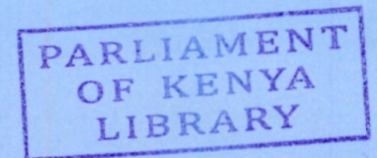
**REPORT**

**OF**

|                                      |                          |
|--------------------------------------|--------------------------|
| THE NATIONAL ASSEMBLY<br>PAPERS LAID |                          |
| DATE: 30 JUN 2026                    | DAY: Tuesday             |
| TABLED BY:                           | The Deputy Majority Whip |
| CLERK-AT-THE-TABLE:                  | Gestinde chebet          |

**THE AUDITOR-GENERAL**

**ON**



**ST PAUL'S HIGH SCHOOL - KEVOTE**

**FOR THE YEAR ENDED  
30 JUNE, 2023**

**EMBU COUNTY**





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**ST.PAUL'S HIGH SCHOOL-KEVOTE**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2023**

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

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## **1. Acronyms and Glossary of Terms**

*Provide a list of all applicable acronyms and glossary of terms e.g.*

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



## 2 KEY SCHOOL INFORMATION AND MANAGEMENT

### (a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013.

It is located in Embu County, Embu West Sub-County

The school was registered in 27/4/1983 under registration number G/A/181/83 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 1048 number of students as at 30<sup>th</sup> June 2023. It has five streams and 45 teachers of which 9 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    | Moses Mbogo          | Chairman              | 25/4/2022           |
| 2    | Joan A.G. Njagi      | Deputy Chairperson    | 25/4/2022           |
| 3    | Dr. Stantley Ndwigah | Member                | 25/4/2022           |
| 4    | Fr. Agapius Kamau    | Sponsor               | 25/4/2022           |
| 5    | Zipporah Karanja     | Member                | 25/4/2022           |
| 6    | Sacilia Njagi        | Member                | 25/4/2022           |
| 7    | Dr. David Mugo       | Member                | 25/4/2022           |
| 8    | Lucy Kagwithi        | Member-Community      | 25/4/2022           |
| 9    | Joseph Mugo          | Member-CEB Rep        | 25/4/2022           |
| 11   | Arch. David Nyaga    | Member                | 25/4/2022           |
| 12   | William Njunga       | Member                | 25/4/2022           |
| 13   | Kinyua Nyaga         | Member-Special Needs  | 25/4/2022           |
| 14   | Mbogo James          | Member                | 25/4/2022           |
| 15   | Kimaru Samuel        | Dep. Principal        | 25/4/2022           |
| 16   | Peter M. Kiugu       | Principal / Secretary | 25/4/2022           |

**The function of the School Board of Management include:**

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

**(c) Committees of the Board**

| Ref: | Name of Committee          | Names of Members    | Designation         | Number of meetings attended during the year |
|------|----------------------------|---------------------|---------------------|---------------------------------------------|
| 1    | <b>Executive Committee</b> | Moses Mbogo         | Chairman            | 1 out of 1                                  |
|      |                            | Joan A.G. Njagi     | Deputy Chair        | 1 out of 1                                  |
|      |                            | Fr. Agapius Kamau   | Member              | 1 out of 1                                  |
|      |                            | Zipporah Karanja    | Member              | 1 out of 1                                  |
|      |                            | Joseph Njeru Mugo   | Member              | 1 out of 1                                  |
|      |                            | Dr. Stanley Ndwigah | Member              | 1 out of 1                                  |
|      |                            | Peter M. Kiugu      | Secretary BOM       | 1 out of 1                                  |
| 2    | <b>SIC Committee</b>       | Fr. Agapius Kamau   | Chairperson         | 2 out of 2                                  |
|      |                            | Moses Mbogo         | BoM Chairman        | 2 out of 2                                  |
|      |                            | Peter M. Kiugu      | Secretary BOM       | 2 out of 2                                  |
|      |                            | Dr. Ndwiga Stanley  | P.A Chairman        | 2 out of 2                                  |
|      |                            | Joan A. G. Njagi    | Dep. BoM Chair      | 2 out of 2                                  |
|      |                            | Peter Njoroge       | Sub-county Director | 2 out of 2                                  |
|      |                            | Arch. David Nyaga   | Member              | 2 out of 2                                  |
|      |                            | Zipporah Karanja    | Member              | 2 out of 2                                  |
|      |                            | Eng. A.N. Kibuchi   | Member              | 2 out of 2                                  |
|      |                            | Joseph Njeru Mugo   | Chairman            | 1 out of 1                                  |
| 3    | <b>Finance Committee</b>   | Moses Mbogo         | BoM Chairman        | 1 out of 1                                  |
|      |                            | Joan A. G. Njagi    | Dep. BoM Chair      | 1 out of 1                                  |
|      |                            | Fr. Agapius Kamau   | Sponsor             | 1 out of 1                                  |
|      |                            | Dr. Stanley Ndwiga  | P.A Chairman        | 1 out of 1                                  |
|      |                            | Zipporah Karanja    | BoM Member          | 1 out of 1                                  |
|      |                            | Samuel Kimaru       | Deputy Principal    | 1 out of 1                                  |
|      |                            | Peter M. Kiugu      | Secretary BoM       | 1 out of 1                                  |
|      |                            | Kinyua Nyaga        | Member              | 1 out of 1                                  |
|      |                            | Mbogo James         | Member              | 1 out of 1                                  |
|      |                            | Zipporah Karanja    | Member              | 1 out of 1                                  |
|      |                            | Dr. David Nyaga     | Member              | 1 out of 1                                  |
|      |                            | Peter M. Kiugu      | Secretary BOM       | 1 out of 1                                  |
|      |                            | Samuel Kimaru       | Deputy Principal    | 1 out of 1                                  |

|   |                                         |                   |          |            |
|---|-----------------------------------------|-------------------|----------|------------|
| 4 | <b>Discipline and welfare Committee</b> | Musembi Boniface  | Member   | 1 out of 1 |
|   |                                         | Njeru Mutwiri     | Member   | 1 out of 1 |
|   |                                         | Kariuki Benson    | Member   | 1 out of 1 |
|   |                                         | Fr. Henry Kathuri | Member   | 1 out of 1 |
|   |                                         | Victor Bett       | Member   | 1 out of 1 |
|   |                                         | Sammy Mwenda      | Member   | 1 out of 1 |
| 5 | <b>Procurement Committee</b>            | Samuel Kimaru     | Chairman | 3 out of 3 |
|   |                                         | Benson Kariuki    | Member   | 3 out of 3 |
|   |                                         | Benson Mwendwa    | Member   | 3 out of 3 |
|   |                                         | Michael Mutwiri   | Member   | 3 out of 3 |
|   |                                         | Jacinta Kagori    | Member   | 3 out of 3 |
|   |                                         | Wambeti Kithinji  | Member   | 3 out of 3 |



**(d) School operation Management**

For the financial year ended 30<sup>th</sup> June 2023 the School day-to-day management was under the following persons:

| Ref: | Designation      | Name                | IDENIFICATION |
|------|------------------|---------------------|---------------|
| 1    | Principal        | Peter Mwiti Kiugi   | TSC NO-305053 |
| 2    | Deputy Principal | Samuel Njiru Kimaru | TSC NO-337743 |
| 3    | School Bursar    | Wambeti Kithinji    | 13573564-ID   |

**(e) Schools contacts**

Post Office Box: 219-60100  
 Telephone: 0727216309  
 E-mail: stpaulskevotehigh@gmail.comm

**(f) School Bankers**

The following school operated 6 bank accounts in the following banks:

1. Name of Bank: EQUITY BANK  
 Branch: EMBU  
 Account Number: 0190291502057 – School fund Account
  2. Name of Bank: EQUITY BANK  
 Branch: EMBU  
 Account Number: 0190295425704 – Savings account
  3. Name of Bank: CONSOLIDATED BANK  
 Branch: EMBU  
 Account Number: 010041200000153 – Tuition Account
  4. Name of Bank: CONSOLIDATED BANK  
 Branch: EMBU  
 Account Number: 01004120000005 – Operations account
  5. Name of Bank: CO-OPERATIVE BANK  
 Branch: EMBU  
 Account Number: 01139731041200 – Infrastructure account
  6. Name of Bank: EQUITY BANK  
 Branch: EMBU  
 Account Number: 0190278049463 – CDF account
7. MPESA Pay Bill No. 861207 attached to SCHOOL FUND ACCOUNT-0190291502057

**(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

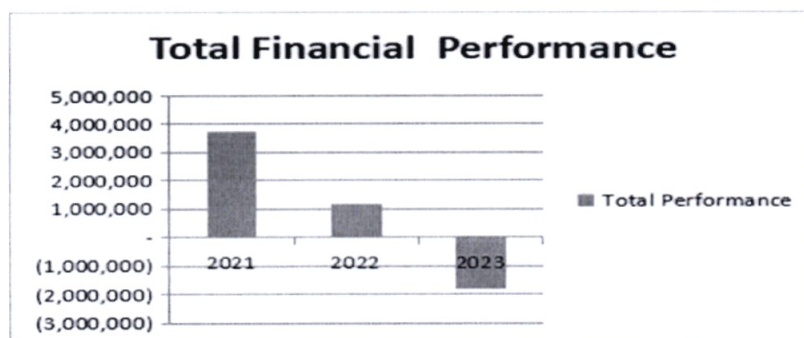
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

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

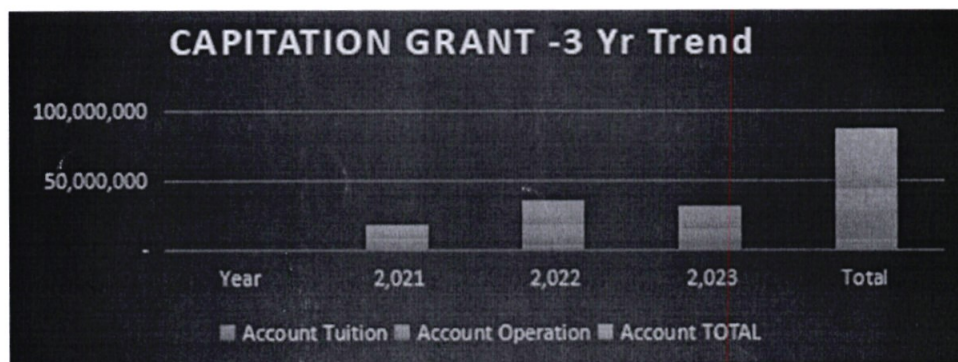
| DEFICITS OR SURPLUSES 3 YEAR TREND |             |           |           |                |      |        |             |
|------------------------------------|-------------|-----------|-----------|----------------|------|--------|-------------|
| Year                               | Account     |           |           |                |      |        |             |
|                                    | School Fund | Operation | Tuition   | Infrastructure | Farm | CDF    | Total       |
| 2021                               | 179,742     | 482,252   | 366,234   | 2,736,220      | -    | -      | 3,764,448   |
| 2022                               | 1,378,228   | (601,200) | (349,081) | 743,749        | -    | -      | 1,171,695   |
| 2023                               | (4,735,589) | 1,942,688 | 80,051    | 877,300        | -    | 33,515 | (1,802,035) |
| Total                              | (3,177,619) | 1,823,740 | 97,203    | 4,357,269      | -    | 33,515 | 3,134,108   |

| Year | Total Performance |
|------|-------------------|
| 2021 | 3,764,448         |
| 2022 | 1,171,695         |
| 2023 | (1,802,035)       |



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

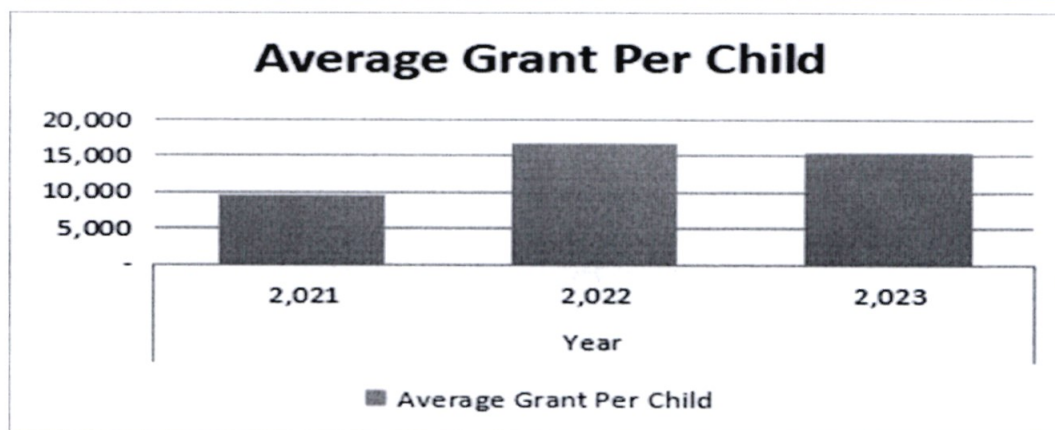
| CAPITATION GRANT -3 Year Trend |           |            |  |            |
|--------------------------------|-----------|------------|--|------------|
| Year                           | Account   |            |  | TOTAL      |
|                                | Tuition   | Operation  |  |            |
| 2021                           | 1,335,296 | 8,373,688  |  | 9,708,984  |
| 2022                           | 3,362,250 | 14,802,520 |  | 18,164,770 |
| 2023                           | 2,783,700 | 13,363,785 |  | 16,147,485 |
| Total                          | 7,481,245 | 36,539,993 |  | 44,021,238 |



## Ratio of capitation grant per student over the last three years

| CAPITATION GRANT PER CHILD -3 YEAR TREND |                  |                   |                   |
|------------------------------------------|------------------|-------------------|-------------------|
|                                          | Year             |                   |                   |
|                                          | 2021             | 2022              | 2023              |
| <b>TOTAL GRANT RECEIVED</b>              | <b>9,708,984</b> | <b>18,164,770</b> | <b>16,147,485</b> |
| Highest Enrolment in the Year            | 1,025            | 1,086             | 1,048             |
| Average Grant Per Child                  | 9,472            | 16,726            | 15,408            |

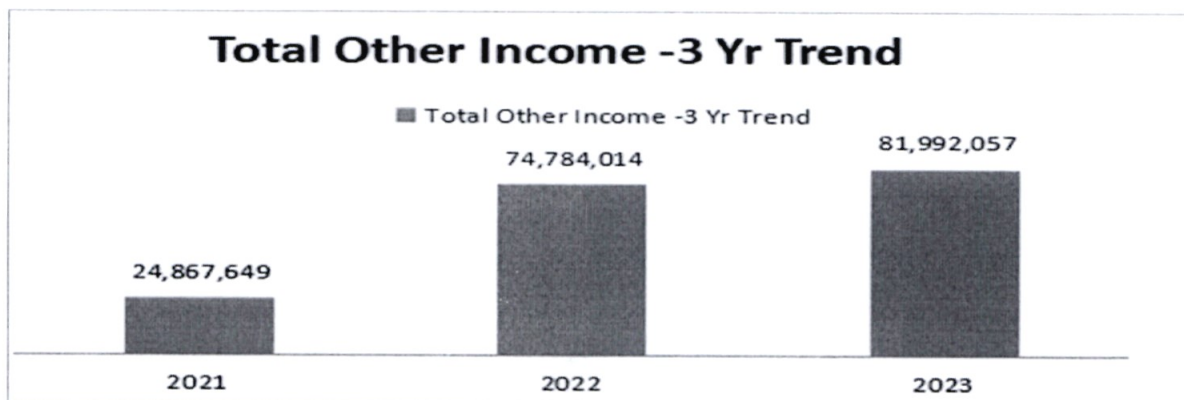
|                         | Year  |        |        |
|-------------------------|-------|--------|--------|
|                         | 2021  | 2022   | 2023   |
| Average Grant Per Child | 9,472 | 16,726 | 15,408 |



## Three-year overview of growth of other income(s) earned by the school.

| Growth of Other Incomes -3 Year Trend |                    |          |                   |               |                    |
|---------------------------------------|--------------------|----------|-------------------|---------------|--------------------|
|                                       | Income Source      |          |                   |               |                    |
| YEAR                                  | School Fund        | Farm     | Infrastructure    | CDF           | Total              |
| 2021                                  | 21,276,149         | -        | 3,591,500         | -             | 24,867,649         |
| 2022                                  | 69,301,234         | -        | 5,482,780         | -             | 74,784,014         |
| 2023                                  | 77,914,542         | -        | 4,044,000         | 33,515        | 81,992,057         |
| <b>Total</b>                          | <b>168,491,925</b> | <b>-</b> | <b>13,118,280</b> | <b>33,515</b> | <b>181,643,720</b> |

|      | Total Other Income -3 Year Trend |            |
|------|----------------------------------|------------|
| Year | 2021                             | 24,867,649 |
|      | 2022                             | 74,784,014 |
|      | 2023                             | 81,992,057 |

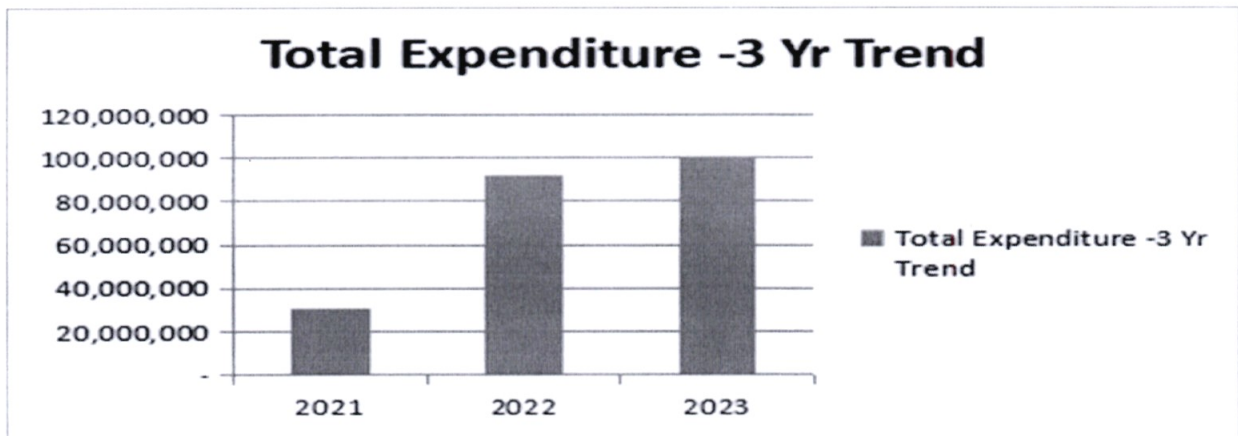




- A three-year overview of growth in expenditure of the school

| EXPENDITURE -3YEAR TREND |             |            |           |      |                 |     |             |
|--------------------------|-------------|------------|-----------|------|-----------------|-----|-------------|
| YEAR                     | School Fund | Operation  | Tuition   | Farm | Infra-structure | CDF | Year Total  |
| 2021                     | 21,096,407  | 7,891,436  | 969,062   | -    | 855,280         | -   | 30,812,185  |
| 2022                     | 67,923,006  | 15,403,720 | 3,711,331 | -    | 4,739,031       | -   | 91,777,088  |
| 2023                     | 82,650,131  | 11,421,097 | 2,703,649 | -    | 3,166,700       | -   | 99,941,577  |
| Total                    | 171,669,544 | 34,716,253 | 7,384,042 | -    | 8,761,011       | -   | 222,530,850 |

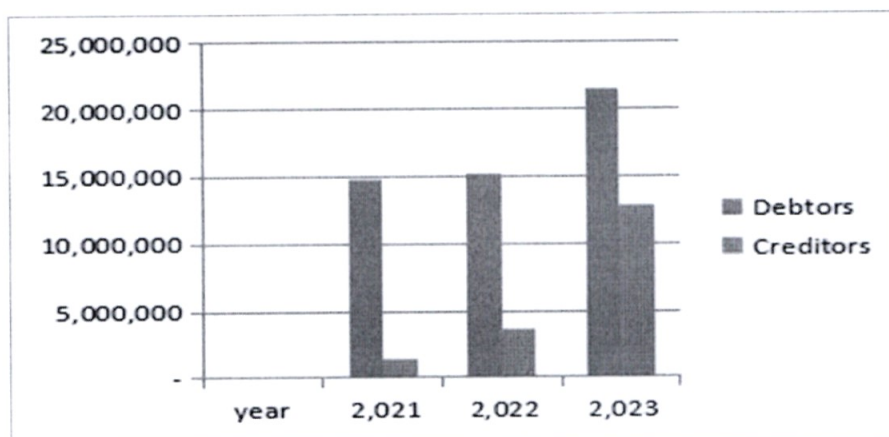
|      |      | Total Expenditure<br>3 Year Trend |
|------|------|-----------------------------------|
| Year | 2021 | 30,812,185                        |
|      | 2022 | 91,777,088                        |
|      | 2023 | 99,941,577                        |



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

| DEBTS AND CREDITORS -3 YEAR TREND |           |             |           |         |      |                 |     |            |
|-----------------------------------|-----------|-------------|-----------|---------|------|-----------------|-----|------------|
|                                   |           | ACCOUNT     |           |         |      |                 |     |            |
| Year                              |           | School Fund | Operation | Tuition | Farm | Infra-structure | CDF | Year Total |
| 2021                              | Debtors   | 14,742,491  |           |         |      |                 |     | 14,742,491 |
|                                   | Creditors | 1,359,272   | -         | -       | -    | -               | -   | 1,359,272  |
| 2022                              | Debtors   | 15,231,423  | -         | -       | -    | -               | -   | 15,231,423 |
|                                   | Creditors | 3,633,955   | -         | -       | -    | -               | -   | 3,633,955  |
| 2023                              | Debtors   | 21,445,325  | -         | -       | -    | -               | -   | 21,445,325 |
|                                   | Creditors | 12,828,119  | -         | -       | -    | -               | -   | 12,828,119 |
| Total                             | Debtors   | 51,419,239  | -         | -       | -    | -               | -   | 51,419,239 |
|                                   | Creditors | 17,821,346  | -         | -       | -    | -               | -   | 17,821,346 |

| Year | Debtors    | Creditors  |
|------|------------|------------|
| 2021 | 14,742,491 | 1,359,272  |
| 2022 | 15,231,423 | 3,633,955  |
| 2023 | 21,445,325 | 12,828,119 |



## b) Teacher Student ratio:

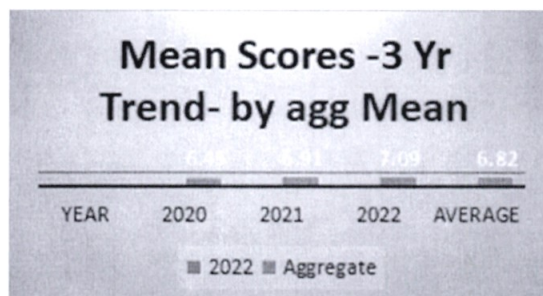
| Ratio of students to Teachers |              |
|-------------------------------|--------------|
| Total enrolment               | 1,048        |
| Total No of Teachers          | 45           |
| Teachers : Students ratio     | <b>1: 23</b> |

| Teachers Turnover                               |          |
|-------------------------------------------------|----------|
| No of teachers recruited in the year            | 2        |
| No of teachers transferred inwards in the year  | 4        |
| No of teachers transferred outwards in the year | 3        |
| <b>Net inflow of teachers</b>                   | <b>3</b> |

| Teachers Employment                                   |          |
|-------------------------------------------------------|----------|
| No of teachers required by CBE                        | 45       |
| No of teachers employed by TSC                        | 36       |
| Shortage / Surplus No of teachers before BOM teachers | <b>9</b> |
| No of teachers employed by BOM                        | 9        |
| Net Shortage / Surplus No of teachers                 | <b>0</b> |

## c) Mean score in the 2020,2021 &amp; 2023 KCSE:

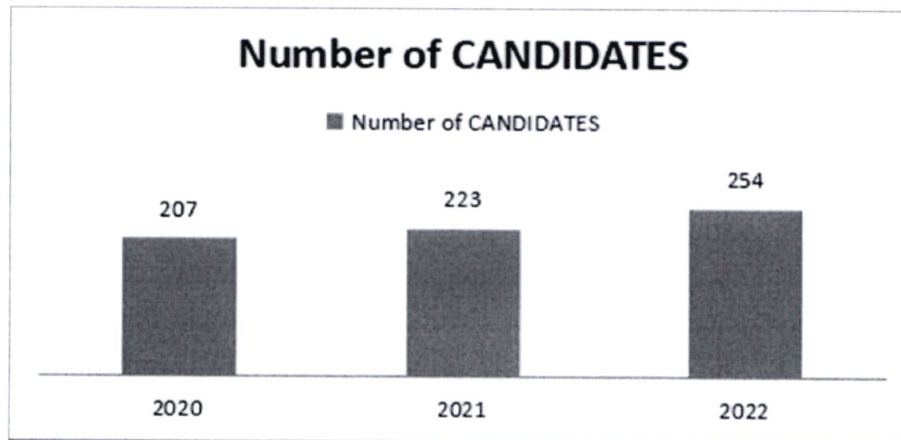
| MEAN SCORES -3 YEAR TREND |      |      |      |      |          |      |       |      |           |           |          |          |         |               |
|---------------------------|------|------|------|------|----------|------|-------|------|-----------|-----------|----------|----------|---------|---------------|
| SUBJECT MEANS             |      |      |      |      |          |      |       |      |           |           |          |          |         |               |
| YEAR                      | MATH | ENG  | KISW | BIO  | CHE<br>M | PHY  | GEO   | HIST | WW        | AGRI<br>C | COM<br>P | BST<br>D | CR<br>E | Aggregat<br>e |
| 2020                      | 5.00 | 6.00 | 5.00 | 4.00 | 5.00     | 6.00 | 6.00  | 7.00 | 12.0<br>0 | 5.00      | 10.00    | 5.00     | 6.00    | 6.45          |
| 2021                      | 4.00 | 6.00 | 7.00 | 4.00 | 3.00     | 5.00 | 8.00  | 8.00 | 10.0<br>0 | 9.00      | 12.00    | 6.00     | 8.00    | 6.91          |
| 2022                      | 4.00 | 6.00 | 7.00 | 5.00 | 3.00     | 4.00 | 10.00 | 8.00 | 11.0<br>0 | 8.00      | 12.00    | 6.00     | 7.00    | 7.09          |
| Average                   | 4.33 | 6.00 | 6.33 | 4.33 | 3.67     | 5.00 | 8.00  | 7.67 | 11.0<br>0 | 7.33      | 11.33    | 5.67     | 7.00    | 6.82          |





## d) Number of Candidates in the 2020,2021 &amp; 2022 KCSE:

|      |      | Number of Candidates |
|------|------|----------------------|
| Year | 2020 | 207                  |
|      | 2021 | 223                  |
|      | 2022 | 254                  |



e) Capacity of the school:

|                          | NO OF<br>STREAMS                     | Teachers'<br>CBE | Required No of<br>NTS |                                                                                         |   |   |   |
|--------------------------|--------------------------------------|------------------|-----------------------|-----------------------------------------------------------------------------------------|---|---|---|
|                          | 5                                    | 45               | 36                    |                                                                                         |   |   |   |
| <b>CAPACITY ANALYSIS</b> |                                      |                  |                       |                                                                                         |   |   |   |
|                          |                                      |                  |                       |                                                                                         |   |   |   |
|                          |                                      |                  |                       |                                                                                         |   |   |   |
|                          | Number                               | 21               | 21                    | Shortage of<br>classrooms<br>equivalent<br>to 0<br>classroom(s<br>).                    |   |   | √ |
|                          | Number                               | 6                | 4                     | Shortage of<br>laboratory<br>facilities<br>equivalent<br>to 2<br>Laboratories<br>:      | √ |   |   |
|                          | Number                               | 90               | 90                    | Adequate                                                                                |   |   |   |
|                          | Number                               | 15               | 12                    | Shortage of<br>office<br>facilities<br>equivalent<br>to 3 offices:                      |   | √ |   |
|                          | Number of<br>students well<br>seated | 1,200            | 550                   | Shortage of<br>dining<br>facilities<br>equivalent<br>to 650<br>students not<br>seated:  | √ |   |   |
|                          | Number of<br>students well<br>seated | 300              | 150                   | Shortage of<br>library<br>facilities<br>equivalent<br>to 150<br>students not<br>seated: | √ |   |   |

|  |                                         |          |          |                                                                         |   |   |   |
|--|-----------------------------------------|----------|----------|-------------------------------------------------------------------------|---|---|---|
|  | Number of Decker Beds well-spaced       | 600      | 543      | Shortage of dormitory facilities equivalent to 57 decker beds:          | ✓ |   |   |
|  | Number of teachers well seated          | 45       | 30       | Shortage of staffroom space equivalent to 14 teachers not seated:       |   | ✓ |   |
|  | Number of BOM members well seated       | 25       | -        | Shortage of boardroom space equivalent to 25 BOM members not seated:    | ✓ |   |   |
|  | Average Students -to-Course books ratio | 1        | 1        | Adequate                                                                |   |   |   |
|  | Adequacy                                | Adequate | Adequate | Adequacy                                                                |   |   | ✓ |
|  | Adequacy                                | Adequate | Adequate | Adequacy                                                                |   |   | ✓ |
|  | No of staff properly housed             | 80       | 14       | Shortage of staff housing facilities equivalent to 66 staff not housed: | ✓ |   |   |



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

| PROJECTS ANALYSIS                             |                            |
|-----------------------------------------------|----------------------------|
| TWO CLASSROOM GROUND,FLOOR & RAMP             |                            |
| Estimated BQ Cost                             | 3,500,000                  |
| Source(s) of Funding                          | MIF                        |
| Type of contract                              | LABOUR CONTRACT            |
| Contract Cost                                 | 3,166,700                  |
| Start Date of project                         | 2 <sup>nd</sup> JULY 2022  |
| Expected Completion date                      | 30 <sup>th</sup> JUNE 2023 |
| Status of project                             | COMPLETE                   |
| Amount due on project -value of work invoiced | -                          |
| Amount paid so far                            | 3,166,700                  |
| Amount pending at this year end               | -                          |
| Comment on project success/challenges         | SUCCESSFUL                 |



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 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 St. Paul High School-Kevote 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 30<sup>th</sup> June, 2023, and of the school's financial position as at that date.

**Name:** Lucy Kagwithi  
**Designation:** Chairman, School Board of Management

**Sign:** .....

**Date:** 28<sup>th</sup> March 2026

**Name:** Simon Njagi  
**Designation:** School Principal & Secretary to Board of Management

**Sign:** .....

**Date:** 28<sup>th</sup> March 2026

**Name:** Wambeti Kithinji  
**Designation:** Bursar

**Sign:** .....

**Date:** 28<sup>th</sup> March 2026





# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON ST. PAUL'S HIGH SCHOOL - KEVOTE FOR THE YEAR ENDED 30 JUNE, 2023 - EMBU COUNTY**

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### **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 St. Paul's High School – Kevote set out on pages 1 to 18, which comprise of the statement of Assets and Liabilities as at 30 June, 2023 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 effect of 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 St. Paul's High School – Kevote as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Inaccuracy of the Financial Statements**

Audit review of the Financial Statements presented for audit revealed the following anomalies;

- i) The statement of budgeted versus actual amounts reflects actual total revenue of Kshs.98,139,542. However, the statement of cashflows under cash flows from operating activities reflects total receipts of Kshs.92,968,672 resulting to an unexplained variance of Kshs.5,170,870.
- ii) The statement of budgeted versus actual amounts reflects actual total payments of Kshs.99,769,559. However, the statement of cashflows under cash flows from operating activities reflects total payments of Kshs.87,788,559 resulting to an unexplained variance of Kshs.11,981,000.

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

#### **2. Unreconciled and Unsupported Accounts Receivable**

The statement of assets and liabilities reflects accounts receivable balance of Kshs.21,445,325 as disclosed in Note 13 to the financial statements. However, the ledger reflects a balance of Kshs.13,323,698 resulting to a variance of Kshs.8,121,627 which was not supported by a detailed ageing analysis with the names, admission numbers and amounts and issued invoices.

In the circumstances, the accuracy, completeness of accounts receivable balance of Kshs.21,445,325 could not be confirmed.

#### **3. Unsupported House Rental and School Bus Hire Income**

The statement of receipts and payments reflects school fund income – other receipts amount of Kshs.12,365,685 as disclosed in Note 5 to the financial statements. Included in the income is an amount of Kshs.366,905 received as house rent income paid by staff



and Kshs.105,000 received from school bus hire. The Management of the school did not present for audit rental house and bus hire lease agreements and policy guidelines on the rental and lease rates to be paid by the tenants and lessors of the housing units and the school bus.

In the circumstances, the validity and completeness of the income amounting to Kshs.471,905 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St. Paul's High School – Kevote 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.

## **Other Matters**

### **Unresolved Prior Year Audit Issues**

The Auditor-General's reports for the previous years raised several audit issues as at 30 June, 2022. However, Management has not taken adequate action to address these matters. Review of the progress status of the audit recommendations during audit revealed that the following matters remained unresolved as at 30 June, 2023 as summarized in **Appendix I**.

My opinion is not modified in respect of these matters.

## **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.76,056,820 and Kshs.98,139,542 respectively, resulting in an over-funding of Kshs.22,082,722 or 29% of the budget. Similarly, the School spent Kshs.99,769,559 against actual receipts amount of Kshs.98,139,542 resulting in an over-utilization of Kshs.1,630,017 or 2% of the actual receipts.

In the circumstances, the over - funding and over – utilization may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of these matters.

## **Key Audit Matters**

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

## **Other Matter**

### **Unresolved Prior Year Audit Issues**

The Auditor-General's report for the previous years raised several audit issues which remained unresolved as at 30 June, 2022. Management has not taken adequate action to address these matters. However, review of the status during audit revealed that the following matters remained as summarized in **Appendix I** unresolved as at 30 June, 2023.

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

### **Conclusion**

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

### **Basis for Conclusion**

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

The statement of receipts and payments reflects operations and school fund payments amount of Kshs.11,421,097 and Kshs.82,650,131 respectively as disclosed in Notes 7 and 8 to the financial statements. Included in the expenditure is an amount of Kshs.2,394,190 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.2,394,190 could not be confirmed.

#### **2. Unconfirmed Students Enrolment Data**

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations totalling Kshs.16,147,485 comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year, NEMIS reflected one thousand and twenty nine(1,029) students while records from the County Director of Education had nine hundred and eighty eight (988) students, resulting in an overfunding of the school by an amount of Kshs.912,004. This was contrary to the Ministry of Education Circular MOE.HQS/3/10/18/(112) dated 15 November, 2022 on



implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

### **3. Excess Supply of Books**

During the period under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed excess one thousand three hundred and twelve (1,312) books to the school. However, these unexplained excess text books remained unissued to the students at the time of the audit in February 2026.

In the circumstances, value for money on the excess one thousand, three hundred and twelve (1,312) books could not be confirmed.

### **4. Late Submission of the Financial Statements for Audit**

During the year under review, Management submitted the financial statements to the Auditor-General on 21 February, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to Section 68 (2)(k) of the Public Finance Management Act, 2012 which states that an accounting officer shall prepare annual financial statements for each financial year within three months after the end of the financial year, and submit them to the Controller of Budget and the Auditor-General for audit.

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

### **5. Failure to Submit for Approval the Estimates of Revenue and Expenditure.**

Audit review revealed that the school Management failed to submit estimates of revenue and expenditure for approval to the cabinet secretary of education in the manner and format issued by the Cabinet Secretary, contrary to provisions of Section 16(1) and (2) of the Basic Education Act, 2013. Therefore, by operating without an approved budget, the institution is in breach of the Basic Education Act, 2013.

In the circumstances, the existence of effective measures on adequacy of the estimated amounts could not be confirmed.

### **6. Irregularities in Procurement Processes**

Review of the School's procurement processes revealed the following irregularities.

#### **a. Lack of a Functional Procurement Unit**

The school did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset

Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

## **b. Unstructured Procurement Processes**

Review of procurement of infrastructure projects revealed absence of budgets, need analysis reports, procurement plans, failure to advertise, wrong choice of procurement methods and failure to comply with evaluation regulations.

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

The audit was conducted in accordance with 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 Function and Audit Committee**

During the year under review, the school had not constituted an audit committee and an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the school through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

#### **2. Weaknesses in the Board of Management Composition**

The School Board of Management was constituted by 25 April, 2022. However, the School board management members list provided on the financial statements revealed that the school had a total of eighteen (18) board members instead of a total of fourteen (14) Board Members that is stipulated in Section 56 of the Basic Education Act, 2013.



In the circumstances, the effectiveness of the governance mechanism at the school could not be confirmed.

### **3. Weaknesses in Management of Assets**

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.148,000,375 which includes land with a balance of Kshs.9,720,000. However, land ownership documents were not provided for audit.

Further, physical verification of the assets at the school revealed that a school bus had been abandoned and was not in use. In addition, most of the assets not tagged and insured.

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

### **4. Lack of Adequate Facilities in the Institution**

Physical inspection of the institution revealed that the school had a shortage in dining facilities. The sitting capacity of the dining hall was five hundred and fifty (550) students against a student's population of eight hundred and ninety-one (891), there was also shortage in staffroom space since fifteen (15) teachers had no sitting space, the school library had a sitting space of up to one hundred and fifty (150) students against a population of eight hundred and ninety-one (891) students. Further, the school has only three (3) science laboratories and twenty-one (21) classrooms which were inadequate for the current student population at the school. In addition, school buildings had asbestos roofing. This is contrary to Ministry of Environment, Climate Change and Forestry circular Ref: MEF/EMC/1/1 dated 23 August, 2024 that directed on the removal of asbestos roofing by Government agencies including offices, houses and learning institutions' premises as a means of providing a clean, safe, healthy and sustainable environment. Thus, the school poses a health risk to the students and staff with the continued deterioration of the roofing.

In the circumstances, the school may not achieve its mandate,

### **5. Weak Controls in Inventory Management**

Note 19 of the financial statements under other important disclosure notes disclosed an inventory closing balance of Kshs.4,710,802. However, the stock take report in support of the balance was not provided for audit review. Further, quarterly stock takes were not done, thus stores, inventory and assets procured by the Institution may suffer deterioration from preventable causes and overstocking which may take a whole year to be detected. In addition, the management uses the manual stores ledgers to manage inventories instead of setting up an inventory management system to be managed by head of procurement function.

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



## 6. Weaknesses in ICT Controls

An assessment of the IT environment across the school revealed multiple critical weaknesses indicating inadequate ICT governance, data protection, and systems control.

The following shortcomings were observed:

- i) The school has a system used to record receipts and payments. However, the system is outdated, the school lacked a superb financial management system to record and account for income, payments, manage inventory, staff payroll and library books issue and collection.
- ii) There is no formally approved ICT policy to guide the development, deployment, use, and management of ICT resources within the entity.
- iii) Staff use personal email (G-mail) addresses for official communication, which undermines data security and organizational accountability.
- iv) The entity lacks a documented data protection policy to ensure that the collection, handling, storage, and sharing of data comply with legal and regulatory data protection requirements.
- v) There is no centralized and updated ICT asset register to track, manage, or safeguard ICT infrastructure and equipment.
- vi) There is no formalized data backup process, exposing the entity to the risk of data loss in the event of system failure, cyberattack, or accidental deletion.
- vii) No disaster recovery plan, in the absence of a disaster recovery plan, the entity lacks the capacity to restore operations promptly following system disruptions or disasters.

In the circumstances, the efficiency in the use of IT within the School could not be ascertained.

## 7. Long Outstanding Accounts Receivable

The statement of assets and liabilities reflects accounts receivable balance of Kshs.21,445,325 as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivable of Kshs.5,222,870 which had been outstanding for more than two (2) years. Further, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management of the accounts receivable balance of Kshs.21,445,325 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 (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to 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 of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA/Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

14 April, 2026

## Appendix I – Unresolved Prior Year Audit Matters

| S/No. | Year                   | Issue                                                                                   |
|-------|------------------------|-----------------------------------------------------------------------------------------|
| 1     | 2020/2021 to 2021/2022 | Accuracy and Presentation of the Financial Statements                                   |
| 2     | 2020/2021 to 2021/2022 | Unsupported Accounts Receivable                                                         |
| 3     | 2020/2021 to 2021/2022 | Unsupported Payables                                                                    |
| 4     | 2020/2021              | Unsupported Cash and Cash Equivalents                                                   |
| 5     | 2020/2021              | Unaudited Opening Balances                                                              |
| 6     | 2020/2021 to 2021/2022 | Budgetary Control and Performance                                                       |
| 7     | 2020/2021 to 2021/2022 | Irregular Transfer of Funds to Kenya Secondary Schools Heads Association                |
| 8     | 2020/2021 to 2021/2022 | Unconfirmed Students Enrolment Data                                                     |
| 9     | 2020/2021 to 2021/2022 | Excess Supply of Books                                                                  |
| 10    | 2020/2021 to 2021/2022 | Late Submission of the Financial Statements for Audit                                   |
| 11    | 2020/2021              | Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements |
| 12    | 2020/2021 to 2021/2022 | Lack of Internal Audit Function and Audit Committee                                     |
| 13    | 2020/2021 to 2021/2022 | Weaknesses in Management of Assets                                                      |
| 14    | 2020/2021 to 2021/2022 | Lack of Adequate Facilities in the Institution                                          |
| 15    | 2020/2021 to 2021/2022 | Failure to Submit for Approval the Estimates of Revenue and Expenditure.                |
| 16    | 2020/2021 to 2021/2022 | Weak Controls in Inventory Management                                                   |
| 17    | 2020/2021 to 2021/2022 | Lack of a Functional Procurement Unit.                                                  |
| 18    | 2020/2021 to 2021/2022 | Weaknesses in ICT Controls                                                              |



**6. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30<sup>TH</sup> JUNE 2023**

| DESCRIPTION OF VOTE HEAD                     | Note | 2022/2023          | 2021/2022         |
|----------------------------------------------|------|--------------------|-------------------|
|                                              |      | <b>Kshs</b>        | <b>Kshs</b>       |
| <b>RECEIPTS</b>                              |      |                    |                   |
| Capitation grants for Tuition                | 1    | 2,783,700          | 3,362,250         |
| Capitation grants for Operation              | 2    | 13,363,785         | 14,802,520        |
| Parents' Contributions income In School Fund | 3    | 65,548,857         | 69,228,584        |
| Income- Other receipts School Fund           | 4    | 12,365,685         | 72,650            |
| Income in Infrastructure                     | 5    | 4,044,000          | 5,482,780         |
|                                              |      |                    | -                 |
| <b>TOTAL RECEIPTS</b>                        |      | <b>98,106,023</b>  | <b>92,948,784</b> |
|                                              |      |                    |                   |
| <b>PAYMENTS</b>                              |      |                    |                   |
| Payments for Tuition                         | 6    | 2,703,649          | 3,711,331         |
| Payments for Operation                       | 7    | 11,421,097         | 15,403,720        |
| Boarding Payments School Fund                | 8    | 82,650,131         | 67,923,006        |
| Expenses in Infrastructure                   | 9    | 3,166,700          | 4,739,031         |
| <b>TOTAL PAYMENTS</b>                        |      | <b>99,941,577</b>  | <b>91,777,088</b> |
|                                              |      |                    |                   |
| <b>DEFICIT / SURPLUS</b>                     |      | <b>(1,835,554)</b> | <b>1,171,695</b>  |

The school financial statements were approved on 28<sup>th</sup> March 2026 and signed by:

Sign:



Name LUCY KAGWITH

Chair BOM

Date 28/3/2026

Sign



Name SIMON NJAGI

School Principal/  
Secretary to BOM

Date 28/3/2026

Sign



Name WAMBETI RITHINI

Bursar

Date 28/3/2026

**7. STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE 2023**

|                                       | Note | 2022/2023               | 2021/2022               |
|---------------------------------------|------|-------------------------|-------------------------|
| <b>FINANCIAL ASSETS</b>               |      | <b>Kshs</b>             | <b>Kshs</b>             |
| <b>Cash and Cash Equivalents</b>      |      |                         |                         |
| Bank Balances                         | 8    | 6,999,493               | 4,987,367               |
| Cash Balances                         | 9    | 1,320                   | 33                      |
| Short term Investment                 | 10   | 2,829                   | 2,829                   |
| <b>Total Cash and cash equivalent</b> |      | <b><u>7,003,642</u></b> | <b><u>4,990,229</u></b> |
| Account's receivables                 | 11   | 21,445,325              | 15,231,423              |
| <b>TOTAL FINANCIAL ASSETS</b>         |      | <b>28,448,967</b>       | <b>20,221,652</b>       |
|                                       |      |                         |                         |
| <b>FINANCIAL LIABILITIES</b>          |      |                         |                         |
| Accounts Payables                     | 12   | 15,854,540              | 5,791,675               |
| <b>NET FINANCIAL ASSETS</b>           |      | <b>12,594,427</b>       | <b>14,429,977</b>       |
|                                       |      |                         |                         |
| <b>REPRESENTED BY</b>                 |      |                         |                         |
| Accumulated Fund b/fwd 1/7/2022       | 13   | 14,429,980              | 13,258,285              |
| Deficit /Surplus for the year         |      | (1,835,550)             | 1,171,695               |
| <b>NET FINANCIAL POSITION</b>         |      | <b>12,594,436</b>       | <b>14,429,980</b>       |

The School's financial statements were approved on 28<sup>th</sup> March 2026 and signed by:

**Name:** Lucy Kagwithi

Chairman, BoM

**Sign:** 

**Date:** 28<sup>th</sup> March 2026

**Name:** Simon Njagi

School Principal/Secretary to  
BoM

**Sign:** 



**Date:** 28<sup>th</sup> March 2026

**Name:** Wambeti Kithinji

Bursar

**Sign:** 

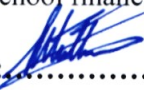
**Date:** 28<sup>th</sup> March 2026



**8. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE 2023**

|                                                             |             | <b>2022/2023</b>   | <b>2021/2022</b>   |
|-------------------------------------------------------------|-------------|--------------------|--------------------|
| <b>RECEIPTS FOR OPERATING INCOME</b>                        | <b>Note</b> | <b>Kshs</b>        | <b>Kshs</b>        |
| Capitation grants for Tuition                               |             | 2,783,700          | 3,362,250          |
| Capitation grants for Operation                             |             | 13,363,785         | 14,802,520         |
| Income- Parents contributions/ fees School Fund             |             | 67,055,691         | 66,966,372         |
| Income- other receipts School Fund                          |             | 5,721,492          | 72,650             |
| Receipts Infrastructure                                     |             | 4,044,000          | 5,482,780          |
|                                                             |             | 0                  | -                  |
| <b>TOTAL RECEIPTS</b>                                       |             | <b>92,968,672</b>  | <b>90,686,572</b>  |
| <b>PAYMENTS</b>                                             |             |                    |                    |
| Cash outflows for Tuition                                   |             | 2,703,649          | 3,711,331          |
| Cash outflows for Operation                                 |             | 11,421,097         | 15,403,720         |
| Cash outflows Boarding and/or Lunch payments in School Fund |             | 73,663,813         | 63,490,603         |
| <b>TOTAL PAYMENTS</b>                                       |             | <b>87,788,559</b>  | <b>82,605,654</b>  |
| <b>Net cash inflow/outflow from operating activities</b>    |             | <b>5,180,109</b>   | <b>8,080,917</b>   |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                  |             |                    |                    |
| Acquisition of Assets                                       |             | (3,166,700)        | (4,739,031)        |
| Proceeds from Sale of Assets                                |             | -                  | -                  |
| Proceeds from investments                                   |             | -                  | -                  |
| Purchase of investments                                     |             | -                  | -                  |
| <b>Net cash inflows from Investing Activities</b>           |             | <b>(3,166,700)</b> | <b>(4,739,031)</b> |
| <b>CASHFLOW FROM FINANCING ACTIVITIES</b>                   |             |                    |                    |
| Proceeds from borrowings/ loans                             |             | -                  | -                  |
| Repayment of principal borrowings                           |             | -                  | -                  |
| <b>Net cash flow from financing activities</b>              |             | <b>-</b>           | <b>-</b>           |
| <b>NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS</b>   |             | <b>2,013,409</b>   | <b>3,341,886</b>   |
| <b>Cash and cash equivalents at beginning of the year</b>   |             | <b>4,990,229</b>   | <b>1,648,345</b>   |
| <b>Cash and cash equivalent at end of the year</b>          |             | <b>7,003,3638</b>  | <b>4,990,231</b>   |

The school financial statements were approved on 28<sup>th</sup> March 2026 and signed by:

Sign: 

Name Lucy Kagwithi  
Chair BOM

Date 28<sup>th</sup> March 2026

Sign: 

Name Simon Njagi  
School Principal/  
Secretary to BOM  
Date 28<sup>th</sup> March 2026

Sign: 

Name Wambeti Kithinji  
Bursar

Date 28<sup>th</sup> March 2026





**9. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR  
ENDED 30<sup>TH</sup> JUNE 2023**

| Receipt/expenses Item                              | Original Budget   | Adjustments | Final Budget      | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization |
|----------------------------------------------------|-------------------|-------------|-------------------|----------------------------|-------------------------------|------------------|
| RECEIPTS                                           | a                 | b           | c=a+b             | d                          | e=c-d                         | f=d/c %          |
|                                                    | Kshs              | Kshs        |                   |                            | Kshs                          | Kshs             |
| <b>(1) CAPITATION GRANT ON TUITION INCOME</b>      |                   |             |                   |                            |                               |                  |
| TUITION                                            | -                 | -           | -                 | 2,783,700                  | (2,783,700)                   | -                |
| EXERCISE BOOKS                                     | 1,169,000         | -           | 1,169,000         | -                          | 1,169,001                     | -                |
| LAB EQUIPMENTS                                     | 1,707,000         | -           | 1,707,000         | -                          | 1,707,001                     | -                |
| T & LEARNING                                       | 400,000           | -           | 400,000           | -                          | 400,001                       | -                |
| INTERNAL EXAMS                                     | 868,000           | -           | 868,000           | -                          | 868,001                       | -                |
| <b>Total CAPITATION GRANT ON TUITION INCOME</b>    | <b>4,144,000</b>  | <b>-</b>    | <b>4,144,004</b>  | <b>2,783,700</b>           | <b>1,360,304</b>              | <b>67</b>        |
| <b>(2) CAPITATION GRANT ON OPERATIONS INCOME</b>   |                   |             |                   |                            |                               |                  |
| RMI                                                | 5,000,000         | -           | 5,000,000         | 4,044,000                  | 956,001                       | 81               |
| OTHER VOTEHEADS                                    | 9,400,000         | -           | 9,400,000         | 7,518,098                  | 1,881,903                     | 80               |
| ACTIVITY                                           | 1,500,000         | -           | 1,500,000         | 584,888                    | 915,114                       | 39               |
| MEDICAL                                            | 2,000,000         | -           | 2,000,000         | 216,800                    | 1,783,201                     | 11               |
| SMASSE                                             | 200,000           | -           | 200,000           | -                          | 200,001                       | -                |
| MIF                                                | -                 | -           | -                 | 1,000,000                  | (1,000,000)                   | -                |
| <b>Total CAPITATION GRANT ON OPERATIONS INCOME</b> | <b>18,100,000</b> | <b>-</b>    | <b>18,100,005</b> | <b>13,363,785</b>          | <b>4,736,220</b>              | <b>74</b>        |
| <b>(3) FEES CHARGED ON PARENTS INCOME</b>          |                   |             |                   |                            |                               |                  |
| BES & MEALS                                        | 31,878,810        | -           | 31,878,810        | 39,260,430                 | (7,381,620)                   | 123              |
| REPAIRS & MAINTENANCE                              | 2,300,000         | -           | 2,300,000         | 2,530,000                  | (230,000)                     | 110              |
| OTHER VOTEHEADS                                    | 14,221,000        | -           | 14,221,000        | 14,478,757                 | (257,757)                     | 102              |
| ACTIVITY                                           | 413,000           | -           | 413,000           | 454,300                    | (41,300)                      | 110              |
| UNIFORM                                            | -                 | -           | -                 | 8,825,370                  | (8,825,370)                   | -                |
| <b>(3) FEES CHARGED ON PARENTS INCOME</b>          | <b>48,812,810</b> | <b>-</b>    | <b>48,812,810</b> | <b>65,548,857</b>          | <b>(16,736,047)</b>           | <b>134</b>       |
| <b>School Fund -OTHER INCOME</b>                   |                   |             |                   |                            |                               |                  |
| BUS HIRE                                           | -                 | -           | -                 | 105,000                    | (105,000)                     | -                |
| RENT                                               | -                 | -           | -                 | 366,905                    | (366,905)                     | -                |
| LOST ITEMS                                         | -                 | -           | -                 | 696,880                    | (696,880)                     | -                |
| PA DEV                                             | -                 | -           | -                 | 10,684,419                 | (10,684,419)                  | -                |
| Operation a/c                                      | -                 | -           | -                 | 172,018                    | (172,018)                     | -                |
| Tuition a/c                                        | -                 | -           | -                 | 340,463                    | (340,463)                     | -                |
| <b>School Fund -OTHER INCOME</b>                   | <b>-</b>          | <b>-</b>    | <b>-</b>          | <b>12,365,685</b>          | <b>(12,365,685)</b>           | <b>-</b>         |
| <b>INFRASTRUCTURE INCOME</b>                       |                   |             |                   |                            |                               |                  |
| H/WARE MATERIALS                                   | 5,000,000         | -           | 5,000,000         | 4,044,000                  | 956,001                       | 81               |

|                                         |                   |   |                   |                   |                     |     |
|-----------------------------------------|-------------------|---|-------------------|-------------------|---------------------|-----|
| <b>CDF INCOME</b>                       | -                 | - | -                 | 33,515            | (33,515)            | -   |
| <b>TOTAL INCOME</b>                     | <b>76,056,810</b> | - | <b>76,056,820</b> | <b>98,139,542</b> | <b>(22,082,722)</b> | 129 |
| <b>(1) EXPENDITURE FOR TUITION</b>      |                   |   |                   |                   |                     |     |
| TUITION                                 | -                 | - | -                 | -                 | -                   | -   |
| EXERCISE BOOKS                          | 1,169,000         | - | 1,169,000         | 1,496,000         | (326,999)           | 128 |
| LAB EQUIPMENTS                          | 1,707,000         | - | 1,707,000         | 89,934            | 1,617,067           | 5   |
| T & LEARNING                            | 400,000           | - | 400,000           | 343,808           | 56,193              | 86  |
| INTERNAL EXAMS                          | 868,000           | - | 868,000           | 426,700           | 441,301             | 49  |
| BANK CHARGES                            | -                 | - | -                 | 6,744             | (6,744)             | -   |
| SCHOOL FUND                             | -                 | - | -                 | 340,463           | (340,463)           | -   |
| <b>Total EXPENDITURE FOR TUITION</b>    | <b>4,144,000</b>  | - | <b>4,144,004</b>  | <b>2,703,649</b>  | <b>1,440,355</b>    | 65  |
| <b>(2) EXPENDITURE FOR OPERATIONS</b>   |                   |   |                   |                   |                     |     |
| RMI                                     | 5,000,000         | - | 5,000,000         | 4,044,000         | 956,001             | 81  |
| OTHER VOTEHEADS                         | 9,400,000         | - | 9,400,000         | 6,735,779         | 2,664,222           | 72  |
| ACTIVITY                                | 1,500,000         | - | 1,500,000         | 400,000           | 1,100,001           | 27  |
| MEDICAL                                 | 2,000,000         | - | 2,000,000         | 69,300            | 1,930,701           | 3   |
| SMASSE                                  | 200,000           | - | 200,000           | -                 | 200,001             | -   |
| <b>TOTAL EXPENDITURE FOR OPERATIONS</b> | <b>18,100,000</b> | - | <b>18,100,005</b> | <b>11,249,079</b> | <b>6,850,926</b>    | 62  |
| <b>(3) EXPENDITURE FOR SCHOOL FUND</b>  |                   |   |                   |                   |                     |     |
| BES & MEALS                             | 31,878,810        | - | 31,878,810        | 38,216,601        | (6,337,791)         | 120 |
| REPAIRS & MAINTENANCE                   | 2,300,000         | - | 2,300,000         | 3,382,270         | (1,082,270)         | 147 |
| OTHER VOTEHEADS                         | 14,221,000        | - | 14,221,000        | 29,914,490        | (15,693,490)        | 210 |
| ACTIVITY                                | 413,000           | - | 413,000           | 2,311,400         | (1,898,400)         | 560 |
| UNIFORM                                 | -                 | - | -                 | 8,825,370         | (8,825,370)         | -   |
| <b>TOTAL School fund Payments</b>       | <b>48,812,810</b> | - | <b>48,812,810</b> | <b>82,650,131</b> | <b>(33,837,321)</b> | 169 |
| <b>INFRASTRUCTURE PAYMENTS</b>          |                   |   |                   |                   |                     |     |
| H/WARE MATERIALS                        | 5,000,000         | - | 5,000,000         | 1,306,120         | 3,693,881           | 26  |
| LABOUR                                  | -                 | - | -                 | 1,292,220         | (1,292,220)         | -   |
| QUARRY MATERIALS                        | -                 | - | -                 | 433,780           | (433,780)           | -   |
| WELDING                                 | -                 | - | -                 | 132,300           | (132,300)           | -   |
| BANK CHARGES                            | -                 | - | -                 | 2,280             | (2,280)             | -   |
| <b>TOTAL INFRASTRUCTURE PAYMENTS</b>    | <b>5,000,000</b>  | - | <b>5,000,000</b>  | <b>3,166,700</b>  | <b>1,833,301</b>    | 63  |
| <b>GRAND TOTAL PAYMENTS</b>             | <b>76,056,810</b> | - | <b>76,056,820</b> | <b>99,769,559</b> | <b>(23,712,739)</b> | 131 |



## 10.SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

### 2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs and the related cash has actually been paid out by the *school*.

### 3. In-kind contributions

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

### 4. Cash and cash equivalents

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

### 5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

**6. Accounts Payable**

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

**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 30<sup>th</sup> June 2023.



## 11. NOTES TO THE FINANCIAL STATEMENTS

### 1 GOVERNMENT GRANT FOR TUITION

|              | 2022-2023        | 2021-2022        |
|--------------|------------------|------------------|
|              | Kshs             | Kshs             |
| TUITION      | 2,783,700        | 3,362,250        |
| <b>Total</b> | <b>2,783,700</b> | <b>3,362,250</b> |

### 2 GOVERNMENT GRANT FOR OPERATIONS

|                 | 2022-2023         | 2021-2022         |
|-----------------|-------------------|-------------------|
|                 | Kshs              | Kshs              |
| RMI             | 4,044,000         | 4,627,500         |
| OTHER VOTEHEADS | 7,518,098         | 9,764,820         |
| MEDICAL         | 216,800           | -                 |
| ACTIVITY        | 584,888           | 410,200           |
| TIG             | 1,000,000         | -                 |
| <b>Total</b>    | <b>13,363,785</b> | <b>14,802,520</b> |

### 3 GOVERNMENT GRANT FOR INFRASTRUCTURE

|                  | 2022-2023        | 2021-2022        |
|------------------|------------------|------------------|
|                  | Kshs             | Kshs             |
| RMI-OP           | 4,044,000        | 5,482,780        |
| <b>Sub-Total</b> | <b>4,044,000</b> | <b>5,482,780</b> |

### 4 SCHOOL FUND INCOME –PARENTS CONTRIBUTIONS/FEES

|                       | 2022-2023         | 2021-2022         |
|-----------------------|-------------------|-------------------|
|                       | Kshs              | Kshs              |
| BES & MEALS           | 39,260,430        | 39,162,216        |
| REPAIRS & MAINTENANCE | 2,530,000         | 3,000,000         |
| OTHER VOTEHEADS       | 14,478,757        | 16,876,958        |
| ACTIVITY              | 454,300           | 750,000           |
| UNIFORM               | 8,825,370         | 9,439,410         |
| <b>Sub-Total</b>      | <b>65,548,857</b> | <b>69,228,584</b> |

**5 MISCELLANEOUS INCOMES**

|               | <b>2022-2023</b>  | <b>2021-2022</b> |
|---------------|-------------------|------------------|
|               | <b>Kshs</b>       | <b>Kshs</b>      |
| BUS HIRE      | 105,000           | 12,200           |
| RENT          | 366,905           | 60,450           |
| LOST ITEMS    | 696,880           | -                |
| PA DEV        | 10,684,419        | -                |
| Operation a/c | 172,018           | -                |
| Tuition a/c   | 340,463           | -                |
| <b>Total</b>  | <b>12,365,685</b> | <b>72,650</b>    |

**6 PAYMENTS FOR TUITION**

|                 | <b>2022-2023</b> | <b>2021-2022</b> |
|-----------------|------------------|------------------|
|                 | <b>Kshs</b>      | <b>Kshs</b>      |
| TUITION         | -                | -                |
| EXERCISE BOOKS  | 1,496,000        | 1,217,616        |
| LAB EQUIPMENTS  | 89,934           | 1,668,947        |
| T & LEARNING    | 343,808          | 254,304          |
| INTERNAL EXAMS  | 426,700          | 91,950           |
| BANK CHARGES    | 6,744            | 6,264            |
| REF AND LIBRARY | -                | 472,250          |
| SCHOOL FUND     | 340,463          | -                |
| <b>Total</b>    | <b>2,703,649</b> | <b>3,711,331</b> |

**7 PAYMENTS FOR OPERATIONS**

|                     | <b>2022-2023</b>  | <b>2021-2022</b>  |
|---------------------|-------------------|-------------------|
|                     | <b>Kshs</b>       | <b>Kshs</b>       |
| RMI                 | 4,044,000         | 4,627,500         |
| OTHER VOTEHEADS     | 6,735,779         | 9,553,635         |
| ACTIVITY            | 400,000           | 741,790           |
| MEDICAL             | 69,300            | 480,795           |
| SCHOOL FUND ACCOUNT | 172,018           | -                 |
| <b>TOTAL</b>        | <b>11,421,097</b> | <b>15,403,720</b> |



**8. INFRASTRUCTURE ACCOUNT**

|                  | <b>2022-2023</b> | <b>2021-2022</b> |
|------------------|------------------|------------------|
|                  | <b>Kshs</b>      | <b>Kshs</b>      |
| RMI-OP           | -                | 4,739,031        |
| H/WARE MATERIALS | 1,306,120        | -                |
| LABOUR           | 1,292,220        | -                |
| QUARRY MATERIALS | 433,780          | -                |
| WELDING          | 132,300          | -                |
| BANK CHARGES     | 2,280            | -                |
| <b>Sub-Total</b> | <b>3,166,700</b> | <b>4,739,031</b> |

**9 BOARDING AND SCHOOL FUND PAYMENTS**

|                       | <b>2022-2023</b>  | <b>2021-2022</b>  |
|-----------------------|-------------------|-------------------|
|                       | <b>Kshs</b>       | <b>Kshs</b>       |
| BES & MEALS           | 38,216,601        | 34,906,501        |
| REPAIRS & MAINTENANCE | 3,382,270         | 2,021,315         |
| OTHER VOTEHEADS       | 29,914,490        | 20,548,075        |
| ACTIVITY              | 2,311,400         | 995,505           |
| UNIFORM               | 8,825,370         | 9,439,410         |
| BUS HIRE              | -                 | 12,200            |
| <b>TOTAL</b>          | <b>82,650,131</b> | <b>67,923,006</b> |

**10 BANK ACCOUNTS**

| Name of Bank, and Branch                         | Bank Account Number | 2022-2023        | 2021-2022        |
|--------------------------------------------------|---------------------|------------------|------------------|
|                                                  |                     | <b>Kshs</b>      | <b>Kshs</b>      |
| Consolidated Bank Embu Branch(Tuition) c/f       | 010041200000153     | 98,906           | 18,855           |
| Consolidated Bank Embu Branch -(Operation) c/f   | 01004120000005      | 1,959,370        | 16,682           |
| Equity Bank Embu Branch ( School Fund ) c/f      | 0190291502057       | 330,139          | 1,218,052        |
| Co-op Bank, Embu branch ( Infrastructure ) c/fwd | 01139731041200      | 4,577,559        | 3,700,259        |
| Equity Bank Embu Branch CDF b /f                 | 0190278049463       | 33,519           | -                |
| <b>Total Bank Balances</b>                       |                     | <b>6,999,493</b> | <b>4,953,848</b> |

**11 CASH IN HAND**

| Description                | 2022-2023    | 2021-2022   |
|----------------------------|--------------|-------------|
|                            | <b>Kshs</b>  | <b>Kshs</b> |
| School Fund                | 1,320        | 33          |
| <b>Total Cash Balances</b> | <b>1,320</b> | <b>33</b>   |

**12 SHORT TERM INVESTMENTS**

| Description     | 2022-2023    | 2021-2022    |
|-----------------|--------------|--------------|
|                 | <b>Kshs</b>  | <b>Kshs</b>  |
| Savings Account | 2,829        | 2,829        |
| <b>Total</b>    | <b>2,829</b> | <b>2,829</b> |



**13 (a) ACCOUNTS RECEIVABLE**

| Description                      | 2022-2023         | 2021-2022         |
|----------------------------------|-------------------|-------------------|
|                                  | Kshs              | Kshs              |
| School Fund -Fees Debtors        | 21,445,325        | 15,231,423        |
| <b>Total ACCOUNTS RECEIVABLE</b> | <b>21,445,325</b> | <b>15,231,423</b> |

## 13(b) Ageing Analysis of Accounts receivables

| Description        | 2022-2023         | 2021-2022         |
|--------------------|-------------------|-------------------|
|                    | Kshs              | Kshs              |
| Less than one year | 13,323,698        | 10,008,553        |
| Between 1-2 years  | 2,898,757         | 5,222,870         |
| Between 2-3 years  | 5,222,870         | -                 |
| Over 3 years       | -                 | -                 |
| <b>TOTAL</b>       | <b>21,445,325</b> | <b>15,231,423</b> |

**14 (a) ACCOUNTS PAYABLE**

| Description                  | 2022-2023         | 2021-2022        |
|------------------------------|-------------------|------------------|
|                              | Kshs              | Kshs             |
| Trade Creditors -School Fund | 12,828,119        | 3,633,955        |
| Prepaid Fees                 | 3,026,421         | 2,157,720        |
| <b>Total Payables</b>        | <b>15,854,540</b> | <b>5,791,675</b> |

## 14(b) Ageing of Accounts payable

| Description        | 2022-2023         | 2021-2022        |
|--------------------|-------------------|------------------|
|                    | Kshs              | Kshs             |
| Less than one year | 12,399,799        | 3,633,955        |
| Between 1-2 years  | 428,320           | -                |
| Between 2-3 years  | -                 | -                |
| <b>Total</b>       | <b>12,828,119</b> | <b>3,633,955</b> |

**15 (b) FUND BALANCE BROUGHT FORWARD**

| Description            | 2022-2023         | 2021-2022         |
|------------------------|-------------------|-------------------|
|                        | Kshs              | Kshs              |
| Bank balances          | 4,953,847         | 1,611,262         |
| Cash balances          | 33                | 735               |
| Short Term Investments | 2,829             | 2,829             |
| Receivables            | 15,231,423        | 14,742,491        |
| Payables               | (5,791,675)       | (3,132,552)       |
| <b>Total</b>           | <b>14,396,457</b> | <b>13,224,765</b> |

**Other important disclosure notes**

IPSAS 1 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                  | 2022-2023   | 2021-2022   |
|------------------------------|-------------|-------------|
|                              | <b>Kshs</b> | <b>Kshs</b> |
| Bank loan(s)                 | -           | -           |
| Outstanding Leases           | -           | -           |
| Gratuity and leave provision | -           | -           |
| <b>Total</b>                 | -           | -           |

**17 Biological assets**

| Description  | Numbers | 2022-2023      | 2021-2022      |
|--------------|---------|----------------|----------------|
|              |         | <b>Kshs</b>    | <b>Kshs</b>    |
| Trees        | 50      | 550,000        | 550,000        |
| <b>Total</b> |         | <b>550,000</b> | <b>550,000</b> |

**18 Borrowings**

| Description                        | 2022-2023   | 2021-2022   |
|------------------------------------|-------------|-------------|
|                                    | <b>KShs</b> | <b>KShs</b> |
| <b>Borrowings</b>                  |             |             |
| Borrowing at beginning of the year | -           | -           |
| Borrowings during the year         | -           | -           |
| Repayments of during the year      | -           | -           |
| <b>Balance at end of the year</b>  | -           | -           |



**19 Stock/ Inventory**

| <b>Description</b>                         | <b>2022-2023</b> | <b>2021-2022</b> |
|--------------------------------------------|------------------|------------------|
|                                            | <b>KShs</b>      | <b>KShs</b>      |
| Stock/ inventory at beginning of the year  | 4,202,763        | 1,455,876        |
| Stock/ inventory purchased during the year | 89,947,419       | 82,599,380       |
| Stock/ inventory issued during the year    | (89,439,380)     | 79,786,631       |
| <b>Balance at end of the year</b>          | <b>4,710,802</b> | <b>4,202,763</b> |

**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.

| <b>Ref. No.</b> | <b>Issue / Observations from Auditor for the FY2022</b> | <b>Management comments</b>                           | <b>Status:</b> | <b>Timeframe:</b> |
|-----------------|---------------------------------------------------------|------------------------------------------------------|----------------|-------------------|
| <b>1</b>        | Submission of financial statements                      | Prompt submission of financial statements            | Resolved       | Continuous        |
| <b>2</b>        | Unsupported payments                                    | Adequately support the payments                      | Resolved       | Continuous        |
| <b>3</b>        | KSSHA funds                                             | To follow ministerial guidelines on KSSHA payments   | Resolved       | Continuous        |
| <b>4</b>        | Procurement                                             | To make procurement plans                            | Resolved       | Continuous        |
| <b>5</b>        | Cash and cash equivalent                                | the savings account had been closed                  | Resolved       | Continuous        |
| <b>6</b>        | Account receivables                                     | Management to make strict fees collection measures   | Resolved       | Continuous        |
| <b>7</b>        | Accounts payables                                       | All outstanding payables for year 2021 has been paid | Resolved       | Continuous        |
| <b>8</b>        | Fixed asset register                                    | Complying                                            | Not resolved   | Continuous        |
| <b>9</b>        | Asset ownership documents                               | Complying                                            | Not resolved   | Continuous        |
| <b>10</b>       | Student attendance register                             | Complying                                            | Not resolved   | Continuous        |




**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

|    | <b>SUPPLIER OF GOODS OR SERVICES</b> | <b>Original Amount</b> | <b>Date Contracted</b> | <b>Amount paid To-Date</b> | <b>Outstanding Balance 30/6/ 2023</b> | <b>Outstanding Balance 30/6/2022</b> |
|----|--------------------------------------|------------------------|------------------------|----------------------------|---------------------------------------|--------------------------------------|
|    |                                      | a                      | b                      | c                          | d=a-c                                 |                                      |
|    |                                      | Kshs                   | Kshs                   | Kshs                       | Kshs                                  | Kshs                                 |
|    | <b>Supplier of goods</b>             |                        |                        |                            |                                       |                                      |
| 1  | Destiny Inspirations                 |                        |                        | -                          | 54,500                                | -                                    |
| 2  | Image Claria                         |                        |                        | -                          | 144,000                               | -                                    |
| 3  | Stamajo Ent.                         |                        |                        | -                          | 529,502                               | -                                    |
| 4  | Nairobi Sports                       |                        |                        | -                          | 306,960                               | -                                    |
| 5  | Kenstar Electricals                  |                        |                        | -                          | 336,340                               | -                                    |
| 6  | The Copy Cat                         |                        |                        | -                          | 359,136                               | -                                    |
| 7  | Stemur Agencies                      |                        |                        | -                          | 565,000                               | -                                    |
| 8  | Bititec Agencies                     |                        |                        | -                          | 479,320                               | -                                    |
| 9  | Jeff Contractors                     |                        |                        | -                          | 700,000                               | -                                    |
| 10 | Aspet School Suppliers               |                        |                        | -                          | 1,623,099                             | -                                    |
| 11 | Mafuko Industries                    |                        |                        | -                          | 1,883,682                             | -                                    |
| 12 | Trevilisa Limited                    |                        |                        | -                          | 2,115,150                             | -                                    |
| 13 | Nafuu Stores                         |                        |                        | -                          | 1,536,000                             | -                                    |
| 14 | Mambo Yote Butchery                  |                        |                        | -                          | 231,975                               | -                                    |
| 15 | Okoa Supa Duka                       |                        |                        | -                          | 125,220                               | -                                    |
| 16 | Linco Stores                         |                        |                        | -                          | 1,144,970                             | -                                    |
| 17 | Kevote Rehab                         |                        |                        |                            | 9,900                                 |                                      |
| 18 | Everyday Solutions                   |                        |                        |                            | 8,400                                 |                                      |
| 19 | Space Geo Ent                        |                        |                        |                            | 15,570                                |                                      |
| 20 | Makotech Enterprises                 |                        |                        |                            | 200,000                               |                                      |
| 21 | Lekha Enterprises                    |                        |                        |                            | 31,075                                |                                      |
| 17 | Upcountry Guards                     |                        |                        | -                          |                                       | 172,018                              |
| 18 | Ace Pharmacy                         |                        |                        | -                          |                                       | 291,120                              |
| 19 | Eximious Communications              |                        |                        | -                          |                                       | 6,000                                |
| 20 | Gi Welders                           |                        |                        | -                          |                                       | 88,120                               |
| 21 | Mafuko Industries                    |                        |                        | -                          |                                       | 859,950                              |
| 22 | Warma                                |                        |                        | -                          |                                       | 9,000                                |
| 23 | Bititec Systems                      |                        |                        | -                          |                                       | 82,800                               |
| 24 | Runyenjes Drappers                   | -                      |                        | -                          | -                                     | 45,400                               |
| 25 | Nafuu Stores                         | -                      |                        | -                          | -                                     | 909,000                              |
| 26 | Diplomat Detergents                  | -                      |                        | -                          | -                                     | 77,500                               |
| 27 | Mambo Yote Butchery                  | -                      |                        | -                          | -                                     | 259,200                              |
| 28 | Davco Stationaries & Supplies        | -                      |                        | -                          | -                                     | 145,600                              |



**St. Paul's High School – Kevote.**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

|    |                                      |   |  |   |                   |                  |
|----|--------------------------------------|---|--|---|-------------------|------------------|
| 29 | El Authentic Suppliers               |   |  |   |                   | 40,000           |
| 30 | Kenneth Gitari                       |   |  |   |                   | 54,360           |
| 31 | Emfacy Ltd                           |   |  |   |                   | 81,000           |
| 32 | Aspet School Suppliers               |   |  |   |                   | 297,663          |
| 33 | Pezi Suppliers                       |   |  |   |                   | 42,800           |
| 34 | Stamajo Enterprises                  |   |  |   |                   | 172,424          |
|    | <b>Sub-Total-User Goods Supplies</b> | - |  | - | 12,399,799        | 3,633,955        |
|    | <b>Grand Total</b>                   | - |  | - | <b>12,399,799</b> | <b>3,633,955</b> |

## ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

| ASSET CLASS          | Historical Cost b/f<br>1st July 2,022 | Additions<br>during the<br>year to<br>June 2023 | Disposals<br>during the<br>year to<br>June 2023 | Historical<br>Cost c/f<br>30th June<br>2023 |
|----------------------|---------------------------------------|-------------------------------------------------|-------------------------------------------------|---------------------------------------------|
|                      | (Kshs)                                | (Kshs)                                          | (Kshs)                                          | (Kshs)                                      |
| Land                 | 9,720,000                             | -                                               |                                                 | 9,720,000                                   |
| Buildings            | 94,089,031.00                         | 3,166,700                                       |                                                 | 97,255,731.00                               |
| Plant And Machinery  | 700,000                               | -                                               |                                                 | 700,000                                     |
| Office Equipment's   | 2,780,450                             | -                                               |                                                 | 2,780,450                                   |
| ICT                  | 1,153,000                             | -                                               |                                                 | 1,153,000                                   |
| Boarding Equipment's | 10,600,000                            | -                                               |                                                 | 10,600,000                                  |
| Kitchen Equipment's  | 3,727,800                             | -                                               |                                                 | 3,727,800                                   |
| Library              | 1,500,000                             | -                                               |                                                 | 1,500,000                                   |
| Textbooks            | 7,892,500                             | -                                               |                                                 | 7,892,500                                   |
| Lab Equipment's      | 2,693,154                             | -                                               |                                                 | 2,693,154                                   |
| Tuition Equipment's  | 4,621,500                             | -                                               |                                                 | 4,621,500                                   |
| Games Equipment's    | 151,240                               | -                                               |                                                 | 151,240                                     |
| Software Equipment's | 605,000                               | -                                               |                                                 | 605,000                                     |
| Motor Vehicles       | 4,600,000                             | -                                               |                                                 | 4,600,000                                   |
| <b>Total</b>         | <b>144,833,675.00</b>                 | <b>3,166,700</b>                                | <b>-</b>                                        | <b>148,000,375.00</b>                       |