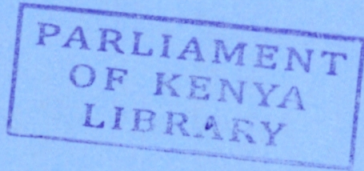



REPUBLIC OF KENYA



Enhancing Accountability



REPORT

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2025	DAY: Tuesday
TABLED BY: <i>Hon Owen Safa MP Deputy leader of Majority Party</i>	
CLERK-AT THE-TABLE: <i>A. Shituko</i>	

OF

THE AUDITOR-GENERAL

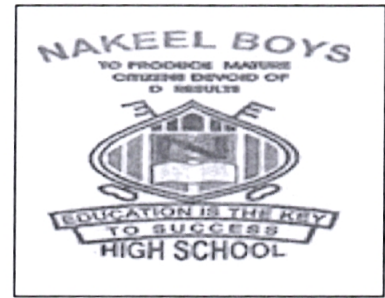
ON

NAKEEL SECONDARY SCHOOL

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

KAJIADO COUNTY





**NAKEEL SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024**

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

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

The school was registered in 4/2/2021 under registration number 34S3000167 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 **150** number of students as at **30th June 2024**. It has **7** streams and **55** teachers of which **11** 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	Harun Kimani Gikera	Chairman	8/09/2022
2	Kennedy Mwaniki	Secretary - Principal	Jan 2020
3	Benjamin Kilelu	Member	8/09/2022
4	Noah Kimpat	Member	8/09/2022
5	James Lotuno	Member	8/09/2022
6	Caroline njema	Member	8/09/2022
7	Esther Githuka W.	Member	8/09/2022
8	Sabina Musangi	Member	8/09/2022
9	Mary Ngina	Member – Rep CEB	8/09/2022
10	Stephen Mungai	Member Rep Teachers	8/09/2022
11	i) Harun Gikera ii) Esther Githuka W. iii) David Karuiru	3 Members – Sponsor	8/09/2022
12	Isaac Mburu Marubu	Member - Community	8/09/2022
13	Kipkosgei Joseph Mathew	Member Special Needs	8/09/2022
14	Samuel Manchaki	Rep Students	8/09/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Harun Gikera 2. Kennedy Mwaniki 3. Benjamin Kilelu 4. Mathew Kipkosgei 5. Sabina Musangi	Chairperson Secretary Member Member Member	0/0 0/0 0/0 0/0 0/0
2	Audit Committee	1. Harun Gikera 2. Kennedy Mwaniki 3. Benjamin Kilelu 4. Noah Kimpat 5. Esther Githuka W	Chairperson Secretary Member Member Member	0/0 0/0 0/0 0/0 0/0
3	Finance, procurement and general purposes Committee	1. Harun Gikera 2. Kennedy Mwaniki 3. Benjamin Kilelu 4. Noah Kimpat 5. Esther Githuka W	Chairperson Secretary Member Member Member	3/3 3/3 3/3 3/3 3/3
4	Academic Committee	1. David Karuiru 2. Kennedy Mwaniki 3. Sabina Musangi 4. Esther Githuka W 5. Stephen Mungai 6. Isaak Mburu 7. James Lotuno	Chairperson Secretary Member Member Member Member Member	2/2 2/2 2/2 2/2 2/2 2/2 2/2

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

5	Development Committee	1. Harun Gikera 2. Kennedy Mwangi 3. Benjamin Kiliu 4. Noah Kimpat 5. Mathew Kipkoge 6. Caroline Njeri	Chairman Secretary-Principal Member Member Member Member	1/1 1/1 1/1 1/1 1/1 1/1
6	Discipline and welfare Committee	1. Benjamin Kiliu 2. Kennedy Mwangi 3. Isaac Marubu 4. Stephen Mungi 5. Mary Ngina	Chairman Secretary-Principal Member Member Member	1/1 1/1 1/1 1/1 1/1
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Kennedy Mwaniki	TSC No. 306066
2	Deputy Principal-Administration	Peter Laranja	TSC No. 322877
3	Deputy Principal-Academics	Gladys Gichiah	TSC No. 336369
4	School Bursar	Esther.W. Mwai	ID NO. 13462691

(e) Schools contacts

Post Office Box: 15620-00503
 Telephone: 0719352266
 E-mail: nakeelboys@yahoo.com
 Website: www.nakeelboys.sc.ke
 Facebook: Nakeel Naks
 Twitter: xxxxxxxxxxx

(f) School Bankers

The school operated 9 bank accounts at the following banks.

1. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1104480050
2. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 11404484536
3. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1104483866
4. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1257685813
5. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1265967466
6. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1105119807

7. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1105119521
8. Name of Bank: KCB
Branch: Ongata Rongai
Account Number: 1105120627
9. Name of Bank: Equity Bank
Branch: Ongata Rongai
Account Number: 0610284535126
10. MPESA Pay Bill No. 522123, Account number. 86539Kadm.no attached to **KCB** bank account 1104480050.

(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:**1) Surplus/ deficit for the year and a comparison of the same for the last three years**

YEAR	30 TH JUNE 2022	30 TH JUNE 2023	30 TH JUNE 2024
Operations A/C			
Tuition A/C			
School Fund A/C			
Infrastructure A/C			
Combination for all	(972,041)	12,902,950.00	(4,076,284)

2) Capitation grants from the Ministry of Education for the last three years

YEAR	30 TH JUNE 2022	30 TH JUNE 2023	30 TH JUNE 2024
Tuition	3,280,434.4	3,241,336.75	3,287,280
Operations	18,904,203.17	14,309,807.91	12,453,782
Total	22,184,637.57	17,551,144.66	15,741,062

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

YEAR	30 TH JUNE 2022	30 TH JUNE 2023	30 TH JUNE 2024
Income	93,280,530	88,205,976	88,205,976

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

YEAR	30 TH JUNE 2022	30 TH JUNE 2023	30 TH JUNE 2024
Tuition A/C	3,310,865	3,238,886	4,313,330
Operations, CDF & Infrastructure A/Cs	18,516,549	9,106,940	13,897,195

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

School fund	70,155,661	81,048,939	87,330,096
Infrastructure & CDF	-	4,543,267	12,496,101
TOTAL	91,983,075	97,929,032	118,036,722

5) Movement of debtors and creditors of the school over the last three years

YEAR	30 TH JUNE 2022	30 TH JUNE 2023	30 TH JUNE 2024
Creditors	10,118,382	8,016,574	17,981,684
Debtors	13,567,521	22,581,475	24,697,732

6) Teacher Student ratio:

Teachers/student ratio: 1:34

Teachers recruited/ employed by T.S.C - 46

Teachers transferred in – 6

Teachers transferred out - 0

Teachers retired - 3

B.O.M teachers – 11

Shortage of teachers – 10

Shortage Subject combination: Computer studies – 2, Business studies – 3,

Chemistry/Physics – 2, Mathematics/Physics – 1, Agriculture/Biology - 2

7) The mean score in the 2023 KCSE:

2021 – 4.84

2022 – 5.49

2023 – 4.48

8) Number of Candidates in the 2021 - 2023 KCSE:

Year	KCSE Entry	A-	B+	B	B-	C+	Total with C+ & above	M.S	M.G	Performance Index
2021	185	0	1	3	6	23	33	4.84	C-	-1.51
2022	181	1	4	3	11	22	41	5.49	C-	+0.652

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

2023	226	0	1	7	13	14	35	4.48	D+	-1.005
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9) **The capacity of the school:**

No. of student 1560

Facility	Dormitory	toilets	DH	Laboratory	Classrooms
Capacity	1500	1400	700	700	1200
Deficit	60	160	860	860	360

11) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Laboratory	CDF	Complete	4,982,600	4,767,833	Complete
Classrooms- Temporary	Parents	Complete	500,000	32,410	Complete
Tent classrooms	Parents	Complete	352,000	352,000	Complete
Administration Block extension	Parents	Ongoing	1,200,000	342,245	30-9-2024
Generator	Parents/FDSE	Ongoing	2,900,000	1,500,000	31-10-2024
Lockers,Beds and Chairs	Parents/FDSE	Ongoing	2,730,000	1,537,000	31-12-2024
Latrines(Compound toilets)	Parents	Complete	532,000	532,000	Complete
Kitchen Store	Parents	Complete	500,000	500,000	Complete
Dormitory	Parents/FDSE	Ongoing	19,346,130	3,010,710	30-06-2025

.....

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 to be prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board (PSASB) of Kenya from time to time.

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

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

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



.....
Name: Harun Kimani Gikera

Designation: Chairman, School Board of Management

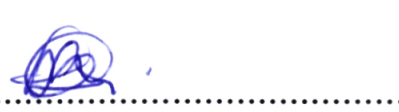
Date: 30-09-2024



.....
Name: Kennedy Mutitu Mwaniki

Designation: School Principal & Secretary to Board of Management

Date: 30-09-2024



.....
Name: Esther Wambui Mwai

Designation: Bursar/ Finance Officer

Date: 30-09-2024

REPUBLIC OF KENYA

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



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON NAKEEL SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - KAJIADO COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Nakeel Secondary School set out on pages 1 to 21, which comprise the statement of assets and liabilities as at 30 June,

Report of the Auditor-General on Nakeel Secondary School for the year ended 30 June, 2024 - Kajiado County

2024 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nakeel Secondary School as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracy of School Fund Income- Parents' Contributions

The statement of receipts and payments reflects school fund income- parents' contributions amounting to Kshs.86,140,920. The amount includes receivables totalling Kshs.9,903,603 as reflected in Note 4 to the financial statements. This was contrary to International Public Sector Accounting Standards (Cash Basis) reporting framework.

In the circumstance, the accuracy and completeness of school fund income- parents' contributions amounting to Kshs.9,903,603 could not be confirmed.

2. Unsupported Miscellaneous Income

The statement of receipts and payments reflects miscellaneous income amounting to Kshs.2,065,056. However, the amount includes income from canteen amounting to Kshs.495,380 as disclosed in Note 5 to the financial statements. However, revenue receipts and payment vouchers in support of canteen sales and expenses were not provided for audit review.

In the circumstance, the accuracy and completeness of miscellaneous income amounting to Kshs.495,380 could not be confirmed.

3. Inaccuracy of Tuition Payments

The statement of receipts and payments reflects tuition payments amounting to Kshs.4,313,330. The amount includes payables totalling Kshs.2,172,720 as disclosed in Note 6 to the financial statements. This was contrary to International Public Sector Accounting Standards (Cash Basis) reporting framework.

In the circumstance, the accuracy and completeness of tuition payments amounting to Kshs.2,172,720 could not be confirmed.

4. Inaccuracy of Operations Payments

The statement of receipts and payments reflects operations payments amounting to Kshs.13,897,195. The amount includes payables totalling Kshs.689,625 as disclosed in Note 7 to the financial statements. This was contrary to International Public Sector Accounting Standards (Cash Basis) reporting framework.

Further, the amount includes repairs and maintenance and improvements amounting to Kshs.1,239,220 as disclosed in Note 7 to the financial statements. The repairs and maintenance payments includes expenditure amounting to Kshs.217,000 incurred on maintenance of School bus. However, the bus maintenance expenditure was not supported by pre inspection reports, user requisition.

In addition, the amount includes activity expenses amounting to Kshs.1,474,400 as disclosed in Note 7 to the financial statements. However, the activity expenses amounting to Kshs.485,200 were not supported by invitation letters, training timetables and training program with clear deliverables and travelling documents such as bus tickets.

In the circumstances, the accuracy and completeness of operations payments amounting to Kshs.13,897,195 could not be confirmed.

5. Inaccuracy of Infrastructure and National Government Constituencies Development Fund (NG-CDF) Payments

The statement of receipts and payments reflects infrastructure and National Government Constituencies Development Fund (NG-CDF) payments amounting to Kshs.12,496,101. The amount includes payables totalling Kshs.4,567,220 as disclosed in Note 8 to the financial statements. This was contrary to International Public Sector Accounting Standards (Cash Basis) reporting framework.

Further, the amount differs with the recomputed infrastructure and National Government Constituencies Development Fund (NG-CDF) amounting to Kshs.20,424,982 in Note 8 to the financial statements resulting in unexplained variance of Kshs.7,928,881.

In the circumstances, the accuracy and completeness of infrastructure and National Government Constituencies Development Fund (NG-CDF) payments amounting to Kshs.12,496,101 could not be confirmed.

6. Inaccuracy of Boarding and School Fund Payments

The statement of receipts and payments reflects boarding and school fund payments amounting to Kshs.87,330,096. The amount includes payables totalling Kshs.10,552,119 as disclosed in Note 9 to the financial statements. This was contrary to International Public Sector Accounting Standards (Cash Basis) reporting framework.

Further, the amount includes personnel emoluments amounting to Kshs.7,986,585 as disclosed in Note 9 to the financial statements. However, the personnel emoluments amount differs with the recomputed monthly payroll expenditure amounting to

Kshs.12,961,764 resulting in unreconciled variance of Kshs.4,975,179. The personnel emoluments also include farming activities payments amounting to Kshs.599,956 which were misclassified.

In addition, the amount includes casual worker wages amounting to Kshs.684,000. However, master rolls in support of the casual workers' wages were not provided for audit review. The recruitment of the casual workers was also not approved.

In the circumstances, the accuracy and completeness of boarding and school fund payments amounting to Kshs.87,330,096 could not be confirmed.

7. Long outstanding Receivables from Exchange Transactions

The statement of assets and liabilities reflects accounts receivables totaling Kshs.24,697,732. The amount includes fees arrears totalling Kshs.17,818,921 as disclosed in Note 13 (b) to the financial statements which have been outstanding for more than one year. However, Management has not taken any measure to recover the long outstanding receivables.

In the circumstance, the accuracy and recoverability of accounts receivables totalling of Kshs.24,697,732 could not be confirmed.

8. Unconfirmed Fixed Assets

Annex 2 to the financial statements refers to fixed assets historical cost of Kshs.784,564,901. The cost includes land and buildings and structures amounting to Kshs.612,000,000 and Kshs.111,757,198, respectively, all totalling Kshs.723,757,198. However, the land title deed and valuation reports for land and buildings were not provided for audit review.

Further, the amount includes additions to furniture and office equipment, furniture and fittings, ICT equipment, CCTV Installation and equipment, and tools and apparatus amounting to Kshs.2,730,000, Kshs.494,900, Kshs.1,732,190 and Kshs.1,074,825 respectively, all totalling Kshs.6,031,915 . However, payment vouchers in support of additions to these assets were not provided for audit review.

In the circumstances, the accuracy, completeness and ownership of fixed assets historical cost totalling Kshs.784,564,901 on fixed assets could not be confirmed.

9. Unsupported Disclosure of Biological Assets

Other Important Disclosures Note 17 to the financial statements reflects biological assets totalling Kshs.3,983,800 in respect of cattle, trees and pigs. However, biological assets register and a valuation report in support of the amount was not provided for audit review.

In the circumstance, the accuracy and completeness of biological assets totalling Kshs.3,983,800 could not be confirmed.

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

Emphasis of Matter

Budget Control and Performance

The statement of budgeted versus actual amounts reflects final income budget and actual amounts on a comparable basis amounting to Kshs.87,386,146 and Kshs.81,315,212 respectively, resulting in an under-funding of Kshs.6,070,934, or seven percent (7%) of the budget. Similarly, the statement reflects the final expenditure budget and actual expenditure on a comparable basis of Kshs.106,117,772 and Kshs.97,753,238, respectively, resulting in under-expenditure of Kshs.8,364,534 or eight percent (8%) of the budget.

Further, the statement reflects final income and expenditure budget amounting to Kshs.87,386,146 and Kshs.106,117,772, respectively, resulting in unbalanced budget by Kshs.18,731,626. This was contrary to Regulation 33 (b) of the Public Finance management (National Government) Regulations, 2015 which requires a balanced budget.

The under-funding and under-expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

Key Audit Matters

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

Other Matter

Long Outstanding Accounts Payables

The statement of assets and liabilities reflects Accounts payables totalling Kshs.17,981,684 as further disclosed in Note 14 to the financial statements. These liabilities were not settled in the year under review but were instead carried forward to the 2024/2025 financial year. This was contrary to Regulation 42 (1)(b) of the Public Finance Management (National Government) Regulations, 2015 which requires debt service payments to form first charge. No explanation was provided for failure to settle these payables.

In the circumstance, the accounts payable will distort the 2024/2025 financial year budget.

Other Information

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

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

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, I confirm that, nothing 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

The audit was conducted in accordance with ISSAI 3000 and 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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the school's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with IFPP will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions

and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

17 July, 2025


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


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

Description Of Vote Head	Note	2023-2024 FY	2022-2023 FY
		Kshs	Kshs
Receipts			
Government grants for tuition	1	3,287,280	3,241,434
Government grants for operations	2	12,453,782	9,529,109
Government Grants for infrastructure & NG-CDF	3	10,013,400	4,781,000
School fund income- parents' contributions	4	86,140,920	91,555,877
Miscellaneous incomes	5	2,065,056	1,724,659
Total Receipts		113,960,438	110,831,982
Payments			
Tuition	6	4,313,330	3,238,886
Operations	7	13,897,195	9,106,940
Infrastructure & NG-CDF	8	12,496,101	4,534,267
Boarding and school fund	9	87,330,096	81,048,939
Total Payments		118,036,722	97,929,032
Surplus/Deficit		(4,076,284)	12,902,950

The school financial statements were approved on 30-09-2024 and signed by:


 Name: *Harun Kimani Gikera*
 Chair BOM


 Name: *Kennedy Mutitu Mwaniki*
 School Principal/ Secretary to BOM


 Name: *Esther Wambui Mwai*
 Bursar/ Finance Officer

Date: 30-09-2024

Date: 30-09-2024

Date: 30-09-2024

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


Description	Note	2023-2024 FY	2022-2023 FY
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	10,544,560	6,583,289
Cash balances	11	183,846	372,548
Short term investments	12	-	-
Total cash and cash equivalent		<u>10,728,406</u>	<u>6,955,837</u>
Account's receivables	13	24,697,732	22,581,475
Total financial assets (a)		35,426,138	29,537,312
Financial liabilities			
Accounts payables	14	17,981,684	8,016,574
Total Financial Liabilities (b)		17,981,684	8,016,574
Net financial assets (a-b)		17,444,454	21,520,738
Represented by			
Accumulated fund b/fwd	15	21,520,738	8,617,788
Surplus/deficit for the year		(4,076,284)	12,902,950
Net Assets		17,444,454	21,520,738

The school's financial statements were approved on 30-09-2024 and signed by:



 Name: *Harun Kimani Gikera*

Chair BOM

Date: 30-09-2024


 Name: *Kennedy Mutitu Mwaniki*
 School Principal/ Secretary to
 BOM

Date: 30-09-2024


 Name: *Esther Wambui Mwai*

Bursar/ Finance Officer

Date: 30-09-2024

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

Description	Note	2023-2024 FY	2022-2023 FY
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	3,287,280	3,241,337
Government grants for operations	2	12,453,782	9,529,109
Government grants for infrastructure	3	10,013,400	4,781,000
School fund income- parents contributions/ fees	4	76,237,317	79,306,238
Other income	5	2,065,056	1,724,659
Total receipts		104,056,835	98,582,343
Payments			
Cash outflows for tuition	6	2,140,610	3,238,886
Cash outflows for operations	7	13,436,798	7,973,063
Cash outflows Boarding/lunch and school fund payments	9	76,777,977	81,048,939
Total payments		(92,355,385)	(92,260,888)
Net cash inflow/outflow from operating activities		11,701,450	6,321,455
Cash flow from investing activities			
Acquisition of assets	8	(7,928,881)	(4,534,267)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		(-)	(-)
Net cash inflow/outflows from investing activities		-	-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		(-)	(-)
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		3,772,569	1,787,188
Cash and cash equivalent at beginning of the FY		6,955,837	5,168,649
Cash and cash equivalent at end of the FY		<u>10,728,406</u>	6,955,837

The school's financial statements were approved on 30-09-2024 and signed by:

.....
Name: *Harun Kimani Gikera*

Chair BOM

Date: 30-09-2024

.....
Name: *Kennedy Mutu Mwaniki*

School Principal/ Secretary to BOM

Date: 30-09-2024

.....
Name: *Esther Wambui Mwai*

Bursar/ Finance Officer

Date: 30-09-2024

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

Receipt Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	-	-	-	-	-
School Equipment and Stores	5,801,600	-	5,801,600	3,287,280	57
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	6,151,600	-	6,151,600	6,433,673	105
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	1,960,000	-	1,960,000	750,683	38
Electricity And Water	3,368,400	-	3,368,400	975,553	29
Medical	2,800,000	-	2,800,000	936,750	33
Administration Costs	1,680,000	-	1,680,000	876,483	52
Activity	2,100,000	-	2,100,000	904,200	43
Gratuity	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	7,000,000	-	7,000,000	6,607,240	94
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
(4) Fees Charged on Parents					
Personnel Emoluments	4,433,000	-	4,433,000	4,167,221	94
Repairs And Maintenance	3,432,000	-	3,432,000	3,203,437	93
Local Transport / Transporting	666,000	-	666,000	666,000	100
Electricity And Water	7,052,000	-	7,052,000	6,602,028	94
Medical	-	-	-	-	-
Administration Costs	2,645,500	-	2,645,500	2,832,616	107
Activity	357,500	-	357,500	337,743	94
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	36,300,700	-	36,300,700	41,130,281	113
5) Miscellaneous Income					
Farm	909,260	-	909,260	909,260	100
Canteen	405,000	-	405,000	405,000	100
Insurance Compensation	-	-	-	-	-
Income From Posho Mill	-	-	-	-	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire	-	-	-	-	-
Fee For Hire of Ground and Equipment	-	-	-	-	-
Interest Income	-	60,086	60,086	60,086	100
Income From Any Other Investment	-	-	-	-	-
Total Income	87,326,060	60,086	87,386,146	81,315,212	93
(6) Expenditure For Tuition					
Textbooks	-	-	-	-	-
Reference Materials	200,000	-	200,000	-	-
Exercise Books	2,058,300	-	2,058,300	337,000	16
Laboratory Equipment	2,150,000	-	2,150,000	570,850	27
Internal Exams	1,354,300	-	1,354,300	256,100	19
Teaching / Learning Materials	707,800	-	707,800	671,400	95
Chalks	48,000	-	48,000	-	-
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Creditors	-	301,600	301,600	301,600	100
Bank Charges	-	3,660	3,660	3,660	100
(7) Expenditure For Operations					
Personnel Emoluments	6,151,600	-	6,151,600	4,889,755	79
Repairs, Maintenance & Improvements	7,000,000	-	7,000,000	1,224,220	17
Local Transport / Travelling	1,960,000	-	1,960,000	1,409,300	72

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	3,368,400	-	3,368,400	761,714	23
Medical	2,800,000	-	2,800,000	315,285	11
Administration Costs	1,680,000	-	1,680,000	848,772	51
Activity Expenses	2,100,000	-	2,100,000	1,474,400	70
Gratuity	-	-	-	-	-
SMASSE	-	-	-	-	-
(8) Expenditure For infrastructure					
Construction of classrooms	2,000,000	-	2,000,000	2,000,000	100
Construction of LAB	-	-	-	-	-
Construction of DORMS	2,477,500	-	2,477,500	3,010,710	122
Purchase of furniture	1,375,000	-	1,375,000	700,000	51
Purchase of equipment	1,500,000	-	1,500,000	1,500,000	100
Administration block	-	-	-	-	-
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	4,433,000	-	4,433,000	7,395,475	167
Repairs, Maintenance and Improvements	3,432,000	-	3,432,000	4,040,725	118
Local Transport / Travelling	929,500	-	929,500	4,246,552	457
Electricity, Water and Conservancy	7,052,000	-	7,052,000	4,991,455	71
Medical Expenses	2,800,000	-	2,800,000	419,895	15

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	2,645,500	-	2,645,500	10,016,143	379
Activity	357,500	-	357,500	3,893,325	1089
Gratuity	-	-	-	-	-
Lunch Program	-	-	-	-	-
Boarding Equipment and Stores	36,300,700	-	36,300,700	33,104,308	91
Expenditure For Income Generating Activity	-	-	-	-	-
Uniform	1,269,350	-	1,269,350	1,269,350	100
Insurance Costs	-	-	-	-	-
Farm	909,260	-	909,260	1,348,442	148
Other Expenses On Investments	12,106	-	12,106	12,106	100
Canteen	150,000	-	150,000	150,000	100
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Creditors	5,190,696	-	5,190,696	5,190,696	100
Development	1,400,000	-	1,400,000	1,400,000	100
Totals	105,812,512	305,260	106,117,772	97,753,238	92

BUDGET UTILIZATION (below 90% of utilization) and (over utilization above 100%)

i. RECEIPTS

ACCOUNT	VOTEHEAD	% UTILIZATION	COMMENT
TUITION	TLM	57	The funding from the Ministry of Education was below the expected

OPERATIONS ACCOUNT	PERSONAL EMOLUMENTS	Above 100%	Amounts received include amount meant for the rest of the vote heads received as "others".
INFRASTRUCTURE ACCOUNT	LTT, EWC, MEDICAL, ADMIN COST, ACTIVITY	Below 100%	Lower funding was received from the MOE
INFRASTRUCTURE ACCOUNT	M&I Funding by parents	Below 90%	Less fees collected from parents
SCHOOL FUND	ADM AND BE&S	Above 100%	This was due to ranking in the fees collection program that ranked the vote heads first and also the increase in the number of students.
SCHOOL FUND	P.E, R.M.I, LTT, E.W.C	Below 100%	Low fees collected from students

ii. EXPENDITURE

ACCOUNT	VOTE HEAD	% UTILIZATION	COMMENT
SCHOOL FUND	P.E, R.M.I, LTT, ADM, ACTIVITY	Above 100%	Vote heads used to pay for tuition related materials since capitation by Ministry of Education is insufficient. Moreover, due to low funding by the government in operations account, payments were mostly done from this account.
SCHOOL FUND	EWC	Below 100%	The vote head is usually over allocated in the budget. Thus, the extra amount is used in the other vote heads as supported in the budget.

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Reference Materials	0	0
Exercise Books	0	0
Laboratory Equipment	0	0
Internal Exams	0	0
Teaching / Learning Materials	3,287,280	3,241,337
Others (<i>specify</i>)*	0	0
Total	3,287,280	3,241,337

2 Government Grants for Operations

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Personnel Emoluments	6,433,673	3,522,563
Infrastructure –CBC classes	1,576,440	0
Local Transport / Travelling	750,683	872,227
Electricity And Water	975,553	1,149,588
Medical/Insurance	936,750	235,500
Administration Costs	876,483	3,175,918
Activity	904,200	673,313
Total	12,453,782	9,529,109

3 Government Grants for infrastructure and NG-CDF Funds

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Maintenance & Improvement	5,030,800	4,781,000
Transition infrastructure grants	0	0
Administration Block	0	0
Economic stimulus grants	0	0
NG-CDF – Laboratory construction	4,982,600	0
Total	10,013,400	4,781,000

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Personnel emoluments	4,167,221	4,117,936
Repairs and maintenance	3,203,437	3,544,064
Local transport / travelling	895,678	951,774
Electricity and water	6,602,028	6,588,764
Administration costs	2,832,616	2,997,005
Activity	337,743	635,566
Fee on Boarding Equipment and stores	41,254,460	45,903,463
Development-Dormitory construction	6,807,101	6,073,024
Uniform	3,759,103	2,716,792
Prepayments-School fees	1,665,376	-
Operations AC	-	-
Infrastructure	-	1,242,422
Recovered fees arrears	4,712,554	4,535,428
Sub-total	76,237,317	79,306,238
Receivables	9,903,603	12,249,639
Total	86,140,920	79,306,238

5 Miscellaneous Incomes

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Income from canteen	495,380	496,060
Income From Farming Activities	1,509,590	1,144,980
Insurance Compensation	0	0
Income From Bus Hire	0	0
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations*	0	0
Interest Income	60,086	83,619
Dividends Income	0	0
Loans/Borrowings*	0	0
Other Income (<i>specify</i>)*	0	0
Total	2,065,056	1,724,659

6 Tuition

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Exercise Books	337,000	331,472
Textbooks	0	180,110
Reference materials	0	149,595
Laboratory Equipment	570,850	489,593
Teaching / Learning Materials	671,400	639,110
Exams And Assessment	256,100	1,220,860
Bank Charges	3,660	606
Creditors -Paid	301,600	227540
Sub-total	2,140,610	
Payables	2,172,720	
Total	4,313,330	3,238,886

7 Operations

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Personnel Emoluments	5,224,259	2,918,324
Infrastructure - CBC classes	1,576,440	0
Administration Cost	1,143,452	1,499,957
Repairs And Maintenance & Improvements	1,239,220	550,740
Local Transport / Travelling	1,409,300	538,154
Electricity And Water	761,714	800,650
Medical/Insurance cost	315,285	237,700
Activity Expenses	1,474,400	1,403,390
Insurance Cost	0	24,148
Creditors-Paid	63,500	0
Sub-total	13,207,570	7,973,063
Payables	689,625	1,133,878
Total	13,897,195	9,106,940

NAKEEL SECONDARY SCHOOL

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

8 Infrastructure and NG-CDF

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Construction of classrooms	0	816,065
Construction of dormitory	3,010,710	226,262
Purchase of furniture	700,000	1,700,000
Purchase of a generator	0	1,197,988
Creditors -Paid	575,000	0
Construction of Admin block/Generator house	0	593,952
Bank Charges	6,390	0
NG-CDF laboratory construction	3,636,781	0
Sub-total	7,928,881	
Payables	4,567,220	
Total	12,496,101	4,534,267

9 Boarding And School Fund

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Personnel Emoluments	7,986,585	6,188,066
Repairs And Maintenance & Improvements	4,040,725	3,678,705
Local Transport / Travelling	4,246,552	5,417,083
Electricity And Water	4,991,455	3,203,587
Medical Expenses	419,895	118,310
Administration Costs	10,016,143	10,887,719
Uniform	1,269,350	2,015,560
Farm Account	1,348,442	2,443,987
Expenses On Income Generating Activities-canteen	150,000	69,530
Fee On Boarding Equipment and Stores	33,104,308	34,529,328
Activity	3,893,325	3,522,550
Insurance Cost (<i>Life Property</i>)	0	308,879
Development	0	1,016,733
Tax on Interest Income/bank charges on S/A	12,016	13,263
Prepayments	93,485	0
Un-surrendered Imp rest	15,000	50,000
Creditors paid	5,190,696	7,585,639
Sub-total	76,777,977	
Payables	10,552,119	
Total	87,330,096	81,048,939

NAKEEL SECONDARY SCHOOL

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10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-2024 FY	2022-2023 FY
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	110441866	1,150,633	3,963
Operations Account	Active	110441536	5,255,180	1,914,739
School Fund Account/Boarding	Active	110441050	1,938,203	1,263,125
Savings Account-Gratuity	Active	110511807	542,282	1,244,761
Parent Association Development Account	Active	110511521	19,365	222,675
Income Generating Activities Account-Farm S/A	Active	110511627	202,828	196,216
Infrastructural Account	Active	125761813	15,837	1,658,937
NG-CDF AC 1	Active	126590466	74,413	78,873
NG-CDF AC 2	Active	06102845126	1,345,819	0
Total			10,544,560	6,583,289

11 Cash In Hand

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Notes and Coins	183,846	372,548
Total	183,846	372,548

12 Short Term Investments

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

13 Accounts Receivable

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Fees Arrears	24,632,732	22,531,475
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	0	0
Imprest (list/schedule attached)	65,000	50,000
Rent arrears (list/schedule attached)	0	0
Total	24,697,732	22,581,475

13 b) Ageing Analysis of Accounts Receivable

Description	2023-2024 FY		2022-2023 FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	18,133,811	37	12,249,639	58
Between 1- 2 years	1,818,921	63	10,281,836	42
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (should tie to note 13 a)	2,632,732	100	21,231,732	100

14 Accounts Payable

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	17,981,684	6,111,586
Prepaid Fees	0	-
Retention Monies	0	-
Unpaid salaries and statutory deductions	0	1,133,878
Caution money	0	-
Add: Prepaid school fees	0	771,100
Total	17,981,684	8,016,574

14a. Ageing Analysis of Accounts Payable

Description	2023-2024 FY		2022-2023 FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	17,981,684	100	6,111,586	100
Between 1- 2 years	-	-	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (should tie to note 14)	17,981,684	100	6,111,586	100

15 Fund Balance Brought Forward

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Bank Balances	6,583,289	5,153,083
Cash Balances	372,548	15,566
Short Term Investments	-	-
Receivables	22,581,475	13,567,521
Payables	(8,016,574)	(10,118,382)
Total	21,520,738	8,617,788

Other important disclosure notes

IPSAS Cash Standard encourages an entity to disclose accrual-related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non-financial assets and liabilities.

16 Non-current Liabilities Summary

Description	2023-2024 FY	2022-2023 FY
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	2023-2024 FY	2022-2023 FY
		Kshs	Kshs
Cattle		1,494,000	1,420,000
Goats		-	-
Trees		2,114,800	2,022,400
Coffee Or Tea Plantation		-	-
Poultry		-	-
Pigs		375,000	328,000
Total		3,983,800	3,770,400

18 Borrowings

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

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Other important disclosure notes


19 Stock/ Inventory

Description	2023-2024 FY	2022-2023 FY
	Ks	Kshs
Food stuffs	1,001,197	2,886,573
Lab consumables	500,38	482,722
Farm produce	0	0
Medication	41,00	55,000
Construction Materials	0	132,000
Stationery	912,96	587,533
	2,455,131	4,143,828

20 Progress On Follow Up of Auditor Recommendations

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

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


Sign and Date
Principal

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Titus K Kimani	76,600	1/7/2023	-	76,600	-	
2. Lilav Enterprises	128,600	1/7/2023	-	128,600	-	
3. Arcpoint Builders Ltd	560,626	15/02/22	-	560,626	-	
4. Hapilwanga Building construction	1,000,410	02/02/22	-	1,000,410	-	
5. Domestic taxes – Lab construction	50,975	30/08/23	-	50,975	-	
Sub-Total	2,112,220			2,112,220		
Supply Of Goods						
6. Kisaju Fresh Limited	610,900	1/7/2023	-	610,900	275,445	
7. Utamu Groceries	334,160	1/7/2023	-	334,160	140,600	
8. Cleanshelf Supermarket	2,283,649	1/7/2023	-	2,283,649	1,418,269	
9. Oloita Butchery Limited	1,176,390	1/7/2023	-	1,176,390	425,690	
10. Ongata Vetagro Supply	213,100	1/7/2023	-	213,100	90,150	
11. Damuki Transporters	414,000	1/7/2023	-	414,000	-	
12. Dry-Food Distributors and Millers	1,192,500	1/7/2023	-	1,192,500	-	

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Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
13. Sueno Trading Co. Ltd	1,459,000	1/7/2023	-	1,459,000	-	
14. Navile Invest Technologies	338,500	1/7/2023	-	338,500	-	
15. Wisewisp Solutions	22,000	1/7/2023	-	22,000	224,900	
16. Lilav Enterprises	229,600	1/7/2023	-	229,600	-	
17. Titus K Kimani	49,600	1/7/2023	-	49,600	-	
18. Jitegemee Timber & Hardware	553,860	1/7/2023	-	553,860	-	
19. Jocarl Elecrical & Hardware	139,550	1/7/2023	-	139,550	-	
20. Supreme Trak Enterprises	99,650	1/7/2023	-	99,650	-	
21. Pinky Rose Events	11,000	1/7/2023	-	11,000	-	
22. Green Kings Investments	2,715,000	1/7/2023	-	2,715,000	375,000	
23. Piwa Supplies	466,890	1/7/2023	-	466,890	-	
24. Meds Pharmaceuticals Ltd	66,375	1/7/2023	-	66,375	-	
25. Eurosports East Africa	573,250	1/7/2023	-	573,250	-	
26. Readmore Bookshop & Stationers Ltd	905,370	1/7/2023	-	905,370	186,600	
27. Aspet School Supplies Ltd	724,850	1/7/2023	-	724,850	-	
28. Petmo Hopeliner Enterprises	70,000	1/7/2023	-	70,000	-	
29. Biovep Suppliers	48,000	1/7/2023	-	48,000	-	
30. Sketchers Agency	276,000	1/7/2023	-	276,000	-	
31. Syokimau Bookshop	70,500	1/7/2023	-	70,500	-	
Sub-Total	15,043,694			15,043,694	3,336,654	

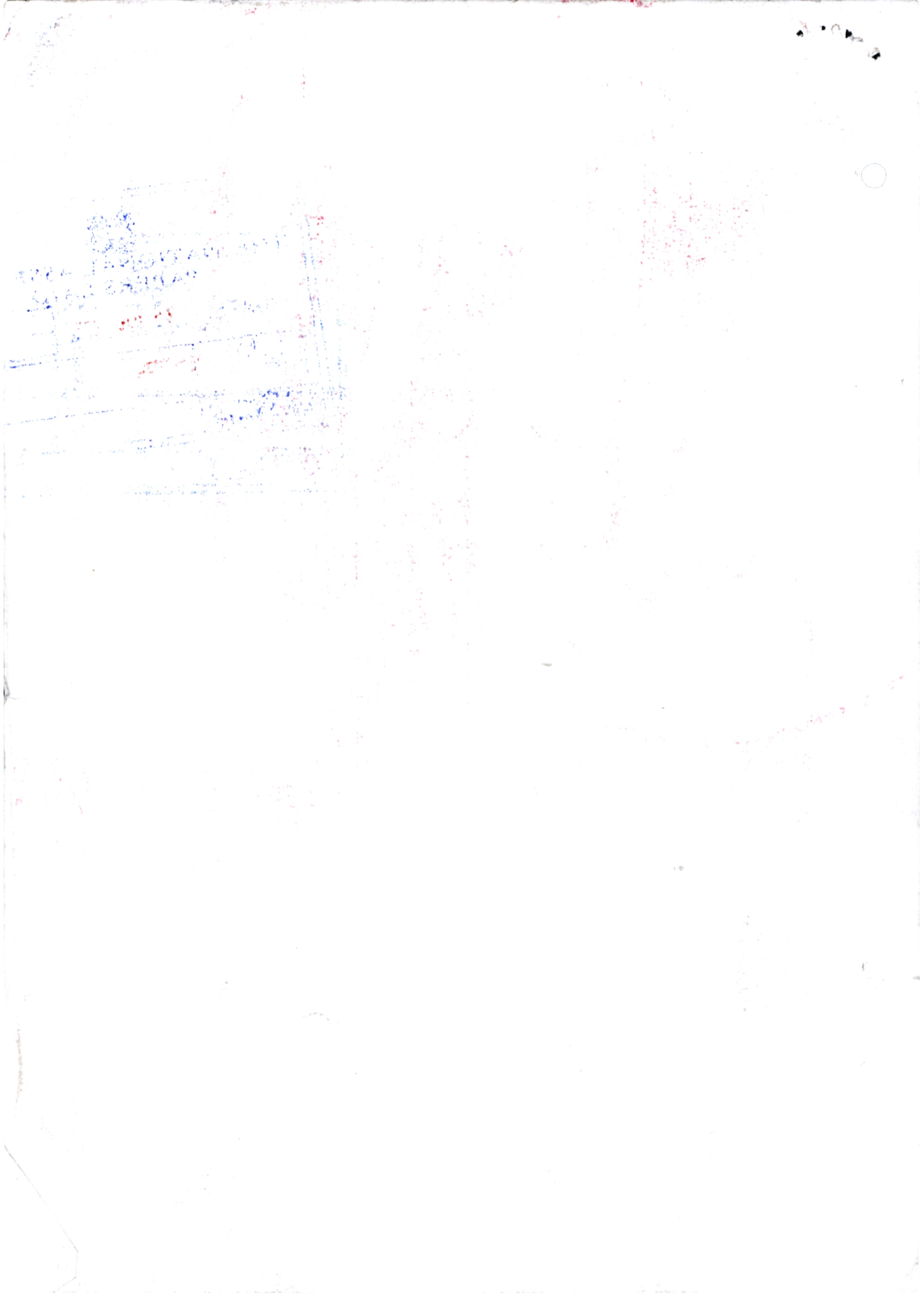
NAKEEL SECONDARY SCHOOL

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Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
Supply Of Services						
32. Jackson Munge Ruthuthi	37,360	1/7/2023		37,360	21,890	
33. Jamwagi Power Engineering	105,160	1/7/2023		105,160	34,250	
34. Rongai Livestock Advisory Centre	44,650	1/7/2023		44,650	19,650	
35. Dryland Honey	139,980	1/7/2023		139,980	-	
36. Mosfield Investments	152,750	1/7/2023		152,750	29,550	
37. Kairos Furniture Centre	217,870	1/7/2023		217,870	-	
38. Oloolaiser Water	50,000	1/7/2023		50,000	104,000	
39. Samsoc Technics Services	78,000	1/7/2023		78,000	115,000	
Sub-Total	825,770			825,770	324,340	
Grand Total	17,981,684			17,981,684	3,660,994	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2024
Land	612,000,000	-	-	612,000,000
Buildings And Structures	102,220,000	9,537,198	-	111,757,198
Motor Vehicles	9,600,000	-	-	9,600,000
Office Equipment, Furniture and Fittings	6,291,000	2,730,000	-	9,021,000
Textbooks	11,105,200	137,450	-	11,242,650
Generators	3,045,000	-	-	3,045,000
ICT Equipment	2,103,000	494,900	-	2,597,900
CCTV Installation and equipment	1,689,900	1,732,190	-	3,422,090
Tools And Apparatus	19,487,238	1,074,825	-	20,562,063
Other Machinery and Equipment	697,000	95,000	-	792,000
Heritage And Cultural Assets	205,000	20,000	-	225,000
Intangible Assets- Soft Ware	300,000	-	-	300,000
Total	768,743,338	15,821,563	-	784,564,901



1204-1205 (1206-1207)
1208-1209