

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

NATIONAL ASSEMBLY  
PAPERS LAID

DATE:

19 JUN 2025

DAY.

Thursday

**OF**

TABLED  
BY:

Hon. Sinanur asro  
(Majority Party Whip)

CLERK AT  
THE TABLE:

Anastacia

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**WENJE SECONDARY SCHOOL**

**FOR THE YEAR ENDED**

**30 JUNE, 2024**

**TANA RIVER COUNTY**

Revised 30<sup>th</sup> June 2024.



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**Wenje Secondary School**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2024**

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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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**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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<b>Table of Contents</b>	<b>Page</b>
1. Acronyms and Definition of Key Terms.....	ii
2. Key School Information and Management .....	iii
3. Summary Report of Performance of The School .....	vii
4. Statement of School Management Responsibility.....	xi
5. Report Of The Independent Auditors ( <i>To be attached</i> ).....	xii
6. Statement Of Receipts and Payments for the Year Ended 30 <sup>th</sup> June 2024.....	xiii
7. Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2024.....	1
8. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2024.....	2
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2024.....	4
10. Significant Accounting Policies .....	10
11. Notes To the Financial Statements .....	12
12. Annexes .....	23

**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

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**2. Key School Information and Management**

**(a) Background information**

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

The school was registered in 07/2014 under registration number PU/S/2/280/14 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a day/boarding school and had 403 number of students as at 30<sup>th</sup> June 2024. It has 8 streams and 21 teachers of which 6 teachers are employed by the School Board of Management.

**(b) School Board of Management - Board Members**

Below are list of B.O.M Members

<b>Ref:</b>	<b>Name of Board Member</b>	<b>Designation</b>	<b>Date of appointment</b>
1	Isaya Omara Yusa	Chairman	28th Nov 2023
2	Elvis Dhadho	Vice Chairman	28th Nov 2023
3	Victor Muli Mwanja	Secretary - Principal	28th Nov 2023
4	Adhan Duale	Member	28th Nov 2023
5	Fredrick Wafula	Member	28th Nov 2023
6	Salim .J. Makorani	Member	28th Nov 2023
7	Winstone Haicha	Member	28th Nov 2023
8	Fatuma .H. Abae	Member	28th Nov 2023
9	Margaret Paragoi	Member – Rep CEB	28th Nov 2023
10	Jillo Omar	Member Rep Teachers	28th Nov 2023
11	Ruth Songoro	3 Members - Sponsor	28th Nov 2023
12	Bakari Doyo	Member - Community	28th Nov 2023
13	Fatuma Mayungi	Member Special Needs	28th Nov 2023
14	Paul Bahola Issaya	Rep Students	28th Nov 2023
15	Zakia Malibe	Member	28th Nov 2023
16	Maka Mohamed	Member	28th Nov 2023
17	Salim Amuma	P.T.A Chair	28th Nov 2023

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**The functions of the School Board of Management are to:**

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

**(c) Committees of the Board**

**List of the Committee members**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Mr. Isaih Omara 2.Mr.Victor Mwanja 3.Mr.Salim Amuma 4.Md.Maka Mohamed	Chairman Secretaty P.T.A Chairman Member	1 out of 3
2	Audit Committee	1.Mr.Salim Amuma  2.Father Mumo  3.Md.Ruth Songoro	Chairman  Member  Member	1 out of 3
3	Finance,procurement and general purposes Committee	1.Salim Makorani  2.Md.Zakia Malibe  3.Mr.Isaih Omara  4.Mr.Victor Mwanja	Chairman  Member  Member  Member	1 out of 3

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

4	Academic Committee	1.Mr.Elvis Dhadho 2.Mr.Salim Amuma 3.Md.Ruth Hillary 4.D.O.S on invitation	Chairman Member Member Member	2 out of 3
5	Development Committee	1.Md.Ruth Kaseme 2.Mr.Victor Mwanja 3.Mr.Maurice Ngere 4.Mr Leonard Gayoye 5.Mr.Salim Makorani 6.Mr.Salim Amuma 7.Mr.Adhan Duale	Chairperson Member Member Member Member Member Member	5 out of 3
6	Discipline and welfare Committee	1.Mr.Isaiah Omara 2.Mr.Winston Haicha 3.Father Mumo 4.Md. Margaret Paragoi	Chairman Member Member Member	2 out of 3
7	Adhoc Tender Opening Committee	1.Mr.Edward Opondo 2.Md.Maureen Akoth 3.Mr Wafula Wanyonyi	Chairman Member Member	1 out of 1
8	Adhoc Tender Evaluation Committee	1.Mr.Omar Jillo 2..Md.Jackualine Maina 3.Mr.Mahamud Komora 4.	Chairman Member Member Member	1 out of 1

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**(d) School operation Management**

The school was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	VICTOR MULI MWANIA	TSC No.462082
2	Deputy Principal	MAURICE OTIENO NGERE	TSC No.660807
3	School Bursar	DICKSON GODHANA OMARA	ID No.29693653

**(e) Schools contacts**

Post Office Box: 69-70101-Hola  
Telephone: 0748676934  
E-mail: wenjesecondaryschool@gmail.com  
Website: n/a  
Facebook: n/a  
Twitter: n/a

**(f) School Bankers**

Provide details of the school bankers.

Name of Bank: S.fund Account  
Account No:1104596288  
Branch : Hola  
Name of Bank: Operation Account  
Account No:1104600675  
Branch: Hola  
Name of Bank: Tuition Account  
Account No:1104599554  
Branch: Hola  
Name of Bank: P.M.C Account  
Account No:1265504709  
Branch: Hola  
Name of Bank: Infrastructure Account  
Account No:1294629336  
Branch: Hola

**(g) Independent Auditors**

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

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024****3. Summary Report of Performance of The School**

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

**a) Financial performance:**

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

<i>Details</i>	<i>Account</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<b>Receipts</b>	<i>Tuition</i>	1,180,043	1,243,005	1,266,221
	<i>Operation</i>	5,750,022	5,545,663	5,576,710
	<i>S.Fund</i>	6,462,364	13,261,782	17,153,411
	<b>Total</b>	<b>14,535,439</b>	<b>20,050,450</b>	<b>23,996,342</b>
<b>Expenditure</b>	<i>Tuition</i>	1,646,192	1,106,378	1,378,172
	<i>Operation</i>	3,757,317	6,317,812	6,765,901
	<i>S.Fund</i>	7,692,277	10,611,102	12,662,452
	<b>Total</b>	<b>14,146,070</b>	<b>18,657,299</b>	<b>20,806,525</b>
<b>Surplus/Deficit</b>		<b>389,369</b>	<b>2,816,232</b>	<b>3,189,817</b>

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

<i>DETAILS</i>	<i>ACCOUNT</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<b>RECEIPTS</b>	<i>TUITION</i>	1,180,043	1,243,005	1,266,221
	<i>OPERATION</i>	5,750,022	6,968,744	5,576,710
<b>TOTAL</b>		<b>6,930,065</b>	<b>8,211,749</b>	<b>6,842,931</b>

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

<i>DETAILS</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<b>SCHOOL FUND</b>	6,462,364	13,261,782	17,153,411

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

<i>DETAILS</i>	<i>ACCOUNT</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<b>EXPENDITURE</b>	<i>TUITION</i>	1,646,192	1,106,378	1,378,172
	<i>OPERATION</i>	3,757,317	6,939,819	6,765,901
	<i>S.FUND</i>	7,692,277	10,611,102	12,662,452
<b>TOTAL</b>		<b>13,095,786</b>	<b>18,657,299</b>	<b>20,806,525</b>

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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

<i>DETAILS</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<i>DEBTORS</i>	6,794,734	6,659,600	5,088,213
<i>CREDITORS</i>	7,160,145	3,927,670	1,991,136

**(b)Teacher Student ratio:**

*-Below are list of teacher's students ratio,teacher's recruited,teachers transferred,teachers teachers employed by TSC and teachers employed by B.O.M.*

<i>DETAILS</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<i>Teacher as at 1/7/20..</i>	14	17	17
<i>Teachers recruited</i>	0	1	1
<i>Teachers posted</i>	0	1	1
<i>Teachers employed B.O.M</i>	6	6	6
<i>Total</i>	20	25	25
<i>Transferred</i>	0	2	2
<i>No.of teachers available</i>	20	23	23
<i>No of students</i>	403	501	487
<i>Teachers to students ratio</i>	1:20	1:24	1:23

**b) The mean score in the 2024 KCSE:**

*-Below are table showing the performance of the school for the last three years*

<i>YEAR</i>	<i>ENTRY</i>	<i>B-</i>	<i>C+</i>	<i>C</i>	<i>C-</i>	<i>D+</i>	<i>D</i>	<i>D-</i>	<i>E</i>	<i>X</i>	<i>MEAN</i>	<i>DEV</i>
<i>2023</i>	78	0	0	1	1	13	24	38	3	0	2.6923	-0.2923
<i>2022</i>	65	0	0	2	2	13	26	20	2	0	2.984	-0.11
<i>2021</i>	74	1	3	0	4	13	25	25	3	0	3.095	-

**c) Number of Candidates in the 2024 KCSE:**

**Number of students sitting K.C.S.E exam for the last three years**

<i>DETAILS</i>	<i>2023/2024</i>	<i>2022/2023</i>	<i>2021/2022</i>
<i>No of Candidate</i>	78	65	74

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**d) The capacity of the school:**


<i>Details</i>	<i>No of students</i>	<i>Gender</i>	<i>No of facilities</i>	<i>Facilities to students ratio</i>
<i>Classrooms</i>	<i>403</i>	<i>Mixed</i>	<i>10</i>	<i>1:40</i>
<i>Dormitories</i>	<i>298</i>	<i>Mixed</i>	<i>4</i>	<i>1:75</i>
<i>Dining Hall</i>	<i>403</i>	<i>Mixed</i>	<i>1</i>	<i>1:403</i>
<i>Latrines</i>	<i>299</i>	<i>Boys</i>	<i>12</i>	<i>1:25</i>
<i>Latrines</i>	<i>104</i>	<i>girls</i>	<i>9</i>	<i>1:12</i>

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**e) Development projects carried out by the school:**

<b>Projects</b>	<b>Source of funds</b>	<b>Status</b>	<b>Initial Cost (Kshs)</b>	<b>Amount Spent (Kshs)</b>	<b>Expected completion time</b>
Classroom	M.I	Complete	1,205,781	1,050,284	30-1-2024

  
.....  
**School Principal**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**4. Statement of School Management Responsibility**

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

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

The Board of Management of *Wenje 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).

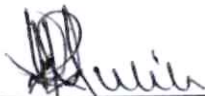
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30<sup>th</sup> June, 2024, and of the school's financial position as at that date.



\_\_\_\_\_  
**Name: Isaya Omara Yusa**

**Designation:** Chairman, School Board of Management

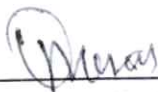
**Date:**



\_\_\_\_\_  
**Name: Victor Muli Mwanja**

**Designation:** School Principal & Secretary to Board of Management

**Date:** 12/4/25



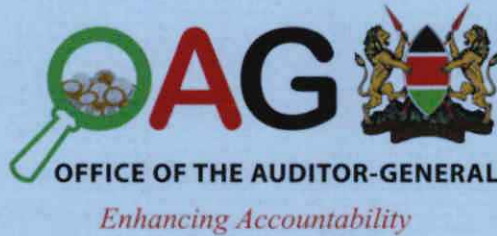
\_\_\_\_\_  
**Name: Dickson Godhana Omara**

**Designation:** Bursar/ Finance Officer

**Date:** 12/4/25

# REPUBLIC OF KENYA

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Email: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



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

## **REPORT OF THE AUDITOR-GENERAL ON WENJE SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – TANA RIVER 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.
- 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 Wenje Secondary School – Tana River County set out on pages xiii to 22, which comprise the statement of financial assets and financial liabilities as at 30 June, 2024 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

### Basis for Qualified Opinion

#### 1. Inaccurate Statement of Receipts and Payments Amounts

The statement of receipts and payments reflects total receipts of Kshs.14,670,439 and total payments of Kshs.14,146,070. However, the ledger records supporting the amounts were not provided for audit., Further, the statement also reflects payments in respect of three (3) expenditure items which differed with the Notes to the financial statement amounts as tabulated below:

Component	Financial Statement Amount (Kshs)	Note	Amount as per the Note to the Financial Statement (Kshs)	Variance (Kshs)
Tuition	1,646,192	6	161,156	1,485,036
Operations	3,757,317	7	4,907,601	1,150,284
Boarding and Schools Fund	7,692,277	9	8,335,256	642,979

The variances were attributed to omissions and summation errors in the Notes to the financial statements.

In the circumstances the accuracy and completeness of the statement of receipts and payments could not be confirmed.

## 2. Variances in Comparative Amounts

### 2.1. Statement of Receipts and Payments

The statement of receipts and payments reflects total comparative receipts of Kshs.20,615,100 whereas the prior year audited financial statement reflects total receipts of Kshs.21,597,531 resulting in unexplained variance of Kshs.982,431. Further, the statement reflects a comparative surplus amount of Kshs.1,957,801 whereas the prior year audited financial statement reflects Kshs.2,940,232 resulting in unreconciled variance of Kshs.982,431.

In addition, the statement of receipts and payments reflects comparative amounts for three (3) components that differed with Notes to the financial statement amounts as tabulated below:

Item	Prior Year Audited Financial Statement Amount (Kshs)	Note	Amount as per the Notes to Financial Statements (Kshs)	Variance (Kshs)
<b>Receipts</b>				
Governments Grants for operations	4,563,232	2	5,545,314	982,082
Miscellaneous Incomes	124,000	5	282,050	158,050
<b>Payments</b>				
Boarding and School Fund	10,611,102	9	10,522,090	89,012

### 2.2. Statement of Cash Flows

The statement of cash flows reflects comparative net cash outflow from operating activities amount of Kshs.399,839 that differed with the prior year audited amount of Kshs.331,827 resulting in unreconciled variance of Kshs.731,666.

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

## 3. Inaccuracies in the Statement of Financial Assets and Financial Liabilities

The statement of financial assets and financial liabilities reflects accumulated funds brought forward balance of Kshs.1,347,514 as disclosed in Note 15 to the financial statements which differed with prior year audited balance of Kshs.17,941,148 resulting in unreconciled variance of Kshs.16,593,634. In addition, the statement reflects a net assets balance of Kshs.1,871,883 that differed with the recomputed balance of Kshs.18,465,517 resulting in unreconciled variance of Kshs.16,593,634. Further, Note 15 to the financial statements reflects fund balance brought forward comparative balance of

Kshs.16,073,099 that differed with prior year audited balance of Kshs.16,060,098 resulting in unreconciled variance of Kshs.13,001.

In the circumstances the accuracy and completeness of the statement of financial assets and financial liabilities could not be confirmed.

#### **4. Accounts Receivables**

##### **4.1. Unsupported Accounts Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.6,794,734 as disclosed in Note 13 to the financial statements. However, the supporting schedules were not provided for audit review. Further, Note 13 to the financial statements reflects accounts receivable comparative balance of Kshs.7,321,020 that differed with prior year audited balance of Kshs.21,240,756, resulting in unreconciled variance of Kshs.13,919,736.

##### **4.2. Long Outstanding Receivables**

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.6,794,734 as disclosed in Note 13 to the financial statements. Included in the balance is Kshs.50,200 in respect of salary advances and imprests which had been outstanding for more than one (1) year.

In the circumstances, the accuracy, completeness and full recoverability of the outstanding receivables balance of Kshs.6,794,734 could not be confirmed.

#### **5. Inaccurate Accounts Payables**

The statement of financial assets and financial liabilities reflects accounts payables balance of Kshs.7,160,145 as disclosed in Note 14 to the financial statements. However, the supporting schedules and ledgers provided for audit reflects a balance of Kshs.6,910,390 resulting in an unreconciled variance of Kshs.249,755.

In the circumstances, the accuracy and completeness of trade payables balance of Kshs.7,160,145 could not be confirmed.

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

## **Emphasis of Matter**

### **Budgetary Control and Performance**

The statement of budgeted versus actual amounts reflects recomputed final receipts budget and actual on a comparable basis of Kshs.31,430,974 and Kshs.14,855,792 respectively, resulting in an under-funding of Kshs.16,575,182 or 53% of the budget. However, the School spent a recomputed balance of Kshs.12,600,652 against actual receipts of Kshs.14,855,792, resulting in an under-utilization of Kshs.2,255,140 or 15% of actual receipts.

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

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

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

### **Other Matter**

### **Unresolved Prior Year Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, even though Management has indicated the issues as resolved, the resolution has not been supported in the absence of which the issues remain unresolved as at 30 June, 2024.

### **Other Information**

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

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed,

I conclude that there is a material misstatement of this other information, I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that other information is not materially inconsistent with the financial statements.

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

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

### **Conclusion**

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

### **Basis for Conclusion**

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

The statement of receipts and payments reflects boarding and school fund payments of Kshs.7,692,277 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.655,160 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.655,160 could not be confirmed.

#### **2. Irregular Payment of Local Transport/Travelling Allowance**

The statement of receipts and payments reflects boarding and school fund expenditure totalling to Kshs.7,692,277 as disclosed in Note 9 to the financial statements. Included in this expenditure is an amount of Kshs.1,340,964 in respect to local transport/ travelling as disclosed in Note 9 to the financial statements out of which Kshs.663,400 was not supported with application through imprest warrants contrary to Regulation 91(2) of the Public Finance Management (National Government) Regulations, 2015 which provides that the officer authorized to hold and operate an imprest shall make formal application for the imprest through an imprest warrant.

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

### **3. Lack of a Procurement Plan**

The statement of receipts and payments reflects total receipts and payments amount of Kshs.14,670,439 and Kshs.14,146,070 respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which require a procuring entity to prepare a procurement plan for each financial year as part of the annual budget preparation process.

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

### **4. Failure to Prepare School Improvement Plan**

During the year under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

### **5. Late Submission of Financial Statements for Audit**

Management submitted the financial statements to the Auditor-General on 22 January, 2025 instead of the statutory deadline of 30 September, 2024. This was contrary to the Section 47(1) of the Public Audit Act, 2015 which states that the financial statements required under the Constitution, the Public Finance Management Act, 2012 and any other legislation, shall be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

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

### **6. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements**

Review of the financial statements revealed the following:

- i. The financial statements pages have inconsistencies from page XIII to 22.
- ii. The summary report of performance of the school against set performance evaluation criteria reflects total receipts for 2023/2024 as Kshs.14,535,439 instead of the actual reflected in the statement of receipts and payments of Kshs.13,392,429 while the total expenditure for 2023/2024 is indicated as Kshs.14,146,070 instead of the Kshs.13,095,736 reflected in the statement of receipts and payments. Further, the

total expenditure for 2022/2023 financial year is indicated as Kshs.18,657,299 instead of the Kshs.18,035,292 reflected in the statement of receipts and payments.

- iii. The statement of receipts and payments reflects total receipts and payments of Kshs.14,670,439 and Kshs.14,146,070 whereas the statement of budget versus actual reflects recomputed total actual receipts and payments on a comparable basis of Kshs.14,855,792 and Kshs.12,600,652 resulting in unreconciled variance of Kshs.(185,353) and Kshs.1,545,418 respectively.
- iv. Note 19 on other important disclosures in respect of stock/inventory discloses comparative balance of Kshs.503,312 while the audited financial statements for 2022/2023 financial year reflects a balance of Kshs.292,812 resulting in a variance of Kshs.210,500 attributed to undisclosed lab consumables.
- v. The statement of budgeted versus actual amounts did not have correct totals for budgeted receipts and actual on a comparable basis as well as total budgeted expenditure and actual on a comparable basis.

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

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

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### Conclusion

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

### Basis for Conclusion

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

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

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

## **2. Lack of Fixed Asset Register and Ownership Documents**

Annex 2 to the financial statements on summary of fixed assets register reflects a balance of Kshs.5,700,000 in respect of motor vehicles. However, other assets including land, building and structures, office equipment, furniture and fittings, text books among others were not disclosed. Further, the land ownership documents and motor vehicle log books were not provided for audit.

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

## **Responsibilities of the Management and Those Charged with Governance**

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

In preparing the financial statements, Management is responsible for assessing the School's ability to sustain its services , disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the school or cease operations.

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

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

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

## **Auditor-General's Responsibilities for the Audit**

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

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

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

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

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**04 June, 2025**

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**6.Statement of Receipts and Payments for the Year Ended 30<sup>th</sup> June 2024**

Description Of Vote Head	Note	FY-2023-2024	FY-2022-2023
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	1,180,043	1,243,005
Government grants for operations	2	5,750,021	4,563,232
Government Grants for infrastructure	3	1,055,010	1,423,081
School fund income- parents' contributions	4	6,462,364	13,261,782
Miscellaneous incomes	5	223,000	124,000
<b>Total Receipts</b>		<b>14,670,439</b>	<b>20,615,100</b>
<b>Payments</b>			
Tuition	6	1,646,192	1,106,378
Operations	7	3,757,317	6,208,153
Infrastructure	8	1,050,284	731,666
Boarding and school fund	9	7,692,277	10,611,102
<b>Total Payments</b>		<b>14,146,070</b>	<b>18,657,299</b>
<b>Surplus/Deficit</b>		<b>524,369</b>	<b>1,957,801</b>

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

Isaya Omara Yusa  
B.o.m Chairman

Victor Muli Mwanja  
Principal

Dickson .G.Omara  
Accounts Clerk

Date: 12/04/2025

Date: 12/4/25

Date: 12/4/25

Sign: [Signature]

Sign: [Signature]

Sign: [Signature]

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**7.Statement of Assets and Liabilities as at 30<sup>th</sup> June 2024**

Description	Note	FY-2023-2024	FY-2022-2023
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	711,713	1,683,304
Cash balances	11	21,215	29,621
Short term investments		0.00	
<b>Total cash and cash equivalent</b>	<b>12</b>	<b><u>732,928</u></b>	<b><u>1,712,925</u></b>
Account's receivables	13	6,794,734	21,240,756
<b>Total financial assets (a)</b>		<b>7,527,662</b>	<b>22,953,681</b>
<b>Financial liabilities</b>			
Accounts payables	14	7,160,145	5,012,533
<b>Total Financial Labilities (b)</b>		<b>367,517</b>	<b>17,941,148</b>
<b>Net financial assets (a-b)</b>			
<b>Represented by</b>			
<b>Accumulated fund b/fwd</b>	15	1,347,514	15,000,916
<b>Surplus/deficit for the year</b>		524,369	2,940,232
<b>Net Assets</b>		<b>1,871,883</b>	<b>17,941,148</b>

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

Isaya Omara Yusa  
B.o.m Chairman

Victor Muli Mwanja  
Principal

Dickson .G. Omara  
Accounts Clerk

Date: 12/04/2025

Date: 12/4/25

Date: 12/4/25

Sign: [Signature]

Sign: [Signature]

Sign: [Signature]

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 20248.Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2024

Description	Note	FY-2023-2024	FY-2022-2023
		Kshs	Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition	1	1,180,043	1,243,005
Government grants for operations	2	5,750,022	5,545,314
Government grants for infrastructure	3	1,055,010	1,423,430
School fund income- parents contributions/ fees	4	6,462,364	6,602,182
Other income	5	223,000	278,050
<b>Total receipts</b>		<b>14,670,439</b>	<b>15,091,981</b>
<b>Payments</b>			
Cash outflows for tuition	6	1,646,192	771,570
Cash outflows for operations	7	3,757,317	5,874,556
Infrastructure	8	1,050,284	731,666
Cash outflows Boarding/lunch and school fund payments	9	7,692,277	8,024,728
Expenses on income generating activity		434,979	89,300
<b>Total payments</b>		<b>14,581,049</b>	<b>15,491,820</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>89,390</b>	<b>(399,839)</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets		(1,050,284)	(731,666)
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
<b>Net cash inflow/outflows from investing activities</b>			
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans	18	0	0
Repayment of principal borrowings			
<b>Net cash inflow/outflow from financing activities</b>			
<b>Net increase/decrease in cash and cash equivalents</b>		<b>(979,997)</b>	<b>648,774</b>
Cash and cash equivalent at beginning of the FY		1,712,925	1,064,151
<b>Cash and cash equivalent at end of the FY</b>	<b>12</b>	<b>732,928</b>	<b>1,712,925</b>

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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

Isaya Omara Yusa  
B.o.m Chairman


Victor Muli Mwanja  
Principal

Dickson .G. Omara  
Accounts Clerk

Date: 12/04/2025

Date: 12/4/25

Date: 12/4/25

Sign: 

Sign: 

Sign: 

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 20249.Statement of Budgeted Versus Actual Amounts for The Year Ended 30<sup>th</sup> 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
<b>Receipts</b>					
<b>(1) Capitation Grant on Tuition</b>					
Reference Materials	0	0	0	0	0%
Exercise Books	743,145	0	743,145	0	0%
Laboratory Equipment	559,290	0	559,290	0	0%
Internal Exams	335,265	0	335,265	0	0%
Teaching / Learning Materials	439,810	0	439,810	1,180,043	268%
Chalk	56,650	0	56,650	0	0%
<b>Total</b>	<b>2,134,160</b>	<b>00</b>	<b>2,134,160</b>	<b>1,180,043</b>	
<b>(2) Capitation Grant on Operations</b>					
Other votes(lt&t,adm,ewc,pe)	2,801,600	0	2,801,600	3,081,825.16	64%
Repairs And Maintenance	2,575,000	0	2,575,000	1,875,600	73%
Local Transport / Travelling	618,000	0	618,000	0	
Electricity And Water	875,500	0	875,500	0	
Medical	1,030,000	0	1,030,000	406,200	39%
Administration Costs	545,900	0	545,900	0	
Activity	772,500	0	772,500	386,396	50%
Gratuity	0	0	0	0	0%
<b>Total</b>	<b>9,218,500</b>	<b>00</b>	<b>9,218,500</b>	<b>5,750,021</b>	



Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

<b>3) FDSE for infrastructure</b>					
Maintenance & Improvement Moe	2,575,000	0	2,575,000	1,055,010	41%
M&I parents' contribution	660,000	0	660,000	199,350	30%
Economic Stimulus Programs	0	0	0	0	0%
Transition Infrastructure Grants	0	0	0	0	0%
Administration Block	0	0	0	0	0%
<b>Sub-total</b>	<b>3,235,000</b>	<b>00</b>	<b>3,235,000</b>	<b>1,254,360</b>	
<b>(4) Fees Charged on Parents</b>					
Personnel Emoluments	1,897,500	0	1,897,500	1,246,783	66%
Repairs And Maintenance	660,000	0	660,000	199,350	30%
Local Transport / Travelling	495,000	0	495,000	365,607	74%
Electricity And Water	495,000	0	495,000	179,767	36%
Lunch	2,761,764	0	2,761,764	1,241,452	45%
Administration Costs	1,369,500	0	1,369,500	195,098	14%
Activity	82,500	0	82,500	350,940	425%
SMASSE	0	0	0	0	0%
Fee On Boarding Equipment and Stores	8,377,050	00	8,377,050	2,682,371	32%
<b>Sub-total</b>	<b>16,138,314</b>		<b>16,138,314</b>	<b>6,461,368</b>	
<b>5) Miscellaneous Income</b>					
Loans / Borrowing	0	0	0	0	0%
Rent income	0	0	0	0	0%
Income From Farming Activities	0	0	0	0	0%
Insurance Compensation	0	0	0	0	0%
Income From Posho Mill	0	0	0	0	0
Income From Bus Hire	0	0	0	210,000	30%

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

Fee For Hire of Ground and Equipment	0	0	0	0	0	0	0	0%
Interest Income	0	0	0	0	0	0	0	0%
Income From Any Other Investment	0	0	0	0	0	0	0	0%
<b>Total Income</b>	<b>705,000</b>	<b>00</b>	<b>00</b>	<b>705,000</b>	<b>210,000</b>	<b>30%</b>		
<b>(6) Expenditure For Tuition</b>								
Textbooks	0	0	0	0	0	0	0	0
Reference Materials	0	0	0	0	0	0	0	0
Exercise Books	640,074	0	0	640,074	0	0%		
Laboratory Equipment	800,815	0	0	800,815	0	0%		
Internal Exams	0	0	0	0	0	0%		
Teaching / Learning Materials	358,680	0	0	358,680	154,000	43%		
Chalks	56,517	0	0	56,517	0	0%		
Exams And Assessment	709,020	0	0	709,020	0	0%		
Teachers Guides	0	0	0	0	0	0%		
Administration Costs	0	0	0	0	0	0%		
Bank Charges	0	0	0	0	0	0		
<b>Sub-total</b>	<b>2,565,106</b>	<b>00</b>	<b>00</b>	<b>2,565,106</b>	<b>154,000</b>			
<b>(7) Expenditure For Operations</b>								
Personnel Emoluments	4,699,100	0	0	4,699,100	1,132,060	24%		
Repairs, Maintenance & Improvements	2,757,000	0	0	2,757,000	129,600	4%		
Local Transport / Travelling	1,709,400	0	0	1,709,400	431,550	25%		
Electricity, Water and Conservancy	1,013,600	0	0	1,013,600	287,729	28%		
Medical	0	0	0	0	0	0%		
Administration Costs	1,916,770	0	0	1,916,770	180,250	9%		
Activity Expenses	988,000	0	0	988,000	907,169	92%		

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

Gratuity	0	0	0	0	0%
SMASSE	0	0	0	0	0%
<b>Sub-total</b>	<b>13,083,870</b>	<b>00</b>	<b>13,083,870</b>	<b>3,068,358</b>	
<b>(8) Expenditure For infrastructure</b>					
Construction of classrooms	1,205,781	0	1,205,781	1,050,284	87%
Construction of LAB	0	0	0	0	0%
Construction of DORMS	0	0	0	0	0%
Purchase of furniture	0	0	0	0	0%
Purchase of equipment	0	0	0	0	0%
Purchase of machinery	0	0	0	0	0%
<b>Sub-total</b>	<b>1,205,781</b>	<b>00</b>	<b>1,205,781</b>	<b>1,050,284</b>	
<b>(9) Expenditure For school fund/lunch/boarding</b>					
Personnel Emoluments	4,285,333	0	4,285,333	2,475,859	58%
Repairs, Maintenance and Improvements	2,757,000	0	2,757,000	260,160	9%
Local Transport / Travelling	1,709,400	0	1,709,400	1,340,964	78%
Electricity, Water and Conservancy	1,013,600	0	1,013,600	263,151	26%
Medical Expenses	0	0	0	0	0%
Administration Costs	1,916,770	0	1,916,770	343,556	18%
Activity	988,000	0	988,000	1,048,080	106%
Gratuity	0	0	0	0	0%
Lunch Programme	2,234,830	0	2,234,830	513,785	26%
Boarding Equipment and Stores	8,377,050	0	8,377,050	2,082,455	23%
Expenditure For Income Generating Activity	0	0	0	0	0%

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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Insurance Costs	0	0	0	0	0%
Other Expenses On Investments	0	0	0	0	0%
Rent Expenses	0	0	0	0	0%
Bank Charges	0	0	0	0	0%
Loan Interest Repayment	0	0	0	0	0%
Loan Principal Repayment	0	0	0	0	0%
Acquisition Of Assets	0	0	0	0	0%
<b>Totals</b>	<b>23,281,983</b>	<b>00</b>	<b>23,281,983</b>	<b>8,328,010</b>	

## **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. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

### **4. Cash and cash equivalents**

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

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**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 30<sup>th</sup> June 2024.

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

## 11. Notes To the Financial Statements

## 1 Government Grants for Tuition

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Reference Materials		
Exercise Books		29,072
Laboratory Equipment		36,620
Chalks		15,810
Teaching / Learning Materials	1,180,043	1,161,503
Others ( <i>specify</i> )*		
<b>Total</b>	<b>1,180,043</b>	<b>1,243,005</b>

## 2 Government Grants for Operations

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Personnel Emoluments		1,670,081
Repairs And Maintenance	1,875,600	1,845,000
Local Transport / Travelling		580,600
Electricity And Water		570,600
Medical	406,200	90,100
Administration Costs		526,996
Activity	386,396	261,938
Other vote head (lt&t, adm, e.w.c, p.e)	3,081,825	
<b>Total</b>	<b>5,750,021</b>	<b>5,545,314</b>

## 3 Government Grants for infrastructure

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Maintenance & Improvement	1,055,010	1,423,430
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other ( <i>specify</i> ) (NGCDF and County govt.		
<b>Total</b>	<b>1,055,010</b>	<b>1,423,430</b>

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

## 4 School Fund Income - Parents Contribution/Fees

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Personnel emoluments	1,246,783	2,502,500
Repairs and maintenance	199,350	648,037
Local transport / travelling	365,607	1,426,809
Electricity and water	179,767	776,980
Medical		36,500
Administration costs	195,098	879,984
Activity	350,940	272,309
Fee on Boarding Equipment and stores	2,682,367	4,844,039
Lunch	1,241,452	1,874,624
Special diet	1,000	
<b>Total</b>	<b>6,462,364</b>	<b>13,261,782</b>

## 5 Miscellaneous Incomes

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	210,000	278,050
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income <i>Tender fees</i>	13,000	4,000
<b>Total</b>	<b>223,000</b>	<b>282,050</b>

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

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6 \* Tuition

Description	FY-2023-2024	FY2022-2023
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		
Laboratory Equipment		
Teaching / Learning Materials	154,000	1,102,760
Exams And Assessment		
Teachers Guides		
Bank Charges	7,156	3,618
Others ( <i>specify</i> )		
<b>Total</b>	<b>161,156</b>	<b>1,106,378</b>

**7 Operations**

<b>Description</b>	<b>FY2023-2024</b>	<b>FY2022-2023</b>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	1,809,337	1,388,820
Administration Cost	180,250	870,961
Repairs And Maintenance & Improvements	229,600	2,261,131
Local Transport / Travelling	431,550	539,100
Electricity And Water	287,729	666,857
Activity Expenses	907,169	473,637
Bank charges	11,682	7,528
Acquisition of Assets	1,050,284	731,786
<b>Total</b>	<b>4,907,601</b>	<b>6,939,820</b>

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**8 Infrastructure**

Description	<i>FY-2023-2024</i>	<i>FY-2022-2023</i>
	<b>Kshs</b>	<b>Kshs</b>
Construction of classrooms	1,050,284	N/A
Construction of laboratory	N/A	N/A
Construction of dormitory	N/A	N/A
Purchase of furniture	N/A	N/A
Purchase of equipment	N/A	N/A
Purchase of apparatus	N/A	N/A
Drilling of boreholes	N/A	N/A
Others (specify)	N/A	N/A
<b>Total</b>	<b>1,050,284</b>	

**9 Boarding And School Fund**

Description	<i>FY-2023-2024</i>	<i>FY-2022-2023</i>
	<b>Kshs</b>	<b>Kshs</b>
Personnel Emoluments	2,023,514	1,832,369
Repairs And Maintenance & Improvements	260,160	173,310
Local Transport / Travelling	1,340,964	860,650
Electricity And Water	263,151	284,762
Administration Costs	343,556	380,050
Lunch Programme	513,785	1,918,115
Bank Charges	12,612	13,764
Expenses On Income Generating Activities**	434,979	52,990
Fee On Boarding Equipment and Stores	2,082,455	4,726,310
Tender fee	12,000	3,500
Activity expenses	1,048,080	306,270
<b>Total</b>	<b>8,335,256</b>	<b>10,552,090</b>

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	FY-2023-2024	FY-2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1104599554	28,393	9,506
Operations Account	Active	1104600676	587,289	30,093
School Fund Account/Boarding	Active	1104596288	74,155	943,594
P.m.c Account	Active	1265504709	21,096	8,467
Parent Association Development Account	Dormant	N/A	N/A	N/A
Income Generating Activities Account	Dormant	N/A	N/A	N/A
Infrastructural Account	Active	1294629336	780	691,644
<b>Total</b>			<b>711,713</b>	<b>1,683,304</b>

**11 Cash In Hand**

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
P.m.c Account	9,410	22,700
Operation Account	10,079	6,021
School Fund Account	1,726	900
<b>Total</b>	<b>21,215</b>	<b>29,621</b>

**12 Short Term Investments**

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

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

## 13 Accounts Receivable

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Fees Arrears	6,744,534	6,659,600
<b>Other Non-Fees Receivables</b>		
Salary Advances (list/schedule attached)	9,000	27,000
Imprest (list/schedule attached)	41,200	634,420
Rent arrears (list/schedule attached)		
<b>Total</b>	<b>6,794,734</b>	<b>7,321,020</b>

## 13 b) Ageing Analysis of Accounts Receivable

Description	FY-2023-2024		FY-2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	6,744,534	27%	7,321,020	32%
Between 1- 2 years	50,200	40%	0	0%
Between 2-3 years	0	0%	0	0%
Over 3 years	0	0%	0	0%
<b>Total (should tie to note 13 a)</b>	<b>6,794,734</b>	<b>27%</b>	<b>7,321,020</b>	<b>32%</b>

## 14 Accounts Payable

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	6,910,390	5,012,533
Prepaid Fees	249,755	0
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables ( <i>specify</i> )		
<b>Total</b>	<b>7,160,145</b>	<b>5,012,533</b>

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

## 14a. Ageing Analysis of Accounts Payable

Description	FY-2023-2024		FY-2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	6,910,390	89%	3,927,670	78%
Between 1- 2 years	249,755	30%	186,903	4%
Between 2-3 years	0	0%	897,960	18%
Over 3 years	0	0%	-	%
<b>Total (should tie to note 14)</b>	<b>7,160,145</b>	<b>%</b>	<b>5,012,533</b>	<b>100%</b>

## 15 Fund Balance Brought Forward

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Bank Balances	1,683,303.70	1,045,856
Cash Balances	29,621	18,644
Short Term Investments		
Receivables	<b>6,794,734</b>	17,897,694
Payables	<b>(7,160,145)</b>	(2,889,096)
<b>Total</b>	<b>1,347,514</b>	<b>16,073,099</b>

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024****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	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Others (specify)	0	0
<b>Total</b>	<b>00</b>	<b>00</b>

**17 Biological assets**

Description	Numbers	FY-2023-2024	FY-2022-2023
		Kshs	Kshs
Cattle	0	0	0
Goats	0	0	0
Trees	0	0	0
Coffee Or Tea Plantation	0	0	0
Poultry	0	0	0
Others (specify)	0	0	0
<b>Total</b>		<b>00</b>	<b>00</b>

**18 Borrowings**

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	0	0
<b>Balance at the end of the year</b>	<b>00</b>	<b>00</b>

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

**Other important disclosure notes**

**19 Stock/ Inventory**

Description	FY-2023-2024	FY-2022-2023
	Kshs	Kshs
Food stuffs	116,200	292,812
Lab consumables	250,800	210,500
Farm produce		
Medication		
Construction Materials		
Others (specify)		
<b>total</b>	<b>367,000</b>	<b>503,312</b>


**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

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**20 Progress On Follow Up of Auditor Recommendations**

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

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

  
12/4/25  
\_\_\_\_\_  
Sign and Date  
Principal

Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024

5. 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	
<b>Construction Of Buildings</b>						
1.Mohororo Investment	238,571	12/9/2023	214,714	23,857	Nil	complete
2.Hola Hardware	717,210	13/9/2023	717,210	Nil	Nil	complete
3.Omollo Ochieng George	63,000	11/1/2024	63,000	Nil	Nil	complete
<b>Sub-Total</b>						
<b>Supply Of Goods</b>						
1. Mary Chimeya Abae	465,050	31/7/2023	400,000	65,050	323,486	Pending
2. Tana Link Production	12,500	1/7/2023	340,000	0	143,690	Pending
3. Linux Digital Options	1,331,320	5/7/2023	880,000	451,320	224,270	pending
4. Omar Osman Warsame	672,900	10/7/2023	500,000	172,900	624,200	Pending
5. Hola Hardware	298,680	4/7/2023	150,000	148,680	524,800	Pending
6. Joe max Top Investment	75,000	20/8/2024	0	75,000	0	Pending
7. Hobaha Stationaries	30,100	20/7/2023	0	36,100	0	Pending
8. Said Swaleh Said	277,140	22/7/2023	1,150,000	0	959,950	Pending
9. Lizam Enterprises	335,211	21/8/2023	300,000	35,211	484,701	Pending
10. Kiambani Enterprises	2,768,850	31/7/2023	850,000	1,918,850	0	Pending

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
11. W.E.S.S.A	42,800	12/11/2023	0	42,800	0	Pending
12. Mildred Ghamasuru Kofa	218,000	15/7/2023	126,000	92,000	0	Pending
13. Kimwa Safety Solution	145,000	22/6/2024	0	145,000	0	Pending
14. Pemp Services	78,000	23/7/2023	0	78,000	0	Pending
15. Support Staff	337,432	23/6/2024	0	337,432	0	Pending
16. Evans Omondi						
<b>Sub-Total</b>						
<b>Supply Of Services</b>						
17. Omosh Electrical	55,360	1/1/2024	55,360	Nil	Nil	Complete
18.						
19.						
<b>Sub-Total</b>						
<b>Grand Total</b>						

**Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1 <sup>st</sup> July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 <sup>th</sup> June 2023
Land				
Buildings And Structures				
Motor Vehicles	<b>5,700,000</b>			<b>5,700,000</b>
Office Equipment, Furniture and Fittings				

**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2024**

<b>Asset Class</b>	<b>Historical Cost b/f (Kshs) 1<sup>st</sup> July 2024</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost c/f (Kshs) 30<sup>th</sup> June 2023</b>
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
<b>Total</b>				