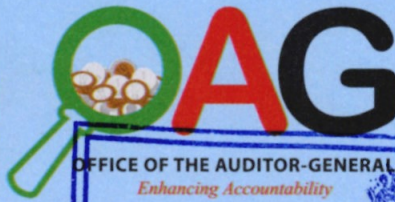


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 17 JUN 2026

DAY.

Wednesday

REPORT:

TABLED

Deputy Majority Whip

Hon. Naomi Wager, MP

CLERK-AT
THE-TABLE:

Irene Nduko

OF

THE AUDITOR-GENERAL

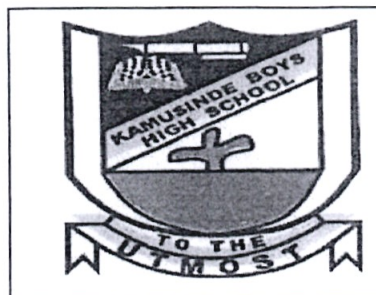
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OF KENYA
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KAMUSINDE BOYS HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

BUNGOMA COUNTY



KAMUSINDE BOYS HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

Transitional Financial Statements Prepared under the International Public Sector Accounting Standards (IPSAS)



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1. KEY SCHOOL INFORMATION AND MANAGEMENT

(a) Background information

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

The school was registered in 1976 under registration number GP/A/4895/07 and is currently categorized as EXTRA (*County*) public school established, owned or operated by the Government.

The school is a day and boarding school and had 518 numbers of students as at 30th June 2025 it has 4 streams and 22BC employed teachers of which 10 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	Dr. Risper Wepukhulu	Chair Person	26/04/2022
2	Mr. Gabriel Makhanu Barasah	Secretary - Principal	12/7/2025
3	Dr. George Biketi	Vice Chair	26/04/2022
4	The Scde Kimilili	Member	26/04/2022
5	The Scde (Tsc) Kimilili	Member	26/04/2022
6	Prof. Poipoi Moses	Member	26/04/2022
7	Mr. Fabian Imbwaga	Member	26/04/2022
8	Mr. Everest Wasike	Member	26/04/2022
9	Mrs. Stelah Wafula	Member Rep Teachers	26/04/2022
10	Mr. Patrick Juma	Member	26/04/2022
11	Mr. Patrick Wandili	Member	26/04/2022
12	Mrs. Sainabu Sirengo	Member	26/04/2022
13	Mrs. Hussina Hassan	Member	26/04/2022
14	Eng. Alex Omuse	Member	26/04/2022
15	Dr. Joseph Mukuyuni	Member	26/04/2022
16	Advo. Richard Nyamu	Member	26/04/2022
17	Mrs. Winnie Wanyama	Member	26/04/2022
18	Mr. Esau Ochorokodi Okadie	Member	26/04/2022

The function of the School Board of Management include:

- Promote the best interests of the school and ensure its development.

- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013
- Ensure and assure the provision of proper and adequate facilities for the School

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

- 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 BOM

Names of the committee members:

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Dr. Risper Wepukhulu	Chairperson	4
		2.Prof. Poipoi Moses	Member	3
		3.ADV Richard Nyamu	Member	3
		4.Mr. Fabian Imbwaga	PA Chair	3
		5.Mrs.Husnah Hassan	Member	3
		6.Mr. Gabriel Makhanu Barasah	Principal	3
2	Human Rights	1.Mrs.Husina Hassan 2.Mr Everett Wasige 3.Dr Biketi 4.Mr Justus Mukwagwachi 5. Mr Amwayi Joseph	Chair Member Member Bording Master Member	3
3	Finance,procurement and general purposes Committee	1.Mr Patrick Wandili	Chair	
		2.Mr Fabian Ibwanga	Member	
		3.Mr.Patrick Juma	Member	
		4.Mrs Matildah Wanjala	Member	3
		2.Eng.Alex Omuse	Enginer	3
		3.Mrs.Husnah Hassan	Member	3
		4.Mr.Gabriel Makhanu Barasah	Principal	4

KAMUSINDE BOYS HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
4	Academic Committee	1.Dr.Risper Wepukhulu.	Lecturer	3
		2.Mr.Bonface Muse	Lecturer	3
		3.Mr.Joseph Mukuyuni	Lecturer	3
		4.Mr.Gabriel Makhanu Barasah	Princpal	3
5	Discipline and welfare Committee	1.Mr.Richard Nyamu	Lawyer	3
		2.Mr. Echorokodi Esau		3
		3.Mrs.Sainabu Sirengo		3
		4.Mr.Justus Mkwangwachi	D/Principal	3
6	Adhoc Committee (if any during the year)	1.Eng.Alex Omuse 2.Patrick Juma 3.Mr Fabian Ibwanga 4.Dr Riper Wepukhulu 5.Mr Justus Mukwangwachi 6.Mr Gabriel Barasah 7.SCDE	Engeneer	2

(d) School operation Management

For the financial year ended 30th June 2025. The School's day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	Mr. Gabriel Makhanu Barasah	350207
2	Deputy Principal	Mr. Justus Mukwangwachi	401049
3	School Bursar	Mrs. Matildah Wanjala	22583705

(e) Schools contacts

Post Office Box: 267 KIMILILI
Telephone: 0721798792
E-mail: kamusindehigh.com
Website:

Facebook:

Twitter:

(f) School Bankers

The school operates 7 numbers of bank accounts in the following banks

The school operated 7 number of bank accounts in the following banks:

1. Name of Bank: Kenya Commercial Bank
 Branch: Kimilili
 Account Number: 1108104584
2. Name of Bank: Kenya Commercial Bank
 Branch: Kimilili
 Account Number: 11072223067
3. Name of Bank: Kenya Commercial Bank
 Branch: Kimilili
 Account Number: 1107222478
4. Name of Bank: Kenya Commercial Bank
 Branch: Kimilili
 Account Number: 1217554440
5. Name of Bank: Kenya Commercial Bank
 Branch: Kimilili
 Account Number: 1287329535
6. Name of Bank: Kenya Commercial Bank
 Branch: Kimilili
 Account Number:

- 7 MPESA Pay Bill No. 522123/50129K attached to KCB bank account

(g) Independent Auditors

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

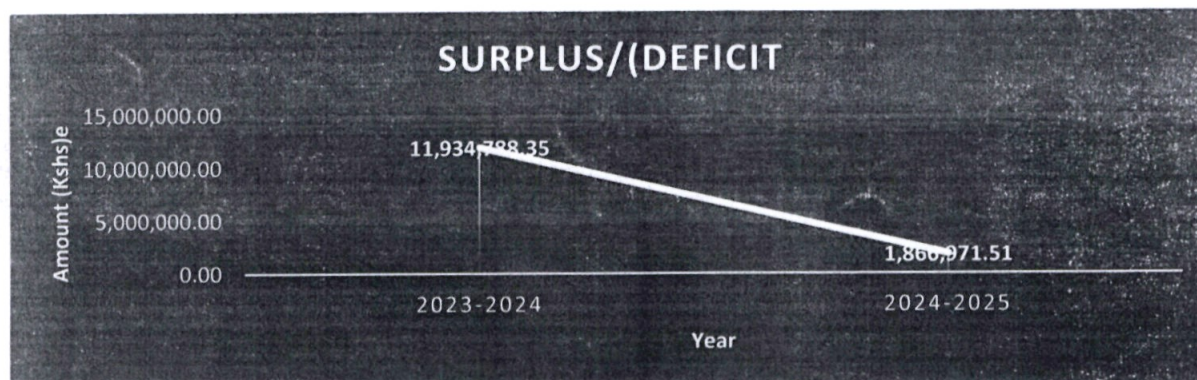
2. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:

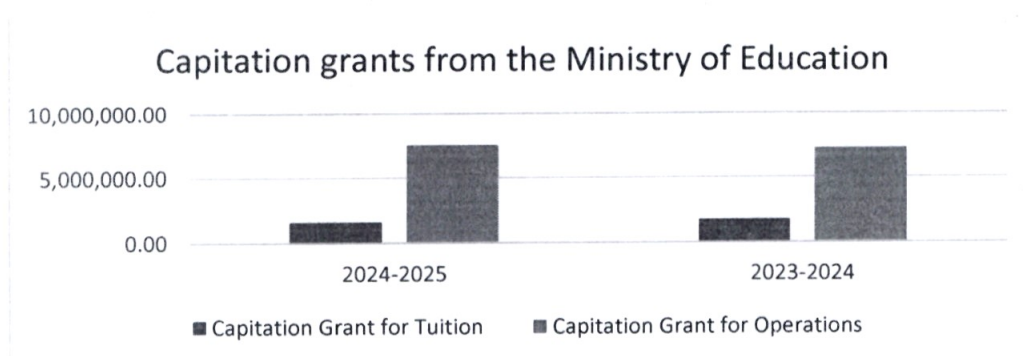
i). Surplus/ deficit

DESCRIPTION OF VOTE HEAD	2024-2025	2023-2024
Total Receipts	48,650,346	52,824,156
Total Payments	46,783,374	40,889,367
SURPLUS/DEFICIT	1,866,972	11,934,789



ii). Capitation grants from the Ministry of Education

Year	2024-2025	2023-2024
Capitation Grant for Tuition	1,606,320	1,755,062
Capitation Grant for Operations	7,529,834	7,217,631

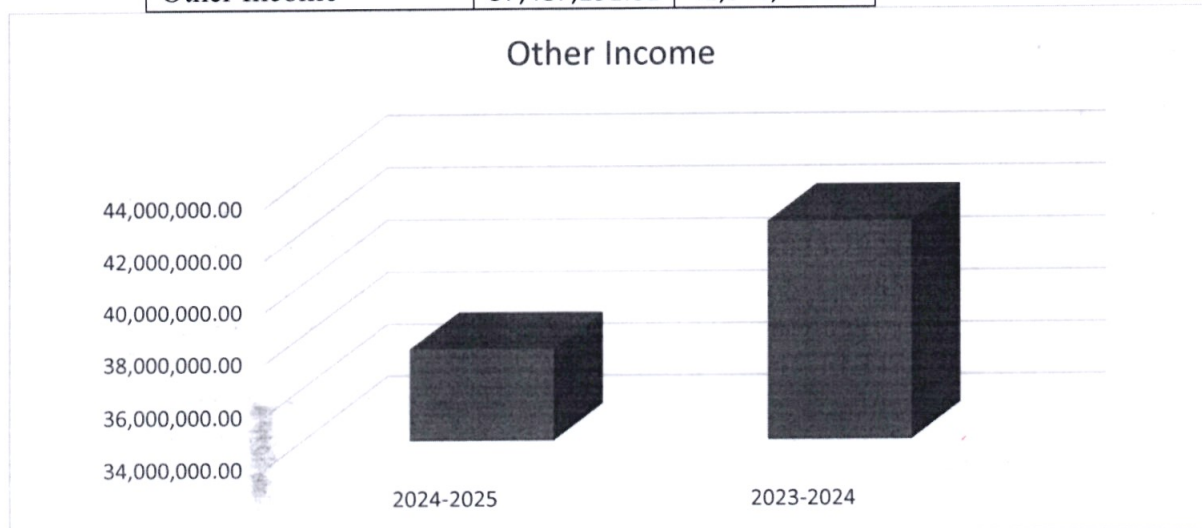


iii). Ratio of Capitation Grant Per Student

Year	2024-2025	2023-2024
Number of Students	518	785
Capitation	11,163,054.60	10,477,693.02
Ratio	1:21,550	1: 13,347

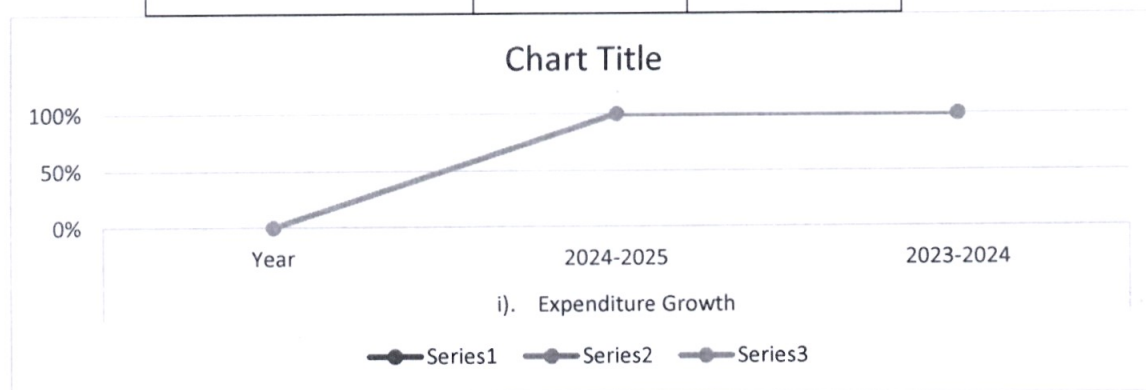
iv). Growth of Other Income

Year	2024-2025	2023-2024
Other Income	37,487,291.01	42,346,462.98



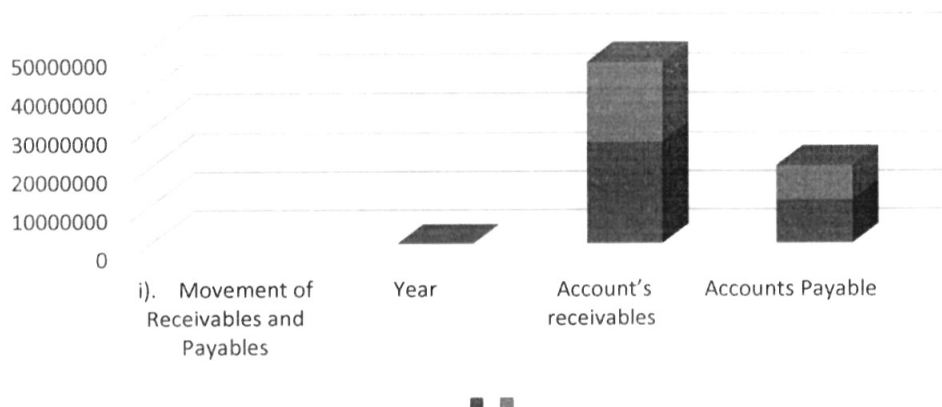
v). Expenditure Growth

Year	2024-2025	2023-2024
Expenditure	46,783,374.10	40,889,366.65

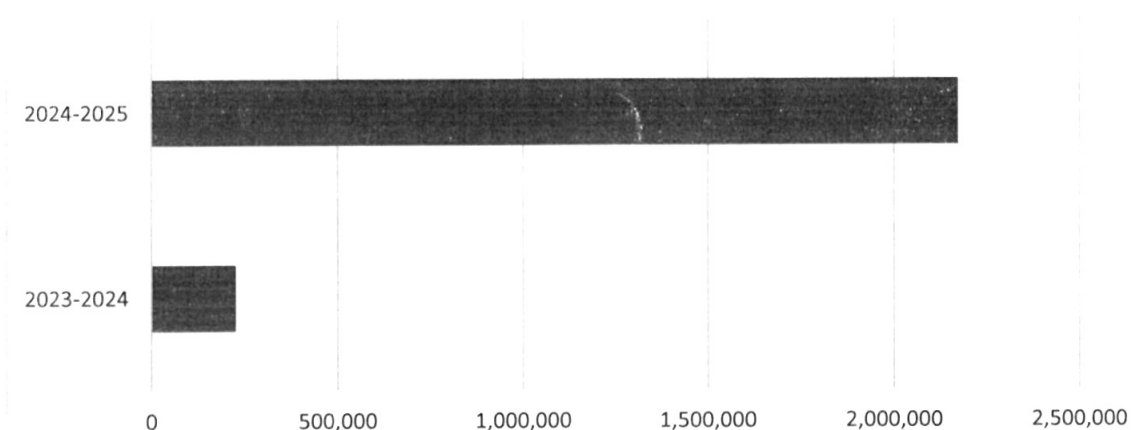


vi). Movement of Receivables and Payables

Year	2024-2025	2023-2024
Account's receivables	26,336,742	20,328,103
Accounts Payable	11,219,314	9,023,646

Movement of Receivables and Payables**vii). Movement of Cash And Bank Balances**

Year	2023-2024	2024-2025
Cash and Bank Balances	225,868	2,171,869

Cash and Bank Balances

n) Teacher Student ratio:

The teacher student ratio for the year ended 30 June 2025 was 1:35. During the year two teachers were transferred and two retired. Further one teacher was employed by TSC while the Board employed one other teacher

c) Mean score in the YEAR 2025 KCSE:

Year	Mean Score	Transition to University	Impression
2018	4.777	30	+0.4
2019	4.901	30	-0.13
2020	5.95	50	-1.04
2021	4.478	23	-1.4568
2022	4.6613	22	0.1833
2025		113	

d) Number of Candidates in the YEAR 2025

Year	Candidates
2018	148
2019	140
2020	138
2021	159
2022	187
2025	

e) Capacity of the school:

Facility	Quantity	Number of Students
Dormitory	8	741
Laboratory	4	741
Dining Hall	1	741
Toilets	30doors	741
Classrooms	18	741
Borehole	1	741
Library	1	741

KAMUSINDE BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2025

Sign

School Principal



3. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

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

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

The Board of Management of Kamusinde Boys High 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, 2025 and of the school's financial position as at that date.

Name: Dr. Risper N. Wepukhulu
Designation: Chairperson, School Board of Management

Sign: _____

Date:

Name: Mr. Gabriel Makhanu Barasah
Designation: School Principal & Secretary to Board of Management

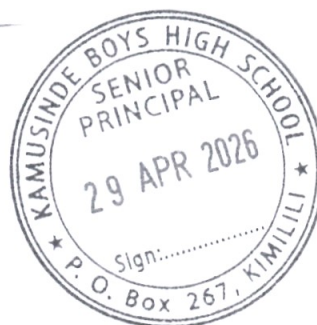
Sign: _____

Date:

Name: Mrs. Matildah Wanjala
Designation: Bursar/ Finance Officer

Sign: _____

Date:



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KAMUSINDE BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - BUNGOMA 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 transitional IPSAS financial statements of Kamusinde Boys High School set out on pages 1 to 17, which comprise of the statement of assets

and liabilities as at 30 June, 2025 and the statement of financial performance, 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 transitional IPSAS financial statements present fairly, in all material respects, the financial position of Kamusinde Boys High School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unsupported Cash Flows from Investing Activities

The statement of cash flows indicates net cash flow from investing activities of Kshs.2,709,697, in respect to acquisition of assets. However, the cash flow was not supported with relevant documentation and not disclosed in corresponding Annex 2 to the financial statements in respect to summary of fixed assets register.

In the circumstances, the accuracy and completeness of net cash flow from investing activities of Kshs.2,709,697 could not be confirmed.

2. Unsupported Accounts Receivables Balance

The statement of assets and liabilities and Note 12 to the financial statements reflect accounts receivables balance of Kshs.26,336,742. However, the balance had not been supported with detailed supporting schedule/ledgers, and issued invoices. Further, the disclosure Note indicates that receivables amounting to Kshs.3,970,260 and Kshs.1,934,782 had been outstanding for more than three (3) and two (2) years, respectively. In addition, no policy was in place to show modalities of recovery of outstanding debts, write-off and when a debt was considered a bad and doubtful debt casting doubt on recoverability of the accounts receivables balance.

In the circumstances, the accuracy and completeness of accounts receivables balance of Kshs.26,336,742 could not be confirmed.

3. Unconfirmed Accounts Payables Balance

The statement of assets and liabilities and Note 13 to the financial statements reflect accounts payables balance of Kshs.11,219,314 which includes trade creditors amounting to Kshs.10,779,255. However, the supporting schedules and corresponding Annex 1 to the financial statements in respect to pending accounts payable indicates trade creditors amounting to Kshs.5,753,868, resulting in an unexplained variance of Kshs.5,025,387.

In the circumstances, the accuracy and completeness of accounts payable balance of Kshs.11,219,314 could not be confirmed.

4. Unconfirmed Fund balance Brought Forward

The statement of assets and liabilities indicates accumulated fund balance brought forward of Kshs.13,476,324. However, the corresponding disclosure Note 14 to the financial statements indicates a balance of Kshs.15,343,295, resulting to an unreconciled variance of Kshs.1,866,971.

In the circumstances, the accuracy and completeness of accumulated fund balance brought forward of Kshs.13,476,324 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kamusinde Boys High 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

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.52,126,757 and Kshs.38,546,848 respectively, resulting in an under-funding of Kshs.13,579,909 or approximately 26% of the budget.

The underfunding affected the planned activities and may have negatively impacted on implementation of programmes in the School.

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 effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the financial year 2024/2025 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary schools and, therefore,

does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

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 for the Performance of the School and Statement of School Management Responsibilities. 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.

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

Review of the annual report and financial statements for Kamusinde Boys High School for the year ended 30 June, 2025, under statement of School management's responsibility revealed that Management erroneously indicates that financial statements had been prepared in accordance with IPSAS (Cash Basis), which was contrary to prepared transitional IPSAS financial statements.

This was contrary to Section 81(1) of the Public Financial Management Act, 2012 which states that the Accounting Officer shall prepare the financial statements in a form that complies with the relevant accounting standards prescribed and published by the Public Sector Accounting Standards Board of Kenya from time to time.

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

2. Discrepancy in Number of Enrolled Students

The statement of receipts and payments reflects government grants for tuition, operations and infrastructure amounting to Kshs.1,606,321, Kshs.5,076,292 and Kshs.1,726,900 respectively. However, National Education Management Information System (NEMIS) data used by the Ministry to transfer funds to the School indicated an average of five hundred and sixty-nine (569) students compared to the School's student registers average of six hundred and seventy-five (675) students, resulting in an unreconciled variance of one hundred and six (106) students.

This was contrary to the Ministry of Education Circular Reference No. MOE.HQS/3/13/3 dated on 16 June, 2023 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

3. Ineffective Management of Textbooks and Library

Review of library records revealed receipt of a total of six thousand nine hundred and sixty (6,960) textbooks as at 30 June, 2025. However, one thousand nine hundred and sixty-eight (1,968) textbooks valued at Kshs.1,318,560 were torn, uncovered and abandoned contrary to Regulation 139(1)(b) and Regulation 140 of the Public Finance Management (National Government) Regulations, 2015 which require proper tracking, custody and maintenance of government assets. Further, two thousand, four hundred and eighteen (2,418) excess textbooks were supplied and stored in the library without being utilized by students.

A physical verification of the School library conducted on 5 March, 2026 revealed lack of Standard Operating Procedure (SOP) manual or policy to guide the management of textbooks and overall library operations, contrary to Regulation 139(1) which requires appropriate processes and procedures to ensure effective and efficient asset management.

In addition, the library had a small space, had no ceiling boards thus allowing a lot of dust to settle on books, had very limited books shelves which holds less than half of the textbooks.

In the circumstances, effectiveness of management of textbooks and suitability of the library for learning could not be confirmed.

4. Failure to Acknowledge Receipt of Grants

The statement of financial performance indicates government grants for tuition, operations, and infrastructure amounting to Kshs.1,606,321, Kshs.7,529,834 and Kshs.2,026,900 respectively. However, no evidence was in place to indicate that Management provided the County Director of Education with an allocation of funds duly signed by individual students and displayed the capitation receipts and the circular accompanying the funds on the School's noticeboard.

This was contrary to the Ministry of Education Circular Reference No. MOE.HQS/3/13/3 dated on 16 June, 2023 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

5. Lack of 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 law.

6. Non-Compliance with Public Procurement Capacity Building Levy Requirements

The Management awarded local contractors' a renovation and completion of two laboratories contracts of Kshs.1,003,830, construction of four pit latrines at Kshs.532,380, and purchase and installation of two 10,000-litre water tanks at Kshs.433,790. However, the Management did not make a capacity building levy deduction contrary to Paragraph 3(1) of the Public Procurement Capacity Building Levy Order, 2023.

Further, the Management did not maintain a complete register of all procurement contracts that were subject to the levy, including the corresponding amounts assessed, collected, and the levy amounts remitted to the authority.

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

7. Non- Compliance with Ethnic Balance and Affirmative Action

Review of personal files and staff bio-data reveal that out of thirty (30) employees, twenty-three (23) or 75% were from one ethnic community, contrary to Section 7(2) of the National Cohesion and Integration Act, 2008. Further, no Persons with Disabilities was employed in the School or accorded employment opportunities, contrary to Article 27 of the Constitution of Kenya and Section 21 of the Persons with Disabilities Act, 2025.

In the circumstances, Management was in breach of law.

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. Weaknesses in Management of Bus Hire Income

The statement of receipts and payments and Note 5 to the financial statements reflect miscellaneous income amounting to Kshs.4,791,933 which includes bus hire income of Kshs.943,526. However, the finance policy indicating charges and terms applicable for bus hire, official counter receipts detailing the payee, amount paid, and mode of payment were not maintained.

In the circumstances, the effectiveness of internal controls for bus hire income could not be confirmed.

2. Lack of Approved Staff Establishment

Review of the human resource management records revealed that the School did not have an approved staff establishment to guide in recruitment, deployment, and compensation of employees.

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

3. Lack of Internal Audit Function

During the year under review, the School did not have internal audit reports from the Ministry of Education internal auditors.

In the circumstances, the effectiveness of the internal controls could not be confirmed.

4. Unconfirmed Effectiveness of the School's Governance

During the year under review, the School had an established and functional seventeen (17) member Board of Management as required by Basic Education Act, 2013. However, the Board Workplan/schedule of activities, members' personal files, and minutes of the audit committee were not provided for audit review.

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

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

Responsibilities of 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 (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as 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 are in compliance 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 of Supreme Audit Institutions (ISSAIs). The standards require

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I also 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/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, SBS
AUDITOR-GENERAL

Nairobi

07 May, 2026

5. Statement of the Financial Performance for the Year Ended 30th June 2025

DESCRIPTION OF VOTE HEAD	Note	2024-2025	2023-2024
		Kshs	Kshs
RECEIPTS			
Government grants for tuition	1	1,606,321	1,755,062
Government grants for operations	2	7,529,834	7,217,631
Government Grants for infrastructure	3	2,026,900	1,505,000
School fund income- parents' contributions	4	32,695,358	40,940,688
Miscellaneous incomes	5	4,791,933	1,405,775
Total Receipts		48,650,346	52,824,156
PAYMENTS			
Tuition	6	2,125,671	1,176,478
Operations	7	6,583,916	6,846,659
Infrastructure	8	4,436,597	1,121,510
Boarding and school fund	9	33,637,190	31,744,720
Total Payments		46,783,374	40,889,367
SURPLUS/DEFICIT		1,866,972	11,934,789

The school financial statements were approved on 30/06/2025 and signed by:

.....
Name: Dr. Risper Wepukhulu

Chair BOM

Date:30/6/2025

.....
Name: Mr Gabriel Barasah

Principal/ Secretary to BOM

Date:30/6/2025

.....
Name: Matildah Wanjala

Bursar/ Finance Officer

Date:30/6/2025



KAMUSINDE BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2025

6. Statement of Assets and Liabilities As At 30th June 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	225,868	2,171,869
Cash Balances	11	-	-
Total Cash and Cash Equivalents		225,868	2,171,869
Account's receivables	12	26,336,742	20,328,103
TOTAL FINANCIAL ASSETS		26,562,620	22,499,971
FINANCIAL LIABILITIES			
Accounts Payable	13	11,219,314	9,023,646
NET FINANCIAL SSETS		15,343,296	13,476,324
REPRESENTED BY			
Fund balance b/fwd...	14	13,476,324	1,541,535
Surplus/Deficit for the year		1,866,972	11,934,789
NET FINANCIAL POSITION		15,343,296	13,476,324

The school's financial statements were approved on **30/06/2025** and signed by:


 Name: Dr. Risper Wepukhulu

Chair BOM

Date:30/6/2025


 Name: Mr Gabriel Barasah

Principal/ Secretary to BOM

Date:30/6/2025


 Name: Matildah Wanjala

Bursar/ Finance Officer

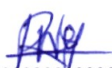
Date:30/6/2025



7. Statement of Cash flows for the year ended 30th June 2025

		2024-2025	2023-2024
		Kshs	Kshs
CASHFLOW FROM OPERATING ACTIVITIES			
RECEIPTS			
Government grants for tuition		1,606,321	1,693,507
Government grants for operations		5,076,292	7,417,731
Government Grants for infrastructure		1,726,900	1,030,590
School fund income- parents' contributions		25,345,408	27,123,739
Miscellaneous incomes		4,791,928	1,391,975
Total Receipts		38,546,848	38,657,543
PAYMENTS			
Tuition		2,126,027	1,180,751
Operations		5,712,580	6,858,433
Infrastructure		-	
Boarding and school fund		29,944,545	28,049,795
Total Payments		37,783,152	36,088,978
Net cash flows from Operating Activities		763,696	2,568,565
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		(2,709,697)	(1,126,620)
Proceeds from investments		-	-
Net cash flows from Investing Activities		(2,709,697)	(1,126,620)
CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flows from borrowing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(1,946,001)	1,441,945
Cash and cash equivalent at BEGINNING of the year	10	2,171,869	729,924
Cash and cash equivalent at END of the year		225,868	2,171,869

The school's financial statements were approved on 30/06/2025 and signed by:


 Name: Dr. Risper Wepukhulu

Chair BOM

Date:30/6/202


 Name: Mr Gabriel Barasah

Principal/ Secretary to BOM

Date:30/6/2025


 Name: Matildah Wanjala

Bursar/ Finance Officer

Date:30/6/2025



8. Statement of Budgeted Versus Actual Amounts for The Year Ended 30th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	Budget Utilization Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d %	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
RECEIPTS						
(1) Capitation Grant on Tuition						
Exercise Books	1,037,400		1,037,400	627,301	410,099	60%
Library and Reference Materials	144,000		144,000	144,000	0	100%
Laboratory Equipment	563,400		563,400	520,798	42,602	92%
Teaching / Learning Materials	114,000		114,000	0	114,000	0%
Internal Exam	921,804		921,804	0	921,804	0%
Exams And Assessment	216,000		216,000	233,801	-17,801	108%
Revision Materials	370,600		370,600	80,421	290,179	22%
Chalk	74,000		74,000	0	74,000	0%
Sub Total	3,441,204	-	3,441,204	1,606,321	1,834,883	47%
(2) Capitation Grant on Operations						
Personnel Emoluments	5,005,455	-	5,005,455	2,791,397	2,214,058	56%
Maintenance and Improvements	3,705,000	-3,705,000	0	0	0	0%
Local Transport / Travelling	672,000	-	672,000	145,562	526,438	22%
Electricity And Water	523,945	-	523,945	823,966	-300,021	157%
Medical	1,482,000	-	1,482,000	57,300	1,424,700	4%
Administration Costs	764,000	-	764,000	823,966	-59,966	108%
Activity	1,111,500	-	1,111,500	434,101	677,399	39%
Sub Total	13,263,900	-3,705,000	9,558,900	5,076,292	4,482,608	53%
3) FDSE for infrastructure						
Transferred from Operations Grants	3,705,000		3,705,000	1,495,922	2,209,078	40%
Transferred from School Fund	-		0	230,978	-230,978	0%
Sub Total	3,705,000	-	3,705,000	1,726,900	1,978,100	47%

(4) Fees Charged on Parents						
Personnel emoluments	2,297,100	-	2,297,100	1,954,894	342,207	85%
Fee on Boarding Equipment and Stores	20,790,608	-	20,790,608	15,501,429	5,289,179	75%
Maintenance and Improvement	2,074,800	-	2,074,800	1,720,289	354,511	83%
Administration Costs	4,571,970	-	4,571,970	2,634,936	1,937,034	58%
Electricity and water	4,483,050	-	4,483,050	2,335,844	2,147,206	52%
Local Transport / Travelling	722,475	-	722,475	611,511	110,964	85%
Activity	481,650	-	481,650	412,841	68,809	86%
Excess Fees	-	-	0	173,664	-173,664	0%
Sub Total	35,421,653	-	35,421,653	25,345,408	10,076,246	72%
5) Miscellaneous Income						
Income from farming activities			0	75,000	-75,000	0%
Income from Bus Hire			0	4,716,928	-4,716,928	0%
Sub Total	-	-	0	4,791,928	-4,791,928	0%
TOTAL RECEIPTS	55,831,757	-3,705,000	52,126,757	38,546,848	13,579,909	74%
PAYMENTS						
Tuition						
Library and Revision Materials	144,000	-	144,000	300,000	-156,000	208%
Exercise Books	1,037,400	-	1,037,400	886,144	151,256	85%
Laboratory Equipment	563,400	-	563,400	300,000	263,400	53%
Revision Materials	370,600	-	370,600	222,100	148,500	60%
Teaching / Learning Materials	114,000	-	114,000	0	114,000	0%
Internal Exams	921,804	-	921,804	143,200	778,604	16%
Exams And Assessment	216,000		216,000	271230	-55,230	126%
Chalk	74,000		74,000	0	74,000	0%
Bank Charges	-		0	3,353	-3,353	0%
Sub Total	3,441,204	-	3,441,204	2,126,027	1,315,177	62%
(7) Expenditure For Operations						
Personnel Emoluments	5,005,455	-	5,005,455	2,356,765	2,648,690	47%
Administration Cost	764,000	-	764,000	775,703	-11,703	102%
Maintenance & Improvements	3,705,000	-3,705,000	0	1,612,930	-1,612,930	0%

Local Transport and Travelling	672,000	-	672,000	379,832	292,168	57%
Electricity And Water	523,945	-	523,945	271,200	252,745	52%
Medical	1,482,000	-	1,482,000	0	1,482,000	0%
Activity Expenses	1,111,500		1,111,500	316,150	795,350	28%
Sub Total	13,263,900	-3,705,000	9,558,900	5,712,580	3,846,320	60%
(8) Expenditure For infrastructure						
Maintenance and Improvements	3,705,000		3,705,000	0	3,705,000	0%
School Fund	-		0	0	0	0%
Operations	-		0	0	0	0%
Local Transport and Travelling	-		0	0	0	0%
Bank Charges	-		0	0	0	0%
Sub Total	3,705,000	-	3,705,000	0	3,705,000	0%
(9) Expenditure For school fund/lunch/boardng						
Personnel emoluments	2,297,100	-	2,297,100	3,627,687	-1,330,587	158%
Administration costs	4,571,970	-	4,571,970	1,917,984	2,653,986	42%
Maintenance & Improvements	2,074,800	-	2,074,800	2,582,599	-507,799	124%
Local transport / travelling	722,475	-	722,475	1,856,145	-1,133,670	257%
Electricity and water	4,483,050	-	4,483,050	917,200	3,565,850	20%
Parents Association	-	-	0	691,294	-691,294	0%
Fee on Boarding Equipment and Stores	20,790,608		20,790,608	17,437,348	3,353,260	84%
Activity Expenses	481,650		481,650	461,240	20,410	96%
Excess Fees	-		0	222,070	-222,070	0%
Acquisition of Assets (infrastructure exp)	-		0	230,978	-230,978	0%
Sub Total	35,421,653	-	35,421,653	29,944,545	5,477,108	85%
Total Payments	55,831,757	-3,705,000	52,126,757	37,783,152	14,343,605	72%
Surplus/Deficit	0	0	0	763,696		

9. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, these first year financial statements are transitional financial statements.

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of cash flow). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*. 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 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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has 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 2025.

10. Notes To the Financial Statements**1 Government Grants for Tuition**

Description	2024-2025	2023-2024
	Kshs	Kshs
Reference Materials	482,777	564,502
Exercise Books		
Laboratory Equipment	721,964	564,502
Internal Exams		-
Teaching / Learning Materials	401,580	
Exams And Assessment	0	626,056
Chalks		
Total	1,606,321	1,755,062

2. Government Grants for Operation

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	4,121,288	4,133,361
Repairs And Maintenance	1,892,800	
Local Transport / Travelling		1,028,090
Electricity And Water	694,636	1,028,090
Medical		
Administration Costs	821,110	1,028,090
Total	7,529,834	7,217,631

3. Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement MoE	2,026,900	1,505,000
M&I parents' contribution		
Total	2,026,900	1,505,000

4. School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	2,177,495	3,162,679
Fee On Boarding Equipment and Stores	24,533,120	28,314,072
Repairs and maintenance	1,009,985	2,334,104
Local transport / travelling	362,022	428,335
Electricity and water	2,300,424	2,843,386
Medical		
Administration costs	2,035,322	2,477,958
Activity	276,990	320,696

PA Levies-Remedials		1,009,965
Total	32,695,358	40,940,688

5. Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Bus Hire	943,526	265,970
Remedials	1,851,044	1,139,805
Generator	1,424,553	
Academic Trip	381,400	
Endowment	191,410	
Total	4,791,933	1,405,775

6. Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books		
Reference Materials	925,150	
Laboratory Equipment	700,245	400,000
Teaching / Learning Materials	498,850	
Internal exams		
Exams And Assessment		378,170
Teachers Guides/Library		396,976
Chalks		
Bank Charges	1,426	1,332
Others (specify)		
Total	2,125,671	1,176,478

7. Operation

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	4,481,609	3,266,490
Administration Cost	471,226	1,456,184
Repairs And Maintenance & Improvements	1,295,750	1,210,470
Local Transport / Travelling	0	448,680
Electricity And Water	123,480	425,595
Activity fees	208,425	39,240
Bank Charges	3,426	0
Total	6,583,916	6,846,659

8. Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	4,432,280	871,680
School Fund	0	175,110
LTT	0	74,720
Administration	3,000	
Bank Charges	1,317	0
Total	4,436,597	1,121,510

9. Boarding and School fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	2,183,996	6,227,585
Repairs And Maintenance & Improvements	3,203,574	3,958,506
Local Transport / Travelling	971,503	2,067,706
Electricity And Water	1,070,600	1,104,343
Administration Costs	2,393,535	1,427,030
Bus Expenses	979,450	0
Bank Charges	8,208	0
Fee On Boarding Equipment and Stores	16,221,391	15,212,718
Farm Account	0	229,216
Activity	561,555	356,051
Remedials	4,947,198	1,132,565
Generator	775,910	0
Academic Trip	292,646	0
Excess Fees	27,625	29,000
Total	33,637,190	31,744,720

10. Bank Accounts

Name of Bank, Account No. & currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1107222478	12,254	531,960
Operations Account	Active	1107223067	5,954	642,242
School Fund Account/Boarding	Active	1108104584	160,299	243,439

Savings Account				
Parent Association Development Account	Active	1287329535	16,826	3,035
Bus Account	Active		2,153	40,014
Infrastructural Account	Active	1217554440	28,382	711,179
Total			225,868	2,171,869

11. Cash in Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	-	
Total	-	-

12. Accounts Receivables

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	25,796,134	19,923,829
Salary Advances (list/schedule attached)	80,400	64,400
Excess fees	8,535	
SHA	64,233	32,250
Nssf	150,680	118,512
KWSIHT	16,800	14,000
School Fund in MI	175,110	175,110
Kamusinde Welfare	44,850	
Total	26,336,742	20,328,102

12 b Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	2024-2025	% of the total	2023-2024	% of the total
	Kshs		Kshs	
Less than 1 year	9,189,349	35%	15,575,340	78%
Between 1- 2 years	11,242,351	43%	782,503	2%
Between 2-3 years	1,934,782	7%	1,794,053	9%
Over 3 years	3,970,260	15%	2,176,206	11%
Total (should tie to note 12 a)	26,336,742	100%	20,328,102	100%

13. Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors	10,779,255	8,745,792
Prepaid Fees	115,145	53,260
Excess fees	4,494	4,494
SHA/NHIF	62,700	26,600
Rd Cheque	70,000	70,000
tuition to op	-	
Salary Advance	187,720	123,500
tuition to sch	-	-
Total	11,219,314	9,023,646

13a. Ageing Analysis of Accounts Payable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	2024-2025	% of the total	2023-2024	% of the total
	Kshs		Kshs	
Less than 1 year (Annex I)	5,753,868	51%	7,009,430	78%
Between 1- 2 years	2,192,601	20%	982,339	11%
Between 2-3 years	1,422,398	13%	228,425	3%
Over 3 years	1,850,447	16%	803,452	9%
Total (should tie to note 13)	11,219,314	100%	9,023,646	100%

14. Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank balances	225,867	729,924
Cash balances	-	
Short Term Investments		
Receivables	26,336,742	7,574,683
Payables	(11,219,314)	(6,763,072)
Total	15,343,295	1,541,535

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.

15. Biological assets

Description	Numbers	2024-2025	Numbers	2023-2024
		Kshs		Kshs
Cattle	16	1,075,000	13	955,000
Trees	270	3,594,087	270	3,594,087
Total		4,669,087		4,549,087

16. Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Laboratory Items	3,087,798	2,948,300
Food Stuff	2,280,950	1,634,051
Consumables		
Hardware Materials		
	5,368,748	4,582,351

17. 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:
Report of Auditor General for the Year Ended 30 June 2023	Unsupported and Long Outstanding Receivables	Management has supported the receivables ledgers with detailed schedules and reconciliations.	Not Resolved	30 June 2026

KAMUSINDE BOYS HIGH SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2025

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
Report of Auditor General for the Year Ended 30 June 2023	Unsupported and Long outstanding Accounts Payable	Management has supported the payables ledgers with detailed schedules and reconciliations.	Not Resolved	30 June 2026
Report of Auditor General for the Year Ended 30 June 2023	Budgetary Control and Performance	Management has enhanced budgetary controls and supported performance reports with relevant schedules.	Not Resolved	30 June 2026
Report of Auditor General for the Year Ended 30 June 2023	Late Submission of Financial statement to auditor General	Management has instituted measures and provided supporting documentation to ensure timely submission going forward.	Not Resolved	30 June 2026
Report of Auditor General for the Year Ended 30 June 2023	Non-Compliance with the One-Third Basic Salary Rule	Management has reviewed payroll records and supported the same with updated schedules to ensure compliance.	Not Resolved	30 June 2026
Report of Auditor General for the Year Ended 30 June 2023	Incomplete Annual Procurement Plan	Management has updated and supported the procurement plan with comprehensive schedules aligned to the approved budget.	Not Resolved	30 June 2026
Report of Auditor General for the Year Ended 30 June 2023	Failure to Maintain separate Record for Income Generating Activities	Management has now maintained separate records supported by schedules for all income generating activities.	Not Resolved	30 June 2026
Report of Auditor General for the Year Ended 30 June 2023	Irregular transfer of funds to Kenya secondary Schols Heads Association	Management has provided supporting documentation and schedules to justify the transfers.	Not Resolved	30 June 2026

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
Report of Auditor General for the Year Ended 30 June 2023	Excess supply of Books	Management has undertaken stock verification and supported inventory records with detailed schedules.	Not Resolved	30 June 2026

Sign and Date
Principal



11. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY
	A	b	C	d= a-c
	Kshs	Kshs	Kshs	Kshs
Construction Of Buildings				
Emax engeneering	137,941		135,941	300,000
Benson okumu	96,870		84,890	60,000
Edwin tonners				53,570
Sub-Total kshs	234,811		220,831	413,570
Supply Of Goods				-
PeakLab	549,855		300,000	100,000
Nopat Agencies	550,586		200,000	80,965
Fairtecksolutions	100,000		50,000	69,000
Yanga soft system	98,750		40,000	66,350
Startic Distributors	378,600		121,600	257,000
Khamulati Stores	1,072,125		378,975	600,560
Rahab Wangari	600,000		400,000	675,000
Juma allan	600,000		400,000	118,000
Lavina kizito	50,000			50,000
Marvick emporium	300,000		300,000	49,520
Violet Nakhumicha	800000		150,000	650,000
Pamela Kundu	126,000		-	30,000
Kamusinde Boys Staff	180,700		-	170,700
Allutahs Enterprise	143,600		43,600	66,545

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY
Kamusinde Boys Support Staff	169,880		-	169,880
Reuben mulati	350,000		225,000	125,000
Sub-Total kshs	5,722,376	-	2,284,175	3,278,520
Supply Of Services				-
Richard Mwaturu	317,050		250,000	67,050
Breshphil sports	98,644		29,178	35,000
Maestro fire	22,500		-	22,500
Kabete cheputulo	107,000		-	107,000
Songa body builder	30,000			30,000
Komavi enterprises	149,450			149,450
Bus insurance	140,978			140,978
Robert wafula	80,000			80,000
Samson wanjala	50,000		40,000.00	10,000
Sainath books	68,300			68,300
Scarpany ventures	6500			6500.00
Pakuwama enterprises	243,000		43,000.00	200,000
Benard wachie	156,000			156,000
Edward wakhungu	260,000		40,000.00	220,000
Alebasi enterprises	460,000			460,000
Falo enterprises	39,000			39,000
Nancy lutah	350,000		100,000.00	250,000
Khareju enterprises	50,000		30,000.00	20,000
Sub-Total kshs	1,361,694	-	209,178	2,061,778
Grand Total kshs	7,318,881	-	2,714,184	5,753,868

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	14,000,000	-	-	14,000,000
Motor Vehicles	16,500,000			16,500,000
Textbooks	8,993,957			8,993,957
Other Machinery And Equipment	120,000			120,000
Total	39,613,957	-	-	39,613,957

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

TRIAL BALANCE AS AT 30TH JUNE 2025		
DESCRIPTION OF VOTEHEAD	DR	CR
	Kshs	Kshs
Cash and Cash equivalents		
Bank Balances	225,868	
Cash Balances	-	
Short term investments	-	
Receivables	26,336,742	
Payments		
Payments for Tuition	2,125,671	
Payments for operations	6,583,916	
Payments for infrastructure	4,436,597	
Boarding and school fund payments	33,637,190	
Receipts		
Capitation grants for tuition		1,606,321
Capitation grants for operations		7,529,834
Capitation grants for infrastructure		2,026,900
School Fund Income- Parents' Contributions		32,695,358
Miscellaneous incomes		4,791,933
Prior Year Adjustment		
Fund Balance b/f		13,476,324
Payables		11,219,314
TOTAL	73,345,984	73,345,984