

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

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THE NATIONAL ASSEMBLY
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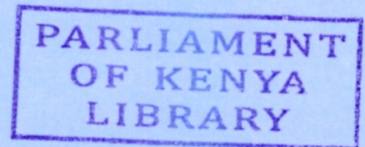
REPORT BY: Hon. Owen -pa Baya
Deputy Majority Leader

CLERK-AT-THE-TABLE: No do Atzoo

OF

THE AUDITOR-GENERAL

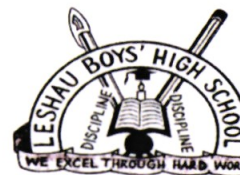
ON



LESHAU BOYS
HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

NYANDARUA COUNTY



LESHAU 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)



Leshau Boys High School

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

(This list is an indication of the common acronyms and abbreviations; the Entity should include all from the annual report and financial statements prepared)

2. Key School Information and Management

(a) Background information

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

The school was registered in (July 07) 2019 under registration number **18-S-0030-0780** and is currently categorized as **Extra County Public School** established, owned or operated by the Government.

The school is a day/boarding school and had **485** number of students as at **30th June 2025**. It has 4 streams and **30** teachers.

(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. Gabriel Wachira	Chairman-Sponsor	23rd May 2025
2	Mr. Peter Maina	Secretary – Principal	23rd May 2025
3	Ms. Phillis Njoki	Member-Sponsor	23rd May 2025
4	Mr. David Njagi	Member-Special Interest Group	23rd May 2025
5	Rev. Fr. Stanley Wambugu	Member-Sponsor	23rd May 2025
6	Ms. Alice Wanjiru	Member – Rep CEB	23rd May 2025
7	Mr. Geoffrey Githinji	Member Rep Teachers	23rd May 2025
8	Mr. John Kandiri	Member –Local Community	23rd May 2025
9	Mr. Bernard Wairura	Member- Local Community	23rd May 2025
10	Ms. Immaculate Kamau	Member-Local Community	23rd May 2025
11	Ms. Beth Wambugu	Member-Local Community	23rd May 2025
12	Mr Joseph Runanu	Member-Local Community	23rd May 2025
13	Mr. Daniel Kabiru	Member-Local Community	23rd May 2025
14	Ms Anne Nyaguthii	Member-Special Needs	23rd May 2025
15	Elikana Bosire	Rep Students	23rd May 2025

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.

(a) Committees of the Board

Ref	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Dr. Gabriel Wachira Mr. Peter maina Ms. Alice Gichuki Mr. Samuel Kimani Rev. Fr. Stanley Wambugu	Chairman Secretary Member Member Member	2/2 2/2 2/2 1/2 0/2
2	Finance, procurement and general-purpose & Audit Committee	Rev. Benard Warui Mr. Peter Maina Mr. Samuel Kimani Mr. Daniel Kabiru Ms. Florence Wambugu	Chairman Secretary Member Member Ex official(Finance)	0/2 2/2 0/2 0/2 2/2
3	Infrastructure Committee	Mr. Joseph Warui Mr. Peter Maina Mr. Samuel Kimani Dr. Phillis Njoki Mr. David Muteti	Chairman Secretary Member Member Member	2/2 2/2 2/2 0/2 0/2
4	Academic Standards Quality and Environment Committee	Dr. John Kandiri Mr. Peter Maina Ms. Immaculate Kamau Dr. Beth Kamau Ms. Mary Boro Mr. George Ikua	Chairman Secretary Member Member Member Ex official(Dean of studies)	0/2 2/2 0/2 0/2 0/2 2/2

5	Discipline, Ethics and integrity Committee	Hon. Justice David Njagi Mr. Peter Maina Mr. Daniel Kabiru Mr. Samuel Kimani Mr. Geoffrey Githinji Mr. Paul Mathaga	Chairman Secretary Member Member Member Ex official(D/Principal)	1/1 1/1 0/1 0/1 1/1 1/1
6	Human Rights and Students Welfare Committee	Mr. Alice Gichuki Mr. Peter Maina Ms. Ann Kibiru Mr. Samuel Kimani Mr. Geoffrey Githinji	Chairperson Secretary Member Member Member	1/1 1/1 1/1 1/1 1/1

(b) 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	Identification
1	Principal	PETER MAINA	TSC No. 288986
2	Deputy Principal	PAUL MATHAGA	TSC No. 395519
3	School Bursar	FLORENCE WAMBUGU	
4	Other (specify)	N/A	N/A

(c) Schools contacts

Post Office Box: 48-20300 NYAHURURU
 Telephone: 0724 688 245
 E-mail: leschauboy1975@gmail.com
 Website: N/A
 Facebook: LESHOU BOYS HIGH SCHOOL OFFICIAL PAGE
 Twitter:

(d) School Bankers

The school operated **6** number of bank accounts and **1** Pay bill number as follows:

- | | |
|------------------------|--|
| 1. Name of Bank: | KCB |
| Branch: | Nyahururu |
| Account Number: | 1102084980 |
| 2. Name of Bank: | Equity Bank |
| Branch: | Nyahururu |
| Account Number: | 0160263562562 |
| 3. Name of Bank: | KCB |
| Branch: | Nyahururu |
| Account Number: | 1102086622 |
| 4. Name of Bank: | KCB |
| Branch: | Nyahururu |
| Account Number: | 1102086495 |
| 5. Name of Bank: | KCB |
| Branch: | Nyahururu |
| Account Number: | 1103349198 |
| 6. Name of Bank: | Equity Bank |
| Branch: | Nyahururu |
| Account Number: | 0160177482635 |
| 7. MPESA Pay Bill No.: | Business Number: 247247
Account Number: 562560
and 482630
Attached to Equity bank |

(e) Independent Auditors

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

3. Summary Report of Performance of The School

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

a) Financial performance:**SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS**

SNO	ACCOUNTS	2025	2024	2023
			Kshs	Kshs
1	School Fund Account	(1,808,660.00)	451,678.00	(13,796,992.00)
2	Operations Account	(159,290.00)	191,185.00	(495,819.00)
3	Tuition Account	19,950.00	(1,272,430.00)	9,216.00
4	Infrastructure Account	(103,092.00)	435,967.00	(3,562,174.00)
	TOTAL	(2,051,092.00)	(193,600.00)	(17,845,769.00)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

SNO	ACCOUNTS	2025	2024	2023
			KSHS	KSHS
1	Operations Account	8,256,512.00	9,533,271.00	8,121,887.00
2	Tuition Account	1,593,343.00	1,719,078.00	2,825,079.00
3	Infrastructure Account	3,938,950.00	932,141.00	2,594,314.00
	Total	9,849,855.00	12,184,490.00	13,541,280.00
	No of Students	485	662	694
	Ratio of Capitation per student		18,405.57402	19,511.93084

OVERVIEW OF NET GROWTH OF OTHER INCOME(S)

SNO	ACCOUNTS	2025	2024	2023
			KSHS	KSHS
1	Other Incomes(Net)	7,654,442.00	5,130,044.00	9,851,320.00
	Total	7,654,442.00	5,130,044.00	9,851,320.00

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL

SNO	ACCOUNTS	2025	2024	2023
		Ksh	Kshs	Kshs
1	School Fund Account	30,503,683.00	36,252,266.00	53,551,151.00
2	Operations Account	8,415,802.00	9,342,086.00	8,617,706.00
3	Tuition Account	1,573,393.00	2,991,508.00	2,815,863.00
4	Infrastructure Account	4,042,042.00	496,174.00	3,762,174.00
	Total	44,534,920.00	49,082,034.00	68,746,894.00

MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL				
SNO	ACCOUNTS	2025	2024	2023
1	School Fund Account	KSHS	KSHS	KSHS
A	Debtors	9,038,321.00	9,777,432.00	9,629,119.00
	Total	9,038,321.00	9,777,432.00	9,629,119.00
B	Creditors School fund	14,616,981.00	15,224,837.00	15,049,291.00
	Total	14,616,981.00	15,224,837.00	15,049,291.00

MOVEMENT OF CASH AND BANK BALANCES				
SNO	ACCOUNTS	2025	2024	2023
			KSHS	KSHS
1	School Fund Account	246,531.00	344,785.95	2,181,844.95
2	Operations Account	198,524.00	1,594,811.00	312,609.00
3	Tuition Account	6,211.00	571,931.00	292,358.00
4	Infrastructure Account	159,643.00	19,218.00	18,584.00
	Total	610,909.00	2,530,745.95	2,805,395.95

a) Teacher Student ratio:

Teacher student ratio is 30/485. There were two (2) teachers posted to the school within the year, only one (1) teacher retired.

The school has the following number of teachers per subject.

S/NO	SUBJECT	NUMBER OF TEACHERS
1.	ENGLISH	5
2.	KISWAHILI	6
3.	CHEMISTRY	5
4.	PHYSICS	2
5.	MATHEMATICS	7
6.	CRE	5
7.	BUSINESS STUDIES	3
8.	GEOGRAPHY	4
9.	HISTORY	3
10.	BIOLOGY	4

11.	COMPUTER	1
12.	AGRICULTURE	2

SHORTAGE IN SUBJECTS

1. AGRI/BIO
2. MATHS/CHEM
3. PHYSICS/CHEM
4. ENGLISH/LIT

b) The mean score in the 2024 KCSE: Tabulated from year 2022,2023,2024

Y E A R	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2024	177	6.418	86	48.59	7.1000	Target missed by -0.682
2023	165	6.406	76	46.10	7.1000	Target missed by -0.694
2022	184	5.8000	54	29.34	6.0000	Target missed by -0.2

c) Number of Candidates in the 2024 KCSE: 177 Students

d) The capacity of the school:

Sno.	FACILITIES	NUMBER	POPULATION
1	CLASSROOMS	20	
2	LABORATORIES(Sciences)	4	
3	COMPUTERLABORATORY	1	
4	LIBRARY	1	
5	DORMITORIES	7	
6	BATHROOMS	41	
7	TOILETS/URINAL	42	
8	DINING HALL	3	

9	OFFICE ADMIN BLOCK	1	
10	DEPARTMENTAL OFFICES	11	
11	STAFF TOILETS	6	
12	FIRE EXTINGUISHER	11	
13	FOOTBALL PITCH	1	
14	BASKETBALL PITCH	1	
15	VOLLEYBALL PITH	1	
16	HANDBALL PITCH	1	
17	RUGBY PITCH	1	

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Installation of a Bakery	Maintenance & Improvement	Complete	1,319,400	1,319,400	N/A
Installation of students box racks in the dorms (500)	Maintainance & Improvement	Complete	172,500	172,500	N/A
Installation of solar lighting lamps	Maintainance & Improvement	Gradual		154,000	Gradual


.....
School Principal



4. Statement of School Management Responsibility

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

GABRIEL WACHIRA.....

Name: [Signature]

Designation: Chairman, School Board of Management

Date:

DANIEL W. KITHARA.....

Name: [Signature]

Designation: School Principal & Secretary to Board of Management

Date:



WAMBURU FLORENCE.....

Name: [Signature]

Designation: Bursar/ Finance Officer

Date:

KIHEO SECONDARY SCHOOL

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

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

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

.....
Name: MAGDALENE CULLEN

Designation: Chairman, School Board of Management

Date: 14/4/2026

.....
Name: STEPHEN KIMANI

Designation: School Principal & Secretary to Board of Management

Date: 14/04/2026

.....
Name: MARY NJERI

Designation: Bursar/ Finance Officer

Date: 14/4/2026

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 LESHAU BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NYANDARUA 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 Leshau Boys High School set out on pages 1 to 18, which comprise the statement of assets and

Report of the Auditor-General on Leshau Boys High School for the year ended 30 June, 2025 -Nyandarua County

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 the Leshau 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, 2023, 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 Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.9,038,321 as disclosed in Note 13 to the financial statements. However, the ledger reflected a balance of Kshs.2,804,625 resulting in an unexplained variance of Kshs.6,233,696. Further, the supporting schedules, detailed aging analysis and issued invoices were not provided for audit.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.9,038,321 could not be confirmed.

2. Inaccuracies in Accounts Payable Balance

The statement of assets and liabilities reflects accounts payables balance of Kshs.14,616,981 as disclosed in Note 14 to the financial statements. Included in the balance is Kshs.1,593,501 in respect to prepaid fees which differs with the ledger balance of Kshs.1,148,579 resulting in an unreconciled variance of Kshs.444,922.

In the circumstances, the accuracy and completeness of accounts payables balance of Kshs.14,616,981 could not be confirmed.

3. Non -Disclosure of Material Uncertainty Related to Going Concern

The statement of financial performance reflects a deficit of Kshs.2,051,092 increasing the accumulated deficit as at 30 June, 2025 to a balance of Kshs.4,967,750. Further, the statement of assets and liabilities reflects current assets and current liabilities balances of Kshs.9,649,230 and Kshs.14,616,981 respectively, resulting to a negative working capital of Kshs.4,967,751. Management has however not made a disclosure of this material uncertainty relating to the going concern.

In the circumstances, the school's ability to continue as a going concern and the ability to pay debts as and when they fall due is in doubt.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the 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 2024/2025 financial year 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.

My opinion is not modified in respect of this matter.

Other Information

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

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

conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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 USE OF PUBLIC REOURCES

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. Unbalanced Budget

The statement of budgeted versus actual amounts reflects final revenue budget of Kshs.33,645,260 and final expenditure budget of Kshs.39,413,213 resulting in a budget deficit of Kshs.5,767,953. This was contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which provides that budget revenue and expenditure appropriations shall be balanced.

In the circumstances, Management was in breach of law.

2. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects total payments amount of Kshs.38,597,398 which includes an amount of Kshs.20,519,771 in respect of procurement contracts signed with the school's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

3. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of financial performance reflects boarding and school fund payments amount of Kshs.27,785,813 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.1,038,680 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.1,038,680 could not be confirmed.

4. Unconfirmed Students Enrolment Data

The statement of financial performance reflects amounts of Kshs.1,593,343, Kshs.5,301,604 and Kshs.1,425,000 in respect of Government grants for tuition, operations and infrastructure respectively. Comparison of data from National Education Management and Information System (NEMIS) with records from the school provided for audit revealed discrepancies during the financial year ending 30 June, 2025. NEMIS reported one thousand seven hundred and twenty-four (1,724) students while enrolment records provided by the School indicated one thousand six hundred and sixteen (1,616) students, resulting in unexplained variance of one hundred and eight (108) students. As a result of the variance, the school was over-funded by Kshs.2,661,399. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 21 June, 2021 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, inaccuracies in the NEMIS database may lead to erroneous funding decisions and affect the equitable allocation of capitation grants.

5. Failure to Prepare a School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was 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 Ministry guidelines.

6. Delayed Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects Government grants infrastructure amounts of Kshs.1,425,000 as disclosed in Note 3 to the financial statements from the Ministry of Education credited to the operations bank account. The infrastructure grants were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only an amount of Kshs.1,108,950 was transferred to infrastructure account, leaving a balance of Kshs.316,050 not transferred as at 30 June, 2025. Further, an amount of Kshs.206,450 was transferred two (2) months after the date

of receipt. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

7. Unapproved Fees on Parents Association Support Programme

The statement of financial performance reflects miscellaneous incomes amount of Kshs.7,185,778 which as disclosed in Note 5 to the financial statements includes academic improvement programme amount of Kshs.3,577,850. Examination of the records revealed that the School charged an amount of Kshs.9,250 per student to support the programme which had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that a parent will only pay for school uniforms, boarding related costs as reflected in the boarding fee structure and lunch for the day scholars.

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

8. Lack of a Functional Procurement Function

Review of procurement records revealed that the School did not have an established procurement function managed by qualified procurement professional as required under Section 47(1) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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

9. Irregularities in Procurement for Supply and Installation of School Bakery

The statement of financial performance reflects infrastructure payments of Kshs.1,931,340 as disclosed in Note 8 to the financial statements. Included in the payments was bakery expenditure of Kshs.1,352,100. Examination of procurement and payment records maintained by the school revealed that the School procured for the supply and installation of bakery from a local firm at a cost of Kshs.1,319,400. However, the procurement was not in the Procurement Plan for the financial year 2024/2025. This was contrary to Regulation 71(1) of the Public Procurement and Asset Disposal Regulations, 2020 which requires the Head of the User Department to initiate the procurement process through a requisition as per the approved Procurement Plan pursuant to Section 73 of the Act.

Further, the records indicated that five (5) firms were invited to bid and the tenders were opened on 13 December, 2024. However, the School Management did not provide a

tender evaluation report for audit. This was contrary to Section 80(4) of the Public Procurement and Asset Disposal Act, 2015 (4) which states that the Evaluation Committee shall prepare an evaluation report containing a summary of the evaluation and comparison of tenders and shall submit the report to the person responsible for procurement for his or her review and recommendation.

In addition, the bakery equipment was delivered on 17 January, 2025 as indicated by the supplier delivery notes No.1602 and 1603. However, there was no evidence that the equipment was inspected and tested to ensure compliance with the terms and specifications of the contract. This was contrary to Regulation 35(6) of the Public Procurement and Asset Disposal Regulations, 2020 which requires the Inspection and Acceptance Committee to prepare and issue a report, interim or completion of inspection and acceptance certificate and submit to the Head of Procurement Function in accordance with Section 48(4) of the Act.

In the circumstances, Management was in breach of the 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 the 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 overall governance were not effective.

Basis for Conclusion

1. Lack of an Internal Audit Function and Audit Committee

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

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

2. Weaknesses in the Board of Management

Review of the Board of Management records revealed the following governance weaknesses:

- i) The Board of Management did not submit an Annual Governance Report as required by the Basic Education Act, 2013.
- ii) During the year under review, the Board of Management held only two (2) meetings contrary Section 6 (1) of the Fourth Schedule of the Basic Education Act, 2013 which requires the Board to meet at least once every school term. In addition, the meetings were not supported by attendance registers and the Board's Annual Workplan was not provided for audit.
- iii) Except for the Academic Standards Quality and Environment Committee meeting, no minutes of committee meetings were submitted for audit. Further, Work Plans outlining activities to be performed by the committees were not provided for audit.

In the circumstances, the effectiveness of the School's governance mechanism could not be confirmed.

3. Weaknesses in Management of Assets

Annex 2 to the financial statements on summary of fixed assets register reflects assets with a balance of Kshs.130,960,000 which includes land valued at Kshs.17,960,000. However, the School's 14.5 acres of land lacks a formal ownership documentation. In addition, Management did not prepare a fixed assets register and several assets at the school were not tagged.

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

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

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as the Management determines is necessary to enable the preparation of financial statements that are free from material

misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

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

The 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, the 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

26 May, 2026

Leshau Boys High School
Annual Report and Financial Statements For the year ended 30th June 2025

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

Description Of Vote Head	Note	FY2024-2025	FY2023-2024
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,593,343	1,682,118
Government grants for operations	2	5,301,604	6,354,288
Government Grants for infrastructure	3	1,425,000	2,670,400
School fund income- parents' contributions	4	21,040,581	34,603,369
Miscellaneous incomes	5	7,185,778	3,578,259
Total Receipts		36,546,306	48,888,434
Payments			
Tuition	6	1,573,393	2,991,508
Operations	7	7,306,852	9,342,086
Infrastructure	8	1,931,340	496,174
Boarding and school fund	9	27,785,813	36,360,566
Total Payments		38,597,398	49,190,334
Surplus/Deficit		-2,051,092	-301,900

The school financial statements were approved on _____ 2025 and signed by:

GABRIEL USACHA

Name: [Signature]

Chair BOM

Date:

DANIEL W. KIHARA

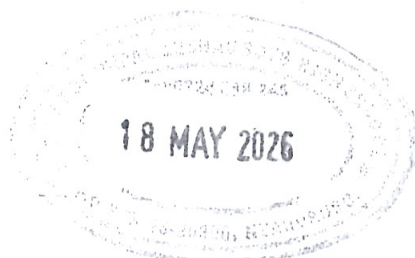
Name: [Signature]
 School Principal/ Secretary to
 BOM

Date:

NAMBIKI FLORENCE

Name: [Signature]
 Bursar/ Finance Officer

Date:



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

Description	Note	FY2024-2025	FY2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	599,550	2,458,186
Cash balances	11	11,359	72,559
Short term investments	12	-	-
Total cash and cash equivalent		<u>610,909</u>	<u>2,530,745</u>
Account's receivables	13	9,038,321	9,777,432
Total financial assets (a)		9,649,230	12,308,177
Financial liabilities			
Accounts payables	14	14,616,981	15,224,837
Total Financial Liabilities (b)			
Net financial assets (a-b)		(4,967,751)	(2,916,659)
Represented by			
Accumulated fund b/fwd	15	(2,916,659)	(2,614,759)
Surplus/deficit for the year		(2,051,092)	(301,900)
Net Assets		(4,967,751)	(2,916,659)

The school's financial statements were approved on _____ 2025 and signed by:

GABRIEL WACHIRA

Name:

Chair BOM

Date:

DANIEL W. KIHARA

Name:

School Principal/ Secretary
to BOM

Date:

WAMBICA FLORENCE

Name:

Bursar/ Finance Officer

Date:



8. Statement of Cash Flows for the Year Ended 30th June 2025

Description	Note	FY2024-2025	FY2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,593,343	1,682,118
Government grants for operations		5,301,604	6,354,288
Government grants for infrastructure		1,425,000	2,670,400
School fund income- parents contributions/ fees		26,092,371	38,051,375.45
Other income-Harambee		3,485,742	2,824,703
Total receipts		37,898,060	51,582,884
Payments			
Cash outflows for tuition		1,573,393	1,439,505
Cash outflows for operations		7,306,852	8,251,069
Cash outflows Boarding/lunch and school fund payments		29,006,312	37,567,035
Cash outflows for infrastructure		1,931,340	0
Other income-Harambee			4,599,942
Total payments		39,817,897	51,857,551
Net cash inflow/outflow from operating activities		-1,919,837	-274,667
Cash flow from investing activities			
Acquisition of assets			-
Proceeds from sale of Assets			-
Proceeds from investments			-
Purchase of investments			-
Net cash inflow/outflows from investing activities			-
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		-
Repayment of principal borrowings			-
Net cash inflow/outflow from financing activities			-
Net increase/decrease in cash and cash equivalents		-1,919,837	-274,667
Cash and cash equivalent at beginning of the FY		2,530,746	2,805,412
Cash and cash equivalent at end of the FY		610,909	2,530,745.00

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

Leshau Boys High School

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

The school's financial statements were approved on _____ 2025 and signed by:

GABRIEL WACHIRA

Name:

Chair BOM

Date:

DANIEL W. KIHARA

Name:

School Principal/ Secretary
to BOM

Date:

WAMBURU FLORENCE

Name:

Bursar/ Finance Officer

Date:



9. 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	% Of Utilization
	A	B	c=a+b	D	E	f=e/d %
	Kshs	Kshs	Kshs	Kshs		Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Reference Materials	100,000	-	100,000	-	100,000	-
Exercise Books	450,000	-	450,000	100,000	350,000	22
Laboratory Equipment	600,000	-	600,000	300,000	300,000	50
Internal Exams	88,160	-	88,160	29,802	58,358	34
Teaching / Learning Materials	600,000	-	600,000	1,163,541	563,541	194
Sub-Total	1,838,160	-	1,838,160	1,593,343	244,817	87
<i>(2) Capitation Grant on Operations</i>						
Personnel Emoluments	3,098,710	-	3,098,710	2,141,548	957,162	69
Repairs And Maintenance	3,470,000	-	3,470,000	-	3,470,000	-
Local Transport / Travelling	592,676	-	592,676	511,099	81,577	86
Electricity And Water	1,764,148	-	1,764,148	988,381	775,767	56
Medical	270,000	-	270,000	609,900	339,900	226
Administration Costs	1,068,066	-	1,068,066	701,416	366,650	66
Activity	1,041,000	-	1,041,000	349,260	691,740	34
Sub Total	11,304,600	-	11,304,600	5,301,604	6,002,996	47
<i>3) FDSE for infrastructure</i>						
Maintenance &Improvement MoE	4,856,556		4,856,556	1,425,000	3,431,556	29
Sub Total			4,856,556	1,425,000		29

(4) Fees Charged on Parents						
Personnel Emoluments	2,300,000	-	2,300,000	1,923,118	376,882	84
Repairs And Maintenance	1,000,000	-	1,000,000	883,605	116,395	88
Local Transport / Travelling	1,142,500	-	1,142,500	1,383,655	-	121
Electricity And Water	1,750,000	-	1,750,000	2,242,246	-	128
Administration Costs	1,160,000	-	1,160,000	1,224,450	-	106
Activity	250,000	-	250,000	269,123	-	108
Fee On Boarding Equipment and Stores	12,650,000	-	12,650,000	13,114,384	-	104
Sub Total	20,252,500	-	20,252,500	21,040,581	788,081	738
5) Miscellaneous Income						
Income From Farming Activities	250,000		250,000	118,350		47
Academic Improvement	-	-	-	3,577,850		-
Development	-	-	-	2,470,528		-
Uniform	-	-	-	50,300		-
Fee For Hire of Ground and Equipment	-	-	-	968,750		-
Sub Total	250,000		250,000	7,185,778		
Total Income	250,000		250,000	36,546,306		
(6) Expenditure For Tuition						
Reference Materials	1,000,000		1,000,000	-	1,000,000	-
Exercise Books	450,000		450,000	804,500	-	179
Laboratory Equipment	600,000		600,000	734,850	-	122
Internal Exams	88,160		88,160	-	88,160	-

Teaching / Learning Materials	600,000		600,000	-	600,000	-
Exams And Assessment	-		-	29,600	29,600	
Bank Charges	4,443		4,443	4,443	-	100
Sub Total	2,742,603	-	2,742,603	1,573,393	1,169,210	57
(7) Expenditure For Operations						
Personnel Emoluments	3,098,710		3,098,710	2,882,498	216,212	82
Repairs, Maintenance & Improvements	3,470,000		3,470,000	-	3,470,000	32
Local Transport / Travelling	592,676		592,676	613,712	21,036	88
Electricity, Water and Conservancy	1,764,148		1,764,148	839,405	924,743	29
Medical	270,000		270,000	2,590	267,410	
Administration Costs	1,068,066		1,068,066	2,371,285	1,303,219	164
Activity Expenses	1,041,000		1,041,000	594,726	446,274	55
Bank charges				2,636	2,636	
Sub Total	11,304,600		11,304,600	7,306,852	3,997,748	65
(8) Expenditure For infrastructure						
Renovation of Bakery & installation	1,565,450		1,566,450	1,352,100	214,350	86
General repairs	3,290,106		3,290,106	572,286	2,717,820	17
Bank charges	6,954		6,954	6,954	-	100
Sub Total	4,862,510	-	4,863,510	1,931,340	2,932,170	40
(9) Expenditure For school fund/lunch/boarding						
Personnel Emoluments	2,300,000		2,300,000	3,849,285	1,549,285	167
Repairs, Maintenance and Improvements	1,000,000		1,000,000	1,590,747	590,747	159

Leshau Boys High School

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

Local Transport / Travelling	1,142,500		1,142,500	1,949,891	- 807,391	171
Electricity, Water and Conservancy	1,750,000		1,750,000	1,244,886	505,114	71
Administration Costs	1,160,000		1,160,000	2,295,397	- 1,135,397	198
Activity	250,000		250,000	919,037	- 669,037	368
Boarding Equipment and Stores	12,650,000		12,650,000	15,859,328	- 3,209,328	125
Expenditure For Income Generating Activity	250,000		250,000	77,242	172,758	31
Sub total	20,502,500	-	20,502,500	27,785,813	- 7,283,313	136
Totals	39,412,213	-	39,413,213	38,597,398	- 5,048,525	297

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

- i. Underutilization below 90% due to payment of creditors for the last financial year 2023/2024.*
- ii. Overutilization above 100% due price escalation of commodities and services.*
- iii. Overutilization due to underfunding of capitation grants.*

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.

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Reference Materials	-	111,120
Exercise Books	100,000	704,000
Laboratory Equipment	300,000	248,538
Internal Exams	29,802	-
Teaching / Learning Materials	1,163,541	618,460
Others –Operations		
Total	1,593,343	1,682,118

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Personnel Emoluments	2,141,548	2,763,739
Repairs And Maintenance		
Local Transport / Travelling	511,099	560,000
Electricity And Water	988,381	561,209
Medical	609,900	270,000
Administration Costs	701,416	776,000
Activity	349,260	570,300
CBC Classroom	-	788,040
Infrastructure		65,000
Total	5,301,604	6,354,288

3 Government Grants for infrastructure

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Maintenance & Improvement	1,425,000	2,670,400
Transition infrastructure grants	-	-

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
Total	1,425,000	2,670,400

4 School Fund Income - Parents Contribution/Fees

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Personnel emoluments	1,923,118.00	3,622,025
Repairs and maintenance	883,605.00	1,348,020
Local transport / travelling	1,383,655.00	1,631,360
Electricity and water	2,242,246.00	2,375,900
Medical	-	-
Administration costs	1,224,450.00	2,330,285
Activity	269,123.00	334,000
Fee on Boarding Equipment and stores	13,114,384.00	21,409,994
PA Levies-Development		1,551,785
Others (specify)		
Total	21,040,581.00	34,603,369

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

5 Miscellaneous Incomes

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Income From Farming Activities	118,350	214,760
Other Income –Leshau for Leshau	-	20,000
Academic Improvement	3,577,850	3,343,499
Development	2,470,528	
Uniform	50,300	
Bakery	968,750	
Total	7,185,778	3,578,259

6 Tuition

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Exercise Books	804,500.00	36,960.00
Textbooks	-	-
Reference materials	-	200.00
Laboratory Equipment	734,850.00	165,220.00
Teaching / Learning Materials	-	2,771,410.00
Exams And Assessment	29,600.00	16,760.00
Teachers Guides	-	-
Bank Charges	4,443.00	958.00
Others (<i>specify</i>)	-	-
Total	1,573,393.00	2,991,508.00

7 Operations

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Personnel Emoluments	2,543,011.00	3,024,829.00
Service Gratuity	-	-
Administration Cost	2,371,285.00	1,120,243.00
Repairs And Maintenance & Improvements		
Local Transport / Travelling	613,712.00	449,800.00
Electricity And Water	839,405.00	1,191,857.00
Medical	2,590.00	2,800.00
Activity Expenses	594,726.00	148,485.00
Insurance Cost		-
Others-NHIF	59,207.00	97,500.00
NSSF	209,856.00	256,944.00
PAYE	19,252.00	29,448.00
Affordable Housing Levy	51,172.00	50,191.00
CBC Classroom		787,920.00
Transfers: Infrastructure		2,180,886.00

Leshau Boys High School

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

Bank charges	2,636.00	1,183.00
Total	7,306,852	9,342,086.00

8 Infrastructure

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Classroom Floor recarpeting	173,025.00	-
Gambling	26,000.00	-
Fabrication	26,780.00	-
Electrification	4,500.00	
Painting	15,240.00	-
Development	326,741.00	431,174.00
Bakery	1,352,100.00	-
Operations account		65,000.00
Fund Account		
Bank charges	6,954.00	
Others (specify)		
Total	1,931,340	496,174.00

9 Boarding And School Fund

Description	FY2024-2025	FY 2023-2024
	Kshs	Kshs
Personnel Emoluments	3,849,285	3,582,578
Service Gratuity		-
Repairs And Maintenance & Improvements		494,477
Local Transport / Travelling	1,949,891	2,365,536
Electricity And Water	1,244,886	2,258,498
Medical Expenses	-	-
Administration Costs	2,295,397	2,276,243
Activity	547,810	825,075
Expenses On Income Generating Activities**	77,242	168,775
Fee On Boarding Equipment and Stores	14,829,642	21,876,084
Rent Expenses		-

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Bakery	632,435	
Uniforms	50,300	
Others-Academic Improvement	2,308,925	2,513,300
Total	27,785,813	36,360,566

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	FY2024-2025	FY2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1102086495	6,171.00	544,391.00
Operations Account	Active	1102086622	197,739.00	1,590,784.00
School Fund Account/Boarding	Active	0160263562562	204,678.00	115,963.00
Savings Account	-	1103349198	35,409.00	35,649.45
Parent Association Development Account	Active	0160177482635	3,662.00	152,198.50
Income Generating Activities Account	-	-		-
Infrastructural Account	Active	1102084980	151,891.00	19,201.00
Total			599,550.00	2,458,186.95

11 Cash In Hand

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Notes and Coins	11,359.00	72,559.00
Total	11,359.00	72,559.00

12 Short Term Investments

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

13 Accounts Receivable

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Fees Arrears	9,038,321.00	9,777,432.00
Other Non-Fees Receivables	-	
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	9,038,321.00	9,777,432.00

13 b) Ageing Analysis of Accounts Receivable

Description	FY2024-2025		FY2023-2024	
	Kshs		Kshs	
	Current FY 2024/25	% of the total	Comparative FY 2023/24	% of the total
Less than 1 year	2,736,137	30.3%	5,025,638.00	51.4%
Between 1- 2 years	5,785,600	64.0%	4,235,210.00	43.3%
Between 2-3 years	516,584	5.7%	516,584.00	5.3%
Over 3 years	-	%	-	%
Total (should tie to note 13 a)	9038,321	100%	9,777,432.00	100%

14 Accounts Payable

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	13,023,480.00	14,580,718.00
Prepaid Fees	1,593,501.00	644,119.00
Retention Monies	-	-

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Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	14,616,981.00	15,244,837.00

14a. Ageing Analysis of Accounts Payable

Description	FY2024-2025		FY2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	7,341,330	56.4%	13,591,019.00	93%
Between 1- 2 years	5,682,150	43.6%	989,699.00	7%
Between 2-3 years		%	-	%
Over 3 years		%	-	%
Total (should tie to note 14)	13,023,480	100%	14,580,718.00	100%

15 Fund Balance Brought Forward

Description	FY2024-2025	FY2023-2024
	Kshs	Kshs
Bank Balances	2,458,187.00	2,804,686.95
Cash Balances	72,559.00	726.00
Short Term Investments	-	-
Receivables	9,777,432.00	9,629,119.00
Payables	(15,224,837.00)	(15,049,291.00)
Total	(2,916,659.00)	(2,614,759.05)

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	FY2024-2025	FY2023-2024
	Kshs	Kshs
Bank Loans	N/A	N/A
Outstanding Leases	N/A	N/A
Hire Purchase	N/A	N/A
Gratuity And Leave Provision	N/A	N/A
Others (specify)	N/A	N/A
Total	N/A	N/A

17 Biological assets

Description	Numbers	Insert Current FY	Insert Comparative FY
		Kshs	Kshs
Cattle	3	300,000.00	320,000.00
Goats	N/A	N/A	N/A
Trees	103	309,000.00	390,000.00
Coffee Or Tea Plantation	N/A	N/A	N/A
Poultry	N/A	N/A	N/A
Others –Pigs	20	300,000.00	300,000.00
Total			

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	N/A	N/A
Borrowings during the year	N/A	N/A
Repayments during the year	N/A	N/A
Balance at the end of the year	N/A	N/A

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Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Food stuffs	145,200	196,658
Lab consumables	687,000	313,297
Total	832,200	509,955

20 Progress On Follow Up of Auditor Recommendations

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

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



Sign and Date
Principal



12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance FY2023-2024	Outstanding Balance FY2024-2025	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings/Renovations						
1. GILTECH FABRICATORS				-	284,580	
2. MAP HARDWARE LTD				-	67,416	
Sub-Total					351,996	
Supply Of Goods						
1. CHAMAKA GENERAL SUPPLIES				1,731,590	738,500	
2. SAMUEL KURIA MAGU				-	29,600	
3. MIDBAT LAB CHEMICALS				137,150	272,350	
4. MWAGI COMMERCIAL SERVICES				44,690	-	
5. SYKAVI ELECTRICALS				-	44,550	
6. NYAHURURU SCHOOL UNIFORM				22,600	120,700	
7. MAGENTA DIGIQUIP AFRICA				173,400	-	
8. QWEST GENERAL MERCHANTS				-	40,140	
9. IMMACULATE DEALERS				1,042,922	791,515	
10. LUDEN SUPPLIES				-	78,200	
11. TIMTECH OFFICE SUPPLIES				-	331,530	
12. JOEL NYABENDA				-	16,000	
13. MUCKLIN ENTERPRISES				-	25,000	
14. HURRYTECH EQUIPMENT				-	65,500	
15. JAFKO SPORTS				-	20,800	
16. WILGETON ENTERPRISES LTD				-	117,240	
17. ALLTECH ENTERPRISES				-	22,000	

Supplier Of Goods or Services	Original Amount	Date Contract ed	Amount Paid To-Date	Outstandi ng Balance FY2023-2024	Outstandi ng Balance FY2024-2025	Comments
18. DPL FESTIVE LTD				378,420	681,261	
19. ANTOZONE SUPPLIERS				972,400	-	
20. GETHSEMANE FARM				27,600	-	
21. TAIFA BUTCHERY				877,450	651,775	
22. SAMSON WAINAINA MWAURA				-	160,000	
23. JOHN MARIGI				41,250	-	
24. OCALA GENERAL SUPPLIES				61,560	171,764	
25. JOHN NDIRITU KANYI				255,000	810,625	
26. UMOJA DAIRY COOP SOCIETY				-	42,660	
27. MILK SUPPLIERS				-	91,630	
28. NYANDARUA WATER & SANITATION				-	86,000	
29. KILIMO FARM SUPPLIES				23,300	-	
30. SAMUEL NJOGU				-	94,700	
31. CHRISTINE NKIROTE				-	18,560	
32. EDO FEEDS MILLERS				-	11,200	
33. DONDIJOH ENTERPRISES				-	250,500	
34. DORKANYI COMPANY LTD				-	142,500	
35. CHRISTOPHER NJAGI				-	30,000	
36. STEPHEN MWANGI MACHARIA				-	40,500	
Sub-total						
Supply Of Services						
37. JOSPHAT NG'ANG'A				-	20,000	
38. BESTECH AFRICA SUPPLIES				-	360,000	
39. DAVID KIMERIA				-	1,200	
40. KENYA POWER & LIGHTING CO. LTD				-	57,750	

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Supplier Of Goods or Services	Original Amount	Date Contract ed	Amount Paid To-Date	Outstandi ng Balance FY2023-2024	Outstandi ng Balance FY2024-2025	Comments
41. THE GREEN PEOPLE SUPPLIERS				85,152	22,784	
42. HUTHU MOTOR REPAIR				19,500	113,700	
Sub-Total				5,682,150	7,341,330	
Grand Total				5,682,150	7,341,330	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land (14.8 acres)	17,760,000	-	-	17,960,000
Buildings And Structures Dorms-7 Classes-20 Laboratories(sciences)-4 Computer lab-1 Dining hall-1 Kitchen-1 Bakery-1 Library-1 Administration block-1 Departmental offices-11 Staff toilets-6 Bathroom doors-4 Steel tank-1 School gate-1 Concrete water tank-1 Staff houses-8 doors		-	-	80,000,000
Motor Vehicles School bus-1 School truck-1	5,800,000			5,600,000
Office Equipment, Furniture and Fittings Chairs-100 Tables-50 Desktops-4 Printers-3 Cabinets-3 Students lockers and chairs(set)-648 Double decker beds-360 Dining hall tables-60 Dining hall benches-106 Photo printer-1				8,500,000
Textbooks				5000,0000

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
ICT Equipment Desktops-20 Laptops-12 Projectors-2 Color Printer(photocopier)-1				1,500,000
Tools And Apparatus Brush cutter-1 Knap sack Sprayer-1 Improved jikos-9 Tea urns-4 Sufurias-8 Plastic water tanks -8 Electric weighing scale-1				3,850,000
Other Machinery and Equipment Generator-1 Borehole-1 Steel water tank 170m3-1				8,000,0000
Heritage And Cultural Assets Drums,Pulpit				250,000
Intangible Assets- Soft Ware Finance Exam	300,000			300,000
Total				130,960,000

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