


REPUBLIC OF KENYA



*Enhancing Accountability*



**REPORT**

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>	
DATE: <b>10 JUN 2025</b>	DAY: <b>TEUSDAY</b>
TABLED BY:	HON. NAOMI WAGO, DEPUTY CHIP WHIP.
CLERK-AT THE-TABLE:	PERPETUAL MUIGA.

**OF**

**THE AUDITOR-GENERAL**

**ON**

**KAPSABET BOYS HIGH SCHOOL**

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

**NANDI COUNTY**



---

**Kapsabet Boys High School**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

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

---

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

<b>Table of Contents</b>	<b>Page</b>
1. Acronyms and Definition of Key Terms.....	ii
2. Key School Information and Management .....	iii
3. Summary Report of Performance of The School .....	viii
4. Statement of School Management Responsibility .....	xv
5. Report Of The Independent Auditors (To be attached) .....	xvi
6. Statement Of Receipts and Payments for the Year Ended 30 <sup>th</sup> June 2024 .....	1
7. Statement of Assets and Liabilities As At 30 <sup>th</sup> June 2024 .....	2
8. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2024 .....	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 <sup>th</sup> June 2024 .....	4
10. Significant Accounting Policies .....	9
11. Notes To the Financial Statements .....	12
12. Annexes .....	21

**1. Acronyms and Definition of Key Terms**

**A. Acronyms.**

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

**B. Definition of Key Terms**

**Comparative Year-** Means the prior period.

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

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

The school was registered in 03/2004 under registration number GP/A/2299/2004 and is currently categorized as a National public school established, owned or operated by the Government.

The school is a boarding school and had 2438 number of students as at 30<sup>th</sup> June 2024. It has 39 streams and 109 teachers of which 19 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	Prof. Simeon Mining	Chairman	2022
2	Kipchumba Maiyo OGW,MBS	Secretary - Principal	2022
3	Dr. Benadatte Tiony	Member	2022
4	Dr. Charles Too	Member	2022
5	Dr. Benadatte Tiony	Member	2022
6	Mr. George Kibet	Member	2022
7	Ms. Sarah Choge	Member	2022
8	Mwadihi Esemere	Member – Rep CEB	2022
9	Ms. Salome Boit	Member Rep Teachers	2022
10	Ms. Hellen Biwott Adv. Moses Rotich Ms. Brenda Bartoo	3 Members - Sponsor	2022
11	Dr. Benjamin Maiyo	Member - Community	2022
12	Rev. Dr. William Kebenei	Member Special Needs	2022
13	Alvine Moi Kweyu	Rep Students	2023

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

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

**(c) Committees of the Board**

Ref.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Prof. Simeon Mining 2.Rev. Dr. William Kebenei 3. Kipchumba Maiyo, OGW, MBS 4. DR. Benjamin Maiyo 5. Dr. Benadatte Tiony 6. Adv. Moses Rotich 7. Mr. George Kibet	<b>Chairperson</b> Vice Chairman Secretary Treasurer Member Member Member	1 1 1 1 1 1 1
2	Audit Committee	1. CPA Eglá Samoei 2. Mr. Benjamin Maiyo 3. Mr. George Kibet 4. Mr. Kipchumba Maiyo 5. Mr. Kogo David	<b>Chairperson</b> Member Member C/Principal/Secretary D/P Academics	1 1 1 1
3	Finance, procurement and general purposes Committee	Mrs. Hellen Biwott Mr. Obadiah Mutten CPA Eglá Samoei Mr. Kemei James Mr. James Maiyo	<b>Chairperson</b> Procurement Member D/P Boarding Finance Officer	1 1 1

4	Academic Committee	Dr. Charles Too Rev. Dr. William Kebenei Dr. Robert Opaat Mr. Kipchumba Maiyo Mr. Mwaniki Ronald Mr. David Kogo	<b>Chairperson</b> Member Member Chief Principal D/P Administration D/P Academics	1  1 1 1
5	Development Committee	Mr. George Kibet Mr. Kipchumba Maiyo Prof. Simeon Mining Dr. Benjamin Maiyo Eng. Kibias Kipkemboi CDE/SCDE	<b>Chairperson</b> Chief Principal BOM Chair Member Member Representative	1  1 1 1
6	Discipline and welfare Committee	Adv. Moses Rotich Dr. Benjamin Maiyo Ms. Sarah Choge Mr. Mwaniki Ronald Mr. David Kogo	<b>Chairperson</b> Member Member D/P Administration D/P Academics	1 1 1 1 1
7	Adhoc Committee (if any during the year)			

**(d) School operation Management**

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

Ref:	Designation	Name	Identification
1	Principal	Kipchumba Maiyo, OGW, MBS	347389
2	Deputy Principal	Mwaniki Ronald	417505
3	School Bursar	Maiyo K. James	ICPAK NO.
4	Other		

**(e) Schools contacts**

Post Office Box: 10-30300  
 Telephone: 0202030117  
 E-mail: [kapsabethigh@gmail.com](mailto:kapsabethigh@gmail.com)  
 Website: [www.kapsabethighschool.sc.ke](http://www.kapsabethighschool.sc.ke)  
 Facebook:  
 Twitter:

**(f) School Bankers**

Provide details of the school bankers.

- (a) Name of Bank: Kenya Commercial Bank  
 Branch:Kapsabet  
 Account Number:1145768660
- (b) Name of Bank: National Bank  
 Branch:Kapsabet  
 Account Number:01021055505000
- (c) Name of Bank: Equity Bank  
 Branch:Kapsabet  
 Account Number:0490261493300
- (d) Name of Bank: Kenya Commercial Bank  
 Branch:Kapsabet  
 Account Number:1102060828
- (e) Name of Bank: Kenya Commercial Bank  
 Branch:Kapsabet  
 Account Number:1102050857
- (f) Name of Bank: Kenya Commercial Bank  
 Branch:Kapsabet  
 Account Number:1200662105
- (g) Name of Bank: Co-operative Bank  
 Branch:Kapsabet  
 Account Number:01139329459100
- (h) MPESA Pay Bill No:735001 Attached to National Bank Account.

Kapsabet Boys High School

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

---

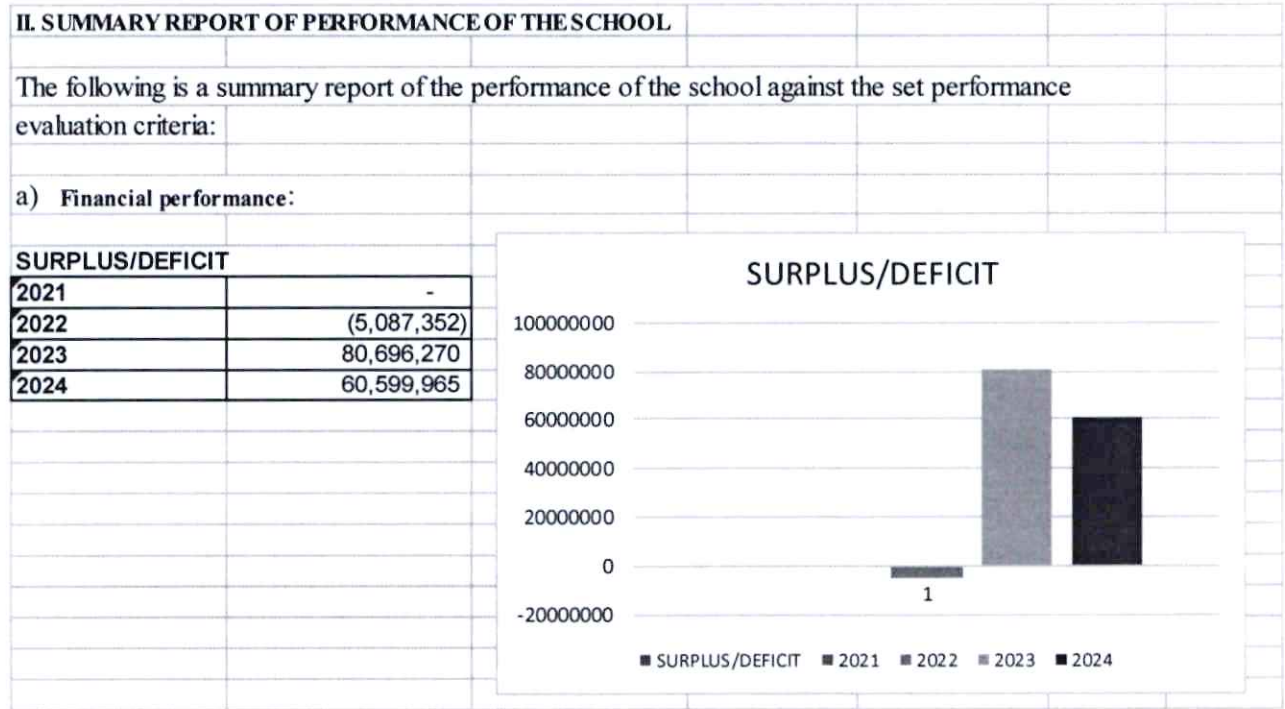
**(i) Independent Auditors**

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:

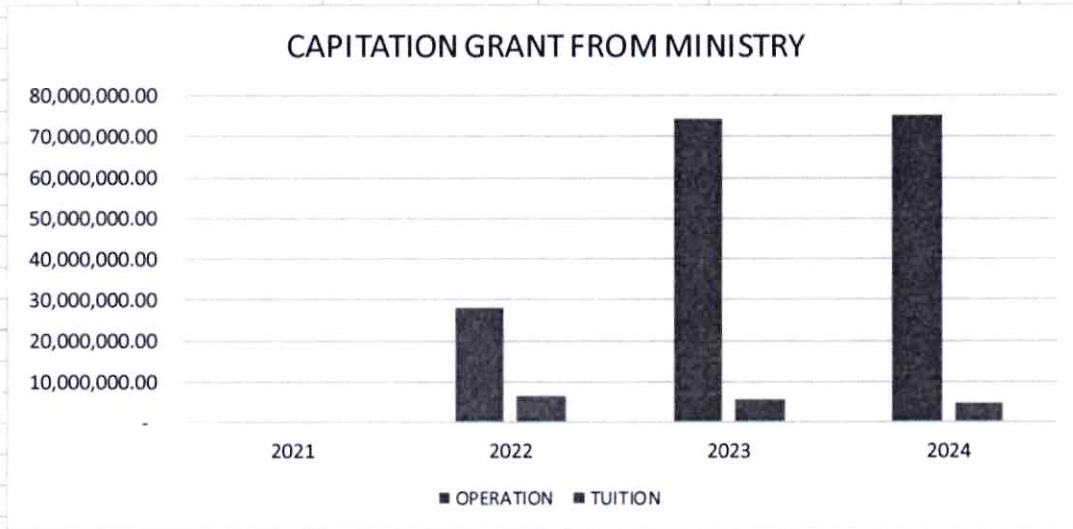
**a) Financial performance:**



Kapsabet Boys High School

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

CAPITATION GRANT FROM MINISTRY			
	OPERATION	TUITION	
2021	-	-	
2022	28,147,357	6,439,310	
2023	74,215,983	5,603,235	
2024	75,161,502	4,994,918	



**RATIO OF CAPITATION GRANT PER STUDENT**

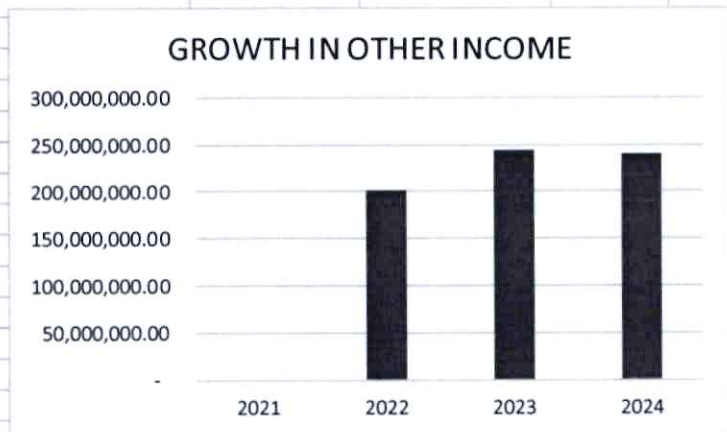
**RATIO OF CAPITATION GRANT PER STUDENT**

YEAR	GRANT	NO OF STUDENTS
2021	-	0
2022	34,586,667	0
2023	79,819,218	0
2024	80,156,420	0

**OVERVIEW OF GROWTH OF OTHER INCOME**

**GROWTH OF OTHER INCOME**

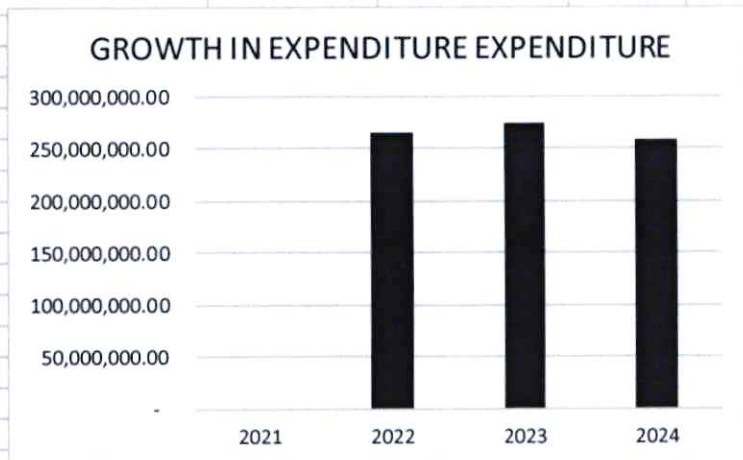
YEAR	INCOME
2021	-
2022	202,747,358
2023	245,403,457
2024	240,677,437



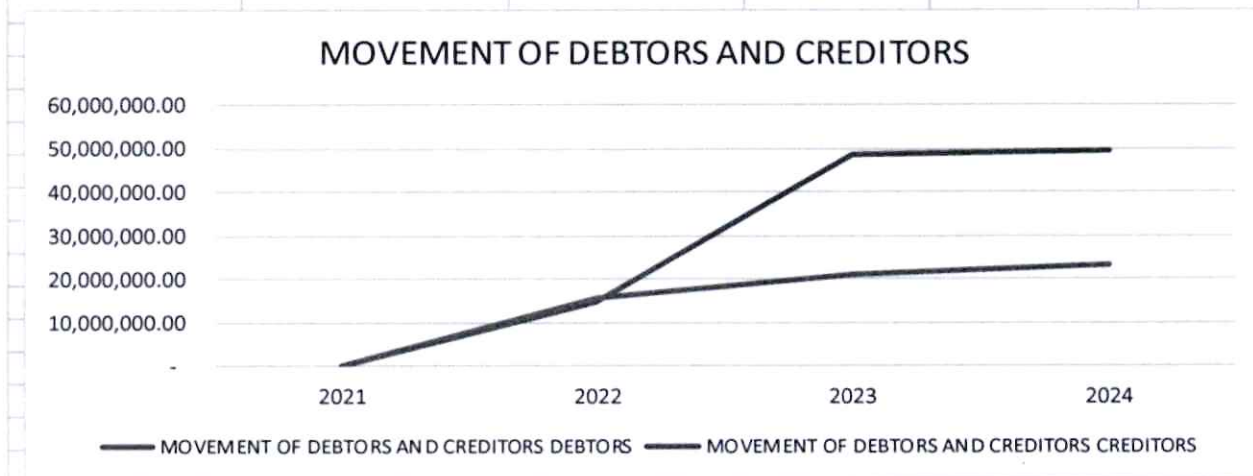
**OVERVIEW OF GROWTH IN EXPENDITURE**

**GROWTH IN EXPENDITURE**

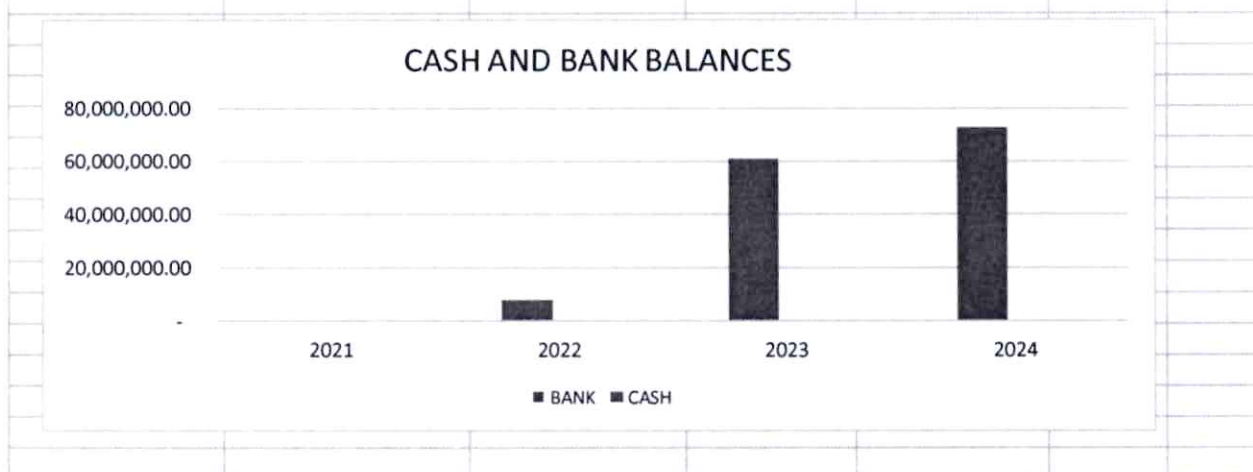
YEAR	EXPENDITURE
2021	-
2022	265,676,033
2023	275,035,982
2024	258,654,652



MOVEMENT OF DEBTORS AND CREDITORS		
YEAR	DEBTORS	CREDITORS
2021	-	-
2022	14,970,948	15,448,132
2023	48,399,680	21,150,551
2024	49,440,123	23,088,017



CASH AND BANK BALANCES		
YEAR	BANK	CASH
2021	-	-
2022	8,001,832	3,698
2023	60,953,444	22,042
2024	72,461,320	11,153



## b) Teacher Student ratio:

Item	Number
Teacher to Student ratio	1:25
Number of teachers Recruited and posted	3
Number of teachers transferred/retired	1
Number of TSC teachers	90
Number of BOM teachers	19

Subject	Teachers Required	No.Tsc Teachers	Shortage
English	14	14	0
Kiswahili	13	12	1
Mathematics	13	11	2
Biology	10	8	2
Physics	10	8	2
Chemistry	10	7	3
Geography	10	5	5
History	10	7	3
CRE	4	4	0
Agriculture	3	3	0
French	2	2	0
Computer Studies	2	2	0
Music	1	1	0
Business Studies	6	5	1
Ire	1	1	0
<b>Total</b>	<b>109</b>	<b>90</b>	<b>19</b>

## c) Mean score in the 2023 KCSE:

YEAR	KCSE RESULTS SUMMARY															MEAN SCORE	MG.	INDEX	ENTRY	UNIVERSITY ADMISSION	
	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	QUALIFIED					ADMITTED	
2021	105	191	100	54	10	1	0	0	0	0	0	0	0	0	10.703	A-	0.1770	461	461	461	
2022	52	150	150	74	36	12	8	0	0	0	0	0	0	0	10.083	B+	-0.62	482	474	474	
2023	53	147	123	91	40	21	2	2	1	0	0	0	0	0	10.18	B+	+0.097	482	477	477	

## d) Number of Candidates in the 2023 KCSE:

YEAR	Candidates
2021	461
2022	482
2023	482

## e) Capacity of the school:

STUDENTS	DORMS	DINING HALL	LABS	TOILETS	OTHER AMENITIES
2438	20	1	10	160	

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Gate and Perimeter wall construction	Parents	Ongoing	12.6Million	10,740,346	Jan 2025
Extension of Dining Hall	MI(MOE)	Documentation Process	30Million	NILL	DEC 2025



.....  
**School Principal**

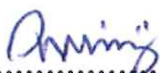
**4. Statement of School Management Responsibility**

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements 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.

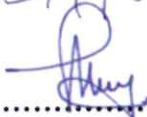
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure, and assets of the institution.

The Board of Management of **Kapsabet 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 30<sup>th</sup> June, 2024, and of the school's financial position as at that date.



.....  
**Name:** Prof. Simeon Mining,  
**Designation:** Chairman, School Board of Management.  
**Date:** 15/4/2025



.....  
**Name:** Sammy K. Maiyo, OGW, MBS,  
**Designation:** School Principal & Secretary to Board of Management.  
**Date:** 15/4/2025



.....  
**Name:** James K. Maiyo  
**Designation:** Bursar/ Finance Officer  
**Date:** 15/4/2025

# 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 KAPSABET BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – NANDI 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.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of Kapsabet Boys High School set out on pages 1 to 20, which comprise of the statement of assets and liabilities as at 30

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

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

### **Basis for Qualified Opinion**

#### **Under Declaration of Rental Income**

The School recognized rent income of Kshs.846,830 during the year against the income from the previous year of Kshs.1,075,355 as indicated in Note 5 to the financial statements leading to a decrease of Kshs.228,525 which was however not explained.

Further, there was no approval from the Board of Management specifying the rent chargeable. Similarly, the School did not maintain list of the defaulters and there were no proper interventions in place to collect rent arrears.

In the circumstances, the accuracy of the rent income of Kshs.846,830 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Kapsabet 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 total income budget and actual on comparable basis of Kshs.317,322,240 and Kshs.320,833,856 respectively, resulting in an over-collection of Kshs.3,511,616 or 1.1% of the budget. Similarly, the statement reflects final budget expenditure and actual on comparable basis of Kshs.317,322,240 and Kshs.260,233,892 resulting in under-expenditure of Kshs.57,088,348 or 18% of the budget.

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

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

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

### **Other Matter**

#### **Unresolved Prior Year Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2024.

### **Other Information**

Management is responsible for the other information set out on pages II to XV which comprise of Acronyms and Definition of Key Terms, Key School Information and Management, Summary Report of 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(s) of the matter(s) described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

## **Basis for Conclusion**

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

The statement of receipts and payments reflects an amount of Kshs.241,518,398 in respect of payment for boarding and school fund as disclosed in Note 9 to the financial statements which includes administrative costs of Kshs.32,583,375. Out of this, an amount of Kshs.550,000 was transferred to Kenya Secondary School Heads Association for extracurricular activities. KESSHA is a welfare organization that draws its membership from School Principals only. The organization is therefore 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, the School is in breach of the law.

### **2. Unconfirmed Student Enrolment Data**

The statement of receipts and payments reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling to Kshs.80,156,419. Comparison of data from National Education Management and Information System (NEMIS) with records from the County Director of Education revealed that during the year, NEMIS reflected one thousand seven hundred and sixty students (1,760) while records from the County Director of Education had two thousand one hundred and eighty-three (2,183) students resulting to an underfunding of the School by an amount of Kshs.6,162,515. This is contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires that all learner to be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstance, the School was in breach of the law.

### **3. Long Outstanding Trade Payables**

The statement of assets and liabilities reflects accounts payable of Kshs.23,088,017 which include trade creditors of Kshs.17,271,309 and prepaid fees of Kshs.5,816,708 as disclosed in Note 14 to the financial statements that had been outstanding for a period of 12 months. Further, Management did not provide explanations for the accumulation of the accounts payable during the year. This is contrary to Regulation 150(1) of the Public Procurement and Asset Disposal Regulations, 2020 which require the School to make prompt payment within sixty days from the date of receipt of the invoice.

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

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

During the year under review, the School did not have an approved School Improvement Plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization

of Learner Capitation Grant and Other School Funds, which require 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.

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. Management of Fixed Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Nil. Review of the School's documents revealed that the school sits on eighty-two (82) acre parcel of land. However, the School is yet to acquire the title deed.

Further, Management did not maintain an asset register in the prescribed format indicating the description, financier, serial/log book number, acquisition date, location, opening balances, additions or disposals during the year and the closing balances.

In addition, the assets were not insured, while the biological assets estimated at Kshs.7,899,900 and as reflected at Note 17 to the financial statements were not valued.

In the circumstances, the existence and effectiveness of controls over the management of School's assets could not be confirmed.

#### 2. Effectiveness in the Management of Text Books

A review of the financial statements revealed that the student text book ratio was 1:2 lower than the recommended of one to one by the ministry of education. The audit further established that there was no needs assessment committee to determine the number and subject of instructional materials needed by the school, some of the text books for subject

not taught in school were issued. In addition, there were no proper mechanisms to minimize loss of texts as the school relied on student clearance which is done before picking up academic certificates.

In the circumstances, the effectiveness of controls over management of school's books could not be confirmed.

### **3. Lack of a Risk Management Policy**

The School does not have a risk management policy contrary to Regulation 165 (1) (a and b) of Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer shall ensure that the national government entity develops risk management strategies, which include fraud prevention mechanism; and a system of risk management and internal control that builds robust business operations. Failure to develop a risk policy results to lack of a framework to manage risk and hence it was not possible for the School to identify, assess and control risks.

In the circumstances, the school may not manage potential risk that may occur in future.

### **4. Lack of Disaster Recovery and Business Continuity Plans**

Review of the School's Information Technology Internal Control Environment indicates that the school had a management system for managing the library, payroll data and biometric access. However, the School had not implemented an approved contingency plan that include data backup, disaster recovery and business continuity.

In the circumstances, the School is exposed in case of business disruption.

### **5. Accounts Receivable**

The statement of assets and liabilities reflects account receivables balance of Kshs.44,440,123 as disclosed in Note 13 to the financial statements. Review of the schedules supporting receivables and the fees arrears ageing analysis as disclosed in Note 13 (b) revealed long outstanding fees arrears for over two (2) years amounting to Kshs.4,949,936. However, no tangible measures have been put in place to collect the amounts. Further, the School does not have a debtors' management policy to help mitigate the ballooning debts.

In the circumstances, it was not clear on how the school will recover the long outstanding receivables.

### **6. Lack of an Internal Audit Function**

Review of the School's Board of Management Sub-Committee minutes revealed that there were no minutes or invitations for audit committee meetings an indication that the board of management overlooked its oversight roles. Consequently, the board of management did not provide oversight and direction in matters relating to risk management, control environment and independent review of audit reports.

Further, a review of the School's organization structure revealed that it did not have internal audit function in place.

In the circumstances, the effectiveness of internal controls, risk management and overall governance could not be confirmed.

## **7. Unsupported Inventory Balances**

Note 19 to the financial statements reflects inventory balance of Kshs.18,285,768. Audit review revealed that there was no evidence that stock was done at the end of the financial year. In addition, it was observed that the School lacks an inventory management policy to guide in ordering of consumables to minimize wastages.

In the circumstances, there was internal control on store managements.

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 (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall 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 sustainability of services and using the going concern basis of accounting unless Management is aware of the intention to terminate the School or 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 the 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 ISSAI's 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**

**23 May, 2025**

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

Description Of Vote Head	Note	JULY 2022-JUNE	JULY 2022-JUNE
		2024	2023
		Kshs	Kshs
<b>Receipts</b>			
Government grants for tuition	1	4,994,918	5,603,235
Government grants for operations	2	16,855,861	16,133,983
Government Grants for infrastructure	3	58,305,640	58,082,000
School fund income- parents' contributions	4	204,834,504	245,403,457
Miscellaneous incomes	5	35,842,933	30,509,577
<b>Total Receipts</b>		<b>320,833,856</b>	<b>355,732,252</b>
<b>Payments</b>			
Tuition	6	3,964,052	7,009,879
Operations	7	13,961,685	15,669,042
Infrastructure	8	789,757	2,130
Boarding and school fund	9	241,518,398	252,354,931
<b>Total Payments</b>		<b>260,233,892</b>	<b>275,035,983</b>
<b>Surplus/Deficit</b>		<b>60,599,964</b>	<b>80,696,269</b>


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

  
.....

Name: Prof. Simeon Mining

Chair BOM

Date: 15/7/2025

  
.....

Name: Sammy K. Maiyo  
School Principal/ Secretary to  
BOM

Date: 15/7/2025

  
.....

Name: James K. Maiyo

Bursar/ Finance Officer


Date: 15/7/2025


Kapsabet Boys High School  
Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024


7. Statement of Assets and Liabilities As At 30<sup>th</sup> June 2024

Description	Note	JULY 2023-JUNE	JULY 2022-JUNE
		2024	2023
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	10	72,461,320	60,953,444
Cash balances	11	11,153	22,042
Short term investments	12	50,000,000	-
<b>Total cash and cash equivalent</b>		<b>122,472,473</b>	<b>60,975,487</b>
Account's receivables	13	49,440,123	48,232,240
<b>Total financial assets (a)</b>		<b>171,912,596</b>	<b>109,375,167</b>
<b>Financial liabilities</b>			
Accounts payables	14	23,088,017	21,150,551
<b>Total Financial Liabilities (b)</b>		<b>23,088,017</b>	<b>21,150,551</b>
<b>Net financial assets (a-b)</b>		<b>148,824,579</b>	<b>88,224,615</b>
<b>Represented by</b>			
Accumulated fund b/fwd	15	88,224,615	7,528,346
Surplus/deficit for the year		60,599,964	80,696,269
<b>Net Assets</b>		<b>148,824,579</b>	<b>88,224,615</b>

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

  
 Name: Prof. Simeon Mining  
 Chair BOM  
 Date: 15/7/2024

  
 Name: Sammy K. Maiyo  
 School Principal/ Secretary to BOM  
 Date: 15/7/2024

  
 Name: James K. Maiyo  
 Bursar/ Finance Officer  
 Date: 15/7/2024

8. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2024

Description	Note	JULY 2024-	JULY 2022-
		JUNE 2024	JUNE 2023
		Kshs	Kshs
<b>Cash from Operating Activities</b>			
<b>Receipts</b>			
Government grants for tuition	1	4,994,918	5,603,235
Government grants for operations	2	16,855,861	16,133,983
Government grants for infrastructure	3	58,305,640	58,082,000
School fund income- parents contributions/ fees	4	204,834,504	245,403,457
Other income	5	35,842,933	30,509,577
<b>Total receipts</b>		<b>320,833,856</b>	<b>355,732,252</b>
<b>Payments</b>			
Cash outflows for tuition	6	3,964,052	7,009,879
Cash outflows for operations	7	13,961,685	15,669,042
Infrastructure			2,130
Cash outflows Boarding/lunch and school fund payments	9	241,518,398	252,354,931
<b>Total payments</b>		<b>259,444,135</b>	<b>275,035,982</b>
<b>Net cash inflow/outflow from operating activities</b>		<b>61,389,720</b>	<b>80,696,270</b>
(Increase)/Decrease in accounts receivable		(1,040,443)	(33,428,732)
Increase/(Decrease) in accounts payable		1,937,466	5,702,419
<b>Net cash inflow/outflow from operating activities</b>		<b>62,286,743</b>	<b>52,969,957</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets	8	(789,757)	
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
<b>Net cash inflow/outflows from investing activities</b>		<b>(789,757)</b>	<b>-</b>
<b>Cash flow from Financing activities</b>			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
<b>Net cash inflow/outflow from financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/decrease in cash and cash equivalents</b>		<b>61,496,986</b>	<b>52,969,957</b>
Cash and cash equivalent at beginning of the FY		60,975,487	8,005,530
<b>Cash and cash equivalent at end of the FY</b>		<b>122,472,473</b>	<b>60,975,487</b>

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

.....  


Name: Prof. Simeon Mining


Chair BOM

Date: 15/7/2025

.....  


Name: Sammy K. Maiyo  
 School Principal/ Secretary to  
 BOM

Date: 15/7/2025

.....  


Name: James k. Maiyo

Bursar/ Finance Officer

Date: 15/7/2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Receipts</b>					
<b>(1) Capitation Grant on Tuition</b>					
Reference Materials	-	-	-	-	
Exercise Books	-	-	-	-	
Laboratory Equipment	-	-	-	-	
Internal Exams	-	-	-	-	
Teaching / Learning Materials	9,116,800	-	9,116,800	4,994,918	55%
Exams And Assessment	-	-	-	-	
<b>Totals</b>	<b>9,116,800</b>		<b>9,116,800</b>	<b>4,994,918</b>	<b>55%</b>
<b>(2) Capitation Grant on Operations</b>					
Personnel Emoluments	12,540,000	-	12,540,000	7,869,237	63%
Repairs And Maintenance	-	-	-		
Local Transport / Travelling	2,200,000	-	2,200,000	-	0%
Electricity, Water and Conservancy	3,740,000	-	3,740,000	2,598,400	69%
Medical/Insurance	4,400,000	-	4,400,000	2,225,100	51%
Administration Costs	2,200,000	-	2,200,000	2,598,402	118%
Activity	3,300,000	-	3,300,000	1,564,722	47%
<b>Totals</b>	<b>28,380,000</b>		<b>28,380,000</b>	<b>16,855,861</b>	<b>59%</b>

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>3) FDSEfor infrastructure</b>					
Maintenance &Improvement MoE		-	-	7,517,600	
Infrastructure grants	50,000,000.00	-	50,000,000.00	50,000,000	100%
Competency Based Curriculum CBC	788,040.00	-	788,040.00	788,040	100%
Transition Infrastructure Grants	-	-	-	-	
Administration Block	-	-	-	-	
<b>Totals</b>	<b>50,788,040.00</b>		<b>50,788,040.00</b>	<b>58,305,640</b>	
<b>(4) Fees Charged on Parents</b>		-			
Personnel Emoluments	27,460,400	-	27,460,400	30,050,946	109%
Repairs And Maintenance	4,400,000	-	4,400,000	5,122,969	116%
Local Transport / Travelling	5,799,200	-	5,799,200	5,878,174	101%
Electricity, Water and Conservancy	13,864,400	-	13,864,400	13,975,006	101%
Development Fund	11,000,000	-	11,000,000	12,000,001	109%
Administration Costs	19,835,200	-	19,835,200	23,924,941	121%
Activity	1,799,600	-	1,799,600	2,004,120	111%
Fee On Boarding Equipment and Stores	108,378,600	-	108,378,600	111,878,347	103%
<b>Totals</b>	<b>192,537,400</b>	-	<b>192,537,400</b>	<b>204,834,504</b>	<b>106%</b>
<b>5) Miscellaneous Income</b>					
Hire of Facilities	1,000,000	-	1,000,000	992,000	99%
Rent income	-	-	-	846,830	
Income From Farming Activities	20,000,000	-	20,000,000	14,309,450	72%
Interest Earned	-	-	-	2,091,233	
Bakery	15,000,000	-	15,000,000	16,514,530	110%

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire	-	-	-	372,000	
Computer/Music/French	500,000.00	-	500,000.00	489,722	98%
Disposal/Breakages And Losses	-	-	-	93,200	
Students ID	-	-	-	133,968	
<b>Totals</b>	<b>36,500,000</b>		<b>36,500,000</b>	<b>35,842,933</b>	
<b>Total Income</b>	<b>317,322,240</b>	<b>-</b>	<b>317,322,240</b>	<b>320,833,856</b>	<b>101%</b>
<b>(6) Expenditure For Tuition</b>					
Textbooks	-	-	-	24,300	
Reference Materials	-	-	-	-	
Exercise Books	-	-	-	-	
Laboratory Equipment	-	-	-	3,127,217	
Internal Exams	-	-	-	-	
Teaching / Learning Materials	9,116,800	-	9,116,800	811,005	9%
Chalks	-	-	-	-	
Exams And Assessment	-	-	-	-	
Teachers Guides	-	-	-	-	
Administration Costs	-	-	-	-	
Bank Charges	-	-	-	1,530	
<b>Totals</b>	<b>9,116,800</b>	<b>-</b>	<b>9,116,800</b>	<b>3,964,052</b>	<b>43%</b>
<b>(7) Expenditure For Operations</b>					
Personnel Emoluments	12,540,000	-	12,540,000	5,026,150	40%
Repairs, Maintenance & Improvements	-	-	-	21,391	
Local Transport / Travelling	2,200,000	-	2,200,000	2,118,988	96%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	3,740,000	-	3,740,000	3,389,062	91%
Medical	4,400,000	-	4,400,000	737,454	17%
Administration Costs	2,200,000	-	2,200,000	2,564,704	117%
Maintenance Improvement Fund		-	-		
Activity Expenses	3,300,000	-	3,300,000	100,000	3%
Bank Charges	-	-	-	3,936	
<b>Totals</b>	<b>28,380,000</b>		<b>28,380,000</b>	<b>13,961,685</b>	<b>49%</b>
<b>(8) Expenditure For infrastructure</b>					
Construction of CBC classrooms	788,040	-	788,040	788,220	100%
Construction of Borehole	-	-	-	-	
The infrastructure grant	50,000,000	-	50,000,000	-	0%
Purchase of furniture	-	-	-	-	
Purchase of equipment	-	-	-	-	
Purchase of machinery	-	-	-	-	
Bank Ckarges				1,537	
<b>Totals</b>	<b>50,788,040</b>		<b>50,788,040</b>	<b>789,757</b>	<b>2%</b>
<b>(9) Expenditure For school fund/lunch/boarding</b>					
Personnel Emoluments	27,460,400	-	27,460,400	24,996,521	91%
Repairs, Maintenance and Improvements	4,400,000	-	4,400,000	13,084,130	297%
Local Transport / Travelling	5,799,200	-	5,799,200	7,726,979	133%
Electricity, Water and Conservancy	13,864,400	-	13,864,400	6,100,390	44%
Medical Expenses	-	-	-	1,377,421	

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	19,835,200	-	19,835,200	32,583,375	164%
Activity	1,799,600	-	1,799,600	5,282,593	294%
Boarding Equipment and Stores	108,378,600	-	108,378,600	109,825,233	101%
Interest Earned	-	-	-	263,660	
Hire of Facilities	1,000,000	-	1,000,000	240,000	24%
Student ID	-	-	-	150,000	
Hire of School Bus	-	-	-	26,400	
Farm	20,000,000	-	20,000,000	18,428,145	92%
Computer/Music/French	500,000	-	500,000	520,370	104%
Rent Expenses	-	-	-	462,450	
Bank Charges	-	-	-	65,590	
Bakery Account	15,000,000	-	15,000,000	9,644,795	64%
Development Fund	11,000,000	-	11,000,000	10,740,346	98%
<b>Totals</b>	<b>229,037,400</b>		<b>229,037,400</b>	<b>241,518,398</b>	<b>105%</b>
<b>Grand Totals</b>	<b>317,322,240</b>	-	<b>317,322,240</b>	<b>260,233,892</b>	<b>82%</b>

## **10. Significant Accounting Policies**

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

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

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

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

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

### **2. Recognition of receipts and payments**

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

### **3. In-kind contributions**

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

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

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of

**Kapsabet Boys High School**  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

---

changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

**5. Accounts Receivable**

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

**6. Accounts Payable**

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

**7. Non-current assets**

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

**8. Budget**

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

**9. Comparative figures**

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

**10. Subsequent events**

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

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

---

**11. Notes To the Financial Statements**

**1 Government Grants for Tuition**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	4,994,918	5,603,235
<b>Total</b>	<b>4,994,918</b>	<b>5,603,235</b>

**2 Government Grants for Operations**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Personnel Emoluments	7,869,237	6,497,823
Local Transport / Travelling	-	638,100
Electricity And Water	2,598,400	3,615,600
Medical	2,225,100	-
Administration Costs	2,598,402	3,829,360
Insurance		424,100
Activity	1,564,722	1,129,000
<b>Total</b>	<b>16,855,861</b>	<b>16,133,983</b>

**3 Government Grants for infrastructure**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Transition Infrastructure Grant	50,000,000	58,082,000
Competency Based Curriculum (CBC)	788,040	-
Maintenance Improvement Fund	7,517,600	
<b>Total</b>	<b>58,305,640</b>	<b>58,082,000</b>

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

---

**4 School Fund Income - Parents Contribution/Fees**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Personnel emoluments	30,050,946	41,637,355
Repairs and maintenance	5,122,969	19,416,914
Local transport / travelling	5,878,174	10,305,410
Electricity and water	13,975,006	18,272,976
Medical	-	-
Administration costs	23,924,941	31,916,269
Activity	2,004,120	3,644,523
Fee on Boarding Equipment and stores	111,878,347	109,323,367
Development Fund	12,000,001	10,886,644
<b>Total</b>	<b>204,834,504</b>	<b>245,403,457</b>

**5 Miscellaneous Incomes**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Rent Income	846,830	1,075,355
Interest Earned	2,091,233	-
Income From Farming Activities (Income Gen)	14,309,450	15,952,815
Hire offacilities	992,000	20,000
Bakery (Income Gen)	16,514,530	12,881,675
University Registration	-	267,269
Students ID	133,968	95,406
Computer/Music/French	489,722	217,057
Hire of School Bus	372,000	-
Disposal/Breakages and Losses	93,200	-
<b>Total</b>	<b>35,842,933</b>	<b>30,509,577</b>

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

**Notes To the Financial Statements(Continued)**

**6 Payments for Tuition**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Textbooks	24,300	866,080
Laboratory Equipment	3,127,217	2,589,569
Teaching / Learning Materials	811,005	3,551,500
Bank Charges	1,530	2,730
<b>Total</b>	<b>3,964,052</b>	<b>7,009,879</b>

**7 Payments for Operations**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Personnel Emoluments	5,026,150	7,032,830
Administration Cost	2,564,704	2,485,154
Repairs And Maintenance & Improvements	21,391	-
Local Transport / Travelling	2,118,988	2,120,483
Electricity And Water	3,389,062	3,066,232
Medical	737,454	-
Activity Expenses	100,000	530,770
Insurance Expenses	-	429,633
Bank Charges	3,936	3,940
<b>Total</b>	<b>13,961,685</b>	<b>15,669,042</b>

**8 Payment for Infrastructure**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Construction of CBC Classrooms	788,220	-
Bank Charges	1,537	2,130
<b>Total</b>	<b>789,757</b>	<b>2,130</b>

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

---

**Notes To the Financial Statements(Continued)**

**9 Payment for Boarding And School Fund**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Personnel Emoluments	24,996,521	32,502,684
Repairs And Maintenance & Improvements	13,084,130	16,436,007
Local Transport / Travelling	7,726,979	8,622,595
Electricity And Water	6,100,390	14,190,839
Medical Expenses	1,377,421	414,260
Administration Costs	32,583,375	25,446,261
Activity	5,282,593	7,125,054
Student ID	150,000	117,600
Bank Charges	65,590	64,528
Fee On Boarding Equipment and Stores	109,825,233	110,976,336
Development Fund	10,740,346	2,975,720
Rent Expenses	462,450	3,263,258
Bakery	9,644,795	13,544,948
Hire of Facilities	240,000	20,000
Computer /Music/French	520,370	494,650
Farm	18,428,145	15,923,111
Hire of School Bus	26,400	-
Interest Earned	263,660	-
University Registration	-	241,000
<b>Total</b>	<b>241,518,398</b>	<b>252,354,931</b>

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

**10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	JULY 2023- JUNE 2024	JULY 2022- JUNE 2023
	Active/Dormant		Kshs	Kshs
KCB - Tuition Account	Active	1102050857	1,417,644	41,755
KCB - Operations Account	Active	1102060828	3,391,710	50,497,533
KCB - School Fund Account/Boarding	Active	1145768660	618,977	99,999
NATIONAL Bank - School Fees Collection Account	Active	01021055505000	1,705	65,397
EQUITY BANK - Fees Collection Account	Active	0490261493300	152,938	188,104
MPESA Paybill	Active	735001	730,801	1,550,064
CO-OP BANK- Farm Account	Active	01139329459100	268,367	147,297
KCB BANK - Infrastructural Account	Active	1200662105	65,879,178	8,363,295
<b>Total</b>			<b>72,461,320</b>	<b>60,953,444</b>

**Notes To the Financial Statements(Continued)**

**11 Cash In Hand**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Notes and Coins	11,153	22,042
<b>Total</b>	<b>11,153</b>	<b>22,042</b>

**12 Short Term Investments**

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	50,000,000.00	-
Other Investments	-	-
<b>Total</b>	<b>50,000,000.00</b>	<b>-</b>

## Notes To the Financial Statements(Continued)

## 13 Accounts Receivable

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Fees Arrears	49,077,531	48,232,240
<b>Other Non-Fees Receivables</b>		
Accomodation (list/schedule attached)	-	-
Imprest (list/schedule attached)	362,592	
Rent arrears (list/schedule attached)	-	-
<b>Total</b>	<b>49,440,123</b>	<b>48,232,240</b>

## 13 b) Ageing Analysis of Accounts Receivable

Description	JULY 2023-JUNE 2024		JULY 2022-JUNE 2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	39,972,827	81%	38,920,330	81%
Between 1- 2 years	4,154,768	8%	7,012,276	15%
Between 2-3 years	4,455,342	9%	1,338,993	3%
Over 3 years	494,594	1%	458,656	1%
Imprest(list/schedule attached)	-	0%	501,985	1%
<b>Total (should tie to note 13 a)</b>	<b>49,077,531</b>	<b>100%</b>	<b>48,232,240</b>	<b>99%</b>

## 14 Accounts Payable

Description	JULY 2023-JUNE 2024	JULY 2022-JUNE 2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	17,271,309	15,782,598
Prepaid Fees	5,816,708	5,360,753
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Pocket money	-	7,200
Other payables	-	-
<b>Total</b>	<b>23,088,017</b>	<b>21,150,551</b>

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

---

**Notes To the Financial Statements(Continued)**

**14a. Ageing Analysis of Accounts Payable**

Description	JULY 2023-JUNE 2024		JULY 2022-JUNE 2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	17,271,309	100%	15,782,598	100%
Between 1- 2 years	-	0%	-	0%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	-	0%
<b>Total (should tie to note 14)</b>	<b>17,271,309</b>	<b>100%</b>	<b>15,782,598</b>	<b>100%</b>

**15 Fund Balance Brought Forward**

Description	JULY 2023-JUNE 2024	JUL 2022-JUNE 2023
	Kshs	Kshs
Bank Balances	72,461,320	60,953,444
Cash Balances	11,153	22,042
Short Term Investments	50,000,000	
Receivables	49,440,123	48,399,680
Payables	(23,088,017)	(21,150,551)
<b>Total</b>	<b>148,824,579</b>	<b>88,224,615</b>

**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	JULY 2024-JUNE 2024	JULY 2023-JUNE 2023
	KSh	KSh
Bank Loans	00	00
Outstanding Leases	00	00
Hire Purchase	00	00
Gratuity And Leave Provision	00	00
Others (specify)	00	00
<b>Total</b>	<b>00</b>	<b>00</b>

**17 Biological assets**

Description	Numbers	JULY 2024-JUNE 2024	JULY 2023-JUNE 2023
		KSh	KSh
Cattle	41	1,650,000	1,170,000
Pigs	50	435,000	339,300
Trees	832	832,000	484,800
Tea Plantation	43,279	4,327,900	4,327,900
Poultry	810	405,000	670,000
Super Npier	2 Acres	250,000	00
<b>Total</b>		<b>7,899,900</b>	<b>6,992,000</b>

**18 Borrowings**

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

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

---

**Other important disclosure notes**


**19 Stock/ Inventory**

Description	JULY 2023- JUNE 2024	JULY 2022- JUNE 2023
	Kshs	Kshs
Food stuffs	7,734,557	7,959,042
Lab consumables	528,177	554,874
Farm produce	6,210,877	588,489
Medication	167,822	00
Construction Materials	782,215	360,200
Stationary	2,862,120	884,677
	<b>18,285,768</b>	<b>10,347,282</b>

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

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

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

Kapsabet Boys High School  
**Annual Report and Financial Statements for the year ended 30<sup>th</sup> June 2024**

**12. Annexes**

**Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount 2024	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>SUPPLIER OF GOODS AND SERVICES</b>						
BEEPERS FASHIONS	188,250			188,250		
ELDOBASE CHEMIST LTD	513,791			513,791		
ELDOLINE ENTERPRISES	575,700			575,700		
FAIRDEAL FURNITURE	133,980			133,980		
GURDIT SINGH SHOP	2,763,240			2,763,240		
ISCADA COMPANY LTD	1,241,500			1,241,500		
JUBILEE MERCHANTS LTD	3,229,190			3,229,190		
KEERTAI AGRICULTURE INPUTS	504,678			504,678		
KOBATABITHA ENTERPRISE	157,340			157,340		
MIE ASSIS POULTRY GROUP	34,200			34,200		
NAIROBI SPORTS HOUSE LTD	877,653			877,653		
SUMMERLAND VENTURES LIMITED	318,400			318,400		
TALENT ACCESORIES	250,500			250,500		
YOKHAMA ENTERPRISES LTD	2,091,576			2,091,576		
<b>Totals</b>	<b>12,879,998</b>			<b>12,879,998</b>		

Kapsabet Boys High School

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

Supplier Of Goods Or Services	Original Amount 2024	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024	Outstanding Balance Comparative 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>SUPPLIER OF CONSTRUCTION SERVICES</b>						
FARM SCEPTER WORKS	819,500		419,500.00	400,000		
PAVAN AUTO HARDWARE	313,550			313,550		
PENNYIEL ELECTRICALS & PLUMBING	726,065			726,065		
SHILPA ENTERPRISES LTD	91,000			91,000		
TRYDT STORES LTD	1,681,296			1,681,296		
<b>Totals</b>	<b>3,631,411</b>			<b>3,211,911</b>		
<b>SUPPLIER OF SERVICES</b>						
INSTA TECH TECHNOLOGIES & COMPUTER SOLUTIONS	367,000			367,000		
CHESUMEI SECONDARY SCHOOLS HEADS ASSOCIATION	1,559,610		1,008,740.00	550,870		
PINNACLE SAFETY SOLUTION	261,530			261,530		
<b>TOTAL</b>	<b>2,188,140</b>			<b>1,179,400</b>		
<b>GRAND TOTALS</b>	<b>18,699,549</b>			<b>17,271,309</b>		

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

<b>Asset Class</b>	<b>Historical Cost of/ (Kshs) 1<sup>st</sup> July 2023</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost of/ (Kshs) 30<sup>th</sup> June 2024</b>
Land				
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture and Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
<b>Total</b>				