

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 17 JUN 2026	DAY. Wednesday
TABLED BY:	Deputy Majority Whip Hon. Naomi Wage, MP
CLERK-AT THE-TABLE:	Irene Ndukus

OF

THE AUDITOR-GENERAL

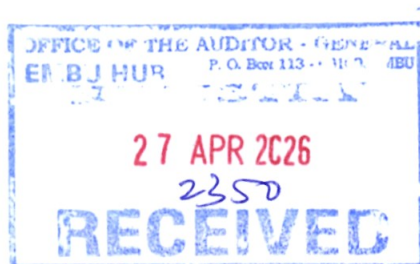
ON

PARLIAMENT
OF KENYA
LIBRARY

THARAKA BOYS SECONDARY SCHOOL

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

THARAKA NITHI COUNTY



THARAKA BOYS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024**

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

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

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1. Acronyms and Glossary of Terms

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

Tharaka Boys Secondary School
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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 Tharaka Nithi County, Tharaka south Sub-County.

The school was registered in 30th July 1980 under registration number G/A/2/27/80 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 580 number of students as at 30th June 2024. It has 3 streams and 35 teachers of which 1 teacher is 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	JULIUS GITI KIJIRU	Chairman	02/08/2022
2	STANELY CHABARI	Secretary - Principal	02/08/2022
3	MONICA MAINGI	Member	02/08/2022
4	NJERU MWENDA	Member	02/08/2022
5	SILAS MAKANYA	Member	02/08/2022
6	PENINA MUTHOMI	Member	02/08/2022
7	PENINA KARIMI	Member	02/08/2022
8	LUCY MUTHONI	Member	02/08/2022
9	ZAVERIO NJAGI	Member	02/08/2022
10	SUSAN KAMBURA	Member	02/08/2022
11	JOSPHAT KIRIMI	Member	02/08/2022
12	KENNETH MUTWIRI	Member	02/08/2022
13	GEOFFREY NJERU	Rep Students	02/08/2022
14	NAOMI MAKEMBO	Member	02/08/2022
15	NJERU JOSPHAT	Member	02/08/2022

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Ref:	Name of Board Member	Designation	Date of appointment
1	JULIUS GITI KIJIRU	Chairman	02/08/2022
2	LEONARD KAMUNDI	Secretary - Principal	26/09/2023
3	MONICA MAINGI	Member	02/08/2022
4	NJERU MWENDA	Member	02/08/2022
5	SILAS MAKANYA	Member	02/08/2022
6	PENINA MUTHOMI	Member	02/08/2022
7	PENINA KARIMI	Member	02/08/2022
8	LUCY MUTHONI	Member	02/08/2022
9	ZAVERIO NJAGI	Member	02/08/2022
10	SUSAN KAMBURA	Member	02/08/2022
11	JOSPHAT KIRIMI	Member	02/08/2022
12	KENNETH MUTWIRI	Member	02/08/2022
13	GEOFFREY NJERU	Rep Students	02/08/2022
14	NAOMI MAKEMBO	Member	02/08/2022
15	NJERU JOSPHAT	Member	02/08/2022

The functions of the School Board of Management are to:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 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.

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	- Julius Giti - Leonard Kamundi - Monica Maingi	Chairman Secretary Member	4 out of 4
2	Audit Committee	- Susan Kambura - Zaverio Njagi - Penina Muthoni	Member Member Member	1 out of 2
3	Finance,procurement and general purposes Committee	- Susan Kambura - Lucy Muthoni - Zaverio Njagi	Member Member Member	2 out of 2
4	Academic Committee	- Njeru Mwenda - Penina Karimi - Josphat Kirimi	Member Member Member	3 out of 3
5	Development Committee	- Eng. Giti Kijiru - Leonard Kamundi - Douglas Gitonga - Penina Muthoni	Chairman Secretary Member Member	2 out of 3
6	Discipline and welfare Committee	- Silas Makanya - Josphat Njeru - Penina Karimi	Member Member	2 out of 3

Tharaka Boys Secondary School**Annual Report and Financial Statements For the year ended 30th June 2024**

			Member	
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Leonard M. Kamundi	TSC No. 358195
2	Deputy Principal	Charles Kinyua	TSC No. 316070
3	Accounts Clerk	Stella K. Gaichu	ID No. 7411598
4	Accounts Clerk	Felix Kimathi	ID No. 27776885

(e) Schools contacts

Post Office Box: 120-60215
Telephone:
E-mail: tharakaboys@gmail.com
Website:
Facebook:
Twitter:

(f) School Bankers

Provide details of the school bankers.

1. Name of Bank: National Bank (Boarding)
Branch: Meru
Account Number: 01021039007500
2. Name of Bank: National Bank (Operations)
Branch: Meru
Account Number: 01021039007501
3. Name of Bank: National Bank (Tution)
Branch: Meru
Account Number: 01025039708800
4. Name of Bank: National Bank (Infrastructure)
Branch: Meru
Account Number: 01022225914600

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

5. Name of Bank: Trans nation Sacco Ltd (Boarding)
 Branch: Marimanti
 Account Number: 68260900003801

6. MPESA Paybill No. 507900 attached to boarding account, 68260900003801 bank
 Account Transnation Sacco Ltd.

(g) Independent Auditors

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

3. Summary Report of Performance of The School

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

a) Financial performance:

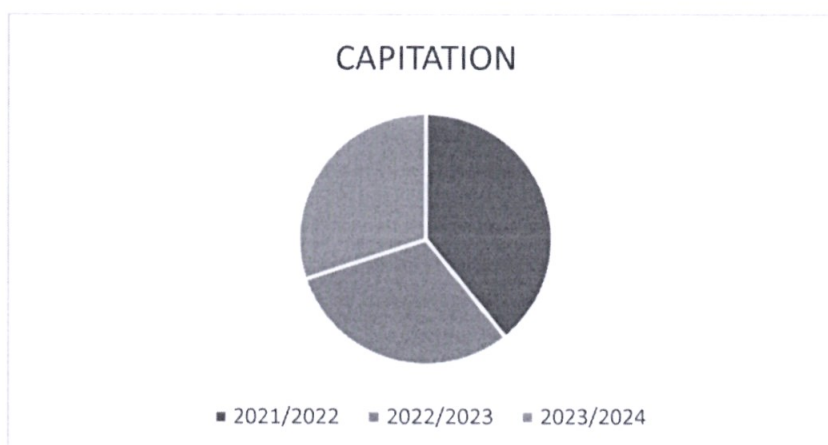
Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2021/2022	2022/2023	2023/2024
<i>Excess of income</i>	275,983	126,105	233,347



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

YEAR	2021/2022	2022/2023	2023/2024
<i>Capitation</i>	10,733,327	9,213,651	6,949,631



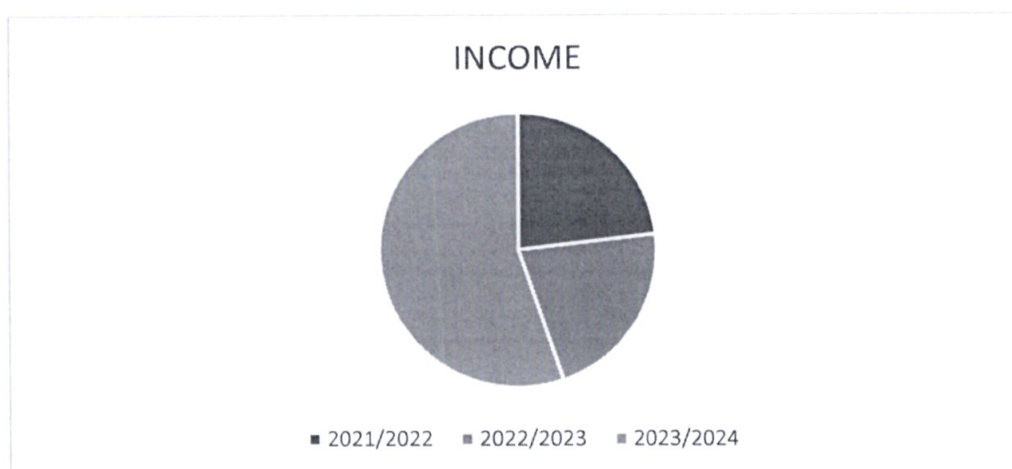
Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Ratio of capitation grant per student over the last three years

YEAR	CAPITATION	NO. OF STUDENTS	RATIO
2021/2022	10,733,327	527	1:20
2022/2023	9,213,651	580	1:11
2023/2024	6,949,631	580	1:12

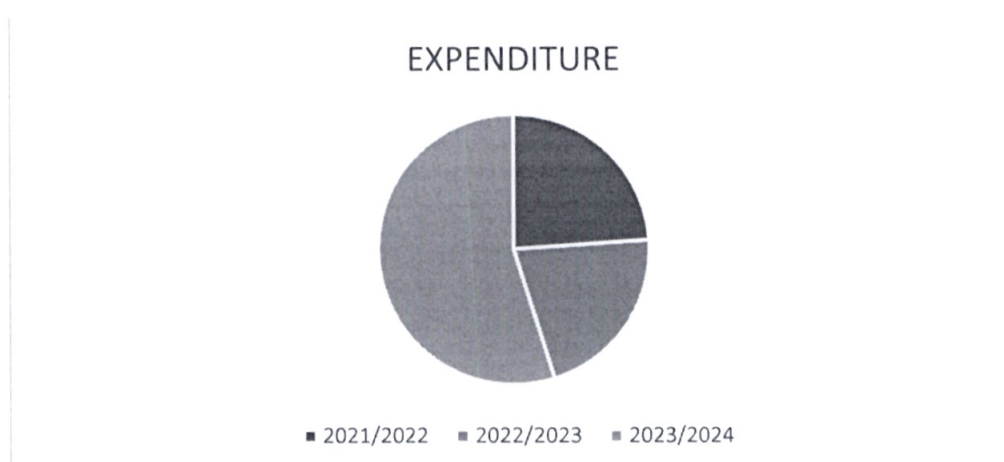
A three-year overview of growth of other income(s) earned by the school.

YEAR	2021/2022	2022/2023	2023/2024
Income			108,650



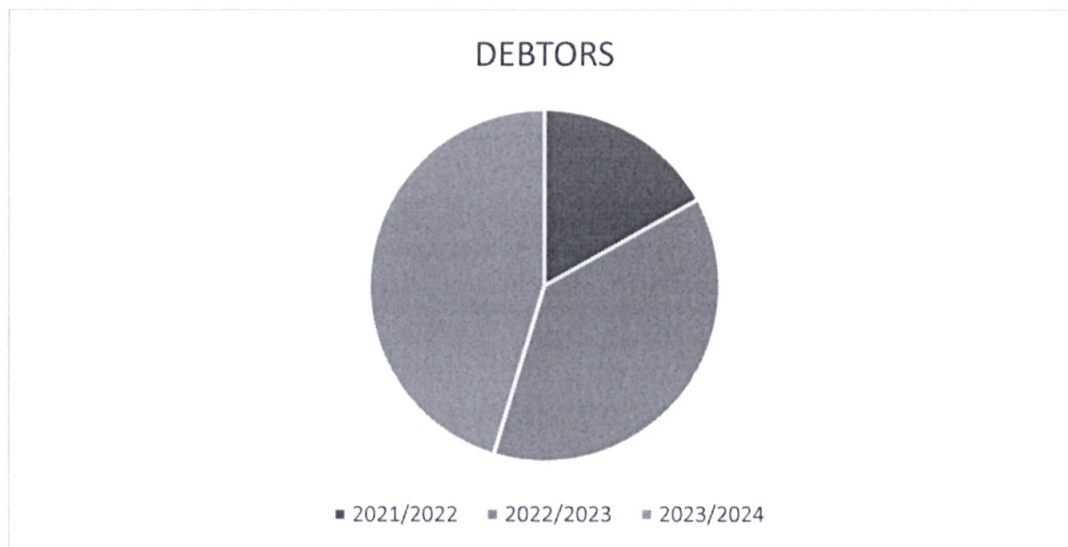
A three-year overview of growth in expenditure of the school

YEAR	2021/2022	2022/2023	2023/2024
Expenditure	19,292,833	251,230	12,291,685

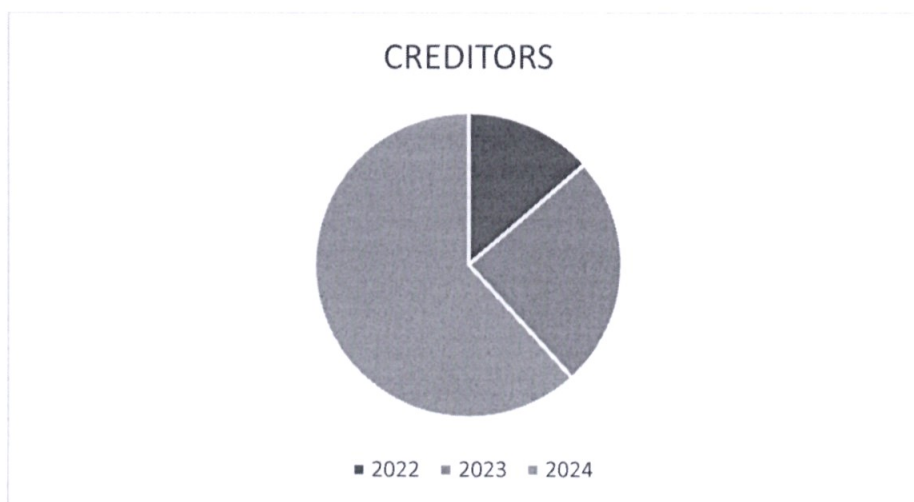


Tharaka Boys Secondary School**Annual Report and Financial Statements For the year ended 30th June 2024***Movement of debtors and creditors of the school over the last three years*

YEAR	2021/2022	2022/2023	2023/2024
<i>Debtors</i>	11,189,057	12,658,046	16,616,926



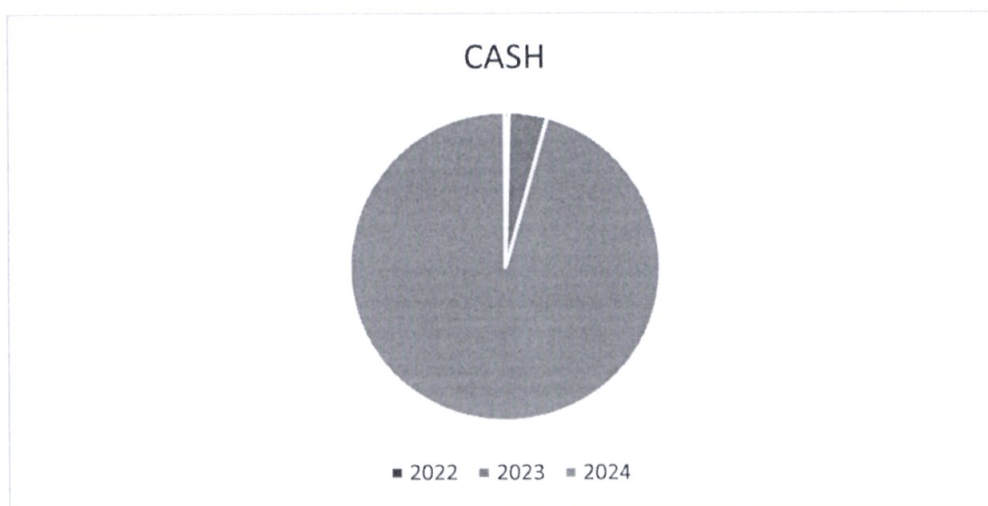
YEAR	2021/2022	2022/2023	2023/2024
<i>Creditors</i>	2,909,047	5,283,147	8,628,897



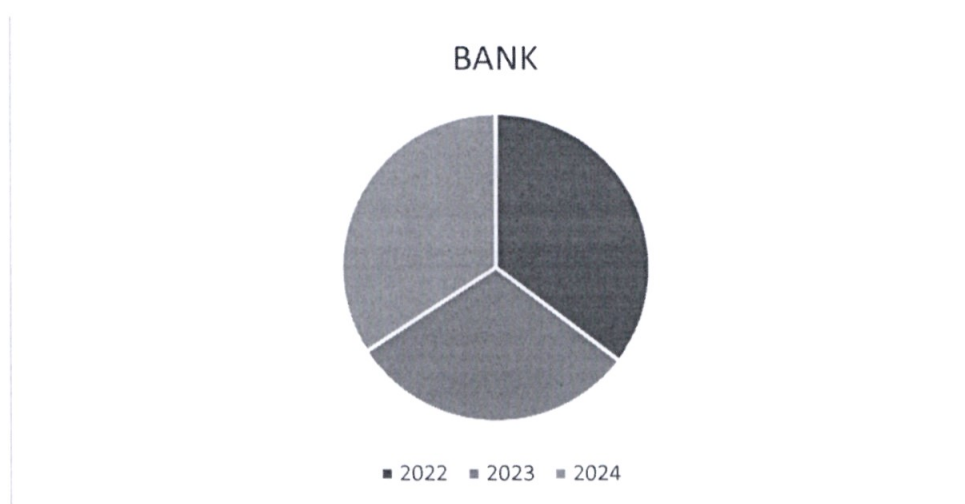
Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Movement of cash and bank balances over the last three years

YEAR	2021/2022	2022/2023	2023/2024
<i>Cash</i>	1,116	7,601	249,000



YEAR	2021/2022	2022/2023	2023/2024
<i>Bank</i>	2,273,326	1,565,542	2,412,649



Tharaka Boys Secondary School**Annual Report and Financial Statements For the year ended 30th June 2024**

a) Teacher Student ratio:

Number of teachers for each subject

SUBJECTS	NO. OF TEACHERS
PHY / MATHS	5
ENG / LIT	5
MATHS / CHEM	1
HIST / CRE	5
KISW / CRE	1
BIO / CHEM	4
AGRI / BIO	1
GEO / BS	1
HIST / KISW	2
COMP / BS	1
COMP / HIST	1
PE / KISW	1
MATHS / BS	1
KISW / GEO	1
GEO/ BIO	1
GEO / MATHS	1
HIST / GEO	1
KISW / B.STD	1

Recruited teachers	-	34
TSC Teachers	-	34
BOM Teachers	-	1
Transferred	-	0
Retired	-	0
Teacher student ratio	-	1:15

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

b) Mean score in the 2023/2024 KCSE:

YEAR	2021/2022	2022/2023	2023/2024
Mean score	5.312 C-	5.615 C	4.8993 C-
Deviation	-0.206	+0.303	-0.716
Remarks	Negative deviation	Positive deviation	Negative deviation

No of students that has transitioned

YEAR	DEGREES	DIPLOMAS	CERTIFICATES	ARTISAN
2023/2024	29	43	61	6
2022/2023	26	48	22	1
2021/2022	34	57	43	4

c) Number of Candidates in the 2023/2024 KCSE:

YEAR	2021/2022	2022/2023	2023/2024
<i>No. of candidates</i>	138	97	139

d) Capacity of the school:

NO	FACILITIES	NUMBER	CAPACITY	REMARKS
1	<i>Dormitories</i>	5	570	<i>Sufficient</i>
2	<i>Dinning hall</i>	1	1200	<i>Sufficient</i>
3	<i>Laboratories</i>	3	120	<i>One not occupied</i>
4	<i>Toilets</i>	60	900	<i>Sufficient</i>
5	<i>Classes</i>	16	600	<i>Four not occupied</i>
6	<i>Library</i>	1	100	<i>Enough</i>
7	<i>Computer Laboratory</i>	1	30	<i>Shortage</i>

Tharaka Boys Secondary School**Annual Report and Financial Statements For the year ended 30th June 2024**

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
50 Student Chairs	Infrastructure	Complete	110,000	110,000	
Dining hall tiles	Donor	Complete	1,700,000	1,706,160	
Class tiles	Infrastructure	Complete	600,000	575,708	



.....
School Principal

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

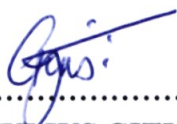
4. Statement of School Management Responsibility

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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Tharaka Boys 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.

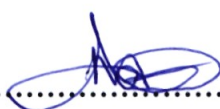


.....

Name: JULIUS GITI

Designation: Chairman, School Board of Management

Date: 25/04/2026



.....

Name: LEONARD M. KAMUNDI

Designation: School Principal & Secretary to Board of Management

Date: 25/04/2026



.....

Name: JACKLINE KARIMI

Designation: Bursar

Date: 25/04/2026

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 THARAKA BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 - THARAKA NITHI COUNTY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Tharaka Boys Secondary School - Tharaka Nithi County set out on pages 17 to 38, 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Tharaka Boys Secondary School – Tharaka Nithi County as at 30 June, 2024, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unsupported Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.16,616,926 as disclosed in Note 13 to the financial statements. However, the supporting schedules were not provided for audit review.

In the circumstances, the accuracy, and completeness accounts receivables amounting to Kshs.16,616,926 could not be confirmed.

2. Unsupported Cash and Cash Equivalents Accounts

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.2,661,651 as disclosed in Note 10 and Note 11 to the financial statements. Included in the balance is cash balances of Kshs.249,000. However, this cash balance was not supported with the cash book reconciliations statements.

In the circumstances, the accuracy, and completeness of the cash and cash equivalents balance of Kshs.2,661,651 could not be confirmed

3. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects tuition and operations capitation grants of Kshs.994,079 and Kshs.4,655,552, respectively, as disclosed in Notes 1 and 2 to the financial statements. Review of the NEMIS capitation disbursements compared to the amounts recorded by the school revealed that the school accounted for Kshs.5,649,631 while NEMIS records indicate Kshs.6,808,467. This resulted in an unexplained variance of Kshs.1,158,836.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations amounting to Kshs.994,079 and Kshs.4,655,552 respectively could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Tharaka Boys Secondary School

Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.43,320,200 and Kshs.23,651,908 respectively, resulting to an under-funding of Kshs.19,668,292 or 45% of the budget. However, the School spent a balance of Kshs.23,418,561 against actual receipts of Kshs.23,651,908 resulting to an under-utilization of Kshs.233,347 of the actual receipts.

The underfunding and under-utilization may have 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 effect of the matters described in the Basis for Qualified Opinion section of my report, there were no other key audit matters to report in the year under review.

Other Information

The Management is responsible for the Other Information set out on page i to xv which comprises 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 of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments reflects payments for operations amount of Kshs.4,833,268 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.71,000 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 on funds transferred to KESSHA amounting to Kshs.71,000 could not be confirmed.

2. Non-Compliance with the Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. The statements of receipts and payments, statement of assets and liabilities, statements of cash flows, statement of budgeted versus actual amounts, significant accounting policies, notes to the financial statements and annexes were not paginated in accordance with the prescribed reporting template as issued by the Public Sector Accounting Standards Board.
- ii. The pages containing the non-financial information are required to be paginated in roman numbers and pages from the statement of receipts and payments to the Annexes be in numerical numbers.

In the circumstances, the financial statements as prepared and presented are not in compliance with IPSAS reporting framework.

3. Failure to Prepare School Improvement Plan

During the year/period under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires

schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

4. Under-Funding of Capitation Grants and Unreconciled Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs 994,079 and Kshs.4,655,552 respectively as disclosed in Note 1 and Note 2 to the financial statements. During the year, NEMIS reported a total of five hundred and thirty-two (532) students and the number of students per school registers were five hundred and eighty (580) students resulting to a variance of forty-eight (48) students. The School was under funded by Kshs.638,614 for the year ended 30 June, 2024.

In the circumstances, the under-funding may have affected service delivery to the school.

5. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 2 March, 2026, one and a half years late, instead of the statutory deadline of 30 September, 2024. This was contrary to the Ministry of Education Circular Ref. MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September, of every year in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

6. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants totalling Kshs.4,655,552, as disclosed in Note 2 to the financial statements, received from the Ministry of Education and credited to the operations bank account. Included in the amount is Kshs.2,107,600 relating to infrastructure grants intended to be transferred to the infrastructure bank account for the maintenance and improvement of the school's facilities. However, only Kshs.1,305,766 was transferred to the infrastructure account, leaving an untransferred balance of Kshs.801,834 as at 30 June, 2024. 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.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.89,358,700 which include an amount of Kshs.25,500,000 in respect of land. However, land ownership documents were not provided for audit.

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

2. Lack of 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.

3. Long Outstanding Receivables

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.16,616,926 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivable balance of Kshs.7,895,450 which had been outstanding for more than three (3) years. However, there was no ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management 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 (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 governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is

not a guarantee that an audit conducted in accordance with IFPP will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

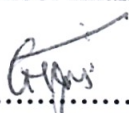
13 May, 2026

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

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

Description Of Vote Head	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Government grants for tuition	1	994,079	1,761,225
Government grants for operations	2	4,655,552	6,452,426
Government Grants for infrastructure	3	1,300,000	1,000,000
School fund income- parents' contributions	4	16,593,627	26,371,470
Miscellaneous incomes	5	108,650	-
Total Receipts		23,651,908	35,585,121
Payments			
Tuition	6	611,398	1,461,480
Operations	7	4,833,268	6,105,339
Infrastructure	8	1,845,677	2,805,784
Boarding and school fund	9	16,128,218	25,086,414
Total Payments		23,418,561	35,459,016
Surplus/Deficit		233,347	126,105

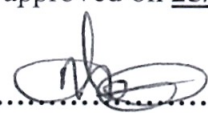
The school financial statements were approved on 25/04/2026 and signed by:



Name: JULIUS GITI

Chair BOM

Date: 25/04/2026



Name: LEONARD M. KAMUNDI
School Principal/ Secretary to BOM

Date: 25/04/2026



Name: Jackline Karimi

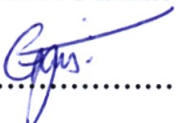
Bursar/ Finance Officer

Date: 25/04/2026

Tharaka Boys Secondary School**Annual Report and Financial Statements For the year ended 30th June 2024****7. Statement of Assets and Liabilities As At 30th June 2024**

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	2,412,649	1,565,542
Cash balances	11	249,000	7,601
Short term investments	12		
Total cash and cash equivalent		2,661,649	1,573,143
Account's receivables	13	16,616,926	12,658,046
Total financial assets		19,278,575	14,231,189
Financial liabilities			
Accounts payables	14	8,628,897	3,814,858
Net financial assets		10,649,678	10,416,331
Represented by			
Accumulated fund b/fwd	15	10,416,331	10,290,226
Surplus/deficit for the year		233,347	126,105
Net financial position		10,649,678	10,416,331

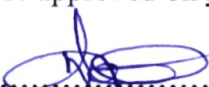
The school's financial statements were approved on 25/04/2026 and signed by:

.....


Name: JULIUS GITI

Chair BOM

Date: 25/04/2026

.....


Name: LEONARD M.

KAMUNDI

School Principal/ Secretary to BOM

Date: 25/04/2026

.....


Name: JACKLINE

KARIMI

Bursar

Date: 25/04/2026

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

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

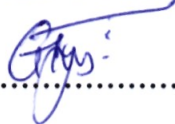
Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	994,079	1,761,225
Government grants for operations	2	4,655,552	6,452,426
Government grants for infrastructure	3	1,300,000	1,000,000
School fund income- parents contributions/ fees	4	16,593,627	26,371,470
Other income			
Total receipts		23,543,258	35,585,121
Payments			
Cash outflows for tuition	5	611,398	1,738,285
Cash outflows for operations		3,285,451	6,240,224
Cash outflows for Infrastructure		2,429,684	1,855,784
Cash outflows Boarding/lunch and school fund payments		16,128,218	26,452,127
Total payments		22,454,752	36,286,420
Net cash inflow/outflow from operating activities		1,088,506	(701,299)
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		1,088,506	(701,299)
Cash and cash equivalent at beginning of the FY		1,573,143	2,274,442
Cash and cash equivalent at end of the FY		2,661,649	1,573,143

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

Tharaka Boys Secondary School

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

The school's financial statements were approved on 25/04/2026 and signed by:


.....

Name: JULIUS GITI

Chair BOM

Date: 25/04/2026


.....

Name: LEONARD M.

KAMUNDI

**School Principal/ Secretary to
BOM**

Date: 25/04/2026


.....

Name: JACKLINE KARIMI

Bursar

Date: 25/04/2026

Tharaka Boys Secondary School

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

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Text books	387,900		387,900	250,000	64%
Exercise Books	646,500		646,500	300,000	46%
Laboratory Equipment	775,800		775,800	199,187	26%
Internal Exams	387,900		387,900	212,000	55%
Teaching / Learning Materials	387,900		387,900	32,892	8%
Exams And Assessment					
	2,586,000		2,586,000	994,079	38%
(2) Capitation Grant on Operations					
Personnel Emoluments	2,853,000		2,853,000	1,546,869	54%
Repairs And Maintenance	3,600,000		3,600,000	1,059,569	29%
Local Transport / Travelling	1,099,800		1,099,800	518,906	47%
Electricity And Water	690,600		690,600	776,143	112%
Medical	575,400		575,400		-
Administration Costs	967,200		967,200	754,065	78 %
Activity	685,200		685,200		
Gratuity					
Total	15,643,200		15,643,200	4,655,552	30%
3) FDSE for infrastructure					
Maintenance &Improvement MoE				1,300,000	
M&I parents' contribution					
Economic Stimulus Programs					

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Transition Infrastructure Grants					
Administration Block					
Total				1,300,000	
(4) Fees Charged on Parents					
Personnel Emoluments	1,860,000		1,860,000	2,750,000	148%
Repairs And Maintenance	1,440,000		1,440,000	1,590,000	110%
Local Transport / Travelling	390,000		390,000	1,000,000	256%
Electricity And Water	2,940,000		2,940,000	700,000	24%
Medical					
Administration Costs	1,110,000		1,110,000	900,000	81%
Activity	90,000		90,000	1,200,000	1,333%
SMASSE					
Fee On Boarding Equipment and Stores	16,491,000		16,491,000	7,803,627	47%
Creditors				650,000	
Total	24,321,000		24,321,000	16,593,627	68%
5) Miscellenous Income					
Loans / Borrowing					
Rent income	70,000		70,000		
Income From Farming Activities	200,000		200,000		
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire	500,000		500,000	108,650	22%
Fee For Hire of Ground and Equipment					
Interest Income					

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Any Other Investment					
Total	770,000		770,000	108,650	
Total Income	43,320,200		43,320,200	23,651,908	63%
(6) Expenditure For Tuition					
Textbooks	387,900		387,900	80,000	21%
Reference Materials					
Exercise Books	646,500		646,500	269,168	42%
Laboratory Equipment	775,800		775,800	248,000	32%
Internal Exams	387,900		387,900		
Teaching / Learning Materials	387,900		387,900		
Creditors				14,000	
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges				230	
Total	2,586,000		2,586,000	611,398	
(7) Expenditure For Operations					
Personnel Emoluments	3,100,000		3,100,000	1,690,851	55%
Repairs, Maintenance & Improvements	2,829,000		2,829,000	316,739	11%
Local Transport / Travelling	1,309,100		1,309,100	244,043	19%
Electricity, Water and Conservancy	930,100		930,100	362,944	39%
Bus insurance	474,500		474,500	61,026	13%
Administration Costs	1,005,200		1,005,200	550,939	55%
Activity Expenses	838,640		838,640	8,000	1%
Gratuity				20,000	
Creditors				180,000	
Transfer to Infrastructure				1,300,000	

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Bank Charges				3,696	
Medical				5,650	
NHIF				52,380	
NSSF				37,000	
Total	10,486,540		10,486,540	4,833,268	46%
(8) Expenditure For infrastructure					
Construction of classrooms				1,845,677	
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
Total				1,845,677	
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1,957,500		1,957,500	2,174,802	111%
Repairs, Maintenance and Improvements	1,130,000		1,130,000	1,886,020	167%
Local Transport / Travelling	579,425		579,425	958,870	165%
Electricity, Water and Conservancy	2,100,735		2,100,735	1,277,957	61%
Medical Expenses				207,342	
Administration Costs	738,000		738,000	1,041,789	141%
Activity	579,500		579,500	1,547,060	267%
Gratuity				145,000	
Refund				53,452	
Boarding Equipment and Stores	17,555,840		17,555,840	6,140,447	35%
Bus	50,000		50,000	50,000	100%

Tharaka Boys Secondary School**Annual Report and Financial Statements For the year ended 30th June 2024**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Creditors	400,000		400,000	200,000	200%
Farm				27,600	
Uniform				180,000	
Bank Charges				14,419	
NHIF				77,700	
NSSF				145,760	
Total	25,091,000		25,091,000	16,128,218	64%
Grand Total	38,163 540		38,163,540	23,418,561	61%

- i. Inadequate finances in capitation grant generally led to under – utilization in the tuition account.
- ii. Inadequate finances in capitation grant generally led to under – utilization in the operations account.
- iii. Over- utilization in the school fund account was as a result of inflation effects.

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	250,000	400,118
Stationery	300,000	101,658
Text Books	199,187	223,560
Laboratory Equipment	212,000	372,608
Creditors	32,892	663,281
Total	994,079	1,761,225

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	1,546,869	1,935,726
Repairs And Maintenance	1,059,569	1,000,000
Local Transport / Travelling	518,906	645,211
Electricity And Water	776,143	645,242
Creditors		638,504
Administration Costs	754,065	967,813
Activity		619,930
Total	4,655,552	6,452,426

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Operations account transfer	1,300,000	1,000,000
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (specify) (NGCDF and County govt.		

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Description	2023-2024	2022-2023
	Kshs	Kshs
Total	1,300,000	1,000,000

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	2,750,000	2,758,703
Repairs and maintenance	1,590,000	2,798,402
Local transport / travelling	1,000,000	1,275,652
Electricity and water	700,000	788,188
Bursary		
Administration costs	900,000	1,468,794
Activity	1,200,000	2,366,296
Fee on Boarding Equipment and stores	7,803,627	9,947,449
Bus hire		198,100
Fee arrears		2,256,813
Infrastructure		
Pocket Money		
Creditors	650,000	2,513,073
Total	16,593,627	26,371,470

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
	Kshs	Kshs
Rent Income		
Income From Farming Activities	150	
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	108,500	
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		

Tharaka Boys Secondary School

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

Loans/Borrowings*		
Other Income (<i>specify</i>)*		
Total	108,650	

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Notes to the Financial Statements (continued)

6 Tuition

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise books	80,000	606,560
Laboratory Equipment	248,000	197,650
Teaching/learning materials	269,168	559,580
Creditors	14,000	
Reference Books		96,000
Bank Charges	230	1,690
	611,398	1,461,480

7 Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	1,690,851	1,573,467
NHIF	52,380	21,300
NSSF	37,000	56,720
Administration Cost	550,939	1,526,558
Repairs And Maintenance & Improvements	316,739	536,616
Local Transport / Travelling	244,043	251,095
Electricity And Water	362,944	492,153
Lab equipment		200,000
Medical Insurance	61,026	100
Boarding		100,000
Activity Expenses	8,000	605,951
Medical	5,650	
Gratuity	20,000	
Bank charges	3,696	8,233
Creditor	180,000	100,000
Transfer to Infrastructure	1,300,000	1,500,000
Total	4,833,268	6,972,193

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
RMI	1,845,677	2,204,344
Boarding		500,000
Operations		100,000
Bank charges		1,450
Total	1,845,677	2,805,784

9 Boarding And School Fund

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	2,174,802	2,579,916
Activity	1,547,060	1,093,640
Repairs And Maintenance & Improvements	1,886,020	3,038,648
Local Transport / Travelling	958,870	996,055
Electricity And Water	1,277,957	1,952,134
Medical Expenses	207,342	141,978
Administration Costs	1,041,789	2,430,268
Bursary		
Bus hire	50,000	63,090
Fees arrears		
Fee On Boarding Equipment and Stores	6,140,447	12,062,362
Creditors	200,000	312,871
Refund	53,452	54,405
NSSF	145,760	52,240
NHIF	77,700	35,500
Bank charges	14,419	14,627
Internal Exams		105,000
Gratuity	145,000	
Farm	27,600	19,100
Uniform	180,000	134,580
Total	16,128,218	25,086,414

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2024

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	01025039708800	433,969	51,287
Operations Account	Active	01021039007501	1,065,630	229,854
School Fund Account/Boarding	Active	01021039007500	904,043	438,416
School fund (TN Sacco)	Active	68260900003801		
Infrastructure Account	Active	01022225914600	9,007	845,766
Total			2,412,649	1,565,542

11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	249,000	7,601
Total	249,000	7,601

12 Short Term Investments

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

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Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	16,616,926	12,658,046
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	16,616,926	12,658,046

13 b Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,300,235	8%	1,267,100	10%
Between 1- 2 years	2,134,789	13%	2,534,500	20%
Between 2-3 years	5,286,452	32%	3,267,100	26%
Over 3 years	7,895,450	48%	5,589,346	44%
Total (should tie to note 13 a)	16,616,926		12,658,046	

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	8,628,897	5,283,147
Prepaid Fees		
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	8,628,897	5,283,147

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Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	8,626,897		3,814,858	
Between 1- 2 years				
Between 2-3 years				
Over 3 years				
Total (should tie to note 14)	8,626,897		3,814,858	

15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	2,412,649	1,565,542
Cash Balances	249,000	7,601
Short Term Investments		
Receivables	16,616,926	12,658,046
Payables	(8,628,897)	(3,814,858)
Total	10,649,678	10,416,331

Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2023-2024	2022/2023
		Kshs	Kshs
Cattle	4	85,000	78,000
Goats	15	90,000	75,000
Trees	40	400,000	400,000
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total		575,000	553,000

18 Borrowings

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

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Other important disclosure notes

19 Stock/ Inventory

Description	2023-2024	2022/2023
	Kshs	Kshs
Food stuffs	210,500	
Lab consumables	12,400	
Farm produce	6,200	
Medication	5,300	
Construction Materials	3,400	
Others (specify)		
TOTAL	237,800	

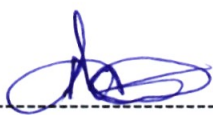
(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

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20 Progress On Follow Up Of Auditor Recommendations

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

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

Tharaka Boys Secondary School

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Juna technical	469,320		150,000	319,320	200,000	
2. JM motors	204,950		50,000	154,950	80,000	
3. Jeflo contractors	198,437		60,000	138,437	50,000	
4. Wamo tech services	120,000		0	120,000		
5. Deem	81,900		0	81,900		
6. Nkubu Galaxy	170,200		0	170,200		
Sub-Total	1,244,807		260,000	984,807		
Supply Of Goods						
7. Meru Dairy	393,650		200,000	193,650		
8. Isaac Investments	645,520		80,000	565,520		
9. KK butchery	1,223,650		200,000	1,023,650	300,000	
10. Super loaf	370,315		70,000	300,315	100,000	
11. James Mugambi	419,000		60,000	359,000	200,000	
12. Justus Mbaabu	166,650		40,000	126,650		
13. Jerex Sports	272,435		0	272,435		
14. Weaver bird	250,000		0	250,000	250,000	
15. Daudi bundi	103,147			103,147		
Sub-Total	3,844,367		650,000	3,194,367		
Supply Of Services						
16. Dabuem	1,413,1		300,000	1,113,1	400,000	

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	60			60		
17. Palmer investment	1,639,146		400,000	1,239,146	320,000	
18. Belan	304,314		30,000	274,314	100,000	
19. Fire Marshalls	120,900		25,000	95,900		
20. Bititec	502,000		0	502,000	200,000	
21. Elimu pepe	392,000		0	392,000		
22. Catherine Nduyo	334,968		0	334,968		
23. Piochem	388,767		30,000	358,767		
24. Ndatho Electricals	139,468		0	139,468	139,468	
Sub-Total	5,234,723		785,000	4,449,723		
Grand Total	10,323,897		1,695,000	8,628,897		

Tharaka Boys Secondary School

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Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 20xx	Additions during the year (Kshs)	disposals
Land 1 (51.34 HA)	1969	Tharaka	25,500,000		
Buildings and structures		Tharaka			
- Administration block (1)					
- Dormitories (5)			10,000,000		
- Dining Hall (1)			19,000,000		
- Laboratories (4)			3,200,000		
- Computer lab (1)			800,000		
- Toilets (6 Blocks)			1,800,000		
- Classes (16)			12,800,000		
- Library (1)			1,500,000		
Motor vehicles	2009	Tharaka	6,500,000		
Office equipment, furniture and fittings		Tharaka			
- Staplers (8)			6,400		
- Paper Punch (7)			7700		
- Calcurators (3)			3,600		
- Computers (4)			88,000		
- Printer (3)			52,000		
- Photocopiers (2)			720,000		
- Tr preparation table (8)			48,000		
- Office tables (20)			120,000		
- Office chairs (30)			81,000		
- Lockers (600)			2,160,000		
- Chairs (600)			1,500,000		
- Decker beds (260)			3,120,000		
ICT Equipment, and Other ICT Assets		Tharaka			
- White boards (11)			77,000		
- Laptop (3)			175,000		
- Projectors (2)			100,000		
Total		Tharaka	89,358,700		