

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID

DATE: 23 JUL 2024

DAY.

Wednesday

TABLED BY: OF

Hon. (Dr.) Robert Pukose on behalf of the Leadership Party

CLERK-AT THE-TABLE:

Hatima Suliman

PARLIAMENT OF KENYA LIBRARY

THE AUDITOR-GENERAL

ON

NJORO BOYS HIGH SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2024

NAKURU COUNTY

THE NATIONAL ASSEMBLY PAPERS LAID

DATE: 23 JUL 2024 DAY: Wednesday

TABLED BY: Hon. Owen Baya (Deputy Majority leader)

CLERK-AT THE-TABLE: Anastacia



Njoro Boys High School
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2024

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

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1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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 Nakuru County, Njoro Sub-County.

The school was registered in 1961, re-registered in February 1985 under registration number 12465 and in February 2011 under registration number PU/S/3/234/1. It is currently categorized as an Extra *County* public Boys boarding school established, owned or operated by the Government.

The school is a boarding school and had 1470 number of students as at 30 June 2024. It has 30 streams and 67 teachers of which 21 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	George Assumani Salim	Chairman-Sponsor's Rep	May 2022
2	Githaiga K.John	Secretary - Principal	May 2023
3	Jeniffer Mugweru	Member – Sponsor's Rep	May 2022
4	Gilbert Nyoro	Member – Sponsor 's Rep	May 2022
5	Betty Simiyu	Member – Parent 's Rep	May 2022
6	Janet Bii	Member- Special Needs	May 2022
7	Edith Chebet	Member- Rep CEB	May 2022
8	Dixon Shangalla	PA Chair –Parent' Rep	May 2022
9	Kagunda J.Kairu	Member Parent 's Rep	May 2022
10	Gladys Wachira	Member – Parent 's Rep	May 2023
11	George M.Kinyua	Member –Teachers' Rep	May 2022
12	Rev. Harun Njuguna	Member Special Interest	May 2022
13	Dr. Julius Nguku	Member -- Parent's Rep	May 2023
14	Catherine Mureithi	Member – Parent's Rep	May 2023
15	Garian Osumba	Rep Students	May 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	Mr.George A.Salim Mr.Dixon Shangala Mr.Gilbert Nyoro Ms.Jeniffer Mugweru Ms.Janet Bii Mr.John Gthaiga	Chairman PTA Chair SIC chair Member Member Principal	3 out of 3
2	Audit Committee	Ms Betty Simiyu Mr.Joseph Kairu Ms.Jeniffer Mugweru Mr. Dixon Shangala Mr.Gilbert Nyoro Mr.John Githaiga	Chair Member Member Member Member Member	0 out of 3
3	Finance procurement and general purposes Committee	Jennifer Mugweru Gilbert Nyoro Betty Simiyu Dixon Shangala Kagunda J Kairu John.K.Gitaiga	Chair Member Member Member Member Member	2 out of 3
4	Academic Committee	Gladys Wachira Janet Bii		2 out of 3

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

5	Development Committee	Dr.Julius Nguku Gilbert Nyoro Githaiga K. John Janet Bii Harun Njuguna		3 out of 3
6	Discipline and welfare Committee	Ms.Jeniffer Mugweru Rev.Harun Njuguna Ms.CatherineMureithi Ms. Edith Chebet Mr.John K. Githaiga		1 out 1
7	Adhoc Committee (if any during the year)	Different members		3 out 3

(d) School operation Management

For the financial year ended 30 June, 2024 the School's day-to-day management was under the following person(s):

Ref:	Designation	Name	Identification
1	Principal	Githaiga K. John	TSC No.357124
2	Deputy Principal	George M. Kinyua	TSC No.388264
3	School Bursar	Ferdinand Wanyonyi	ICPAK No.
4	Other (specify)		

(e) Schools contacts

Post Office Box: **40-20107 NJORO**
 Telephone: **0713188347**
 E-mail: njoroboy2@gmail.com / njoroboy2@yahoo.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

The following are Bank accounts operated by the school.

- 1.Name of Bank: KENYA COMMERCIAL BANK
 Branch: NJORO Box 503 -,20107, Njoro
 Account Number: 1101879203(Main/Boarding Account)
- 2.Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account Number: 1101878169(Tuition Account)
- 3.Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account Number: 1101878304(Operation Account)
- 4.Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account: 1272433722(Infrastructure Account)
5. Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account: 1101884487(Farm account)
6. Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account Number: 1108023983(PA savings account)
7. Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account Number: 1108024238(Fees collection account)
8. Name of Bank: KENYA COMMERCIAL BANK LTD
 Branch: NJORO
 Account Number: 1108032761(Farm savings account)

(g) Independent Auditors

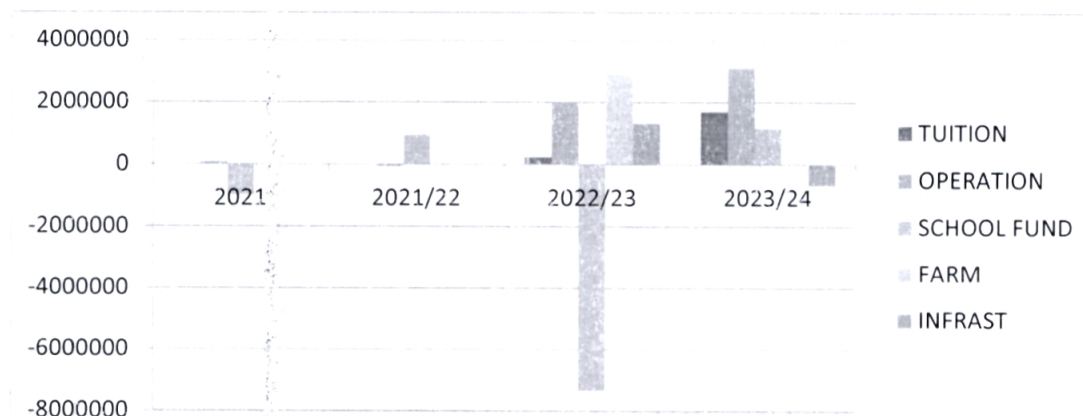
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi,

3. Summary Report of Performance of The School

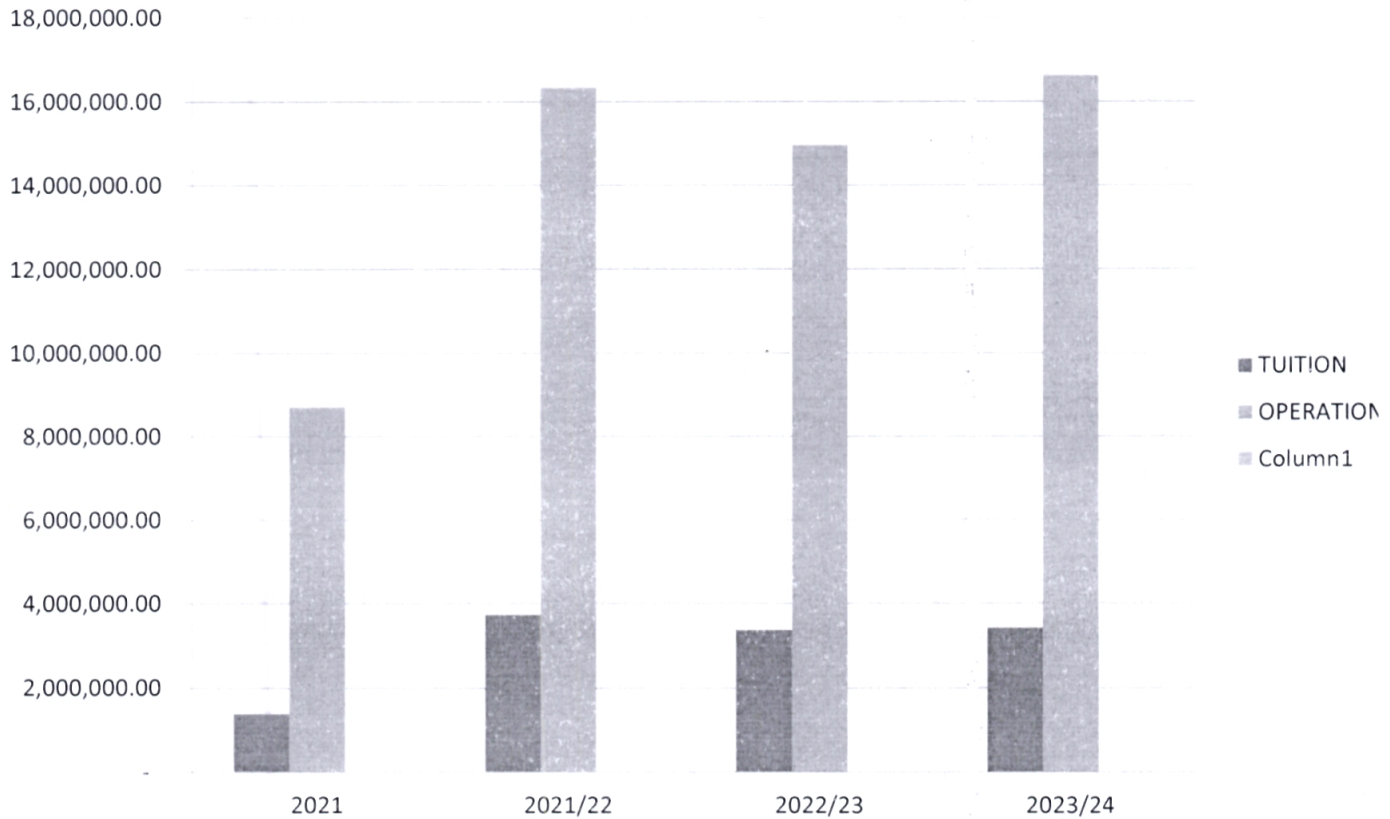
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2023/2024	2022/2023	1 st July-30 th June 2022	
		Kshs	Kshs	KSHS	
1	School Fund Account	1,157,793	(7,348,927)	936,007	
2	Operations Account	3,119,689	2,016,071	(77,251)	
3	Tuition Account	1,695,161	229,611	1,031	
4	Farm Account	52,849	2,917,884	13,190	
5	Infrastructure Account	(658,071)	1,330,030	13,105	
	TOTAL	5,367,421	(855,331)	886,082	
	Increase/Decrease	6,222,752	42,821	1,765,072	

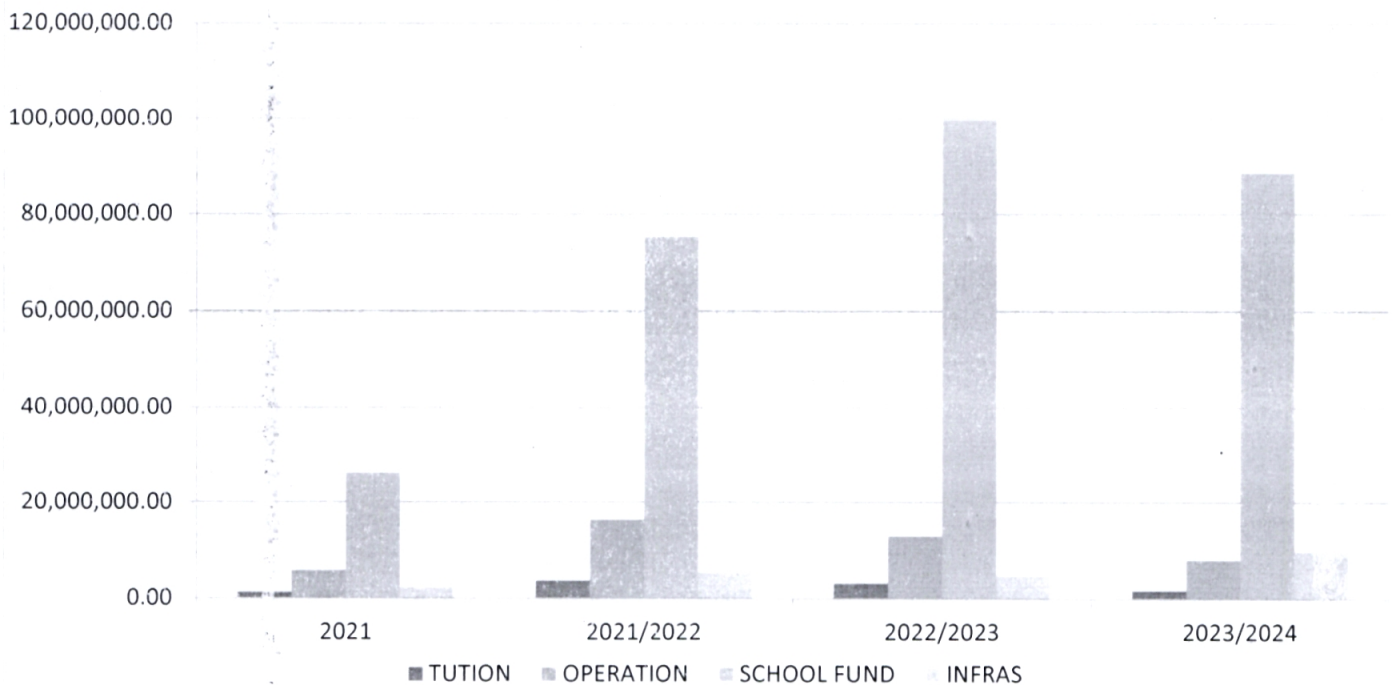


CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	ACCOUNTS	2023/2024	1 July 2022- 30 June 2023	1 June 2021 -30 June 2022	
		KSHS	KSHS		
1	Operations Account	16,627,443	14,968,543	16,342,908	
2	Tuition Account	3,434,133	3,378,405	3,732,204	
	Total	20,061,575	18,347,048	20,075,113	
	Increase/Decrease	1,714,527	(1,728,065)	9,973,952	
	No of Students	1317	1215	1127	
	Ratio of Capitation per student	1:15,100.45	1:15,100.45	1:17,812.87	



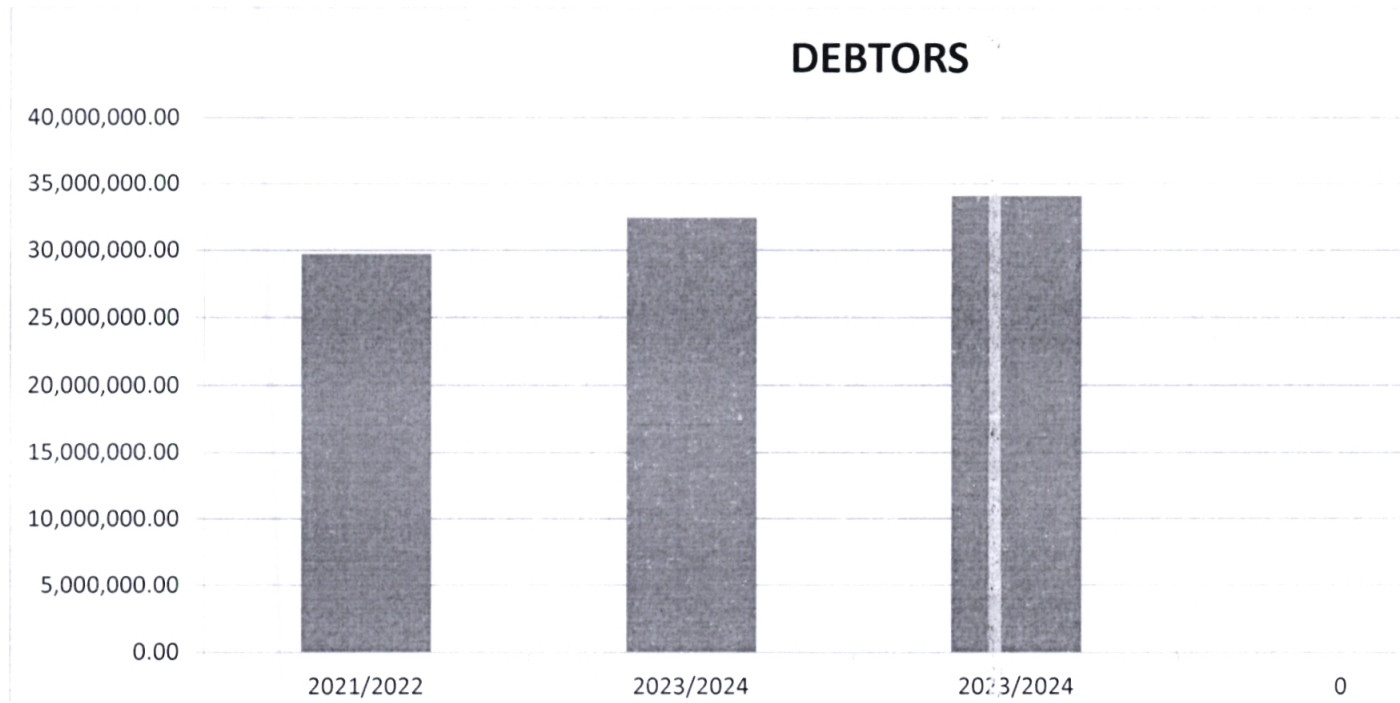


OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL				
SNO	ACCOUNTS	31 July 2023 -30 June 2024(12months)	31 July 2022-30 June 2023(12months)	1 July 2021 -30 June 2022(12months)
		Kshs	Kshs	Kshs.
1	School Fund Account	88,576,973	99,788,091	75,334,735
2	Operations Account	8,088,354	12,952,472	16,420,160
3	Tuition Account	1,718,971	3,148,894	3,731,173
4	Infrastructure Account	9,816,911	4,789,970	5,335,390
	Total	108,201,209	120,679,428	100,821,068
	Increase/Decrease	(12,478.218)	19,858,4395	65,132,450



MOVEMENT OF DEBTORS OF THE SCHOOL

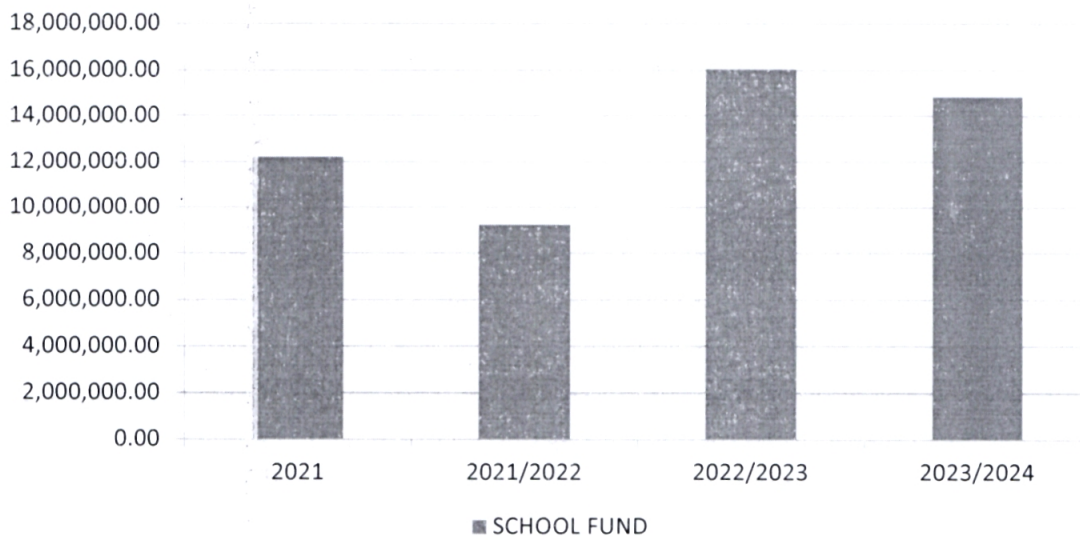
SNO	ACCOUNTS	1 July2023-30 June204(12months)	1 July2022-30 June 2023(12months)	1 July2021-30June2022(12months)
1	School Fund Account	KSHS	KSHS	KSHS
a	Debtors	34,097,275	32,462,640	29,738,260
	Total	34,097,275	32,462,640	29,738,260
	Increase/Decrease	1,634,635	2,724,380	(519,358)



MOVEMENT OF CREDITORS OF THE SCHOOL

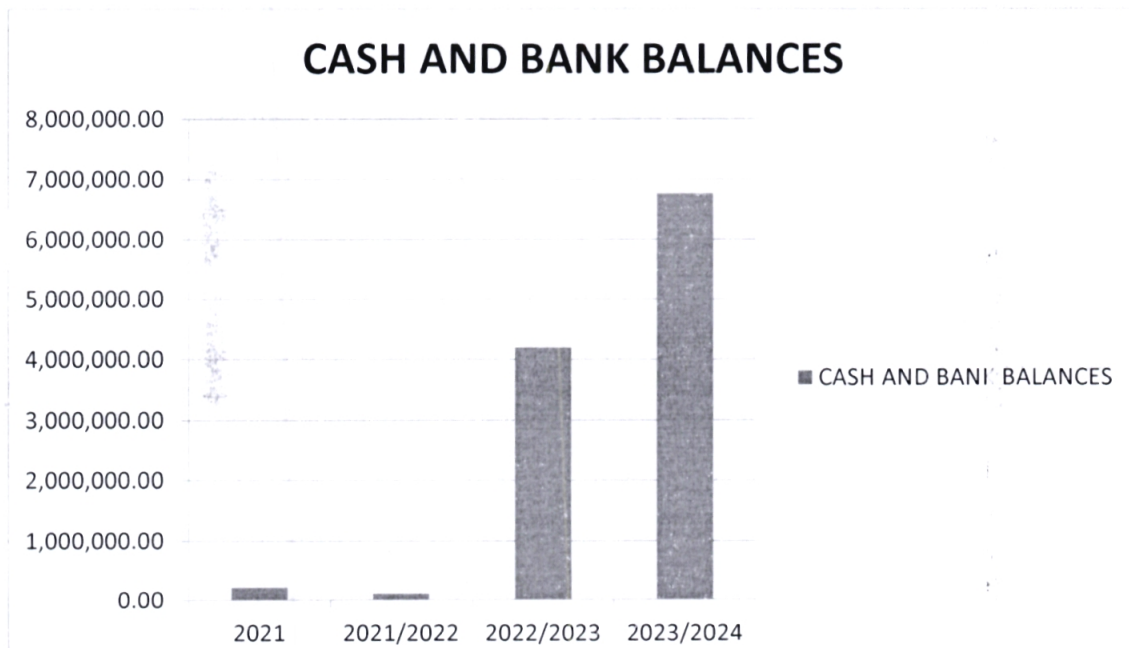
SNO	ACCOUNTS	1 July 2022-30 June 2023(12months)	1 July 2022-30 June 2023(12months)	1 July 2021- 30 June 2022(12months)
1	Description	KSHS	KSHS	KSHS
a	Creditors	14,863,771	16,066,698	9,234,621
	Total	14,863,771	16,066,698	9,234,621
	Increase/Decrease	(1,202,927)	6,832,077	(2,988,386)

CREDITORS



MOVEMENT OF CASH AND BANK BALANCES

SNO	ACCOUNTS	1 July 2023-30 June 2024(12months)	1 July 2022-30 June 2023(12months)	1 July 2021-30 June 2022(12months)
1	School Fund Account	599,636	564,073	55,404
2	Operations Account	4,503,657	2,034,119	18,048
3	Tuition Account	1,426,582	231,421	1,810
4	Infrastructure Account	170,704	1,346,145	16,115
5	Farm account	71,106	25,641	23,791
	Total	6,771,686	4,201,399	115,168
	Increase/Decrease	2,570,286	4,086,231	(110,926)



b) Teacher Student ratio:

Name of school	No. of students	CBE	No of T.S.C Teachers employed	Teachers posted within the year	Teachers shortage by combination (In order of priority)	No of BOM Teachers
NJORO BOYS HIGH SCHOOL	1570	67	45	2	MATS/PHYSICS-3,ENG/LIT-3,GEO/BST-2,CHEM/PHY-2,CHEM/MATH-2,BIO/CHEM-2,CRE/HIST-2,AGRIC/BIO-2,KIS/CRE-2,GEO/HISTO-1,KIS/CRE-2,GEO/HISTO-1,KIS/GEO-1,HIST/CRE-1 TOTAL =23	21

c) Mean score in the 2021- 2023 KCSE:

COMPARISON OF MEAN GRADE DISTRIBUTION IN THE LAST THREE YEARS

YEAR	ENT	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	MN	GD
2021	216	0	5	11	25	31	36	43	38	15	11	1	6.6	C+
2022	177	0	2	6	21	27	31	45	30	12	2	1	6.666	C+
2023	152	0	1	3	14	21	25	28	32	18	8	2	6.171	C+

COMPARISON OF QUALITY GRADES

Distribution of university qualification grades was as follows:

GRADE	2021	2022	2023
A	0	0	0
A-	5	2	1
B+	11	6	3
B	25	21	14
B-	31	27	21
C+	36	31	25
TOTALS	108	87	64

d) Number of Candidates in the 2021-2023 KCSE:

YEAR	ENT
2020	227
2021	216
2022	177
2023	152

e) Capacity of the school:

There was an enrolment of 1570 students. The facilities in the school are; 14 dormitories, 1 Dinning hall with kitchen, 1 social hall, 1 storey library, 5 laboratories, 34 classrooms, 1 curriculum plaza with departmental offices, 1 staffroom, 2 computer labs, 1 dispensary, 1 foodstore, 1 kitchen store, 1 office block, 124 toilets, 1 board room, 1 power house, 1 Generator, 5 games fields, 25 staff houses, 1 central store, 1 workshop, 1 electrical bakery.

f) Development projects carried out by the school:

S/N	Description	Source of Funds	Status	Estimated Cost	Actual Cost	Completion Time
1	CLASSROOMS (6)	M& I	COMPLETED	7,600,000	7,458,985	THREE MONTHS
2	STUDENTS TOILETS(22)	PA	COMPLETED	2,745,140	950,000	ONE MONTH
3.	CCTV	PA	COMPLETED	898,000	898,000	ONE MONTH
4.	CBC (2)CLASSROOMS	TRANSITIONAL GRANTS	COMPLETED	1,576,000	1,576,000	ONE MONTH
					10,882,985	


 School Principal
 28 MAY 2025
 NJORO BOYS HIGH SCHOOL

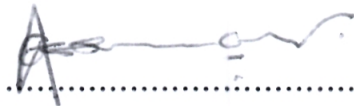
4. Statement of School Management Responsibility

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 *Njoro 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 June, 2024, and of the school's financial position as at that date.


.....

Name: George Assumani Salim

Designation: Chairman, School Board of Management

Date:

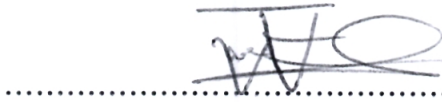

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Name: Githaiga K. John

Designation: School Principal & Secretary to Board of Management

Date:




.....

Name: Ferdinand Wanyonyi

Designation: Bursar/ Finance Officer

Date:

REPUBLIC OF KENYA

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



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON NJORO BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – NAKURU 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 Njoro Boys High School set out on pages 1 to 23, 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 the 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 Njoro 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

1. Unsupported Fixed Assets Balance

Annex 2 to the financial statements on summary of fixed assets register reflects assets with a closing balance of Kshs.1,086,015,090. The amount includes school land valued at Kshs.780,000,000. However, available information revealed that the School does not have the ownership documents for the land except for allotment letters of the two (2) parcels of land which are in the process of being merged. It was further observed that there is no map showing the subdivision since the School's land has not been surveyed.

Further, the school did not maintain a reliable, accurate and up-to-date fixed assets register and valuation of all its properties since the asset register provided did not have specific details of assets owned by the school. It was therefore not possible to identify and verify the assets. In addition, valuation reports for the assets were not provided for audit verification.

In the circumstances, the accuracy, completeness, valuation and ownership of the School's assets valued at Kshs.1,086,015,090 could not be confirmed.

2. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.34,097,275 as disclosed in Note 13 to the financial statements. Review of the aging analysis and receivables schedules revealed that debtors' amounts of Kshs.26,581,074 had been outstanding for over three (3) years. Management has not explained the measures being undertaken to collect the debts.

In the circumstances, the recoverability of the accounts receivables balance of Kshs.26,581,074 as at 30 June, 2024 could not be confirmed.

3. Long Outstanding Accounts Payables

The statement of assets and liabilities and Note 14 to the financial statements reflect a balance of Kshs.14,863,771 in respect of accounts payables. Review of the aging analysis revealed that out the total balance, an amount of Kshs.5,812,964 or 39% of total trade creditors had been outstanding for more than one (1) year. Management explained that the unsatisfactory situation

was caused by the School's poor liquidity position as a result of undisbursed capitation funds by the Government.

In the circumstances, the School is at risk of incurring additional and avoidable costs of interest and penalties on delayed payments to its suppliers.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Njoro 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 budgeted revenue and actual on comparable amounts of Kshs.119,523,736 and Kshs.113,634,882 respectively resulting to an under collection of Kshs.5,888,854 or 5% of the budget. Further, the statement reflects that the School spent an amount of Kshs.108,220,309 against the actual receipts of Kshs.113,634,882 resulting in an under absorption of Kshs.5,414,572 or 5% of the actual receipts.

The under absorption affected the planned activities of the School and may have negatively impacted 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. There were no key audit matters to communicate in my report.

Other Matter

1. Unresolved Prior Year Matters

In the audit report of the previous year, some issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not explained how the issues raised have been resolved.

2. Under-Disbursement of Capitation Funds

The Ministry of Education (MOE) guidelines on free day secondary schools requires annual capitation disbursement per student to be capped at Kshs.22,144. However, review of Ministry circulars on release of free secondary education funds during year, revealed that the Ministry disbursed capitation amount of Kshs.16,153 per student. Further, the capitation per student includes an amount of Kshs.1,730 per student which was retained by the Ministry of Education

for centralized procurement and activities such as SMASSE, text books, co-curricular activities and/or medical/insurance. This occasioned under-disbursement of capitation per student of Kshs.5,991 thus totaling to Kshs.8,405,303 from the average student enrolment of 1,403 students during the year.

In the circumstances, the under-disbursement of capitation funds affected the achievement of the overall objectives of the School and service delivery to the public.

Other Information

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

In connection with my audit on the School's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. 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. Delay in Transfer of Infrastructure and Maintenance Funds to the Infrastructure Account

The School received capitation for operations amounting to Kshs.8,628,563 on 12 January, 2024 being capitation for 1,317 students. The amount comprised of a balance of Kshs.2,634,000 for maintenance and improvement (infrastructure). However, the transfer of this funds to the infrastructure account took place in two tranches of Kshs.1,600,000 on 18 January, 2024 and Kshs.1,034,000 on 4 April, 2024, which represented a delay for the latter of up to eighty-two (82) days. This is contrary to Section 3.2 of the Guidelines on implementation of FDSE for 2021-2022 dated 16 June, 2021 which provides that Infrastructure funds as well as maintenance and

improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds.

In the circumstances, Management was in breach of the regulations and policies.

2. Delayed Approval of the School's Budget

Review of the Board minutes dated 23 October, 2023 revealed that the School's budget for the financial year 2023/2024 was approved by the Board of Directors on 23 October 2023. The approval was obtained three months after commencement of the financial year. This was contrary to Regulation 32(12) of the Public Finance Management (National Governments) Regulations, 2015 which stipulates that, budget estimates of the national government entities, or agencies shall be reviewed and consolidated and the annual budget estimates submitted to Parliament, by April 30 of financial year.

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

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. Ineffectiveness in Management of Textbooks

During the period under review, the Management had in place a textbooks management system for tracking of the distribution and retrieval of textbooks. However, the system was not in use since the staff who had been trained on its operations left the School during the year. Further, Management of the School did not put in place an appropriate mechanism to mitigate on loss of lost text books and their recovery. Review of the school textbook issuance records revealed that a total of one thousand eight hundred and forty-eight (1,848) text books had not been returned/surrendered after being issued to students. This increased the likelihood of resource wastage and financial losses to the School and the Government.

An audit inspection carried out in the school library and review of the textbooks inventory data revealed that the school had unutilized textbooks totaling to seven thousand four hundred and

sixty-six (7,466). This was as a result of over-supply of textbooks by the Ministry of Education through Kenya Institute of Curriculum Development and other publishers.

In addition, analysis of the textbooks inventory data revealed that the distribution did not meet the required ratio of one text book per student for some subjects resulting to a shortfall of one hundred and twenty-nine (129) textbooks as at the time of the audit. The details are as shown in the table below;

Subject and Class	Number of Students	Books issued to the School	Shortage
Music Form 1	45	0	45
Music Form 2	16	15	1
Music Form 3	11	0	11
French Form 3	31	0	31
Business Studies Form 4	179	140	39
Music Form 4	8	6	2
Total			129

In the circumstances, the effectiveness of the internal controls in relation to management of textbooks could not be confirmed.

2. Lack of Internal Audit Function and Inactive Audit Committee

During the year under review, the School had not established an internal audit unit as required. This is contrary to Section 73 (1) (a) of the Public Finance Management Act, 2012 which states that every National Government entity shall ensure that it complies with this Act and - has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board;

Further, review of the financial statements and the School's Board of Management minutes showed that the School had established an audit committee. However, the committee did not meet during the year under review. This is contrary to Regulation 179 (1) of the Public Finance Management (National Government) which requires that the audit committee shall meet at least once in every three months.

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

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 Board of Management

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

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

The Board of Management is 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

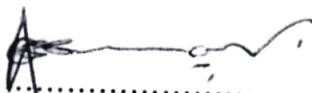
Nairobi

17 June, 2025

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


Description Of Vote Head	Note	1 July 2023-30 June 2024 Kshs	1 July 2022-30 June 2023 Kshs
Receipts			
Government grants for tuition	1	3,434,133	3,378,505
Government grants for operations	2	11,208,043	10,063,543
Government Grants for infrastructure	3	9,158,840	6,120,000
School fund income- parents' contributions	4	85,651,046	90,081,230
Miscellaneous incomes	5	4,182,820	5,275,819
Total Receipts		113,634,882	114,919,096
Payments			
Tuition	6	1,738,972	3,148,894
Operations	7	8,088,354	8,047,472
Infrastructure	8	9,816,911	4,789,970
Boarding and school fund	9	88,576,077	99,788,092
Total Payments		108,220,309	115,774,428
Surplus/Deficit		5,414,573	(855,331)

The school financial statements were approved on 27 September 2024 and signed by:



 Name: George Assumani Salim

Chair BOM

Date:


 Name: Githaiga K. John
 School Principal/Secretary to BOM

Date:


 Name: Ferdinand Wanyonyi

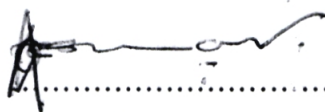
Bursar/Finance Officer

Date:

7. Statement of Assets and Liabilities As At 30 June 2024

Description	Note	1 July 2023- 30 June	1 July 2022- 30 June
		2024	2023
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	6,901,062	4,328,093
Cash balances	11	6,293	2,252
Short term investments	12	0	0
Total cash and cash equivalent		6,907,355	4,330,345
Account's receivables	13	34,097,275	32,462,640
Total financial assets (a)		41,004,630	36,792,985
Financial liabilities			
Accounts payables	14	14,863,771	16,066,698
Total Financial Liabilities (b)		14,863,771	16,066,698
Net financial assets (a-b)		26,140,859	20,726,287
Represented by			
Accumulated fund b/wd	15	20,726,287	21,581,618
Surplus/deficit for the year		5,414,572	(855,331)
Net Assets		26,140,859	20,726,287

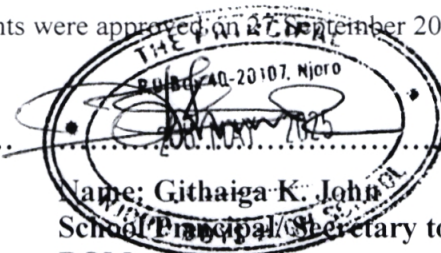
The school's financial statements were approved on 27 September 2024 and signed by:



Name: George A. Salm

Chair BOM

Date:



Name: Githaiga K. John
School Principal/Secretary to
BOM

Date:



Name: Ferdinand Wanyonyi

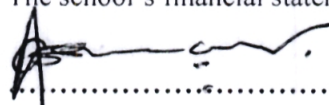
Bursar/ Finance Officer

Date:

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

	Note	2023 KShs	2022 KShs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	3,434,1323	3,378,505
Government grants for operations	2	11,208,043	10,063,543
Government grants for infrastructure	3	9,158,840	6,120,000
School fund income- parents contributions/ fees	4	84,016,411	87,356,849
Other income	5	4,182,820	5,275,819
Total receipts		112,000,247	112,194,716
Payments			
Cash outflows for tuition	6	1,738,972	3,148,894
Cash outflows for operations	7	8,088,354	8,047,472
Cash outflows Boarding/lunch and school fund payments	9	89,779,000	92,956,015
Total payments		99,606,327	104,152,381
Net cash inflow/outflow from operating activities		12,393,921	8,042,335
Cash flow from investing activities			
Acquisition of assets	8	(9,816,911)	(4,789,970)
Proceeds from sale of Assets		0	0
Proceeds from investments		0	0
Purchase of investments		(0)	(0)
Net cash inflow/outflows from investing activities		(9,816,911)	(4,789,970)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0
Repayment of principal borrowings		(0)	(0)
Net cash inflow/outflow from financing activities		0	0
Net increase/decrease in cash and cash equivalent		2,577,010	3,252,365
Cash and cash equivalent at beginning of the FY		4,330,345	1,077,980
Cash and cash equivalent at end of the FY		6,907,355	4,330,345


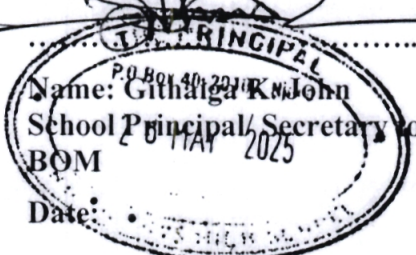
The school's financial statements were approved on 27 September, 2024 and signed by



Name: George A. Salim

Chair BOM

Date:



 Name: Githaiga K. John
 School Principal, Secretary to BOM
 Date:



Name :Ferdinand Wanyonyi

Bursar/ Finance Officer

Date:

9 Statement of Budgeted Versus Actual Amounts for the Year Ended 30 June,2024

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Reference Materials	516,000		516,000	131,700	384,300	26%
Exercise Books	2,451,000	-	2,451,000	2,169,133	281,867	89%
Laboratory Equipment	838,500		838,500	395,700	442,800	47%
Internal Exams	830,760.00		830,760	474,200	356,560	57%
Teaching / Learning Materials	709,500		709,500	263,400	446,100	37.12%
Others (specify)*	-	0	-	-	-	0%
Sub totals	5,345,760		5,345,760	3,434,133	1,911,627	64%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel Emoluments	7,423,950		7,423,950	6,091,842	1,332,108	82%
Repairs And Maintenance	0.00		-	-	-	0%
Local Transport / Travelling	1,290,000		1,290,000	737,600	552,400	57%
Electricity And Water	2,122,050		2,122,050	1,344,100	777,950	63%
Medical	2,580,000		2,580,000	987,750	1,592,250	38%
Administration Costs	1,290,000		1,290,000	1,255,351	34,648	97%
Activity			-	791,400	(791,400)	0%
Other Vote Heads (specify)			-	-	-	0%
Sub totals	14,706,000		14,706,000	11,208,043	14,706,000	76%
(3) FDSE FOR INFRASTRUCTURE						
Maintenance and Improvement	7,740,000		7,740,000	7,582,400	157,600	98%
Transition infrastructure Gr	1,576,440		1,576,440	1,576,440	-	100%

Njoro Boys High School

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

Administration block	0	-	-	-	0%
Economic stimulus grants	0	-	-	-	0%
Others(NGCDF, County government)	0	-	-	-	0%
Sub total	9,316,440	9,316,440	9,158,840	157,600	98%
(4) FEES CHARGED ON PARENTS					
Personnel emoluments	11,186,880	11,186,880	9,135,551	1,751,329	84%
Repairs and maintenance	2,580,000	2,580,000	3,564,528	(984,528)	138%
Local transport / travelling	3,165,660	3,165,660	2,146,793	1,018,867	68%
Electricity and water	6,878,280	6,878,280	6,124,011	754,269	89%
Boarding Equipment & Stores	41,776,650	41,776,650	45,421,353	(3,644,703)	109%
Administration costs	2,852,190	2,852,190	6,584,700	(3,732,510)	231%
Activity	645,000	645,000	325,549	(180,549)	128%
Fees arrears	5,028,376	5,028,376	3,563,390	1,464,543	
PA fund	5,160,000	5,160,000	3,246,833	1,913,167	63%
Uniform	2,182,500	2,182,500	2,150,549	31,951	99%
Damages	3,870,000	3,870,000	2,587,789	1,282,211	67%
Sub total	85,325,536	85,325,536	85,651,046		
(5) MISCELLANEOUS INCOME					
Rent Income	300,000	300,000	292,364	7,336	97%
Income From Farming Activities	2,980,000	2,980,000	2,718,436	261,564	91%
Accommodation	800,000	800,000	579,200	220,000	72%
Income From Posho Mill		0	-	-	
Income From Bus Hire	750,000	750,000	592,820	157,180	79%
	4,830,000	4,830,000	4,582,820		
GRAND TOTAL INCOME	119,523,736	119,523,736	113,634,882		0%

Njoro Boys High School

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

(1) EXPENDITURE FOR TUITION						-
Exercise Books	2,451,000		2,451,000	915,490	1,535,510	63%
Exams And Assessment	830,760		830,760	252,745	578,015	30%
Reference Materials	516,000		516,000	130,750.00	385,250	25%
Bank Charges			0	5,432	(5,432)	
Laboratory Equipment	838,500		838,500	391,139	447,361	47%
Teaching / Learn Materials	709,500	0	709,500.00	43,416.00	666,084	8%
Sub totals	5,345,760		5,345,760	1,738,972	3,650,205	33%
Payments for Operations						
						-
Personnel Emoluments	7,423,950		7,423,950	5,134,493	2,289,457	69%
Service Gratuity	0		0	-	-	
Administration Cost	1,290,000		1,290,000	1,465,495	(175,495)	114%
Repairs And Maintenance & Improvements			0	-	-	
Local Transport / Travelling	1,290,000		1,290,000	766,050	523,950	59%
Electricity And Water	2,122,050		2,122,050	366,285	1,755,765	17%
Activity expenses	1,935,000		1,935,000	271,910	1,663,090	14%
Medical	2,580,000	0	2,580,000	84,121	2,495,879	4%
SUBTOTALS	14,061,000		14,061,000	8,088,354	14,061,000	0%
INFRASTRUCTURE PAYMENTS			0			
						-
Construction of classrooms	7,740,000		7,740,000	7,458,985	281,015	96%
Construction of CBC classrooms	1,576,440	0	1,576,440	1,059,070	517,370	
Construction of dormitory	0	0	0	345,310	(345,310)	
Toilet Project	2,786,854		2,786,854	950,000	1,836,854	34%
Bank charges	0	0	0	3,546	(3,546)	
SUBTOTALS	12,103,294		12,103,294	9,816,911		81%

Njoro Boys High School
Annual Report and Financial Statements For the year ended 30 June 2024

Boarding & School fund Account					-	
Personnel Emoluments	11,186,880		11,186,880	8,335,824	2,851,056	75%
Repair, maintenance & Impr	2,580,000	0	2,580,000	4,974,176	(2,394,176)	193%
Administration cost	2,852,190		2,852,190	9,429,242	(6,577,052)	330%
Local Transport / Travelling	3,165,660		3,165,660	2,181,116	984,544	69%
Electricity And Water	6,878,280		6,878,280	3,037,741	3,840,539	44%
Fee On Boarding Equipment and Stores	41,776,650		41,776,650	49,171,238	(7,394,588)	118%
Medical	2,580,000		2,580,000	349,464	2,230,536	14%
Activity expenses	645,000		645,000	1,077,500	(432,500)	167%
PA expenses	5,160,000		5,160,000	3,514,660	1,645,340	68%
Damages	3,870,000			2,582,773	1,287,227	68%
Accommodation	800,000		800,000	532,350	267,650	67%
Bus Hire	750,000	0	750,000	52,100	597,900	20%
Farm expenses	2,980,000	0	2,980,000	2,518,639	361,361	88%
Bank charges	0	0	0	77,450	(77,450)	
Uniform				541,800	(541,800)	
SUBTOTALS	85,444,660		85,444,660	88,576,073	(6,330,747)	109%
TOTAL	116,954,714		116,954,714	108,220,309		0%

9. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. 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 30th June 2024.

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

Description	1 July 2023-30 June 2024	1 July 2022- 30 June 2023
	Kshs	Kshs
Reference Materials	131,700	0
Exercise Books	2,169,133	1,523,959
Laboratory Equipment	395,700	879,936
Internal Exams	474,200	0
Teaching / Learning Materials	263,400	974,610
Others	0	0
Total	3,434,133	3,378,505

2 Government Grants for Operations

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Personnel Emoluments	6,091,842	5,030,500
Repairs And Maintenance	0	0
Local Transport / Travelling	737,600	1,134,800
Electricity And Water	1,344,100	1,807,528
Medical	987,750	121,500
Administration Costs	1,255,351	1,142,115
Activity	791,400	827,100
Other Vote Heads (specify)*	0	0
Total	11,208,043	10,063,543

3 Government Grants for infrastructure

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Maintenance & Improvement	7,582,400	6,120,000
Transition infrastructure grants	1,576,440	0
Administration Block	0	0
Economic stimulus grants	0	0
Other (specify) (NGCDF and County govt.	0	0
Total	9,158,840	6,120,000

4 School Fund Income - Parents Contribution/Fees

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Personnel emoluments	9,435,551	12,455,626
Repairs and maintenance	3,564,528	5,869,509
Local transport / travelling	2,146,793	2,228,424
Electricity and water	6,124,011	7,115,467
Medical	0	0
Administration costs	6,584,700	10,578,885
Activity	825,549	942,615
Fee on Boarding Equipment and stores	45,421,353	47,723,397
PA Levies*	3,246,833	0
Fees arrears	3,563,390	2,303,996
Uniform	2,150,549	0
Others (specify) Damages	2,587,789	863,311
Total	85,651,046	90,081,230

5 Miscellaneous Incomes

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Rent Income	292,364	142,344
Income From Farming Activities	2,718,436	5,004,275
Accommodation	579,200	42,000
Income From Posho Mill	0	0
Income From Bus Hire	592,820	87,200
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations*	0	0
Interest Income	0	0
Dividends Income	0	0
Loans/Borrowings*	0	0
Other Income (specify)*	0	0
Total	4,182,820	5,275,819

6 Tuition payments

Description	1 July 2023-30 June 2024	1 June 2022-30 June 2024
	Kshs	Kshs
Exercise Books	915,490	1,800,973
Textbooks	0	0
Reference materials	130,750	0
Laboratory Equipment	391,139	988,175
Teaching / Learning Materials	43,416	18,000
Exams And Assessment	252,745	341,201
Teachers Guides	0	0
Bank Charges	5,432	545
Others (specify)	0	0.00
Total	1,738,972	3,148,894

7 Operations payments

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Personnel Emoluments	5,134,493	3,799,592
Service Gratuity	0	0
Administration Cost	1,465,495	1,421,264
Repairs And Maintenance & Improvements	0	0
Local Transport / Travelling	766,050	1,321,143
Electricity And Water	366,285	651,754
Medical	84,121	233,039
Activity Expenses	271,910	620,680
Total	8,088,354	8,047,472

8 Infrastructure

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2024
	Kshs	Kshs
Construction of classrooms	7,458,985	0
Construction of CBC classrooms	1,059,070	556,700
Construction of dormitory	345,310	1,606,980
Purchase of furniture	0	1,080,000
Toilets projects	950,000	688,380
Boardroom project	0	856,335
Drilling of boreholes	0	0
Others (specify) Bank charges	3,546	1,575
Total	9,816,911	4,789,970

9 Boarding And School Fund

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Personnel Emoluments	8,335,824	10,637,463
Service Gratuity	0	0
Repairs And Maintenance & Improvements	4,974,176	5,995,530
Local Transport / Travelling	2,181,116	3,419,723
Electricity And Water	3,037,741	5,891,333
Medical Expenses	349,464	118,298
Administration Costs	9,429,242	10,617,944
Activities expenses	1,077,500	1,381,020
Bank Charges	77,450	0
Expenses On Income Generating Activities**	2,618,639	2,357,935
Fee on Boarding Equipment and Stores	49,171,238	59,368,845
Uniform account	541,800	0
Bus hire	152,100	0
Loan Principal Repayment	0	0
Accommodation	532,350	0
Acquisition Of Assets	0	0
PA expenses	3,514,660	0
Others (specify) Damages	2,582,773	0
Total	88,576,073	99,788,092

Njoro Boys High School

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10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1101878169	1,426,582	231,421
Operations Account	Active	110878304	4,501,352	2,033,399
School Fund Account/Boarding	Active	1101879203	598,187	563,139
Farm Account	Active	1101884487	68,958	25,424
Savings Account	Active	1108024238	98,809	94,023
Parents Association Development Account	Active	1108023983	34,605	34,176
Income Generating Activities Account	Active	1108032761	2,255	756
Infrastructural Account	Active	1272433722	170,314	1345,755
Total			6,901,062	4,328,093

11 Cash In Hand

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Notes and Coins	6,293	2,252
Total	6,293	2,252

12 Short Term Investments

Description	1 st July 2023- 30 th June 2024	1 st July 2022-30 th June 2023
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit account	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

13 Accounts Receivable

Description	1 July 2023-30 June 2024	1 July 2022- 30 June 2023
	Kshs	Kshs
Fees Arrears	34,097,275	32,462,640
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	0.00	0.00
Imprest (list/schedule attached)	0.00	0.00
Rent arrears (list/schedule attached)	0.00	0.00
Total	34,097,275	32,462,640

13 b) Ageing Analysis of Accounts Receivable

Description	1 July 2023-30 June 2024		1 July 2022-30 June 2023	
	Kshs		Kshs	
	1 July 2023-30 June 2024	% of the total	1 July 2022-30 June 2023	% of the total
Less than 1 year	5,198,025	15%	5,028,376	15%
Between 1- 2 years	1,464,986	4%	853,190	3%
Between 2-3 years	853,190	3%		0%
Over 3 years	26,581,074	78%	26,581,074	82%
Total (should tie to note 13 a)	34,097,275	100%	32,462,640	100%

14 Accounts Payable

Description	1 July 2023- 30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	14,863,771	16,066,698
Prepaid Fees	0.00	0.00
Retention Monies	0.00	0.00
Unpaid salaries and statutory deductions	0.00	0.00
Caution money	0.00	0.00
Other payables (<i>specify</i>)	0.00	0.00
Total	14,863,771	16,066,698

14a. Ageing Analysis of Accounts Payable

Description	1 July 2023-30 June 2024		1 July 2022-30 June 2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	9,050,807	61%	16,066,698	100%
Between 1- 2 years	5,812,964	39%	0.00	0%
Between 2-3 years	0	0%	0.00	0%
Over 3 years	0	0%	0.00	0%
Total (should tie to note 14)	14,863,771	100%	16,066,698	100%

15 Fund Balance Brought Forward

Description	1 July 2023-30 June 2024	1 July 2022-30 June 2023
	Kshs	Kshs
Bank Balances	4,328,093	1,075,864
Cash Balances	2,252	2,116
Short Term Investments	0	0
Receivables	32,462,640	29,738,260
Payables	16,066,698	9,234,621
Total	20,726,287	21,581,618

Trial Balance as at 30 June 2024			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	6,901,062	
	Cash Balances	6,293	
	Short term investments	0	
	Receivables	34,097,275	
Payments			
	Payments for Tuition	1,738,972	
	Payments for operations	8,088,354	
	Payment for infrastructure	9,816,911	
	Boarding and school fund payments	88,576,073	
Receipts			
	Government grants for tuition		3,434,133
	Government grants for operations		11,208,043
	Government grants infrastructure		9,158,840
	School Fund Income-		85,651,046
	Other receipts		4,182,820
	Payables		14,863,771
Prior Year Adjustment			
Fund Balance b/f			20,726,287
TOTAL		49,224,940	149,224,940

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	1 st July 2023-30 th June 2024	1 st July 2022-30 th June 2023
	Kshs	Kshs
Bank Loans	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

17 Biological assets

Description	Numbers	1 st July 2023- 30 June 2024	1 st July 2022-30 th June 2023
		Kshs	Kshs
Cattle		3,500,000	3,200,000
Goats		0	0
Trees		950,000	895,000
Coffee Or Tea Plantation		0	0
Poultry		0	0
Others (specify)		0	0
Total		4,450,000	4,095,000

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	(0)	(0)
Balance at the end of the year	0	0

Other important disclosure notes

19 Stock/ Inventory

Description	1 st July 2023-30 th June 2024	1 st July 2022-30 th June 2023
	Kshs	Kshs
Food stuffs	780,000	486,238
Lab consumables	386,500	416,809
Farm produce	0	0
Medication	84,580	71,515
Construction Materials	0	0
Stationery	465,000	698,910
	1,716,080	1,673,472

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)
1	Annual procurement plan that is not updated	-The management has put updated annual procurement plan in place and all processes to be implemented.	Resolved	Immediately
2	Computerised management accounting system unable to print IPSAS trial balance	-The management has put it in place in line with the computerised accounting systems that provides IPSAS statements	Resolved	Immediately.
3	Supporting payment vouchers adequately with LPOs & LSOs	They agreed that all payment vouchers shall be supported accordingly by attaching the LPOs & LSOs	Resolved	Immediately.
4	Maintaining fixed Assets register	Entries of all assets shall be made	Resolved	Immediately
5	School attendance register not updated	-The management maintains students attendance registers on daily basis through class teachers and checked by principal on weekly basis.	Resolved	Immediately
6	Receivables/sundry debtors recovering fees arrears and ensuring maximum collection of fees	-The school has an existing strategy of collecting $\frac{3}{4}$ of fees as they open, the balance collected after midterm or after one month. -Fees in kind collection was highly encouraged. -It was agreed that BOM to source Bursary for needy students and non-recoverable receivables to seek authority to write off as bad debt..	Resolved	Immediately

Ref No.	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
7	Ensuring availability of funds before procuring.	-Though the school has a budget, payables arises due to inflation, non-collection of 100% fee and late collection of both the school fees and grants. -However with the BOM involved in collection of fees, the school will try to pay and clear all its payables in future.	Resolved	Financial year 2023-2024
8	Infrastructure funds transfer.	It was agreed that all money for M& I to be transferred immediately to infrastructure account	Resolved	Immediately
9	Transfer of funds to Kenya Secondary School Heads Association	It was agreed that management will liaising with Ministry of Education for authority concerning co-curricular activities at all levels	Resolved	Financial year 2023-2024
10	Bank Reconciliation Statements	The managements has to prepare monthly bank reconciliations together with monthly trial balances.	Resolved	Monthly
11	Payables Register	The school management maintains supplier's ledgers which can print statements for suppliers at any given time.	Resolved	Daily


 P.O. Box 40-20107, Njoro
 Sign and Date
 Chief Principal
 24 MAY 2025

PAYABLES AS AT 30TH JUNE 2024

NAME	2023/2024	2022/2023	TOTAL
1. Goose Butchery & Gen Sup	317,940		317,940
2. DPL Festive ltd	100,000		100,000
3. Kenkana Gen Merchants	-	152,320	152,320
4. Mary Wairimu Kimuhu	849,459		849,459
5. Beeckle Networks	134,340		134,340
7. Copycate Enterprises	986,949		986,949
8. Poly Energy Saver	144,500		144,500
10. Sonnjoki Enterprises	46,000		46,000
11. Bluecore ventures	183,300		183,300
12. Trevdan Enterprises	827,000		827,000
13. Elizabeth C.Bii	147,000		147,000
14. Mary Wairimu Ngumba	-	89,700	89,700
15. DB Electrical & Hardware	-	100,000	100,000
16. Hanron Printers & General Serv	27,100		27,100
17. GMAX Engineering	-	39,500	39,500
18. Samuel Kiplangat	-	173,600.00	173,600
19. Eagles Current Enterprises	55,000		55,000
21. Davies Services	154,500		154,500
22. Mary Aluvisa Ongeru	47,455		47,455
23. Kinamba Evans Enterprises	144,500	87,972	232,472
24. Framunka Enterprises	537,800		537,800
25. Samwel Mwashu Hassan	130,000		130,000
26. Namsams Enterprises (E.A)	-	211,500	211,500
27. Bethstace Machinery solutions ltd	-	1,420,000	1,420,000
28. Devashish Enterprises ltd	-	128,050	128,050
29. Elephant Hardware stores	365,524	854,085	1,219,609
31. Thewa Hardware	520,740		520,740
32. Rosemary Mogure Njngiru	-	100,000	100,000
33. George Software solutions	30,000		30,000
35. John Ndungu Gichuhi	187,760		187,760
36. Mary Mugure Njoroge	38,240		38,240
37. Gepnel Bookshop	1,381,180		1,381,180

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38. Patmat Bookshop Ltd	495,484	1,317,429	1,812,913
39. Bettaquip distributors	284,836		284,836
40. Diotec Copiers	44,500		44,500
41. Pamfloy Enterprises	211,440	203,340	414,780
42. Damogi Bookshop	36,540		36,540
43. Genesis Solutions Ltd	226,720	198,658	425,378
44. Tanyatex Stationers	-	383,680	383,680
45. Streamline Concepts	242,400	268,500	510,900
46. Topmamu General Services	-	84,630	84,630
47. General Laboratory Maintenance	52,600		52,600
48. Berinet Enterprises Ltd	100,000		100,000
	9,050,807	5,812,964	14,863,771

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land	780,000,000	0		780,000,000
Buildings And Structures	210,645,180	9,816,911		220,462,091
Motor Vehicles	9,300,000			9,300,000
Office Equipment, Furniture And Fittings	26,479,500			26,479,500
Textbooks	31,853,500	806,917		32,660,417
ICT Equipment	1,578,000	898,000		2,476,000
Tools And Apparatus	14,800,000			14,800,000
Other Machinery And Equipment	192,000			192,000
Heritage And Cultural Assets				
Intangible Assets- Soft Ware	350,000			350,000
Total	1,075,198,180	11,521,828		1,086,720,008