

REPUBLIC OF KENYA



Enhancing Accountability



REPORT

OF

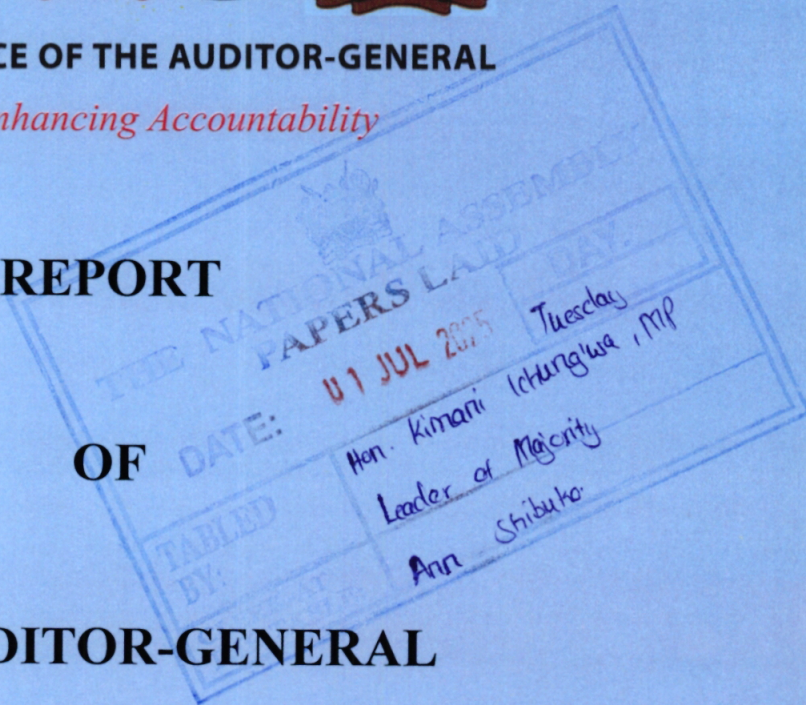
THE AUDITOR-GENERAL

ON

OTHAYA BOYS HIGH SCHOOL

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

NYERI COUNTY





OTHAYA BOYS HIGH 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)

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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 located in **Nyeri County, Nyeri South Sub-County**.

The school was registered in **March(03)/2012** under Re-registration number **19S00300167** and is currently categorized as an **Extra County school** established, owned or operated by the Government.

The school is a boarding school and had **1661** number of students as at **30th June 2024**.

It had **7** streams in Forms **2, 3 & 4** and **8** streams in Form **1** and **70** teachers of which **13** teachers were 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.	Ven. Canon Prof. Wangari Mwai	Chairman	2022
2.	Mr. Waititu Edward Muchunu	Secretary - Principal	DEC 2017/JAN 2018
3.	Mrs. Margaret Wangechi Gichuhi	Member – Rep CEB	2022
4.	Mr. Wambugu Douglas Kibira	Member Rep Teachers	2022
5.	Ms. Winfred Wangui Mwai	Community	2022
6.	Dr. Joseph Kiragu	Community	2022
7.	Dr. Paul Kibicho	Community	2022
8.	Ms. Tabitha Waniira Mutero	Community	2022
9.	Mr. Joe Gachii	Community	2022
10.	Mr. Samuel Njoroge Kamau	Community	2022
11.	Ven Canon. Prof. Wangari Mwai	Sponsor	2022
12.	Mr. Allan Mwangi Wanjohi	Sponsor	2022
13.	Mr. Edward Wachira Nderitu	Sponsor	2022
14.	Mrs. Jane Muthoni Karihe	Member - Community	2022
15.	Ms. Agnes Njambi Mubeu	Member Special Needs	2022
16.	David Kariuki Ndumia	Rep Students	2024

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 : 1.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
	Executive Committee			
	1.	Ven. Canon Prof. Wangari Mwai, OGW	Bom Chairman	2
	2.	Dr. Michael Musyoka	Pa Chairman	2
	3.	Waititu Edward Muchunu	Principal	2
	4.	Dr. Paul Kibicho	Bom Member	2
	5.	Ms. Tabitha Mutero	Bom Member	2
	6.	Allan Mwangi Wanjohi	Bom V/Chairman	2
	7.	Margaret Wangechi Gichuhi	Bom Member	2
	8.	Jane Muthoni Karihe	Bom Member	2
	9.	Edward Ndiritu Wahome	Bom Member/Sponsor	2
2.	Audit Committee			
	1.	Joe Gachii	Bom Member	2
	2.	Dr. Paul Kibicho	Bom Member	2
	3.	Mr. Njoroge Samuel	Bom Member	2
	4.	Dr. Michael Musyoka	Bom Member	2
	5.	Ms. Jane Karihe	Bom Member	2

(OTHAYA BOYS HIGH SCHOOL)

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

	6.	Tabitha Wanjira Mutero	Bom Member	2
3.	Finance, procurement and general purposes Committee			
	1.	Joe Gachie	Bom Member	2
	2.	Dr. Paul Kibicho	Bom Member	2
	3.	Rev. Samuel Njoroge Kamau	Bom Member	2
	4.	Dr. Michael Musyoka	Pa Chairman	2
	5.	Ms. Agnes Mubeu	Bom Member	2
4.	Academic Committee			
	1.	Ven Canon Prof Wangari Mwai	BOM Chairperson	2
	2.	Dr. Paul Kibicho	Bom Member	2
	3.	Dr. Michael Musyoka	PA Chairman	2
	4.	Eng. Benjamin Maingi	Bom Member	2
	5.	Mrs. Margaret Gichuhi	Bom Member	2
	6.	Waititu Edward Muchunu	Bom Secretary	2
	7.	Mrs. Tabitha Mutero	Bom Member	2
	8.	Douglas Kibira	Bom Member	2
5.	Development Committee			
	1.	Eng. Benjamin Maingi	Bom Member	2
	2.	Jane Karihe	Bom Member	2
	3.	Dr. Joseph Kiragu	Bom Member	2
	4.	Dr. Micheal Musyoka	Pa Chairman	2
	5.	Waititu Edward Muchunu	Principal	2
6.	Discipline and welfare Committee			
	1.	Ven Canon Prof Wangari Mwai	BOM Chairman	2

(OTHAYA BOYS HIGH SCHOOL)

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

	2.	Waititu Edward Muchunu	Principal/Secretary BOM	2
	3.	Dr. Micheal Musyoka	PA Chairman	2
	4.	Allan Wanjohi	Bom Vice Chairperson	2
	5.	Winfred Mwai	Bom Member	2
	6.	Mrs. Margaret Gichuhi	Bom Member	2
	7.	Ms. Jane Karihe	Bom Member	2
	8.	Ms. Tabitha Mutero	Bom Member	2
7.	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	WAITITU E.M	TSC No.335464
2	Deputy Principal	ONDUNGA CHARLES	TSC No.334647
	Deputy Principal	NDUHIU ALEXANDER	TSC No.421998
3	School Bursar	JAMES MAINA BENSON	I/D 13543239
4	Other (specify)		

(e) Schools contacts

Post Office Box: 64 – 10106 OTHAYA
 Telephone: 0729 126 196
 E-mail: othayaboyshs@gmail.com
 Website: othayaboys.sc.ke
 Facebook: N/A
 Twitter: N/A

(f) School Bankers

Bank	Account Name	Account No.
Kenya Commercial Bank (Othaya)	School Fund Account/Boarding	1101547626
Kenya Commercial Bank (Othaya)	School Operations Account	1101563737
Kenya Commercial Bank (Othaya)	School Tuition Account	1101549068
Kenya Commercial Bank (Othaya)	Income Generating Canteen	1296993795
Kenya Commercial Bank (Othaya)	Savings Account	1103061208
Kenya Commercial Bank (Othaya)	Infrastructure Account	1268388262
Equity Bank of Kenya(Othaya)	School Fund Account/Boarding	80294033060
Equity Bank of Kenya(Othaya)	Harambee/Donation	80275939463
Equity Bank of Kenya(Othaya)	Income Generating Canteen	80267918260
Equity Bank of Kenya(Othaya)	Bio Gas project account	80260385251
Equity Bank of Kenya(Othaya)	Tuition Account	80290195365
Equity Bank of Kenya(Othaya)	Parents teachers account	80267918020
Taifa Sacco (Othaya)	Income Generating TAIFA Sacco	402-003 4300
Account Number: 38071K	MPESA Pay Bill No.522123	Attached to bank account 1101547626
Account Number: 7646464	MPESA Pay Bill No.522533	Attached to bank account 1101547626
Account Number: 646465	MPESA Pay Bill No.247247	Attached to bank account 80294033060

(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

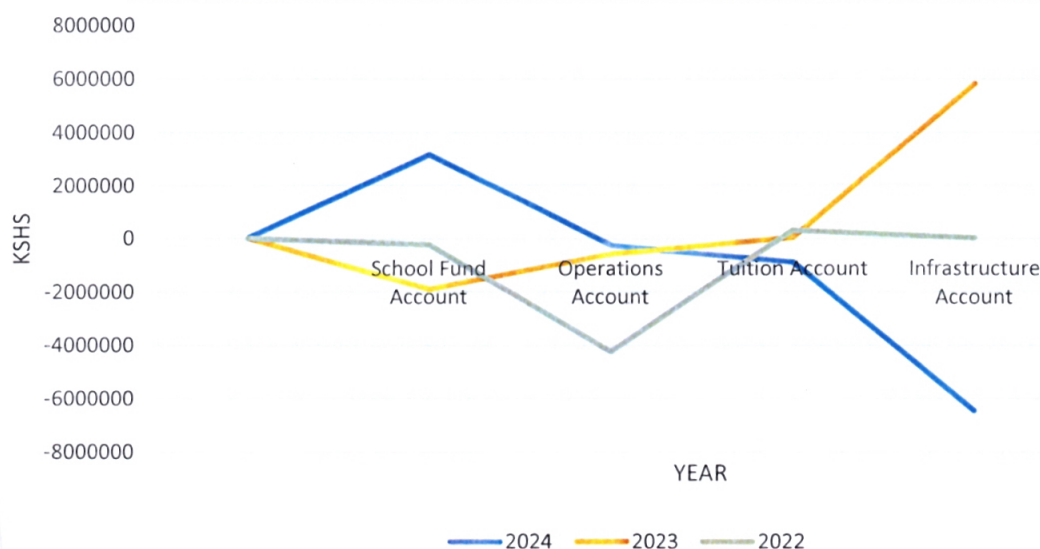
The following is a summary report of the performance of the school against the set performance evaluation criteria:

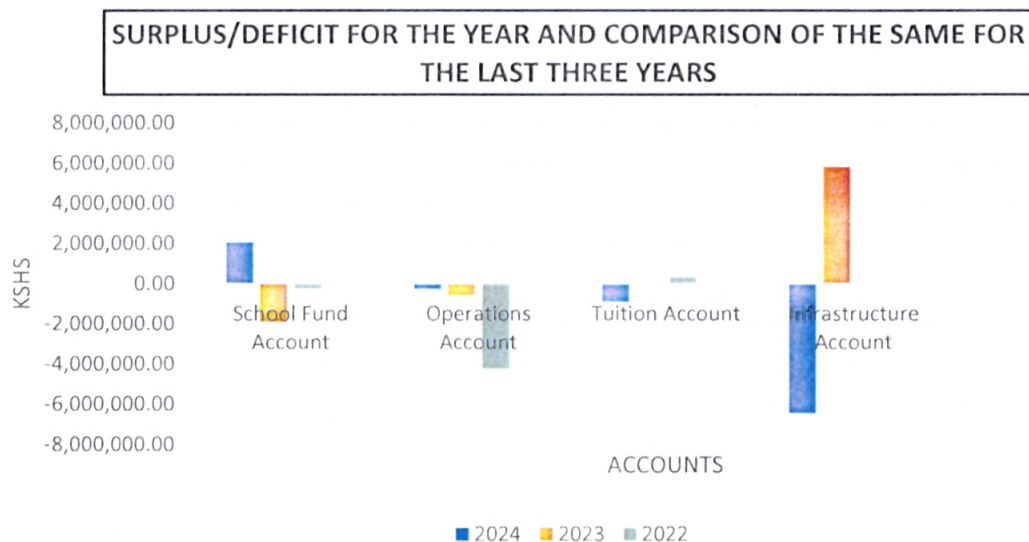
a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last three years i.e 1st July 2021 to 30th June 2022, 1st July 2022 to 30th June 2023 & 1st July 2023 to 30th June 2024.

SURPLUS/DEFICIT FOR THE YEAR AND COMPARISON OF THE SAME FOR THE LAST THREE YEARS				
SNO	ACCOUNTS	2024	2023	2022
		KSHS	KSHS	KSHS
1	School Fund Account	3,155,124	-1,911,353	-238,990
2	Operations Account	-264,281	-578,637	-4,248,244
3	Tuition Account	-893,906	27,814	309,986
4	Infrastructure Account	-6,452,791	5,800,000	15,367
	TOTAL	-4,455,854	3,337,824	-4,161,881
	Increase/Decrease	-7,792,677	-824,057	-2,635,404

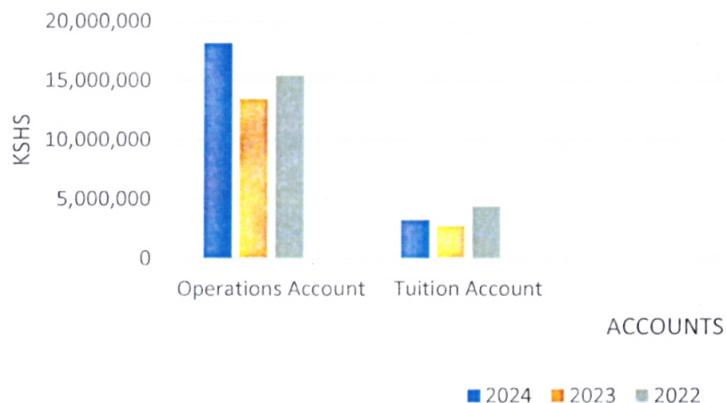
SURPLUS/DEFICIT FOR THE YEAR AND COMPARISON OF THE SAME FOR THE LAST THREE YEARS





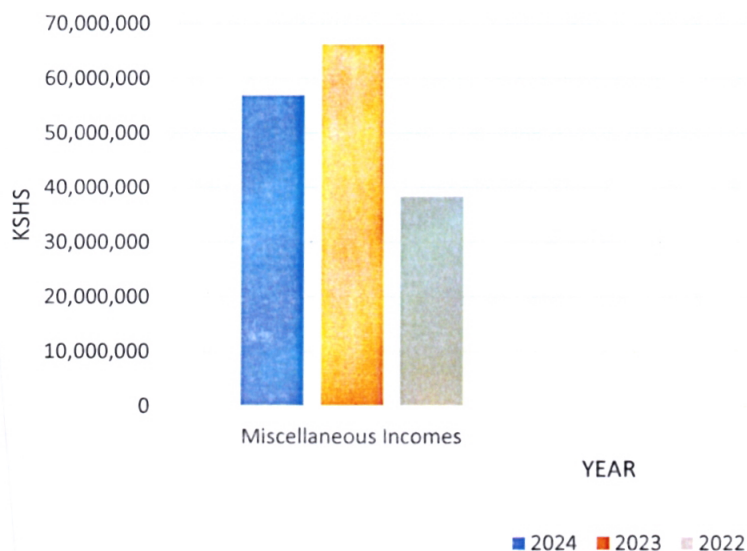
CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS				
SNO	ACCOUNTS	2024	2023	2022
		KSHS	KSHS	KSHS
1	Operations Account	18,171,595	13,451,912	15,445,408
2	Tuition Account	3,237,539	2,740,143	4,415,275
	Total	21,409,134	16,192,054	19,860,683
	Increase/Decrease	5,217,080	3,668,629	7,421,353
	No of Students	1527	1400	1400
	Ratio of Capitation per student	1:14,020	1:14186	1:14186

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

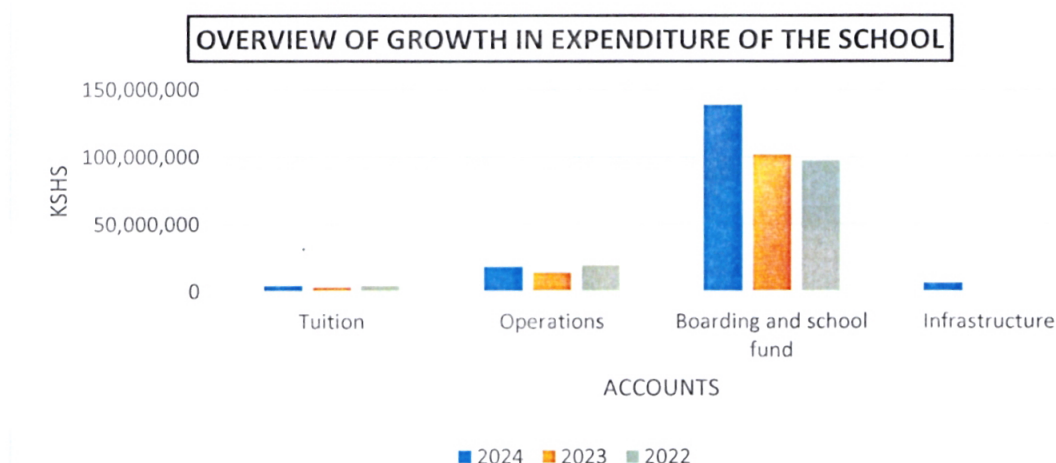


OVERVIEW OF NET GROWTH OF OTHER INCOME(S)				
SNO	ACCOUNTS	2024	2023	2022
		KSHS	KSHS	KSHS
1	Miscellaneous Incomes	56,858,260	66,175,031	38,292,566
	Total	56,858,260	66,175,031	38,292,566
	Increase/Decrease	-9,316,771	27,882,465	0.00

OVERVIEW OF NET GROWTH OF OTHER INCOME(S)

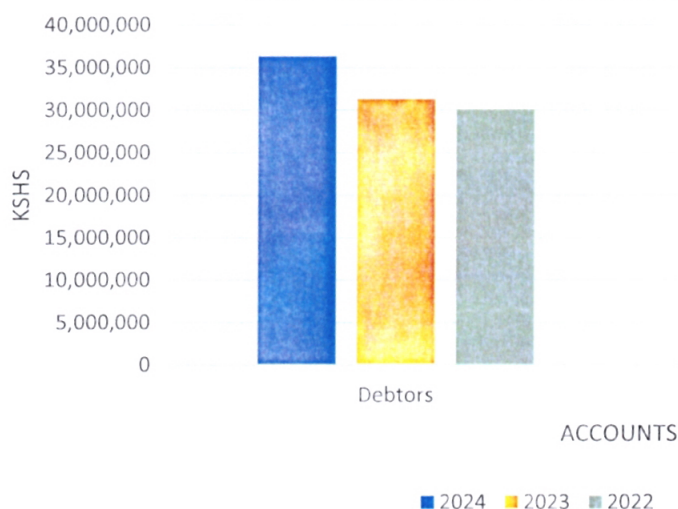


OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL				
S/NO	ACCOUNTS	2024	2023	2022
		Kshs	Kshs	Kshs
1	Tuition	4,131,445	2,712,329	4,105,289
2	Operations	18,435,876	14,030,549	19,693,652
3	Boarding and school fund	138,575,153	101,604,913	97,268,218
4	Infrastructure	6,452,791		
	Total	167,595,265	118,347,791	121,067,159
	Increase/Decrease	49,247,474	-2,719,368	85,920,971



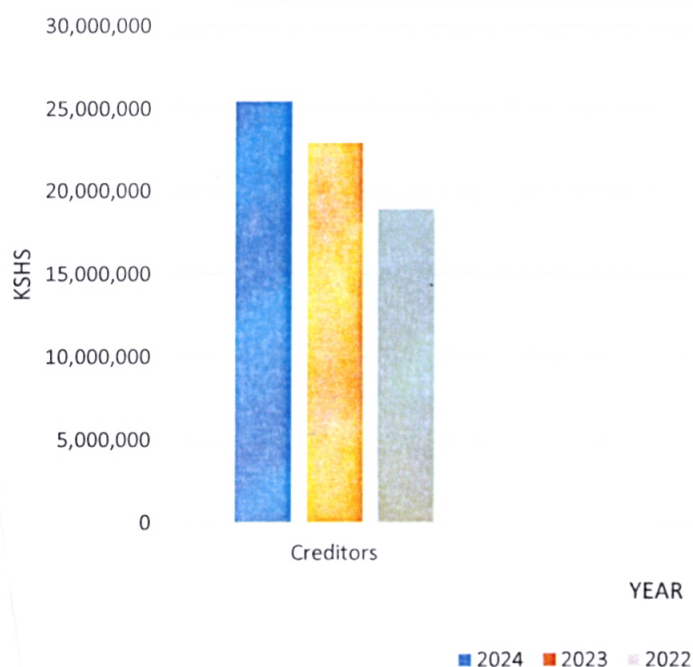
MOVEMENT OF DEBTORS OF THE SCHOOL				
SNO	ACCOUNTS	2024	2023	2022
	School Fund Account	KSHS	KSHS	KSHS
a	Debtors	36,321,872	31,244,910	30,085,451
	Total	36,321,872	31,244,910	30,085,451
	Increase/Decrease	36,321,872	1,159,459	4,299,820

MOVEMENT OF DEBTORS OF THE SCHOOL

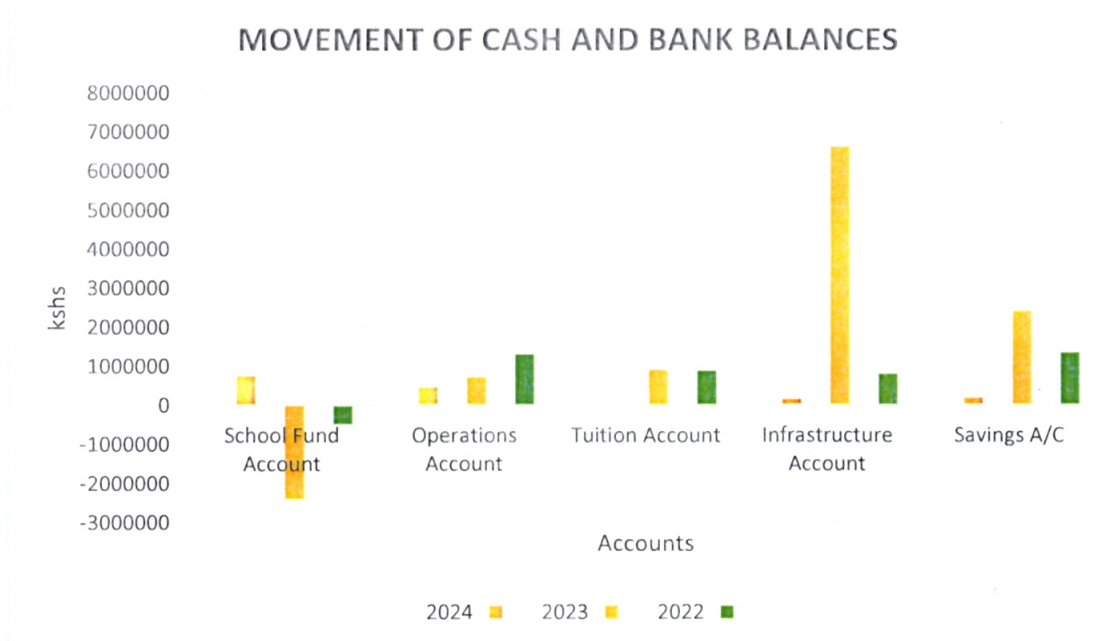


MOVEMENT OF CREDITORS OF THE SCHOOL				
SNO	ACCOUNTS	2024	2023	2022
1	School Fund Account	kshs	KSHS	KSHS
a	Creditors	25,483,596	22,911,338	18,926,754
	Total	25,483,596	22,911,338	18,926,754
	Increase/Decrease	2,572,258	3,984,584	(8,824,052)

MOVEMENT OF CREDITORS OF THE SCHOOL



MOVEMENT OF CASH AND BANK BALANCES				
SNO	ACCOUNTS	2024	2023	2022
		KSHS	KSHS	KSHS
1	School Fund Account	748,758	(2,398,881)	(487,528)
2	Operations Account	457,048	721,329	1,299,966
3	Tuition Account	14,540	908,446	880,632
4	Infrastructure Account	155,458	6,608,249	808,249
5	Savings A/C	180,861	2,405,458	1,348,199
	Total	1,556,665	10,643,481	4,337,046
	Increase/Decrease	9,086,816	6,306,435	4,221,049



b) Teacher Student ratio:

There are **56 teachers** employed by the TSC and **13 teachers** recruited by the school Board of Management.

Although the teacher student ratio lies at 1:28, we have a shortage of **23 teachers** from the CBE of **79 teachers**. This is due to subject specialization in Form 3 and Form 4.

The table below shows the teacher shortage that the school is experiencing as at September 2024 just as it was as at 30th June 2024.

S.NO	COMBINATION	NO. REQUIRED
1	BUSINESS STUDIES/MATHEMATICS	3
2	PHYSICS/MATHEMATICS	3
3	CHEMISTRY/MATHEMATICS	2
4	HISTORY/CRE	2
5	PHYSICS/COMPUTER	2
6	GEOGRAPHY/ KISWAHILI	2
7	BIOLOGY/AGRICULTURE	2
8	KISWAHILI/HISTORY	2
9	ENGLISH/LITERATURE	2
10	BIOLOGY/CHEMISTRY	2
11	MATHEMATICS/GEOGRAPHY	1
	TOTAL	23

3 teachers retired and the Teachers Service commission has not given a replacement hence the Board of Management has recruited the same number to ensure the smooth syllabus coverage.

c) The mean score in the 2023 KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2023	325	7.04	191	58.77	9.1	Positive deviation in transition rate. The least grade was D(20) out of 325,323 qualified for middle level colleges and university
2022	275	7.15	160	58.18	9.1	Negative deviation in transition rate. The least grade was

						D+(12) All qualified for middle level colleges and university
2021	325	7.05	199	61.2	8.9	Negative deviation in transition rate. The least grade was D-(32) .Out of 325,313 students qualified for middle level colleges and university

d) Number of Candidates in the 2021,2022,2023 KCSE:

2023	2022	2021
325	275	325

e) The capacity of the school:

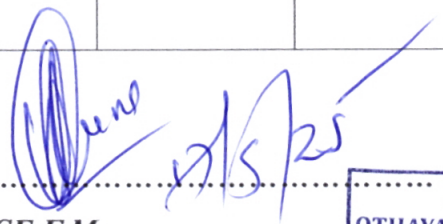
No. of students	Dormitories	Dining hall	Laboratories	Toilets	Classes
1,661	15	1	3	76	24

(OTHAYA BOYS HIGH SCHOOL)

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

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dining hall extension	Infrastructure	Complete	2,754,724	3,016,491	
Perimeter fencing – Dormitory area	Infrastructure	Complete	382,900	602,200	
Students chairs & desks	Infrastructure	Complete	1,050,000	840,000	
Double decker beds	Infrastructure	Complete	1,850,000	1,348,000	
Ablution block	Infrastructure	On-going	1,057,300	642,500	
			TOTAL	6,449,191	


.....
MURAGE F.M

School Principal

PRINCIPAL
OTHAYA BOYS' HIGH SCHOOL
P. O. BOX 64 - 10106, OTHAYA
DATE.....SIGN.....

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 *(Name of 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: Ven Canon Prof. Wangari Mwai

Designation: Chairman, School Board of Management

Date: 17.05.2025

.....
Name: Murage F.M. PRINCIPAL

Designation: School Principal & Secretary to Board of Management

Date: 17.05.2025

.....
Name: James Maina Benson

Designation: Bursar/ Finance Officer

Date: 17/05/2024

REPUBLIC OF KENYA

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Enhancing Accountability

HEADQUARTERS
Anniversary Towers
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON OTHAYA BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024-NYERI 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 Othaya Boys High School – Nyeri County set out on pages 1 to 22, which comprise the statement of financial assets

and financial 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 Othaya Boys High School -Nyeri 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 Basic Education Act, 2013, and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Short-Term Investments

The statement of assets and liabilities reflects and as disclosed under Note 12 to the financial statements reflects a balance of Kshs.180,861 in respect to short term investments. Included in this balance is Kshs.68,107 held at Taifa Sacco. However, Sacco statements and Sacco Certificate of balance for the Taifa Sacco were not provided for audit verification. Further, the Cashbooks are not signed off by the School Principal as required.

In the circumstances, the accuracy and completeness of short-term investments balance of Kshs.68,107 could not be confirmed.

2. Long Outstanding Student Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.36,321,872 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.24,304,558 which had been outstanding for more than two (2) years. Although the school management has developed a debt collection policy no evidence was provided that the school had recovered any outstanding fees arrears during the year casting doubt on the recoverability of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.24,304,558 could not be confirmed.

3. Unsupported Biological Assets

Disclosure Note 17 to the financial statements reports a biological assets balance of Kshs.1,070,000. However, no supporting documentation such as a biological assets schedule, birth certificates, medical records, or valuation reports was provided. This is Contrary to Paragraph 16 of IPSAS 27, which requires that a biological asset be

measured at initial recognition and at each reporting date at its fair value less costs to sell, except in cases described in Paragraph 34, where fair value cannot be reliably measured.

In the circumstance, the accuracy, completeness, valuation, and existence of the biological assets reported at a historical cost of Kshs.1,070,000 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Othaya 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.

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 report the year under review.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year several issues were raised under the report on financial statements report on lawfulness and effective use of public resources and report on effectiveness of internal controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2024

Other Information

The Management is responsible for the other information set out on page iii to xviii which comprise of Key Entity Information and Management, Summary Report of Performance of the School Board of management, Chairman's Statement, summary report of performance of the school, Statement of Management Responsibilities.

The Other Information does not include the financial statements and my audit report 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. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.3,237,539 and Kshs.18,171,595 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of 1223 of students while the enrolment records provided by the school indicated a total number of 1527 of students, resulting to an unexplained variance of 304 students. As a result of the variances, the school was under funded by an amount of Kshs.6,756,096

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

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

The statement of receipts and payments reflects operations account payments amount of Kshs.18,435,876 as disclosed in Note 7 to the financial statements. Included in this amount is kshs.4,057,951 under administrative cost out of which Kshs.104,900 was transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.104,900 could not be confirmed.

3. Failure to Include the Construction of Dormitory in the Procurement Plan

The statement of receipts and payments and Note 8 to the financial statements reflect infrastructure expenditure of Kshs.6,452,791 which includes Kshs.6,449,191 in respect to construction of a School dormitory. Procurement records provided for audit review failed to disclose whether the project had been included in the procurement plan. This is contrary to Sections 45(3)(a) of the Public Procurement and Asset Disposal Act, 2015 which states that all procurement processes shall be within the approved budget of the procuring entity and shall be planned by the procuring entity concerned through an annual procurement plan.

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

4. Long Outstanding and Unsupported Accounts Payable

The statement of assets and liabilities and Note 14 to the financial statements reflects a balance of Kshs.25,483,596 for accounts payable which includes prepaid fees of Kshs

3,587,321 and trade creditors of Kshs.21,896,275. A summary of the aging analysis under Note 14a showed that trade creditors worth Kshs.577,060 or 3% had been outstanding for 1-2 years and Kshs.1,434,175 or 7% being outstanding for over three years. This was contrary to section 53(8) of the Public Procurement and Disposal Act,2015 which states that an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligation of the resulting contract are reflected in the approved budget estimates.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect(s) of the matter(s) 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. Absence of Internal Audit Function and Inactive Audit Committee

During the year under review, it was noted that School had established an audit committee. However, the school had not yet set up an internal audit unit. Furthermore, there was no evidence to confirm that the audit committee held any meetings during the period.

In circumstances, the effectiveness of the school's internal controls, risk management, and overall governance could not be ascertained.

2. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

In the circumstances, Management was in breach of the law

3. Lack of Updated Fixed Assets Register and Ownership Documents

Annex 2 to the financial statements reflects historical cost of assets balance of Kshs.609,628,650. However, a detailed schedule indicating size of land, purchase amount, serial number, model, assets description, reference or identification numbers, date acquired, purchase cost, location, nature and use including current status were not provided for audit. In addition, up to date valuation reports for the assets was not provided for audit, making it is not clear how the value for the assets was arrived at.

Further, the institution possesses search document confirming the existence of a 20-acres parcel of land, it was unable to fully disclose the asset due to the lack of official ownership documents. As a result, the asset register could not be appropriately updated to reflect this property. Also, records provided for audit review indicate that School has no insurance coverage for these assets, with the exception of movable buses, thereby exposing the institution to significant risk in the event of loss or damage

In circumstance, the accuracy, completeness, valuation and existence of assets at historical cost of Kshs.609,628,650 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 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 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.

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

09 June, 2025

(OTHAYA BOYS HIGH 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	3,237,539	2,740,143
Government grants for operations	2	18,171,595	13,451,913
Government Grants for infrastructure	3		5,800,000
School fund income- parents' contributions	4	84,872,017	91,639,851
Miscellaneous incomes	5	56,858,260	38,292,566
Total Receipts		163,139,411	151,924,473
Payments			
Tuition	6	4,131,445	2,712,329
Operations	7	18,435,876	14,030,549
Infrastructure	8	6,452,791	
Boarding and school fund	9	138,575,153	131,843,769
Total Payments		167,595,265	148,586,647
Surplus/Deficit		(4,455,854)	3,337,826

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

.....

Name: Ven Canon Prof
Wangari Mwai

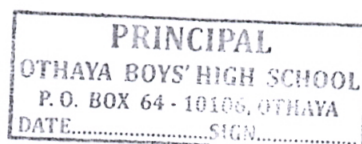
Chair BOM

Date:

17/08/2025

.....
Name: Murage F.M
School Principal/ Secretary to
BOM

Date:



.....
Name: James Maina Benson

Bursar/ Finance Officer

Date:

17/08/2025

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	1,375,804	5,556,415
Cash balances	11	7,486	282,730
Short term investments	12	180,861	2,405,458
Total cash and cash equivalent		1,564,151	8,244,603
Account's receivables	13	36,321,872	31,244,910
Total financial assets (a)		37,886,023	39,489,513
Financial liabilities			
Accounts payables	14	(25,483,596)	(22,911,338)
Total Financial Labilities (b)		(25,483,596)	(22,911,338)
Net financial assets (a-b)		12,402,427	16,578,175
Represented by			
Accumulated fund b/fwd	15	16,858,281	13,240,349
Surplus/deficit for the year		(4,455,854)	3,337,826
Net Assets		12,402,427	16,578,175

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

.....
Name: Ven Canon Prof
Wangari Mwai

Chair BOM

Date: 17.06.2025

.....
Name: Murage F.M
School Principal/ Secretary to
BOM



.....
Name: James Maina Benson

Bursar/ Finance Officer

Date: 17/06/2025

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	3,237,539	2,740,143
Government grants for operations	2	18,171,595	13,451,913
Government grants for infrastructure	3		5,800,000
School fund income- parents contributions/ fees	4	84,872,017	91,639,851
Other income	5	56,858,260	38,292,566
Total receipts		163,139,411	151,924,473
Payments			
Cash outflows for tuition	6	4,131,445	2,712,329
Cash outflows for operations	7	18,435,876	14,030,549
Infrastructure	8	6,452,791	
Cash outflows Boarding/lunch and school fund payments	9	138,575,153	131,843,769
Total payments		167,595,265	148,586,647
Net cash inflow/outflow from operating activities		(4,455,854)	3,337,826
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments		(2,224,598)	1,057,259
Purchase of investments			
Net cash inflow/outflows from investing activities		(2,224,598)	1,057,259
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities		(6,680,452)	4,395,085
Net increase/decrease in cash and cash equivalents		(6,680,452)	4,395,085
Cash and cash equivalent at beginning of the FY		8,244,603	3,849,518
Cash and cash equivalent at end of the FY		1,564,151	8,244,603

(OTHAYA BOYS HIGH SCHOOL)

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

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

.....
Name: Ven Canon Prof
Mwai

Chair BOM

Date: 17.05.2025

Name: Murage F.M
School Principal/ Secretary to
BOM

Date:



.....
Name: James Maina Benson

Bursar/ Finance Officer

Date: 17/05/2025

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					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	780,000		780,000	0	0.00%
Exercise Books	1,800,000		1,800,000	735,635	40.86%
Laboratory Equipment	1,200,000		1,200,000	1,146,472	95.53%
Internal Exams	1,300,000		1,300,000	0	0.00%
Teaching / Learning Materials	679,600		679,600	1,355,433	199.44%
Chalk	23,000		23,000	0	0.00%
Teacher guides	19,000		19,000	0	0.00%
Sub - total	5,801,600		5,801,600	3,237,539	55.80%
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	10,780,000		10,780,000	6,469,691	60.01%
Repairs And Maintenance	7,000,000		7,000,000	4,492,835	64.18%
Local Transport / Travelling	784,000		784,000	655,652	83.62%%
Electricity And Water	812,000		812,000	655,652	80.74%
Medical	2,800,000		2,800,000	610,055	21.78%
Administration Costs	1,064,000		1,064,000	1,970,135	185.16%
Activity	2,100,000		2,100,000	832,037	39.62%
School fund	0		0	833,601	0.00%
Tuition A/c	0		0	863,897	0.00%

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
CBC Classrooms	0		0	788,040	0.00%
Sub - total	25,340,000		25,340,000	18,171,595	71.71%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	7,000,000		7,000,000		0.00%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
Sub - total	7,000,000		7,000,000		0.00%
(4) Fees Charged on Parents					
Personnel Emoluments	6,878,200		6,878,200	6,588,763	95.79%
Repairs And Maintenance	2,800,000		2,800,000	4,859,026	173.53%
Local Transport / Travelling	3,610,600		3,610,600	3,302,559	91.46%
Electricity And Water	3,610,600		3,610,600	3,359,852	93.05%
Administration Costs	3,610,600		3,610,600	3,940,634	109.14%
Activity	700,000		700,000	617,841	88.26%
Fee On Boarding Equipment and Stores	59,936,800		59,936,800	62,203,342	103.78%
Sub - total	81,146,800		81,146,800	84,872,017	104.59%
5) Miscellaneous Income					
Rent Income	148,600		148,600	148,600	100%
Income From Farming Activities	1,717,575		1,717,575	1,717,575	100%
Bursary funds	13,850,357		13,850,357	13,850,357	100%

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
Contingencies	4,336,811		4,336,811	4,336,811	100%
University app fee	5,085		5,085	5,085	100%
Clubs and societies	66,100		66,100	66,100	100%
Fee For Hire of Ground and Equipment	304,450		304,450	304,450	100%
Damages	103,271		103,271	103,271	100%
Uniform	5,939,407		5,939,407	5,939,407	100%
Savings A/c	19,735,000		19,735,000	19,735,000	100%
Prepayments	3,604,575		3,604,575	3,604,575	100%
Exercise books	5,200		5,200	5,200	100%
Library fee	8,535		8,535	8,535	100%
Fees arrears	6,198,643		6,198,643	6,198,643	100%
Student ID	1,050		1,050	1,050	100%
Operations A/c	833,601		833,601	833,601	100%
Sub - total	55,758,260		56,858,260	56,858,260	100%
Total Income	152,240,660		176,146,660	163,139,411	92.62%
<i>(6) Expenditure For Tuition</i>					
Reference Materials	780,000		780,000		0.00%
Exercise Books	1,800,000		1,800,000	937,500	52.08%
Laboratory Equipment	1,200,000		1,200,000	2,324,903	193.74%
Internal Exams	1,300,000		1,300,000		0.00%
Teaching / Learning Materials	679,600		679,600		0.00%
Chalks	23,000		23,000		0.00%

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
Teachers Guides	19,000		19,000		0.00%
Operations A/c	0		0	863,897	0.00%
Bank Charges	0		0	5,145	0.00%
Sub - total	5,801,600		5,801,600	4,131,445	71.21%
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	10,780,000		10,780,000	8,398,918	77.91%
Repairs, Maintenance & Improvements	7,000,000		7,000,000	1,232,000	17.60%
Local Transport / Travelling	784,000		784,000	403,270	51.43%
Electricity, Water and Conservancy	812,000		812,000	2,761,498	340.08%
Medical	2,800,000		2,800,000	0	0%
Administration Costs	1,064,000		1,064,000	4,057,951	381.38%
Activity Expenses	2,100,000		2,100,000	0	0%
School fund	0		0	833,601	0%
CBC Classrooms	0		0	748,638	0%
Sub - total	25,340,000		25,340,000	18,435,876	72.75%
<i>(8) Expenditure For infrastructure</i>					
Construction of classrooms					
Construction of LAB					
Construction of DORMS	7,000,000		7,000,000	6,449,191	92.13%
Bank charges				3,600	0.00%
Sub - total	7,000,000		7,000,000	6,452,791	92.18%

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
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	6,878,200		6,878,200	5,035,508	73.20%
Repairs, Maintenance and Improvements	2,800,000		2,800,000	6,692,106	237.30%
Local Transport / Travelling	3,610,600		3,610,600	3,964,077	109.78%
Electricity, Water and Conservancy	3,610,600	1,500,000	5,110,600	6,876,789	134.55%
Medical Expenses	0		0	296,484	0.00%
Administration Costs	3,610,600	5,000,000	8,610,600	13,690,951	159.00%
Activity	700,000	500,000	1,200,000	1,296,075	108%
Boarding Equipment and Stores	59,936,800		59,936,800	59,576,733	99.39%
Expenditure For Income Generating Activity	1,509,295		1,509,295	1,509,295	100.00%
Uniforms	2,633,040		2,633,040	2,633,040	100.00%
Facility hire	33,000		33,000	33,000	100.00%
Transfer to Savings account	14,959,742		14,959,742	14,959,742	100.00%
Transfer to Operations account	833,601		833,601	833,601	100.00%
Damages	2,560		2,560	2,560	100.00%
Contingencies	2,803,835		2,803,835	2,803,835	100.00%
Bursary	13,846,968		13,846,968	13,846,968	100.00%
Prepayments	2,793,272		2,793,272	2,793,272	100.00%
Clubs & Societies	50,800		50,800	50,800	100.00%
Sundry creditors paid	1,485,339		1,485,339	1,485,339	100.00%
Fees refund	194,978		194,978	194,978	100.00%

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
Sub - total	122,293,230	7,000,000	129,293,230	138,575,153	107.17%
Total Expenditure	160,434,830	7,000,000	167,434,830	167,595,265	100.08%

- i. The adjustments were made to utilise the other incomes eg. fees arrears

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

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

Description	2023-2024	2022-2023
	Kshs	Kshs
Exercise Books	735,635	
Laboratory Equipment	1,146,472	
Teaching / Learning Materials	1,355,433	2,740,143
Total	3,237,539	2,740,143

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	6,469,691	5,449,445
Repairs And Maintenance	4,492,835	4,167,000
Local Transport / Travelling	655,652	327,289
Electricity And Water	655,652	811,699
Medical	610,055	222,100
Administration Costs	1,970,135	921,833
Activity	832,037	642,612
Other Vote Heads (Boarding A/c)	833,601	909,935
Tuition A/c	863,897	
CBC Classrooms	788,040	
Total	18,171,595	13,451,913

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Dormitory		5,800,000
Transition infrastructure grants		
Other (specify)(NGCDF and County govt.		
Total		5,800,000

4 School Fund Income - Parents Contribution/Fees

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel emoluments	6,588,763	8,896,197
Repairs and maintenance	4,859,026	3,537,754
Local transport / travelling	3,302,559	4,417,917
Electricity and water	3,359,852	4,447,895
Administration costs	3,940,634	4,575,306
Activity	617,841	871,723
Fee on Boarding Equipment and stores	62,203,342	59,075,067
Others (specify)		5,817,992
Total	84,872,017	91,639,851

5 Miscellaneous Incomes

Description	2023-2024	2022-2023
		Kshs
Rent Income	148,600	91,600
Income From Farming Activities	1,717,575	1,074,315
Bursary funds	13,850,357	11,273,846
Contingencies	4,336,811	274,678
Students refunds		14,000
University app fee	5,085	150,000
Clubs and societies	66,100	29,350
Fee For Hire of Ground and Equipment	304,450	222,350
Damages	103,271	192,695
Uniform	5,939,407	6,390,185
Savings A/c	19,735,000	13,105,000
Operations A/c	833,601	
Exercise books	5,200	
Library fee	8,535	
Fees arrears	6,198,643	
Student ID	1,050	
Prepayments	3,604,575	5,474,547
Total	56,858,260	38,292,566

6 Tuition

Description	2024	2022-2023
	Kshs	Kshs
Exercise Books	937,500	1,300,000
Textbooks		
Reference materials		
Laboratory Equipment	2,324,903	1,235,829
Teaching / Learning Materials		176,500
Exams And Assessment		
Operations A/c	863,897	
Bank Charges	5,145	
Others (specify)		
Total	4,131,445	2,712,329

7 Operations

Description	2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	8,398,918	3,289,633
Administration Cost	4,057,951	45,000
Repairs And Maintenance & Improvements	1,232,000	5,800,000
Local Transport / Travelling	403,270	38,423
Electricity And Water	2,761,498	2,934,413
Medical		
Activity Expenses		1,923,080
Boarding A/c	833,601	
CBC Classrooms	748,638	
Others (specify)		
Total	18,435,876	14,030,549

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8 Infrastructure

Description	2023-2024	2022-2023
	Kshs	Kshs
Construction of classrooms		
Construction of laboratory		
Construction of dormitory	6,449,191	
Purchase of apparatus		
Bank Charges	3,600	
Others (specify)		
Total	6,452,791	

9 Boarding And School Fund

Description	2023-2024	2022-2023
	Kshs	Kshs
Personnel Emoluments	5,035,508	9,928,446
Repairs and Maintenance & Improvements	6,692,106	1,835,933
Local Transport / Travelling	3,964,077	2,776,419
Electricity and Water	6,876,789	4,234,513
Medical Expenses	296,484	234,655
Administration Costs	13,690,951	12,683,022
Activity	1,296,075	632,161
Expenses on Income Generating Activities	1,509,295	554,165
Fee on Boarding Equipment and Stores	59,576,733	51,954,453
University App. fee		137,500
Uniforms	2,633,040	6,698,530
Pocket money		18,900
Facility hire	33,000	4,000
Transfer to Savings account	14,959,742	12,300,577
Transfer to Operations account	833,601	909,935
Damages	2,560	4,480
Contingencies	2,803,835	160,137
Bursary	13,846,968	11,018,898
Donations/Grants		360,000
Prepayments	2,793,272	5,954,787
Clubs & Societies	50,800	60,459.
Sundry creditors paid	1,485,339	8,921,470
Fees refund	194,978	460,329
Total	138,575,153	131,843,769

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023-2024	2022-2023
	Active/Dormant			Kshs
School Fund Account/Boarding (KCB)	active	1101547626	631,975	-1,609,648
School Fund Account/Boarding(EQUITY)	active	0080294033060	116,783	-1,071,962
School Operations Account (KCB)	active	1101563737	457,048	721,329
School Tuition Account (KCB)	active	1101549068	14,540	908,447
Infrastructure account (KCB)	active	1268388262	155,458	6,608,249
Total			1,375,804	5,556,415

11 Cash In Hand

Description	2023-2024	2022-2023
	Kshs	Kshs
Notes and Coins	7,486	282,730
Total	7,486	282,730

12 Short Term Investments

DESCRIPTION		2023 - 2024	2022 - 2023
KCB – Savings Account	1103061208	4,286	136,261
Equity – Donation Account	80275939463	3,105	3,105
Bio Gas project Account (EBK)	80260385251	13,613	13,613
Equity – Canteen Account	80267918260	49,940	615,786
Equity – Farm Account	80267918207	25,357	25,357
Equity – Tuition Account	80290195365	7,567	676,724
Equity – Donation Account	80267918020		
KCB –Canteen Account	1296993785	8,886	866,505
TAIFA Sacco	402 – 003 4300	68,107	68,107
		180,861	2,405,458

13 Accounts Receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees Arrears	36,203,772	31,072,410
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)	118,100	172,500
Total	36,321,872	31,244,910

13 b) Ageing Analysis of Accounts Receivable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	11,330,005	31.29%	6,767,852	21.78%
Between 1- 2 years	569,209	1.57%	562,609	1.81%
Between 2-3 years	2,231,007	6.16%	1,668,398	5.37%
Over 3 years	22,073,551	60.97%	22,073,551	71.04%
Total (should tie to note 13 a)	36,203,772	100%	31,072,410	100%

14 Accounts Payable

Description	2023-2024	2022-2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	21,896,275.00	20,005,772
Prepaid Fees	3,587,321.00	2,905,566
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (specify)		
Total	25,483,596	22,911,338

14a. Ageing Analysis of Accounts Payable

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	19,885,041	90.81%	12,996,506	65%
Between 1- 2 years	0	0%	6,121,303	31%
Between 2-3 years	577,060	2.63%		0%
Over 3 years	1,434,175	6.54%	887,963	4%
Total (should tie to note 14)	21,896,276	100%	20,005,772	100%

15 Fund Balance Brought Forward

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Balances	5,556,415	2,260,780
Cash Balances	282,730	240,539
Short Term Investments	180,860	2,405,458
Receivables	36,321,872	31,244,910
Payables	-25,483,596	(22,911,338)
Total	16,858,281	13,240,349

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	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank Loans		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Others (specify)		
Total		

17 Biological assets

Description	Numbers	2024	2023
		Kshs	Kshs
Cattle	9	570,000	560,000
Pigs	50	300,000	270,000
Trees	19	95,000	95,000
Coffee Or Tea Plantation	3,500	105,000	105,000
Poultry			
Others (specify)			
Total		1,070,000	1,030,000

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		

Other important disclosure notes

19 Stock/ Inventory

Description	2023-2024	2022-2023
	Kshs	Kshs
Food stuffs	1,334,195	600,020
Lab consumables	835,766	
Stationery	416,524	119,785
Medication		
Construction Materials		
Others (specify)		
	2,586,485	719,805

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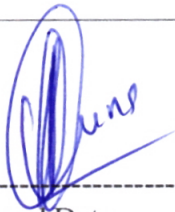
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20 Progress On Follow Up of Auditor Recommendations

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


17/8/25
PRINCIPAL
OTHAYA BOYS' HIGH SCHOOL
P.O. BOX 64 - 10106, OTHAYA
DATE.....

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

S/no	Supplier of Goods or Services	Original Amount	Date Contracted from	Amount Paid To-date	Outstanding Balance as at as 30/06/2024	Comment
		Kshs	Kshs	Kshs	Kshs	
		a	b	c	d=a-c	
	Infrastructure Account					
a	Construction of Buildings					
	Sub-Total (A)			-		
b	Supply of goods			-		
	Tuition Account					
	Central Scientific				33,194	
	KenyaSonic Scientific				68,890	
	Zytech Agencies				11,000	
	Compliant Inland				90,000	
	Geo-Pak Printers				384,500	
	Jessi Enterprise			-	1,449,000	
	Sub-Total (B)				2,036,584	
c	Operations Account			-		
	Software for schools				22,000	
	Gilgal Ventures				110,442	
	Sub-Total (C)				132,442	
d	School Fund/Boarding Account					
	Peter Chege				245,545	
	Sheikh Hardware				406,660	
	Gaston Kenya				121,104	

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P.N. Kabara				78,460	
Sub-Total (E)				851,769	
Prime Mattress				71,820	
P.N. Kabara				33,280	
Sub-Total (B)				105,100	
DZ Gen Shop				119,280	
Rikion Agencies				22,500	
				141,780	
Muteru Computers				6,500	
Mbambu Comm.				18,560	
Wibestar Ventures				29,000	
Gallant Video				466,000	
Daddy Millers				57,000	
				577,060	
Jeremiah Ngugi				40,800	
Adracom. Gen Enterprises				204,000	
Waihura Enterprises				563,450	
Peter Mwangi Gikere				48,800	
Geopak Printers				1,333,720	
Hypa Signs				27,000	
Wahuma Traders				1,025,700	
Samuel Gakiria				792,485	
Joseph Wambugu				715,346	
Lanes Enterprises				1,689,870	
Ngewa Stores				2,024,000	
Zaka Capital Enterprises				4,828,500	
Waki Energy				281,000	

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	Janta Othaya Enterprises				371,629	
	Gloliza Gen Supplies				2,735,584	
	Peter Maina Auto Garage				262,648	
	Stage Glassmart				29,747	
	Lumu Cleaning				10,000	
	Jupiter Vet. Services				5,600	
	Rikion Agencies				62,700	
	Othaya Central Supplies			-	390,163	
	Equity Insurance				108,798	
	Weaver Bird Garments				500,000	
	Sub-Total (E)				18,051,540	
	Grand Total (F=A+B+C+D+E)				21,896,275	

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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 2024
Land	125,000,000			125,000,000
Buildings And Structures	356,421,360	4,261,190		360,682,550
Motor Vehicles	10,500,000			10,500,000
Office Equipment, Furniture and Fittings	30,000,000	2,240,300		32,240,300
Textbooks	30,000,000			30,000,000
ICT Equipment	10,000,000			10,000,000
Tools And Apparatus	20,000,000			20,000,000
Other Machinery and Equipment	10,000,000	205,800		10,205,800
Heritage And Cultural Assets	1,000,000			1,000,000
Intangible Assets- Soft Ware	10,000,000			10,000,000
Total	602,921,360	6,707,290		609,628,650