

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

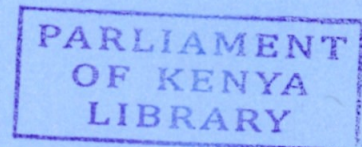
REPORT

	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 01 JUL 2026	DAY: WEDNESDAY
TABLED BY:	HON. ODIEN BAYA, M.P.
CLERK-AT THE-TABLE:	CHRISTINE NBIRITU

OF

THE AUDITOR-GENERAL

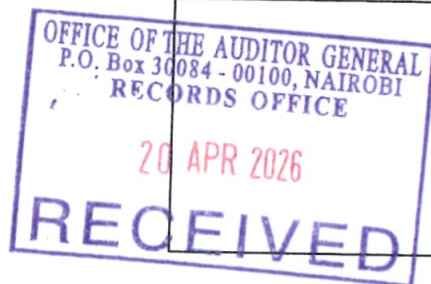
ON



KAAGA BOYS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2024

MERU COUNTY



KAAGA BOYS' HIGH SCHOOL



P.O. BOX 278 - 60200 MERU - Tel: 0742608479

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KAAGA 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 in Meru County, Imenti East Sub-County.

The school was registered in 25/6/2024 under registration number 12S00302012 and is currently categorized as a **Extra County** public school established, owned or operated by the Government.

The school is a day/boarding school and had xxx number of students as at 30th June 2024. It has 27 streams and 64 teachers of which 8 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	MAINGI MUGAMBI	Chairman	1/2/2022
2	STEPHEN M. WAINAINA	Secretary - Principal	1/2/2022
3	JUDY KABURU	Member	1/2/2022
4	SILAS KINOTI MURITHI	Member	1/2/2022
5	CECILIA GACHERI JOSEPH	Member	1/2/2022
6	GEORGE G. MURAA	Member	1/2/2022
7	PHINEAS M. KIUNGA	Member	1/2/2022
8	PROF. ERASTUS MWENDA KIRIMA	Member – Rep CEB	1/2/2022
9	PAUL MUTABARI	Member Rep Teachers	1/2/2022
10	MAINGI MUGAMBI	3 Members - Sponsor	1/2/2022
	JUDY KABURU		1/2/2022
	JOSEPHINE G. MAKATHIMO		1/2/2022
11	SILAS KINOTI MURITHI	Member - Community	1/2/2022
	PHINEAS M. KIUNGA		1/2/2022
	JOSHUA KIUMBE		1/2/2022
	GEORGE G. MURAA		1/2/2022
	EVA N. MURITHI		1/2/2022
	IBRAHIM IRERI		1/2/2022
12	MARGARET KAJUJU	Member Special Needs	1/2/2022
	RONALD ODHIAMBO	Rep Students	1/2/2022

The functions of the School Board of Management are to:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 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	MAINGI MUGAMBI STEPHEN M MBUGUA KIUNGA PHINEAS GEORGE MURAA IBRAHIM IRERI JUDY KABURU SILAS KINOTI ANDREW GIKUNDI GEOFFREY MPUTHIA	CHAIRMAN SECRETARY/PRINCIPAL MEMBER MEMBER MEMBER/PA CHAIRMAN MEMBER MEMBER MEMBER	1 OUT OF 3 1 OUT OF 3 1 OUT OF 3 1 OUT OF 3 1 OUT OF 3 1 OUT OF 3 1 OUT OF 3 1 OUT OF 3 1 OUT OF 3
2	Audit Committee	JOSHUA KIUMBE GEOFFREY MPUTHIA PHINEAS M. KIUNGA EVA MURITHI	CHAIRMAN VICE CHAIRMAN MEMBER MEMBER	1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1

3	Finance, procurement and general purposes Committee	JOSHUA KIUMBE GEOFFREY MPUTHIA PHINEAS M. KIUNGA EVA MURITHI ZACHARY KIAMBI	CHAIRMAN VICE CHAIRMAN MEMBER MEMBER SECRETARY	1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1
4	Academic Committee			
5	Budget Committee	MAINGI MUGAMBI STEPHEN M MBUGUA KIUNGA PHINEAS GEORGE MURAA IBRAHIM IRERI JUDY KABURU SILAS KINOTI ANDREW GIKUNDI GEOFFREY MPUTHIA	CHAIRMAN SECRETARY/PRINCIPAL MEMBER MEMBER MEMBER/PA CHAIRMAN MEMBER MEMBER MEMBER	2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2
6	PA Executive Committee	ANDREW GIKUNDI GEOFFREY MPUTHIA CATHERINE MKALA IBRAHIM IRERI DANIEL MBOGORI ISAAC KIRIMI ANAMPIU STEPHEN WAINAINA	CHAIRMAN VICE CHAIRMAN MEMBER MEMBER MEMBER MEMBER MEMBER	2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2 2 OUT OF 2
7	Adhoc Committee (if any during the year) (i) <u>TENDER OPENING</u>	MPUTHIA GEOFFREY ANDREW GIKUNDI ZACHARY KIAMBI KINYUA MBAYA FESTUS KITHINJI	CHAIRMAN VICE CHAIRMAN BURSAR TEACHER TEACHER	1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1
	(ii) <u>TENDER EVALUATION</u>	MPUTHIA GEOFFREY ANDREW GIKUNDI ZACHARY KIAMBI HOSEA KATHUNKUMI NGUGI THUO	CHAIRMAN VICE CHAIRMAN BURSAR STORES ASS.HOD BOARDING	1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1
	(iii) <u>TENDER AWARD</u>	MPUTHIA GEOFFREY ANDREW GIKUNDI ZACHARY KIAMBI JOSEPH MBURU CECILIA KIAIRA PAUL MUTABARI NGUGI THUO	CHAIRMAN VICE CHAIRMAN BURSAR HOD CURRICULUM HOD HUMANITIES HOD TECHNICAL HOD BOARDING	1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1 1 OUT OF 1

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	STEPHEN M. WAINAINA	347878
2	Deputy Principal	ANDREW GIKUNDI	390344
3	School Bursar	ZACHARY KIAMBI	ID NO.13553596
4	Other (specify)		

e) Schools contacts

Post Office Box: 278,60200 MERU
Telephone: 0742-608-479
E-mail: kaagaboysch@yahoo.com
F-Website: www.kaagaboys.sc.ke
Facebook: None
Twitter: None

f) School Bankers

Provide details of the school bankers.

1. Name of Bank: **CO-OPERATIVE BANK**
Branch: **MAKUTANO BRANCH (MERU) (SCHOOL FUND ACCOUNT)**
Postal Address: 1328-60200,MERU
2. Name of Bank: **CO-OPERATIVE BANK**
Branch: **MAKUTANO BRANCH (MERU) (TUITION ACCOUNT)**
Postal Address: 1328-60200,MERU
3. Name of Bank: **CO-OPERATIVE BANK**
Branch: **MAKUTANO BRANCH (MERU) (OPERATIONS ACCOUNT)**
Postal Address: 1328-60200,MERU
4. Name of Bank: **CO-OPERATIVE BANK**
Branch: **MAKUTANO BRANCH (MERU) (SAVINGS ACCOUNT)**
Postal Address: 1328-60200,MERU
5. Name of Bank: **CO-OPERATIVE BANK**
Branch: **MAKUTANO BRANCH (MERU) (CDF ACCOUNT)**
Postal Address: 1328-60200,MERU
6. Name of Bank: **CO-OPERATIVE BANK**
Branch: **MAKUTANO BRANCH (MERU) (INFRASTRUCTURE ACCOUNT)**

- Postal Address: 1328-60200, MERU
7. Name of Bank: **EQUITY BANK**
Branch: **MAKUTANO BRANCH (MERU) (SCHOOL FUND ACCOUNT)**
Postal Address: 3137-60200, MERU
8. MPESA Pay Bill No. **853228** attached to **SCHOOL FUND** bank account

(d) Independent Auditors

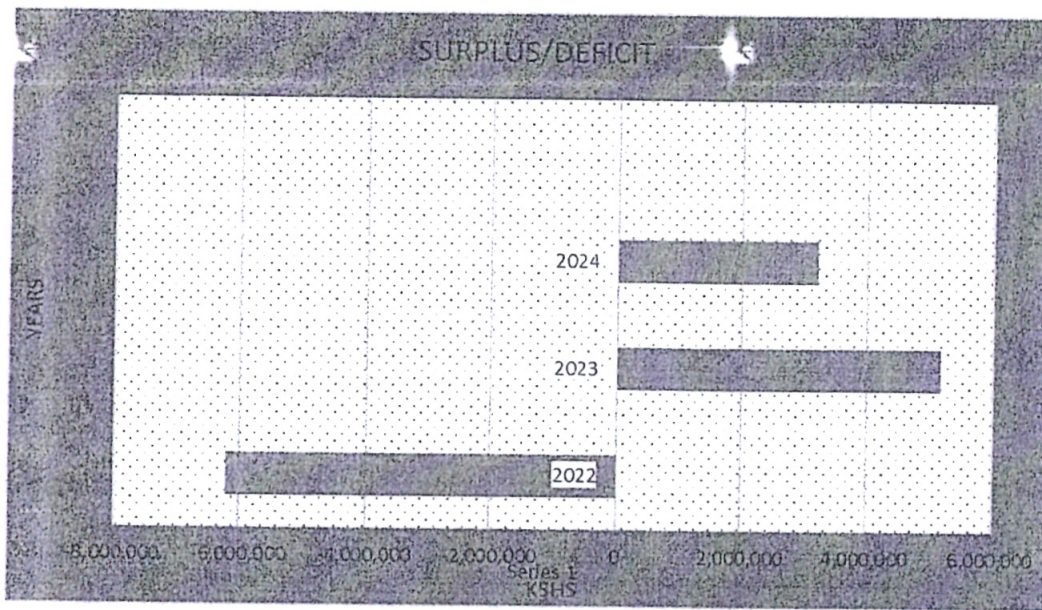
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

3. Summary Report of Performance of The School

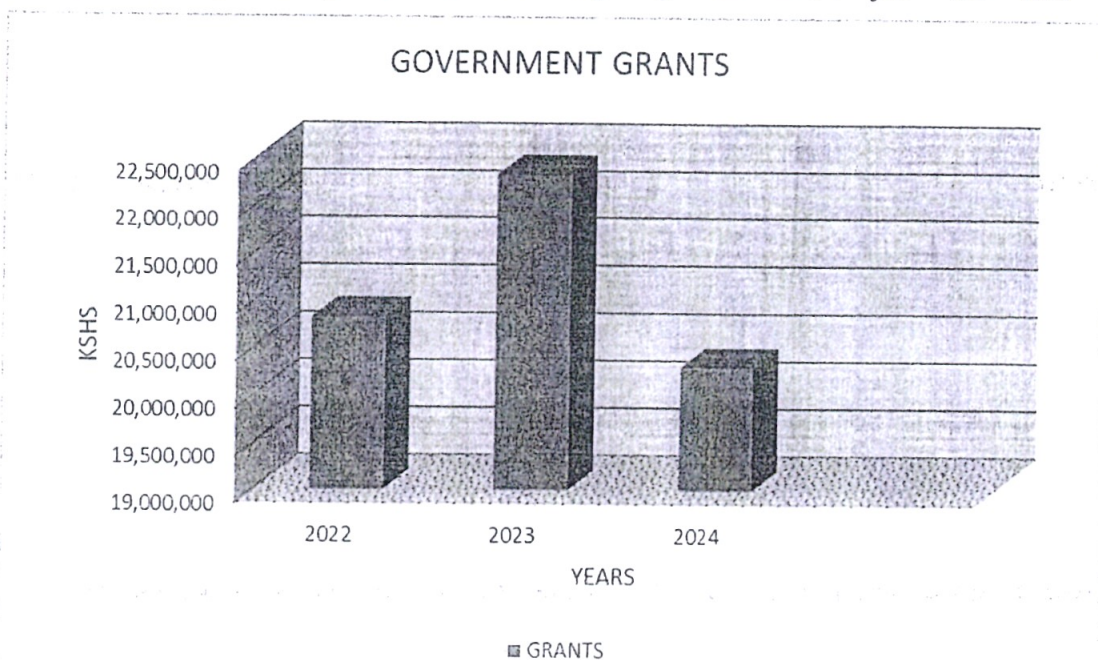
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

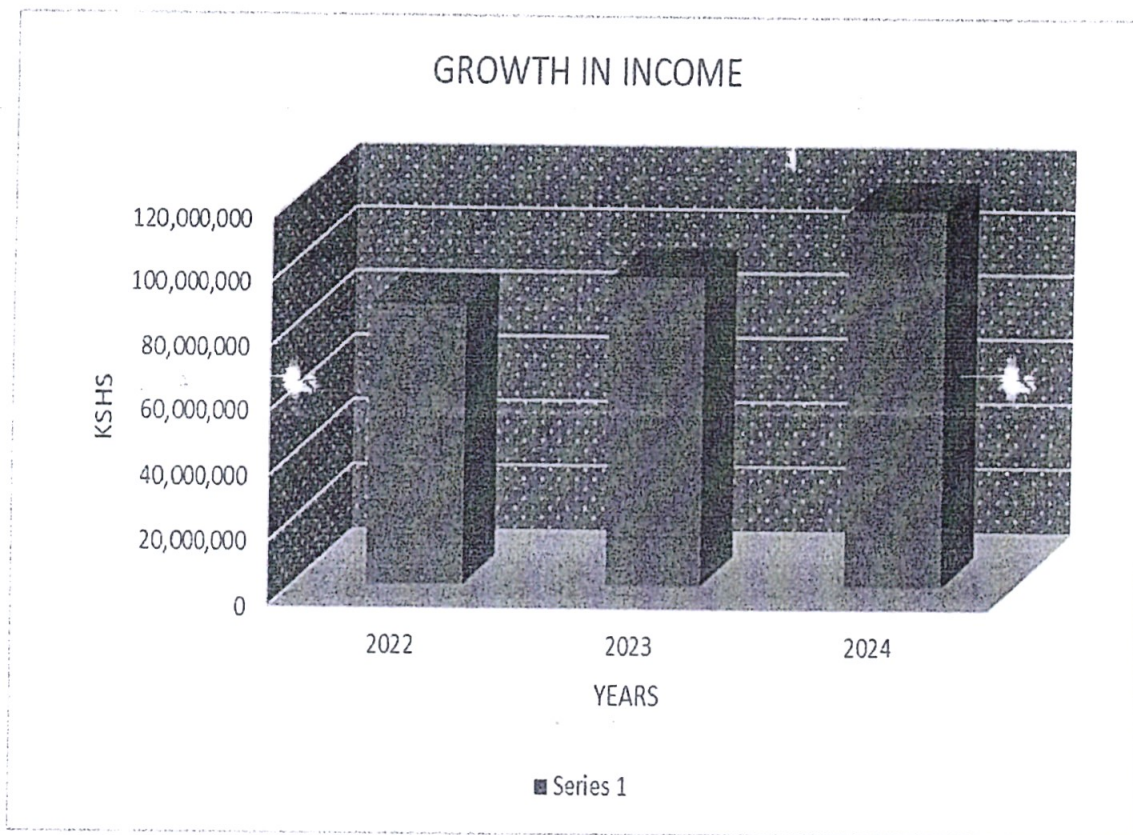


ii) Capitation grants from the Ministry of Education for the last three



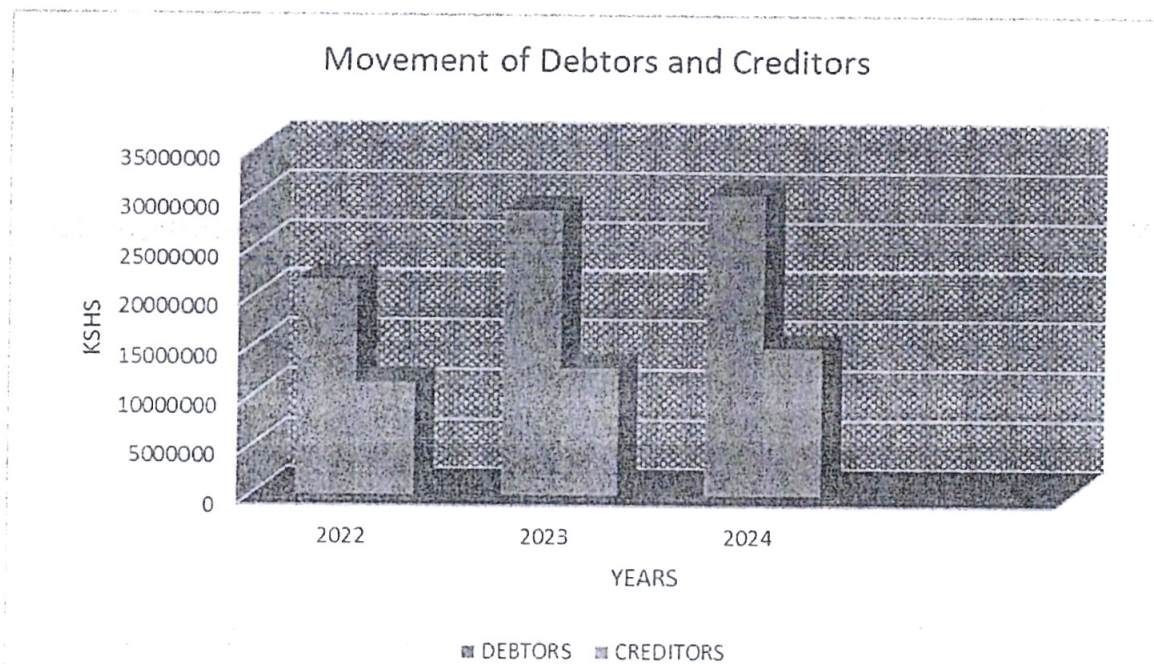
years

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



Iv) three-year overview of growth in expenditure of the school

Movement of debtors and creditors of the school over the last three



years

b)Teacher Student ratio:

Teacher to student ratio = 1:29

Teachers recruited 1 and posted to the school within the year 11.

Number of teachers that were transferred 12 retired 0 died 0 during the period.

Teachers employed by TSC 56 and BOM 8.

Teachers per subject in order to indicate shortage 1:29/allocation of resources.

SUBJECT	NUMBER OF TEACHERS PER SUBJECT	SHORTFALL
MATHEMATICS	9	4
ENGLISH	8	2
KISWAHILI	11	-
CHEMISTRY	5	2
BIOLOGY	8	2
PHYSICS	4	1
GEOGRAPHY	6	2
HISTORY	6	1
CHRISTIAN RELIGIOUS ED.	6	1
BUSINESS STUDIES	4	2
AGRICULTURE	4	1
COMPUTER	1	2
FRENCH	0	2
MUSIC	1	2

c)The mean score in the 2021 - 2023 KCSE:

YEAR	NO. OF STUDENTS	MEAN SCORE	TARGET	TO UNIVERSITY	DEVIATION
2021	237	7.0	8.0	141	-0.47573
2022	234	7.1837	8.0	150	+0.1837
2023	265	6.566	8.0	131	-0.6177

Comments on improvement:

- Entry behaviour of 2023 class was not as good as the previous classes.
- Students academic performance differ with time depending on each candidate class.
- Cases of indiscipline among some of the 2023 candidates.

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

YEAR	NUMBER OF CANDIDATES WHO SAT FOR KCSE
------	---------------------------------------

2021	237
2022	234
2023	265

e) The capacity of the school:

Number of students in the school = 1639

DORMS	DINING HALL	LABORATORIES	TOILETS & URINALS	BATHROOMS	CLASSES
9 OUT OF 15	1 OUT OF 2	3 OUT OF 8	62 OUT OF 90	70 OUT OF 75	27 OUT OF 30
DEFICIT	DEFICIT	DEFICIT	DEFICIT	DEFICIT	DEFICIT
6	1	5	26	5	3

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
DORM	GOK	Almost complete	25,000,000.00	24,000,000.00	1 year

KAAGA BOYS' HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M

Signature: Date:

School Principal

4. Statement of School Management Responsibility

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

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

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

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

KAAGA BOYS HIGH SCHOOL
CHAIRMAN B.O.M

..... Sign:..... Date:.....
Name: MAINGI MUGAMBI

Designation: Chairman, School Board of Management

Date: 15th April 2026
KAAGA BOYS HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M

..... Sign:..... Date:.....
Name: STEPHEN M. WAINAINA

Designation: School Principal & Secretary to Board of Management

Date: 15th April 2026

KAAGA BOYS HIGH SCHOOL
BURSAR

15 APR 2026

..... P.O. Box 278, 60200, MERU, MOUNT MERU NORTH
Name: ZACHARY KIAMBI

Designation: Bursar/ Finance Officer

Date: 15th April 2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KAAGA BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2024 – MERU 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 Kaaga Boys Secondary School set out on pages 1 to 21, which comprise of the statement of assets and liabilities as at

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kaaga Boys Secondary 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 Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents of Kshs.9,148,205. However, the balance was not supported with bank reconciliation statements, certificates of bank balances and a Board of Survey Report as at 30 June, 2024.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.9,148,205 could not be confirmed.

2. Variance in the Operations Account

The statement of receipts and payments reflects operations grants amount of Kshs.14,890,283 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. However, the School records reflect Kshs.16,191,388 resulting into a variance of Kshs.1,301,105.

In the circumstances, the accuracy of the operational grants of Kshs.14,890,283 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.106,832,280 and Kshs.106,741,430 respectively,

resulting in an under-funding of Kshs.90,850 or 0.1% of the budget. However, the School spent an amount of Kshs.85,633,585 against actual receipts amounting to Kshs.106,741,430 resulting in an under-utilization of Kshs.21,107,845 or 20% of actual receipts.

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

My Opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

The Management are responsible for the Other Information set out on page (iii) to (xiv) which comprises 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 USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of receipts and payments for the year ended 30 June, 2024 reflects boarding and school fund payments amount of Kshs.87,326,685 as disclosed in Note 9

to the financial statements. Included in the expenditure is an amount of Kshs.2,251,000 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.2,251,000 could not be confirmed.

2. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.14,890,283 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.5,280,300 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, Kshs.3,290,000 was transferred to infrastructure account, leaving a balance of Kshs.1,990,300. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the law

3. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.30,394,632 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivables balance of Kshs.24,803,750 which had been outstanding for more than 1 year. However, there was no ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

This was contrary to Regulation 83(1) and (2)(g) of the Public Finance Management (National Government) Regulations, 2015 which states that the National Government entity shall be responsible for establishing sound cash management systems, procedures and processes, to ensure efficient and effective banking and cash management practices. Guiding principles for cash management; and for purposes of this regulation, sound cash management includes - pursuing debtors with appropriate sensitivity and rigour to ensure that amounts receivable by the Government are collected and banked promptly.

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

4. Long Outstanding Accounts Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables balance of Kshs.14,849,827. However, included in the balance are trade payables balance of Kshs.1,294,671 which had been outstanding

for more than one (1) year that poses the risk of loss of public funds through litigations, interests and penalties. This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

5. Failure to Establish a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications such as licenses from the Kenya Institute of Supplies Management.

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

6. Failure to Register as a Data Controller and Data Processor

Audit review established that Kaaga Boys High School had not registered with the Office of the Data Protection Commissioner (ODPC) as a data controller and data processor, despite actively collecting, processing, and storing personal data of students, staff members and other service providers during the year under review.

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

7. Failure to Register as a Withholding Tax Agent

It was noted that the School had not been registered as a withholding tax agent with the Kenya Revenue Authority despite making payments to suppliers and service providers during the year under review.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for

Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Unsupported Fixed Assets

Annex 2 to the financial statements on summary of fixed assets register reflects an amount of Kshs.144,114,415 as the balance of the schools' assets. It was observed that all the assets have been recorded in the register without actual valuation as the amounts provided are estimated.

In the circumstances, the existence of effective mechanism to safeguard public assets could not be confirmed.

2. Lack of an IT Strategic Committee and an IT Strategic Plan

Review of the School's information technology systems revealed that it has in place systems to manage its operations which has resulted to improvement of services and safeguards of revenue collection, accuracy and timely reporting. However, the school does not have an ICT strategic committee or plan in place to assist in the development and improvement of the ICT policy framework to enable the school to realize long-term ICT strategic goals.

In the circumstances, the policy, strategies and procedures put in place to assess and measure development of services for the school could not be confirmed.

3. Lack of Risk Management Policy

Review of the documents provided for audit revealed that Management had not established a Risk Management Policy to guide on the development of risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations.

In the circumstances, the effectiveness of risk management could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAI 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

07 May, 2026

KAAGA 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	5,965,757.40	3,673,777.50
Government grants for operations	2	14,890,282.80	9,116,747.00
Government Grants for infrastructure	3	8,281,800.00	7,266,498.00
School fund income- parents' contributions	4	85,592,934.00	72,335,980.00
Miscellaneous incomes	5	1,678,080.00	7,746,855.00
Total Receipts		116,408,854.20	100,139,858.15
Payments			
Tuition	6	5,836,490	3,207,520.00
Operations	7	11,098,413.30	9,750,055.00
Infrastructure	8	8,942,715.00	7,663,949.00
Boarding and school fund	9	87,326,684.59	74,333,962.00
Total Payments		113,204,302.89	94,955,486.00
Surplus/Deficit		3,204,551.31	5,184,372.00

KAAGA BOYS' HIGH SCHOOL
The school financial statements were approved by the BOM signed by:
Name: MAINGI MUGAMBI
Chair BOM
Date: 15th April 2026

KAAGA BOYS' HIGH SCHOOL
Principal/Secretary BOM signed by:
Name: STEPHEN M. WAINA
School Principal/ Secretary to BOM
Date: 15th April 2026

KAAGA BOYS' HIGH SCHOOL
Bursar/ Finance Officer signed by:
Name: ZACHARY KIAMBI
Bursar/ Finance Officer
Date: 15th April 2026

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	8,911,841.18	5,439,701.87.00
Cash balance	11	2,6364.00	272.00
Short term investments	12		
Total cash and cash equivalent		9,148,205.18	5,439,973.87
Account's receivables	13	30,394,632.00	29,301,697.00
Total financial assets (a)		39,542,837.18	34,741,671.00
Financial liabilities			
Accounts payables	14	14,849,827.00	12,690,980.00
Total Financial Labilities (b)		14,849,827.00	12,690,980.00
Net financial assets (a-b)		24,693,010.18	22,050,691.00
Represented by			
Accumulated fund b/fwd	15	21,488,458.87	16,866,319.00
Surplus/deficit for the year		3,204,551.31	5,184,372.00
Net Assets		24,693,010.18	22,050,691.00

The school's financial statements were approved on 15th April 2026 and signed by:

KAAGA BOYS' HIGH SCHOOL
CHAIRMAN B.O.M

Sign: Date:

Name: MAINGI MUGAMBI

Chair BOM

Date: 15th April 2026

KAAGA BOYS' HIGH SCHOOL
PRINCIPAL/ SECRETARY B.O.M

Sign: Date:

Name: STEPHEN M.

School Principal/ Secretary to
BOM

Date: 15th April 2026

KAAGA BOYS' HIGH SCHOOL
BURSAR

15 APR 2026
P. O. Box 273 - 60200, MERU-IMENTI NORTH
Tel: 0742 608 479

Name: ZACHARY KIAMBI

Bursar/ Finance Officer

Date: 15th April 2026

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

Description	Note	2023/2024 Kshs	2022/2023 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		5,965,757.40	3,673,777.50
Government grants for operations		14,890,282.80	9,116,747.00
Government grants for infrastructure		8,281,800.00	7,266,498.00
School fund income- parents contributions/ fees		85,592,934.00	72,335,980.00
Other income		1,678,080.00	7,746,855.00
Total receipts		116,408,854.20	100,139,858.00
Payments			
Cash outflows for tuition		5,836,490.00	3,772,374.00
Cash outflows for operations		11,098,413.30	9,750,055.00
Cash outflows Boarding/lunch and school fund payments		87,326,684.59	77,019,435.00
Total payments		104,261,587.89	90,541,864.00
Net cash inflow/outflow from operating activities		12,147,266.40	9,597,994.00
Cash flow from investing activities			
Acquisition of assets		8,438,854.22	10,666,570
Proceeds from sale of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		0.00	0.00
Net cash inflow/outflows from investing activities		8,438,854.22	10,666,570
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash inflow/outflow from financing activities		0.00	0.00
Net increase/decrease in cash and cash equivalents		3,708,412.18	-1,068,576.00
Cash and cash equivalent at beginning of the FY		5,439,793.87	6,508,550.00
Cash and cash equivalent at end of the FY		9,148,205.18	5,439,793.87

KAAGA BOYS' HIGH SCHOOL

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

The school's financial statements were approved on 15th April 2026 and signed by:
KAAGA BOYS' HIGH SCHOOL
CHAIRMAN B.O.M

Sign: Date:

Name: MAINGI MUGAMBI

Chair BOM

Date: 15th April 2026

KAAGA BOYS' HIGH SCHOOL
PRINCIPAL/ SECRETARY B.O.M

Sign: Date:

Name: STEPHEN M. WAININA
School Principal/ Secretary to
BOM

Date: 15th April 2026

KAAGA BOYS' HIGH SCHOOL
BURSAR
15 APR 2026
P.O. Box 274, 94200, MENDIMENTI NORTH
Tel: 0742 608 479

Name: ZACHARY
KIAMBI
Bursar/ Finance
Officer

Date: 15th April 2026

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c-%
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	0.00	0.00	0.00	0.00	0.00
Exercise Books	0.00	0.00	0.00	0.00	0.00
Laboratory Equipment	0.00	0.00	0.00	0.00	0.00
Internal Exams	0.00	0.00	0.00	0.00	0.00
Teaching / Learning Materials	5,470,080	0.00	5,470,080	3,322,422	61%
Exams And Assessment	0.00	0.00	0.00	0.00	0.00
Total	5,470,080	0.00	5,470,080	3,322,422	61%
(2) Capitation Grant on Operations					
Personnel Emoluments	3,722,400	0.00	3,722,400	3,060,000	82%
Repairs And Maintenance	0.00	0.00	0.00	0.00	0.00
Local Transport / Travelling	2,476,320	0.00	2,476,320	2,040,000	82%
Electricity And Water	3,732,960	0.00	3,732,960	3,060,000	82%
Medical	2,640,000	0.00	2,640,000	210,300	8%
Administration Costs	2,476,320	0.00	2,476,320	2,040,000	82%
Activity	1,980,000	0.00	1,980,000	1,598,000	81%
Gratuity	0.00	0.00	0.00	0.00	0.00
Total	17,028,000	0.00	17,028,000	12,008,300	70%
3) FDSE for infrastructure					

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
Maintenance & Improvement MoE	6,600,000	0.00	6,600,000	5,270,000	80 %
M&I parents' contribution	0.00	0.00	0.00	0.00	0.00
Economic Stimulus Programs	0.00	0.00	0.00	0.00	0.00
Transition Infrastructure Grants	0.00	0.00	0.00	0.00	0.00
Administration Block	0.00	0.00	0.00	0.00	0.00
Total	6,600,000	0.00	6,600,000	5,270,000	80 %
(4) Fees Charged on Parents					
Personnel Emoluments	7,814,400	0.00	7,814,400	5,077,947	65%
Repairs And Maintenance	9,768,000	0.00	9,768,000	3,396,424	35%
Local Transport / Travelling	3,334,320	0.00	3,334,320	1,233,053	37%
Electricity And Water	10,198,320	0.00	10,198,320	7,509,078	74%
Medical	2,640,000	0.00	2,640,000	0	0%
Administration Costs	4,918,320	0.00	4,918,320	2,632,129	54%
Activity	2,310,000	0.00	2,310,000	352,158	15%
SMASSE	0.00	0.00	0.00	0.00	
Fee On Boarding Equipment and Stores	36,150,840	0.00	36,150,840	65,384,419	181%
Total	77,134,200	0.00	77,134,200	85,585,208	109%
5) Miscellaneous Income					
Loans / Borrowing	0.00	0.00	0.00	0.00	0.00
Rent income	0.00	0.00	0.00	0.00	0.00
Income From Farming Activities	450,000	0.00	450,000	405,500	90.1%
Insurance Compensation	0.00	0.00	0.00	0.00	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
Income From Posho Mill	0.00	0.00	0.00	0.00	0.00
Income From Bus Hire	150,000	0.00	150,000	150,000	100%
Fee For Hire of Ground and Equipment	0.00	0.00	0.00	0.00	0.00
Interest Income	0.00	0.00	0.00	0.00	0.00
Income From Any Other Investment	0.00	0.00	0.00	0.00	0.00
Total Income	106,832,280	0.00	106,832,280	106,741,430	99.91%
(6) Expenditure For Tuition					
Textbooks	0.00	0.00	0.00	0.00	0.00
Reference Materials	0.00	0.00	0.00	0.00	0.00
Exercise Books	0.00	0.00	0.00	0.00	0.00
Laboratory Equipment	0.00	0.00	0.00	0.00	0.00
Internal Exams	0.00	0.00	0.00	0.00	0.00
Teaching / Learning Materials	5,470,080	0.00	5,470,080	5,786,020	94.5%
Chalks	0.00	0.00	0.00	0.00	0.00
Exams And Assessment	0.00	0.00	0.00	0.00	0.00
Teachers Guides	0.00	0.00	0.00	0.00	0.00
Administration Costs	0.00	0.00	0.00	0.00	0.00
Bank Charges	0.00	0.00	0.00	0.00	0.00
Total	5,470,080	0.00	5,470,080	5,786,020	94.5%
(7) Expenditure For Operations					
Personnel Emoluments	2,875,573	0.00	2,875,573	2,875,573	100%
Repairs, Maintenance & Improvements	181,550	0.00	181,550	181,550	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
Local Transport / Travelling	216,111	0.00	216,111	216,111	100%
Electricity, Water and Conservancy	598,472	0.00	598,472	598,472	100%
Medical	0.00	0.00	0.00	0.00	0.00
Administration Costs	396,029	0.00	396,029	396,029	100%
Activity Expenses	252,000	0.00	252,000	252,000	100%
Gratuity	0.00	0.00	0.00	0.00	0.00
SMASSE	0.00	0.00	0.00	0.00	0.00
Total	4,519,735	0.00	4,519,735	4,519,735	100%
(8) Expenditure For infrastructure					
Construction of classrooms	0.00	0.00	0.00	0.00	0.00
Construction of LAB	0.00	0.00	0.00	0.00	0.00
Construction of DORMS	9,768,000	0.00	9,768,000	8,942,715	92%
Purchase of furniture	0.00	0.00	0.00	0.00	0.00
Purchase of equipment	0.00	0.00	0.00	0.00	0.00
Purchase of machinery	0.00	0.00	0.00	0.00	0.00
Total	9,768,000	0.00	9,768,000	8,942,715	92%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	9,765,500	0.00	9,765,500	4,730,519	48%
Repairs, Maintenance and Improvements	9,768,000	0.00	9,768,000	7,063,060	72%
Local Transport / Travelling	3,334,320	0.00	3,334,320	1,680,050	50%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	10,198,320	0.00	10,198,320	4,289,139	42%
Medical Expenses	202,000	0.00	202,000	304,096	150%
Administration Costs	4,918,320	0.00	4,918,320	6,008,852.59	122%
Activity	2,310,000	0.00	2,310,000	2,571,572	111%
Gratuity	0.00	0.00	0.00	0.00	0.00
Lunch Programme	0.00	0.00	0.00	0.00	0.00
Boarding Equipment and Stores	46,680,065	0.00	46,680,065	58,259,575	124%
Expenditure For Income Generating Activity	0.00	0.00	0.00	0.00	0.00
Insurance Costs	800,000	0.00	800,000	726,721	91%
Other Expenses On Investments	0.00	0.00	0.00	0.00	0.00
Rent Expenses	0.00	0.00	0.00	0.00	0.00
Bank Charges	0.00	0.00	0.00	0.00	0.00
Loan Interest Repayment	0.00	0.00	0.00	0.00	0.00
Loan Principal Repayment	0.00	0.00	0.00	0.00	0.00
Acquisition Of Assets	0.00	0.00	0.00	0.00	0.00
Totals	87,976,525.00	0.00	87,976,525.00	85,633,585.00	97.33%

EXPLANATION OF VARIANCES EXCEEDING 100%

This was due to increased enrollment as a result of 100% transition policy by government from primary to secondary .

6. 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.

7. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2023/2024	2022/2023
	Kshs	Kshs
Reference Materials	5,965,757.40	3,673,777.50
Exercise Books	0.00	0.00
Laboratory Equipment	0.00	0.00
Internal Exams	0.00	0.00
Teaching / Learning Materials	0.00	0.00
Others (specify) *	0.00	0.00
Total	5,965,757.40	3,673,777.50

2 Government Grants for Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	1,500,000.00	2,568,433.00
Repairs And Maintenance	10,078,942.10	0.0
Bom teachers	250,000.00	0.00
Electricity And Water	2,000,000.00	2,490,751.85
Medical	0.00	92,300.00
Administration Costs	812,665.70	3,186,047.45
Activity	0.00	646,714.00
Insurance	0.00	132,501.00
Other Vote Heads (specify)*	0.00	0.00
Total	14,890,282.80	9,116,747.00

3 Government Grants for infrastructure

Description	2023/2024	2022/2023
	Kshs	Kshs
Maintenance & Improvement	8,281,800.00	4,400,000.00
Transition infrastructure grants	0.00	0.00
Administration Block	0.00	0.00
Boarding account	0.00	0.00
Other (specify)(NGCDF and County govt.	0.00	0.00

Description	2023/2024	2022/2023
	Kshs	Kshs
Total	8,281,800.00	4,400,000.00

4 School Fund Income - Parents Contribution/Fees

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel emoluments	5,077,947.00	5,534,633.00
Repairs and maintenance	3,396,424.00	3,668,428.00
Local transport / travelling	1,233,053.00	1,991,914.00
Electricity and water	7,509,078.00	7,887,397.00
Medical	7,726.00	11,197.00
Administration costs	2,632,129.00	3,834,664.00
Fee on Boarding Equipment and stores	65,384,419.00	47,544,804.00
Activity	352,158.00	760,356.00
Pta development	0.00	298,165.00
PA Levies*	0.00	0.00
Others (specify)	0.00	0.00
Total	85,592,934.00	72,335,980.00

5 Miscellaneous Incomes

Description	2023/2024	2022/2023
	Kshs	Kshs
KCSE	xxx	4,000.00
Tenders	72,000.00	72,000.00
MCK CDC CAMP	678,900.00	0.00
Miscellaneous	96,800.00	326,490.00
Journalism	0.00	10,000.00
scouts	0.00	6,650.00
sda	29,175.00	26,950.00
Operations account	0.00	0.00
SES	1,000.00	34,880.00
YCS	0.00	42,650.00
CU	111,825.00	106,715.00
CDC camp	0.00	4,300.00
Farm account	0.00	30,000.00
uniform	0.00	7,080,220.00

WILDLIFE CLUB	0.00	2,000.00
Other Income (<i>specify</i>)*	0.00	0.00
Total	1,678,080.00	7,746,855.00

6 Tuition

Description	2023/2024	2022/2023
	Kshs	Kshs
Exercise Books	0.00	0.00
Textbooks	0.00	0.00
Reference materials	5,836,490.00	3,206,920.00
Laboratory Equipment	0.00	0.00
Teaching / Learning Materials	0.00	0.00
Exams And Assessment	0.00	0.00
Teachers Guides	0.00	0.00
Bank Charges	470.00	600.00
Others (<i>specify</i>)	0.00	0.00
Total	5,836,490.00	3,207,520.00

7 Operations

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	2,238,786.00	6,030,953.00
Service Gratuity	0.00	0.00
Administration Cost	1,440,332.30	465,677.00
Repairs And Maintenance & Improvements	772,064.00	181,550.00
Local Transport / Travelling	60,000.00	403,800.00
Electricity And Water	0.00	744,682.00
Insurance	281,753.00	0.00
Medical	0.00	0.00
BOM teachers	242,614.00	595,293.00
Activity Expenses	124,200.00	452,000.00
Insurance Cost	69,055.00	0.00
Others (<i>specify</i>)	0.00	0.00
Tuition account	1,900,000.00	876,100.00
Boarding account	3,882,509.00	0.00
Total	11,098,413.30	9,750,055.00

8 Infrastructure

Description	2023/2024	2022/2023
	Kshs	Kshs
Construction of classrooms	8,940,665.00	2,800,000.00
Construction of laboratory	0.00	0.00
Construction of dormitory	0.00	4,400,000.00
Purchase of furniture	0.00	0.00
Purchase of equipment	0.00	0.00
Purchase of apparatus	0.00	0.00
Bank charges	2,050.00	0.00
Others (specify)	0.00	0.00
Total	8,940,665.00	7,200,000.00

9 Boarding And School Fund

Description	2023/2024	2022/2023
	Kshs	Kshs
Personnel Emoluments	4,730,519.00	0.00
miscellaneous	8,500.00	55,600.00
Repairs And Maintenance & Improvements	726,930.00	2,883,559.00
Local Transport / Travelling	1,680,050.00	1,043,962.00
Electricity And Water	4,289,139.00	1,786,205.00
Medical Expenses	304,096.00	177,635.00
Administration Costs	6,008,852.59	5,146,093.00
Lunch Programme	0.00	0.00
Bank Charges	0.00	0.00
YCS	1,000.00	22,000.00
Fee On Boarding Equipment and Stores	57,657,935.00	55,614,457.00
Rent Expenses	0.00	0.00
SES	94,861.00	505,622.00
Loan Principal Repayment	0.00	0.00
Uniform	1,146,060.00	4,490,000.00
Operations account	61,250.00	0.00
PTA/Development	3,299,020.00	985,010.00
Farm account	401,150.00	78,000.00
CDC camp	523,000.00	0.00
Activity	2,571,572.00	1,394,429.00
Donations	0.00	10,000.00
CU	184,000.00	124,390.00

SDA	0.00	17,000.00
Acquisition Of Assets	0.00	0.00
PA expenses	0.00	0.00
Infrastructure	3,700,000.00	0.00
Total	87,326,684.59	74,333,962.00

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2023/2024	2022/2023
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1139075188400	205,172.45	75,905.05
Operations Account	Active	1139075188401	147,836.25	106,481.00
School Fund Account/Boarding	Active	1129075188400	2,818,425.18	45,198.00
Savings Account	Active	1100075188400	1,683,903.18	4,286,408.00
Infrastructural Account	Active	1139075188403	264,794.62	925,710.00
Total			8,911,841.18	5,439,702.00

11 Cash In Hand

Description	2023/2024	2022/2023
	Kshs	Kshs
Cash Balances - Operations	308.00	148.00
Cash Balances - Boarding	236,056.00	124.00
Total	236,364.00	272.00

12 Short Term Investments

Description	2023/2024	2022/2023
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

13 Accounts Receivable

Description	2023/2024	2022/2023
	Kshs	Kshs
Fees Arrears	30,394,632.00	29,301,697.00
Other Non-Fees Receivables	0.00	0.00
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	30,394,632.00	29,301,697.00

13 b) Ageing Analysis of Accounts Receivable

Description	2023/2024		2022/2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	5,590,882.00	18.39 %	7,639,068.00	26%
Between 1- 2 years	6,824,979.00	22.45%	3,722,743.00	13%
Between 2-3 years	11,398,670.00	37.5%	9,779,025.00	22%
Over 3 years	6,580,101.00	21.65%	8,160,161.00	28%
Total (should tie to note 13 a)	30,394,632.00	100.00%	29,301,697.00	

14 Accounts Payable

Description	2023/2024	2022/2023
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	10,921,681.00	8,782,972.00
Prepaid Fees	3,928,146.00	3,908,008.00
Retention Monies	0.00	0.00
Unpaid salaries and statutory deductions	0.00	0.00
Fee refund	0.00	0.00
Other payables (specify)	0.00	0.00
Total	14,849,827.00	12,690,980.00

14a. Ageing Analysis of Accounts Payable (Trade Creditors)

Description	2023/2024		2022/2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	13,555,156.00	88.15 %	6,828,574.00	33%
Between 1- 2 years	1,294,671.00	11.85 %	2,413,951.00	27%
Between 2-3 years			3,448,455.00	39%
Over 3 years				
Total (should tie to note 14)	14,849,827.00	100 %	12,690,980.00	

15 Fund Balance Brought Forward

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank Balances	5,481,056.87	6,057,903.00
Cash Balances	272.00	450,647.00
Short Term Investments	0.00	0.00
Receivables	28,814,509.00	21,662,629.00
Payables	(12,807,379.00)	(11,304,860.00)
Total	21,488,458.87	16,866,319.00

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank Loans	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

KAAGA BOYS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****17 Biological assets**

Description	Numbers	2023/2024	2022/2023
		Kshs	Kshs
Cattle		0.00	0.00
Goats		0.00	0.00
Trees		30,000.00	30,000.00
Coffee Or Tea Plantation		0.00	0.00
Poultry		0.00	0.00
Pigs		600,000.00	400,000.00
Total		630,000.00	430,000.00

18 Borrowings

Description	2023/2024	2022/2023
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	0.00	0.00
Balance at the end of the year	0.00	0.00

Other important disclosure notes**19 Stock/ Inventory**

Description	2023/2024	2022/2023
	Kshs	Kshs
Food stuffs	1,909,940	240,000
Lab consumables	0.00	0.00
Farm produce	0.00	0.00
Medication	0.00	0.00
Construction Materials	0.00	0.00
Others (specify)	0.00	0.00
	1,909,940	240,000

KAAGA BOYS' HIGH SCHOOL

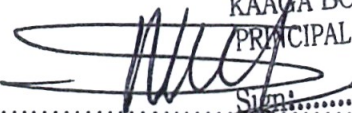
Annual Report and Financial Statements For the year ended 30th June 2024

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)
		NO REPORT		

KAAGA BOYS HIGH SCHOOL
PRINCIPAL / SECRETARY B.O.M



Sign:..... Date:.....

STEPHEN M. WAINAINA

Sign and Date
Principal

8. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. KARANIYA ENTERPRISES	1,849,893.00	1.7.23	1,542,098.00	307,795.00	600,000.00	
2. TIMOTHY MURIKI	969,100.00	1.7.23	762,360.00	206,740.00	0.00	
3. JACKSPRING	979,050.00	1.7.23	603,320.00	375,730.00	0.00	
4. KAAGA TIMBER YARD	44,155.00	1.7.23	0.00	44,155.00	0.00	
Sub-Total				934,420.00		
Supply Of Goods						
5. JAQWA ENTERPRISES	13,762,840.00	1.7.23	11,153,640.00	2,609,200.00	1,671,200.00	
6. NAHASHON MWITIA	3,898,960.00	1.7.23	1,423,040.00	532,200.00	0.00	
7. TAISEC SYSTEMS	909,300.00	1.7.23	377,500.00	531,800.00	0.00	
8. ANSAC CHEMICALS	540,000.00	1.7.23	286,000.00	254,000.00	98,000.00	
9. MCK BOOKSHOP	852,960.00	1.7.23	254,350.00	598,610.00	0.00	
10. KAAGA BOYS INVESTMENT	165,165.00	1.7.23	51,420.00	113,745.00	0.00	
11. PATRICK KINYUA	135,000.00	1.7.23	90,000.00	45,000.00	0.00	
12. JOBEM GENERAL SUPPLIES	1,017,000.00	1.7.23	917,000.00	100,000.00	38,400.00	

KAAGA BOYS' HIGH SCHOOL

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

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
13. THE STEM IMPACT CENTRE	81,000.00	1.7.23	0.00	81,000.00	0.00	
14. JOFLAM INVESTMENT	5,200,000.00	1.7.23	5,050,000.00	150,000.00	1,878,350.00	
15. READERS QUEST PUBLISHERS	1,770,020.00	1.7.23	1,619,020.00	151,000.00	0.00	
16. RUTH KANGAI	800,000.00	1.7.23	426,205.00	373,795.00	237,600.00	
17. REGIONAL BOOKS AND STATIONERS	2,859,179.00	1.7.23	1,834,684.00	1,024,495.00	1,065,954.00	
18. TIMTECH OFFICE SUPPLIES	960,500.00	1.7.23	432,050.00	528,450.00	657,950.00	
Sub-Total				7,093,295.00		
Supply Of Services						
19. ANDREW MATHEGE	240,000.00	1.7.23	210,000.00	30,000.00	0.00	
20. KSSHA	1,500,000.00	1.7.23	0.00	1,500,000.00	0.00	
21. CYBER SCHOOL TECHNOLOGY	69,600.00	1.7.23	0.00	69,600.00	0.00	
Sub-Total				1,599,600.00		
Grand Total				9,627,315.00		

KAAGA BOYS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2024****Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2024
Land	35,000,000.00	0.00	0.00	35,000,000.00
Buildings And Structures	64,000,000.00	8,942,715.00	0.00	72,942,715.00
Motor Vehicles	1,500,000.00	0.00	0.00	1,500,000.00
Office Equipment, Furniture and Fittings	27,405,000.00	0.00	0.00	27,405,000.00
Textbooks	641,000.00	0.00	0.00	641,000.00
ICT Equipment	1,057,000.00	210,000.00	0.00	1,267,000.00
Tools And Apparatus	3,618,700.00	0.00	0.00	3,618,700.00
Other Machinery and Equipment	1,540,000.00	0.00	0.00	1,540,000.00
Heritage And Cultural Assets	0.00	0.00	0.00	0.00
Intangible Assets- Soft Ware	200,000.00	0.00	0.00	200,000.00
Total	134,961,700.00	9,152,715.00		144,114,415.00