

REPUBLIC OF KENYA



REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2026	DAY: WEDNESDAY
TABLED BY:	HON. ANNE KETANYI ON BEHALF OF LOM
CLERK-AT THE-TABLE:	KATHERINE NGWOTO

KENYATTA HIGH SCHOOL - MAHIGA

**FOR THE YEAR ENDED
30 JUNE, 2025**

NYERI COUNTY



KENYATTA HIGH SCHOOL (MAHIGA)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

Transitional Financial Statements Prepared under the International Public Sector Accounting Standards (IPSAS)

Table of Contents

Page

1. Acronyms and Definition of Key Terms.....	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School	vii
4 Statement of School Management Responsibility	xvii
5. Report Of The Independent Auditors (<i>To be attached</i>)	xviii
6. Statement Of Financial Performance for the Year Ended 30 th June 2025	1
7. Statement of Assets and Liabilities As At 30 th June 2025.....	2
8. Statement of Cash Flows for the Year Ended 30 th June 2025.....	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2025	5
10. Significant Accounting Policies.....	9
11. Notes To the Financial Statements	12
12. Annexes	21

1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

(This list is an indication of the common acronyms and abbreviations; the Entity should include all from the annual report and financial statements prepared)

2. Key School Information and Management

Kenyatta high school (Mahiga) was started in the late 1950's before Kenya attained independence. This initiative was by the AIPCA church who donated land for the school with the support of the local community.

It started with an enrolment of six students and since then the school has grown tremendously in terms of physical facilities and enrolment.

(a) Background information

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

The school was registered in 09/1983 under registration number G/A/266/83 and is currently categorized as a, Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 872 number of students as at 30th June 2025. It has 4 streams and 37 teachers of which 5 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	Dr John Wachira Mwangi	Chairman-sponsor	5 th march 2022
2	Mr Charles F Wachira	Secretary - Principal	5 th march 2022
3	Dr Serah Waitiki	Member - community	5 th march 2022
4	Ms Teresa Wandene	Member - community	5 th march 2022
5	Mr Justus Ndegwa	Member - community	5 th march 2022
6	Dr John Gichuru	Member- community	5 th march 2022
7	Ms Beatrice King'ori	Member- community	5 th march 2022
8	Mr Stephen Kanyi	Member – Rep CEB	5 th march 2022
9	Mr Peterson Bundi	Member -Rep Teachers	5 th march 2022
10	Ms Jane Gitonga	Member - community	5 th march 2022
11	Eng Thiongo Chege	Member - Sponsor	5 th march 2022
12	Ms Jecinta Wairimu Godfrey	Member - Sponsor	5 th march 2022
13	Mr Steve Gichohi MBS	Member – Special interest	5 th march 2022
14	Mr Muchiri Wa Gathoni	Member Special Needs	5 th march 2022
15	Rev Jeremiah Ndung'u	Member – Rep parents	14 th may 2022
16	Mr Peter Wamugunda	Member – Rep parents	14 th may 2022
17	Ms Jane Wahinya	Member – Rep parents	14 th may 2022
18	Chairman students council	Rep Students	14 th may 2022

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr Muchiri Wa Gathoni	Chairman-sponsor	25 th march 2025
2	Mr Gerald Kimani Ngugi	Secretary - Principal	25 th march 2025
3	Dr Serah Waitiki	Member - community	25 th march 2025
4	Ms Esther Wairimu Kagombe	Member - community	25 th march 2025
5	Mr Justus Ndegwa Muchiri	Member - community	25 th march 2025
6	Dr John Gichuru	Member- community	25 th march 2025
7	Ms Gladys Njoki Njuguna	Member- community	25 th march 2025
8	Mr Stephen Mwangi Kanyi	Member – Rep CEB	25 th march 2025
9	Mr Peterson Bundi	Member -Rep Teachers	25 th march 2025
10	Ms Jane Gitonga	Member - community	25 th march 2025
11	Mr Cyrus Kanyi	Member - Sponsor	25 th march 2025
12	Mr Anthony Ndirangu Ndegwa	Member - Sponsor	25 th march 2025
13	Rev Jeremiah Ndung'u	Member – Rep parents	25 th may 2025
14	Ms Jane Wahinya	Member – Rep parents	25 th may 2025
15	Chairman students council	Rep Students	25 th may 2025

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr Haron Muchiri Gathoni Mr Charles Wachira Rev Jeremiah Ndung'u Ms Esther Wairimu Kagombe Ms Jane Gitonga	Chairman Principal PA member Member Member.	1 meeting
2	Audit Committee	Ms Jane Gitonga M/s Gladys Njuguna Ms Jecinta Wairimu Ms Jane Wahinya Mr Gelard Ngugi Rev. Jeremia Ndung'u	Chair lady Member Member Member Secretary Member	
3	Finance,procurement and general purposes Committee	Ms Jane Gitonga M/s Gladys Njuguna Ms Jane Wahinya Mr Gelard Ngugi Rev. Jeremia Ndung'u	Chair lady Member Member Secretary Member	
4	Academic Committee	Dr Serah Waitiki Mr Gelard Ngugi Dr John Gichuru Ms Jane Wahinya Mr Peterson Bundi Mr Justus Ndegwa	Chair lady Secretary Member Member Member Member	
5	Infrastructure Committee	Mr Michael Njogu Rev Jeremiah Ndungu Mr Gelard Ngugi Mr Stephen Kanyi Mr Cyrus Kanyi Ms Esther Wairimu Kagombe Sub county director of education	Member Member Member Member Member Member Member	
6	Discipline and welfare Committee	Ms Esther Wairimu Kagombe Mr Ms Jane Gitonga Mr Stephen Kanyi Dr Serah Waitiki Mr Anthony Ndegwa	Chairman Member Member Member Member	

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****(d) School operation Management**

For the financial year ended 30th June, 2025 the school's day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Mr.Charles Wachira Francis	305811
2	Deputy Principal	Mr Michael Njogu	454261
3	School Bursar	M/s Philomena W Wangari	ID 20608149
4			

(e) Schools contacts

Post Office Box: 471-10100 NYERI
Telephone: 0742345916
E-mail: kenyattamahiga@gmail
Website: www.kenyattamahiga.com
Facebook:
Twitter:

(f) School Bankers

Provide details of the school bankers.

Sn no	NAME OF THE BANK	BRANCH	Account Name & Currency	Bank Account Number
1	KCB	OTHAYA	Tuition Account	1101533935
2	KCB	OTHAYA	Operations Account	1103537814
3	KCB	OTHAYA	School Fund Account/Boarding	1101875747
4	EQUITY	OTHAYA	School Fund Account/Boarding	0110290754361
5	KCB	OTHAYA	Infrastructural Account	1108719465
6	EQUITY	OTHAYA	NGCDF	0080298232020
			Total	

(g) Independent Auditors

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

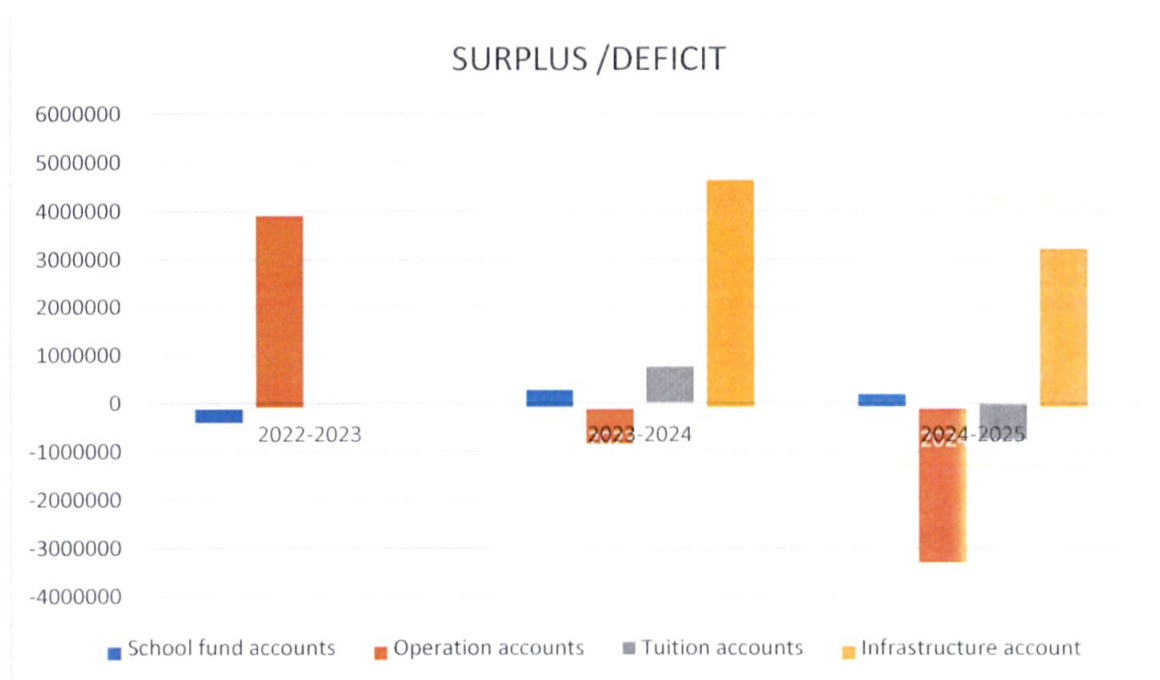
3.Summary Report of Performance of The School

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 period between 1st July2024 to 30th June 2025 which covers a period of 12 months summarised as follow:

SURPLUS/DEFICIT FOR THE YEAR AND COMPARISON OF THE SAME FOR THE LAST THREE YEARS				
ACCOUNTS	2024-2025	2023-2024	2022-2023	2021-2022
School fund accounts	280,078	373,979	(303,856)	247,832
Operation accounts	(3,197,521)	(733,021)	4,021,530	65,858
Tuition accounts	(746,954)	761,932	(26,161)	11,667
Infrastructure account	3,328,073	4,736,821	698,872	52,220
Total	(336,324)	5,139,711	4,390,385	377,577
Increase/decrease	(5,476,035)	749,326	4,012,808	(11,365,853)

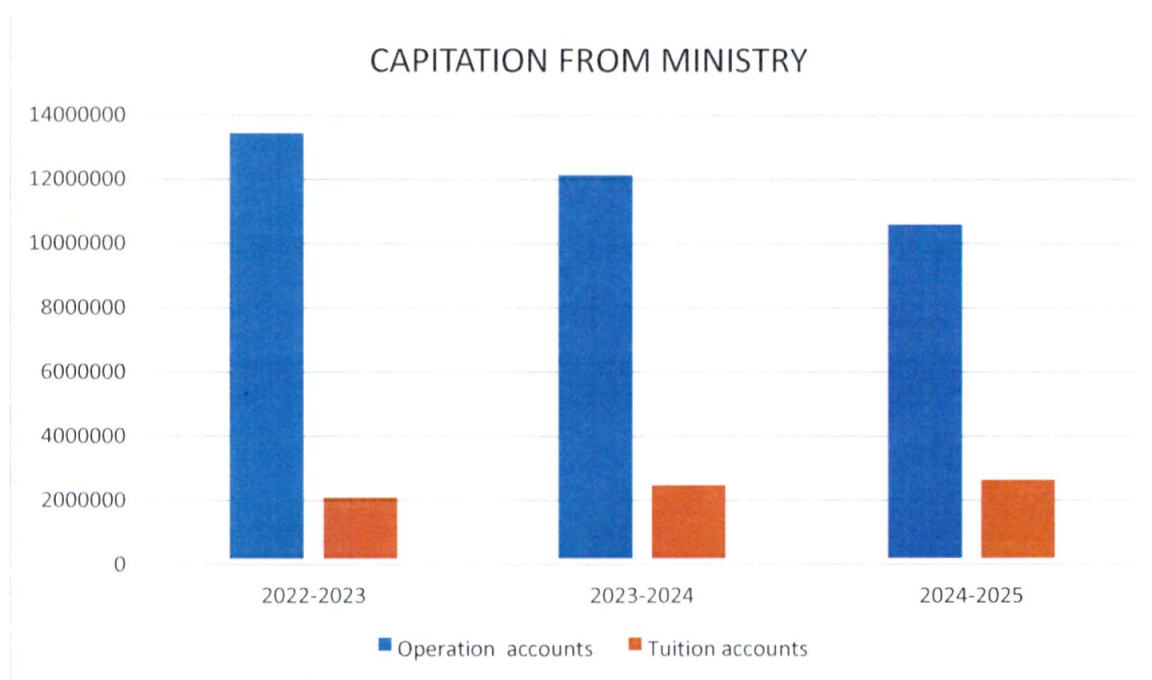


. Increase in 2022-2023 surplus was due to ksh 4,000,000\$Ksh 788,040 for TIG and CBC class respectively deposited by ministry of education which have not been utilized. Increase in 2023&2024 surplus was attributed by non usage of infrastructure fund.

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

Capitation grants from the ministry of education for the last three years

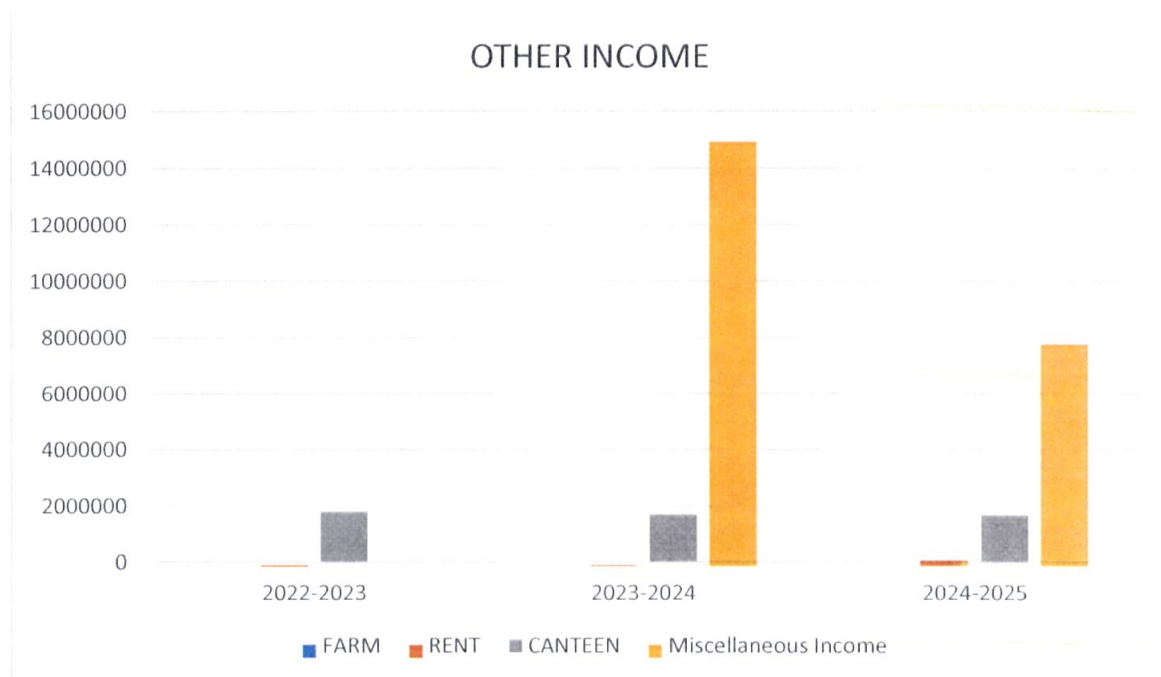
SNO	CAPITATION FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS			
	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	Operation accounts	10,433,361	11,982,527	13,293,554
2	Tuition accounts	2,473,162	2,309,152	1,934,106
	Total	12,906,523	14,291,679	15,227,660
	No of students	872	1,014	1,029
	Increase/decrease	(1,385,156)	(935,981)	(3,245,210)
		1:14,801	1:14,094	1:14,799



The capitation for year 2024/2025 represents a decrease of ksh 1,385,156 attributed by low enrolment.

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

OVERVIEW OF GROWTH OF OTHER INCOME(S) OF THE SCHOOL				
SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	Farm	39,155	9,800	5,000
2	Rent	239,150	68,000	80200
3	Canteen	1,694,042	1,704,650	1,814,450
4	Miscellaneous Income	7,940,942	15,112,116	12,520,626
	TOTAL	9,913,289	16,894,566	14,420,276
	Increase/decrease	(6,981,277)	2,474,290	(1,155,165)

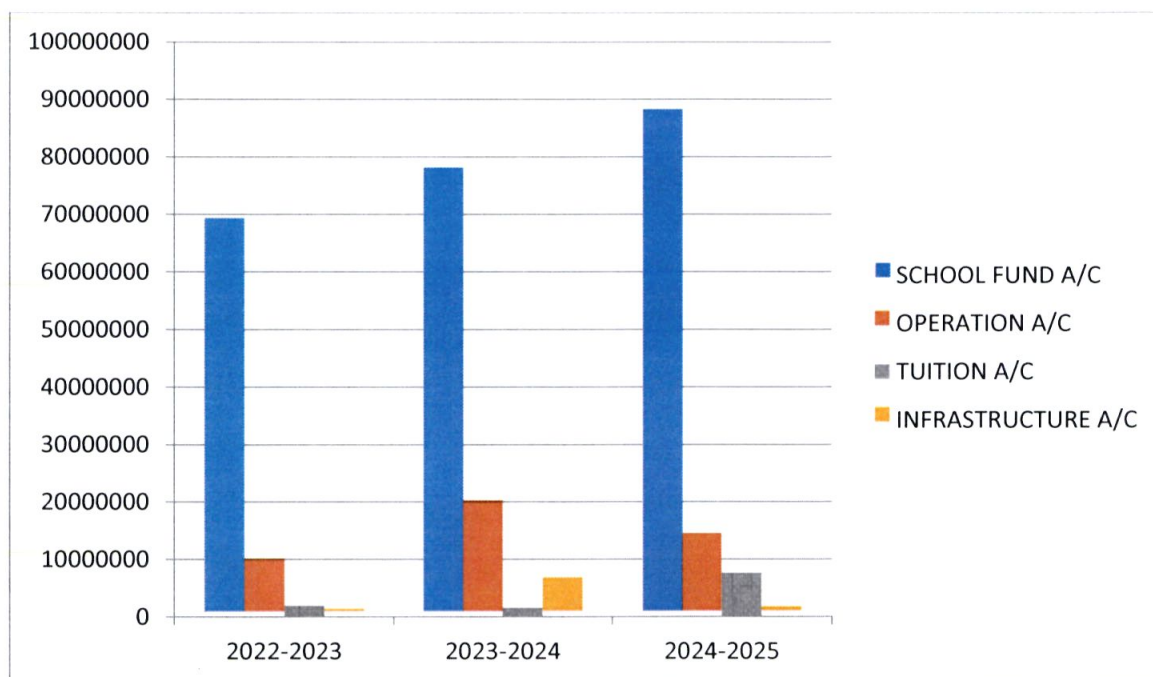


Decrease income In the year 2023/2024 is ksh 2,474,290 attributed by decrease in income from the canteen. Income from canteen year 2023/2024 was ksh 1,704,650 compared to year 2022/2023 ksh1,814,450 which represent decrease of ksh 109,800. Decrease income in the year 2024/2025 is ksh 6,981,277 attributed by decrease in income from the canteen due to low enrolment hence less sales

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

A three year overview of growth in expenditure of the school

SN O	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	School fund a/c	87,445,399	77,324,218	68,576,609
2	Operation a/c	13,630,882	19,399,972	9,272,024
3	Tuition a/c	7,639,210	1,547,220	1,960,267
4	Infrastructure a/c	820,027	5,952,839	501,254
	TOTAL	109,535,518	104,224,249	80,310,154
	Increase/decrease	5,311,269	23,914,095	(2,895,958)



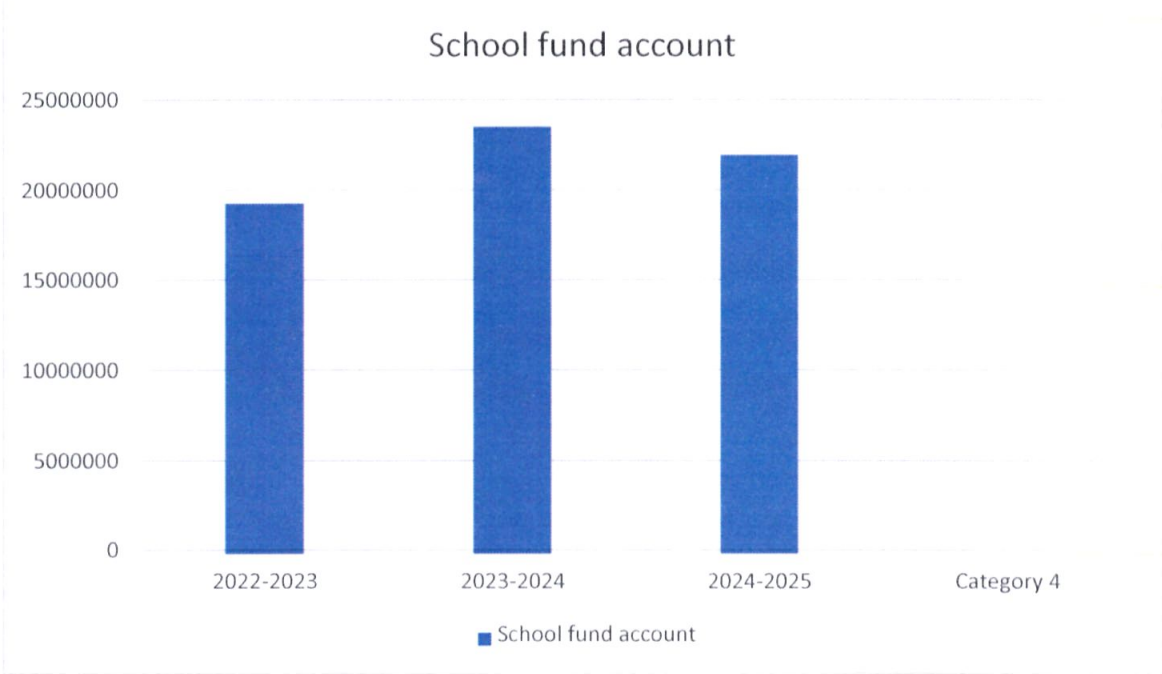
The year 2023/2024 expenditure is ksh 104,224,249 compared to Year 2022/2023 expenditure ksh 80,310,154 representing an increase of ksh , 23,914,095 attributed by NGCDF grant.



KENYATTA HIGH SCHOOL(MAHIGA)
Annual Report and Financial Statements For the year ended 30th June 2025

Movement of debtors of the school over the last three years

MOVEMENT OF DEBTORS				
SNO		2024-2025	2023-2024	2022/2023
1	School fund account	22,223,854	23,788,100	19,556,462
	TOTAL	22,223,854	23,788,100	19,556,462
	Increase/decrease	(1,564,246)	4,231,638	19,556,462

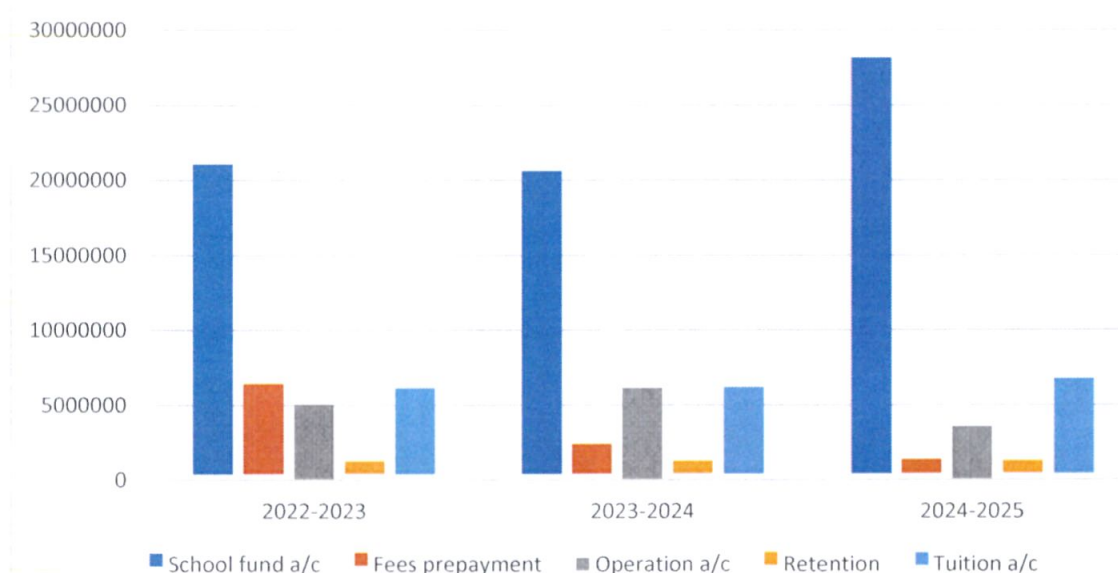


Total debtors year2024/2025 decreased by Ksh 1,564,246 attributed by low enrolment.

Movement of creditors of the school over the last three years

MOVEMENT OF CREDITORS				
SNO	ACCOUNTS	2024-2025	2023-2024	2022/2023
1	School fund a/c	27,813,923	20,264,615	20,719,833
	Fees prepayment	1,005,965	2,053,845	6,084,288
2	Operation a/c	3,571,544	6,147,086	5,039,900
	Retention	897,672	897,672	897,672
3	Tuition a/c	6,407,744	5,835,908	5,811,235
		39,696,848	35,199,126	38,552,928
	Increase/ decrease	4,497,722	(3,353,802)	10,545,453

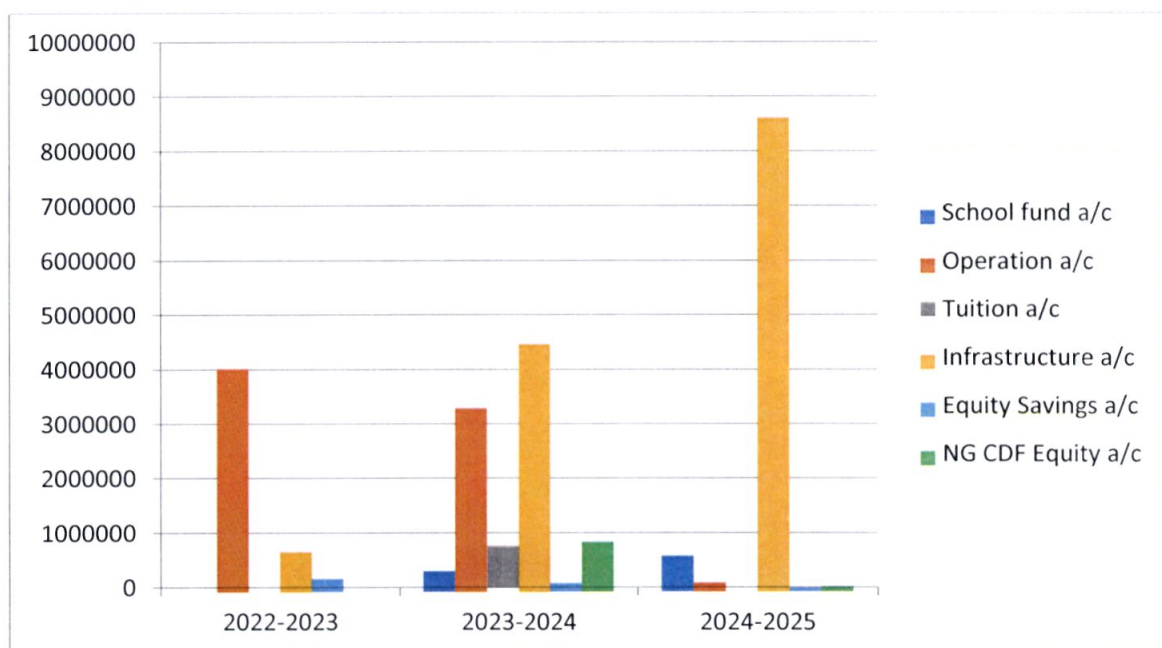
CREDITORS



The year 2024/2025 creditors is ksh 39,696,848 compared to Year 2023/2024 creditors ksh 35,199,126 representing an increase of ksh 4,497,722 attributed by high cost of living and also inflation.

Movement of bank balances of the school over the last three years

MOVEMENT OF BANK AND CASH BALANCES				
SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	School fund a/c	672,505	393,538	16,984
2	Operation a/c	185,234	3,382,755	4,115,776
3	Tuition a/c	16,317	763,271	1,339
4	Infrastructure a/c	8,705,057	4,557,708	751,092
5	Equity Savings a/c	85,325	171,917	252,522
6	NG CDF Equity a/c	110,929	930,205	
	TOTAL	9,775,367	10,199,394	5,137,713
	Increase/decrease	(424,027)	5,061,681	(4,292,361)

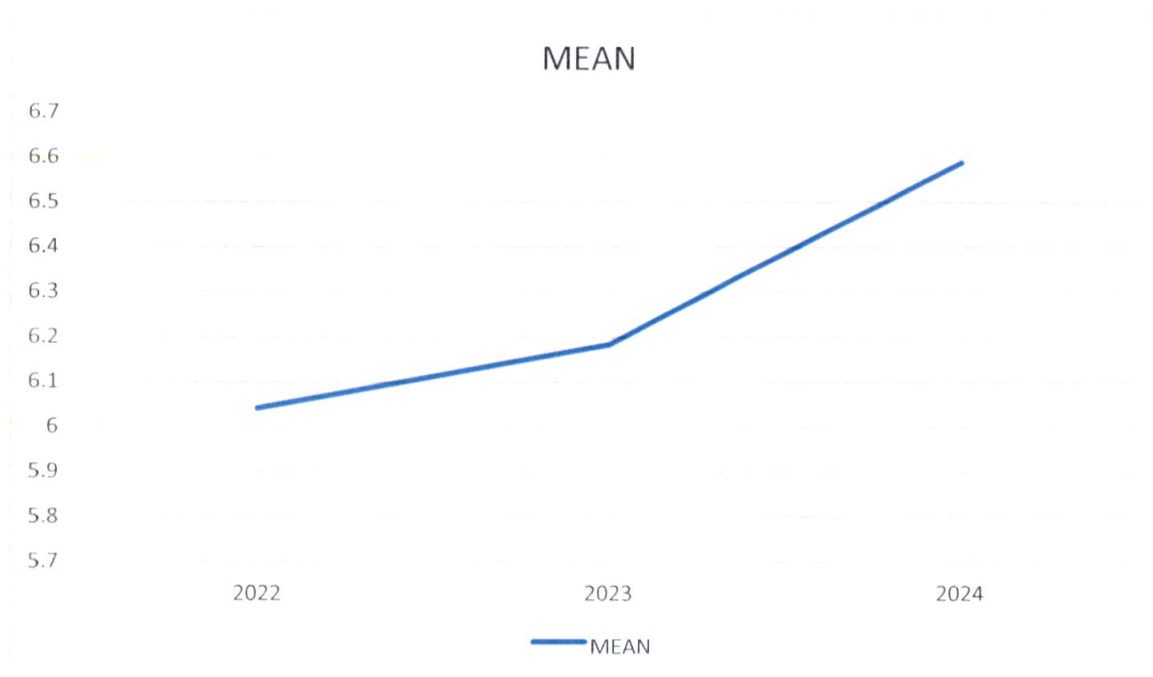


b) Teacher Student ratio:

There are 32 teachers posted by TSC and 5 employed by Bom. The teacher student ratio is 1:24, 1 retired and no recruited during the year.

c) The mean score in the 2024 KCSE:

year	mean	deviation	transition	No.to university &tertiary colleges
2024	6.577	+0.404	90%	150
2023	6.173	+0.147	91%	231
2022	6.031	+0.005	88%	146



d) Candidature of the school over the last three years

Year	Candidature
2024	189
2023	254
2022	166

e) The capacity of the school:

S NO.	Facility	Available capacity	Shortage
1	Dormitory	750	300 bed capacity
2	Dining hall	700	350
3	Science laboratories	3	3
4	Library	Ill stocked	Need for stocking with chair and tables

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****f) Development projects carried out by the school:**

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Student sanitary block	CDF	Completed	2,000,000	1,978,731	Completed


.....
School Principal



KENYATTA HIGH SCHOOL(MAHIGA)

Annual Report and Financial Statements For the year ended 30th June 2025

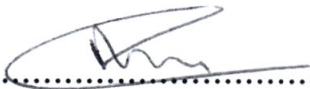
4 Statement of School Management Responsibility

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 Kenyatta high school (mahiga) 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, 2025, and of the school's financial position as at that date.



.....
Name: Mr Haron Muchiri Gathoni

Designation: Chairman, School Board of Management

Date: 9/4/2026



.....
Name: Mr Gerald Kimani Ngugi

Designation: School Principal & Secretary to Board of Management

Date: 9/4/2026

09 APR 2026



.....
Name: M/s Philomena Waithira Wangari

Designation: Bursar/ Finance Officer

Date: 9/4/2026

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 KENYATTA HIGH SCHOOL – MAHIGA FOR THE YEAR ENDED 30 JUNE, 2025 - 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 transitional IPSAS financial statements of Kenyatta High School – Mahiga- Nyeri County set out on pages 1 to 20, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of financial

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Kenyatta High School – Mahiga as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unsupported Expenditure

The statement of financial performance reflects boarding and school fund expenditures of Kshs.67,315,788 as disclosed in Note 9 to the financial statements. Included in the amount was fuel expenditure of Kshs.1,930,052. However, review of fuel and motor vehicle records revealed the following anomalies;

- i. There were instances where fuel drawn by various motor vehicles was not updated in the work tickets;
- ii. Fuel recorded in the work ticket did not tally with what was indicated as drawn fuel by the supplier on the fuel statement;
- iii. Various motor vehicle drew high amount of fuel against the number of kilometers covered; and
- iv. Fuel statements for various motor vehicles revealed that some vehicles drew fuel more than once in a single day on various dates and the work tickets were not updated.

In the circumstances, the accuracy and completeness of the fuel expenditure amount of Kshs.1,930,052 could not be confirmed.

2. Misstated School Fund

The statement of financial performance reflects Kshs.58,759,405 in respect of school fund income- parents contributions which varies with the Kshs.57,753,440 in Note 4 to the financial statements resulting to unreconciled variance of Kshs.1,005,965.

In the circumstances, the accuracy and completeness of the school fund income- parents contributions amount of Kshs.58,759,405 could not be confirmed.

3. Misstatement in the Statement of Cash Flows

The statement of cash flows reflects proceeds from investments comparative balance of Kshs. (80,605) which varies with the Kshs.171,917 in Note 12 to the financial statements resulting to unreconciled variance of Kshs.252,522.

In the circumstances, the accuracy and completeness of the statement of cash flows could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kenyatta High School – Mahiga 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. Except for the effect of the matter 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 Matter

Significant Exemptions in the PSASB Reporting Templates

The financial statements have been prepared using the FY 2024/25 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary schools and, therefore, does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

Other Information

The Management is responsible for the Other Information set out on pages iii to xvii which comprise of Key School Information and Management, Summary Report of Performance of the School, and the 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. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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 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. Long Outstanding Accounts Payable Balance

The statement of assets and liabilities reflects accounts payable balance of Kshs.39,546,257 as disclosed in Note 14 to the financial statements. However, included in the balance are trade payables balance of Kshs.7,664,108 which had been outstanding for more than two (2) years which could lead to risk of loss of public funds through litigations, interests and penalties. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates'.

In the circumstances, the School Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of financial performance reflects boarding and school fund payments amount of Kshs.67,315,788 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.764,780 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.764,780 could not be confirmed.

4. Under Funding of Capitation Grants

The statement of financial performance reflects Government grants for tuition and capitation grants for operations amount of Kshs.2,473,162 and Kshs.10,433,361 respectively as disclosed in Notes 1 and 2 to the financial statements. However, a review of NEMIS data, student's register and acknowledgments receipts revealed that during the financial year, NEMIS reported a total number of eight hundred and nineteen (819) students while the enrolment records provided by the School indicated a total number of eight hundred and seventy two (872) students, resulting in an unexplained variance of fifty three students (53) students. As a result of the variances in total capitation received against expected capitation as per school enrolment, the School was under funded by an amount of Kshs.835,221 as shown in the table below;

Term	Tuition capitation received (Kshs)	Operations capitation received (Kshs)	Total capitation received (Kshs)	Expected capitation as per school enrolment (Kshs)	Under- funding (Kshs)
Term 3 2024	597,602	2,720,318	3,317,920	3,532,633	-214,713
Term 1 2025	1,362,047	5,596,256	6,958,303	7,408,596	-450,293
Term 2 2025	513,513	2,116,787	2,630,300	2,800,515	-170,215
	2,473,162	10,433,361	12,906,523	13,741,744	-835,221

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

5. Lack of 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 contrary to Regulation 33 (2) of the Public Procurement and Asset Disposal Regulations, 2020 states that the procurement function shall be handled by the procurement professionals whose qualification and experience are recognized in Kenya.

In the circumstance, the compliance and effectiveness in the procurement unit could not be confirmed.

6. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects use of goods and services amount of Kshs 85,942,536 as disclosed in Note 6, 7, 8 and 9 to the financial statements which includes an amount of Kshs 55,891,329 in respect of procurement contracts signed with the school's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of Kshs.16,767 (0.03% on the contracts), contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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 effects of matter 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. Lack of Internal Audit Function

During the year under review, the School did not constitute an internal audit unit and an audit committee as required by section 73 Subsection (1) (a), and subsection 5 of the Public Finance Management Act 2012 which state that "every national government entity shall ensure that it complies with this Act and has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board".

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

2. Failure to Tag Assets

Annex 2 to the financial statements on summary of fixed assets register reflects a balance of Kshs.314,120,520 in respect to property, plant and equipment. However, physical inspection conducted in March, 2026 revealed that most of the assets in the institution were not tagged for identification contrary to Regulation (139) (1)(a) and (b) of the Public Finance Management (National Government) Regulations, 2015 which requires accounting officers to ensure that the respective National entity has proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse, movement and conditions of assets can be tracked.

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

3. Long Outstanding Accounts Receivable Balance

The statement of assets and liabilities reflects accounts receivable balance of Kshs.22,799,589 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.17,116,375 which had been outstanding for more than one (1) year. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and 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 Board of Management

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual 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 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 ISSAIs 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

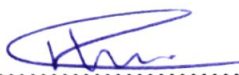
11 May, 2026



KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****6 Statement Of Financial Performance for the Year Ended 30th June 2025**

Description Of Vote Head	Note	2024-2025	2023-2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	2,473,162	2,309,152
Government grants for operations	2	10,433,361	18,666,951
Government Grants for infrastructure	3	4,148,100	10,689,660
School fund income- parents' contributions	4	58,759,405	60,803,631
Miscellaneous incomes	5	4,369,950	16,894,566
Total Revenue		80,183,978	109,363,960
Expenditure			
Tuition	6	5,493,592	1,547,220
Operations	7	12,313,129	19,399,972
Infrastructure	8	820,027	5,952,839
Boarding and school fund	9	67,315,788	77,324,218
Total Expenditure		85,942,536	104,224,249
Surplus/Deficit		(5,758,558)	5,139,711

The school financial statements were approved on 9/4/2026 2026 and signed by:

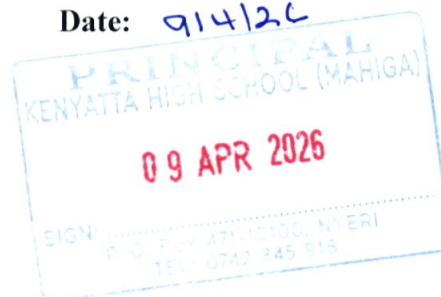

Name: Mr Haron Muchiri
Gathoni

Chair BOM

Date: 9/4/2026


Name: Mr Gerald Kimani Ngugi
School Principal/ Secretary to
BOM

Date: 9/4/26




Name: M/s Philomena
Waithira Wangari
Bursar/ Finance Officer

Date: 9/4/26

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****7 Statement of Assets and Liabilities As At 30th June 2025**

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	9,775,367	10,126,212
Cash balances	11	1,111	73,182
Short term investments	12		
Total cash and cash equivalent		9,776,478	10,199,394
Account's receivables	13	22,799,589	23,788,100
Total financial assets (a)		32,576,067	33,987,494
Financial liabilities			
Accounts payables	14	(39,546,257)	(35,199,126)
Total Financial Labilities (b)			
Net financial assets (a-b)		(6,970,190)	(1,211,632)
Represented by			
Accumulated fund b/fwd	15	(1,211,632)	(6,351,343)
Surplus/deficit for the year		(5,758,558)	5,139,711
Net Assets		(6,970,190)	(1,211,632)

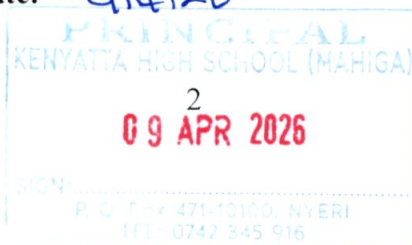
The school's financial statements were approved on 914 2026 and signed by:

.....
 Name: Mr Haron Muchiri
 Gathoni

Chair BOM

Date: 914/26

.....
 Name: Mr Gerald Kimani
 Ngugi
 School Principal/ Secretary to
 BOM

Date: 914/26

.....
 Name: M/s Philomena
 Waithira Wangari

Bursar/ Finance Officer

Date: 914/26

8.Statement of Cash Flows for the Year Ended 30th June 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		2,473,162	2,309,152
Government grants for operations		10,433,361	18,666,951
Government grants for infrastructure		4,148,100	10,689,660
School fund income- parents contributions/ fees		56,701,356	22,931,417
Other income		5,362,665	54,766,780
Total receipts		79,118,644	109,363,960
Payments			
Cash outflows for tuition		3,220,116	1,547,220
Cash outflows for operations		13,630,882	19,399,972
Cash outflows for Infrastructure		820,027	5,952,839
Cash outflows Boarding/lunch and school fund payments		61,870,535	77,324,218
Total payments		79,541,560	104,224,249
Net cash inflow/outflow from operating activities		(422,916)	5,139,711
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments	12		(80,605)
Purchase of investments			
Net cash inflow/outflows from investing activities		(422,916)	5,059,106
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		(422,916)	5,059,106
Cash and cash equivalent at beginning of the 2024-2025		10,199,394	5,140,288
Cash and cash equivalent at end of the FY 2024-2025		9,776,478	10,199,394

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

(The above presentation of the cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cash flow as recommended by PSASB).

KENYATTA HIGH SCHOOL(MAHIGA)

Annual Report and Financial Statements For the year ended 30th June 2025

The school's financial statements were approved on 9/4/26 2026 and signed by:


.....
Name: Mr Haron Muchiri
Gathoni

Chair BOM

Date: 9/4/26


.....
Name: Mr Gerald Kimani
Ngugi
School Principal/ Secretary to
BOM

Date: 9/4/26


.....
Name: M/s Philomena
Waithira Wangari

Bursar/ Finance Officer

Date: 9/4/26



9 Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2025

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	32,500		32,500		0%
Exercise Books	1,566,600		1,566,600		0%
Laboratory Equipment	2,000,000		2,000,000		0%
Teaching / Learning Materials	2,216,400		2,216,400	2,473,162	112%
Sub total	5,815,500		5,815,500	2,473,162	
(2) Capitation Grant on Operations					
Personnel Emoluments	5,334,420		5,334,420	2,953,743	55%
Repairs And Maintenance	4,400,000		4,400,000	3,030,500	69%
Local Transport / Travelling	1,760,000		1,760,000		0%
Electricity And Water	1,242,500		1,242,500	1,476,643	119%
Medical	2,200,000		2,200,000	904,830	41%
Administration Costs	3,101,630		3,101,630	1,476,150	48%
Activity	1,806,000		1,806,000	591,495	33%
Sub total	19,844,550		19,844,550	10,433,361	
3) FDSE for infrastructure					
Maintenance &Improvement MoE	4,400,000		4,400,000	4,148,100	95%
Sub total	4,400,000		4,400,000	4,148,100	
(4) Fees Charged on Parents					

KENYATTA HIGH SCHOOL(MAHIGA)
Annual Report and Financial Statements For the year ended 30th June 2025

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
Personnel Emoluments	6,239,200		6,239,200	4,674,445	75%
Repairs And Maintenance	2,200,000		2,200,000	532,771	76%
Local Transport / Travelling	2,370,500		2,370,500	1,916,188	81%
Electricity And Water	2,700,500		2,700,500	2,066,514	77%
Administration Costs	2,879,800		2,879,800	5,775,432	201%
Activity	275,000		275,000	232,557	85%
Fee On Boarding Equipment and Stores	27,923,500		27,923,500	33,697,266	121%
Sub total	44,588,500		44,588,500	48,895,173	
5) Miscellaneous Income					
Rent income	170,000		170,000	239,150	141%
Income From Farming Activities				39,155	
Arrears				6,671,725	
Prepayment				1,005,965	
Canteen				1,694,042	
Tender forms				44,000	
Set books				219,252	
Sub total	170,000		170,000	9,913,289	
Total Income	74,818,550		74,818,550	75,863,085	
(6) Expenditure For Tuition					
Textbooks	1,566,600		1,566,600		0%
Reference Materials	32,500		32,500	29,500	0%
Laboratory Equipment	2,000,000		2,000,000	695,062	35%

KENYATTA HIGH SCHOOL(MAHIGA)
Annual Report and Financial Statements For the year ended 30th June 2025

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
Teaching / Learning Materials	2,216,400		2,216,400	1,862,475	16%
Bank Charges				2,511	
Sub total	5,815,500		5,815,500	4,735,166	
(7) Expenditure For Operations					
Personnel Emoluments	5,334,420		5,334,420	860,258	16%
Repairs, Maintenance & Improvements	4,400,000		4,400,000	4,148,100	94%
Local Transport / Travelling	1,760,000		1,760,000	1,156,310	34%
Electricity, Water and Conservancy	1,242,500		1,242,500	687,100	55%
Medical	2,200,000		2,200,000	150,615	7%
Administration Costs	3,101,630		3,101,630	2,049,815	66%
Activity Expenses	1,806,000		1,806,000	120,000	0%
Sundry creditors				4,777,828	
Bank charges				4,578	
Sub total	19,844,550		19,844,550	13,954,603	
(8) Expenditure For infrastructure					
Construction of Dorms	4,400,000		4,400,000		
Sub total	4,400,000		4,400,000	751	
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	6,239,200		6,239,200	6,748,094	108%
Repairs, Maintenance and Improvements	2,200,000		2,200,000	931,272	58%
Local Transport / Travelling	2,370,500		2,370,500	3,540,182	149%
Electricity, Water and Conservancy	2,700,500		2,700,500	1,889,000	70%

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	2,879,800		2,879,800	7,044,418	245%
Activity	275,000		275,000	949,150	345%
Boarding Equipment and Stores	27,923,500		27,923,500	17,399,892	62%
Sundry creditors				27,813,923	
Rent Expenses	170,000		170,000		
Bank Charges				25,703	
Sub total	44,758,500		44,758,500	66,341,634	
Totals	74,818,550		74,818,550	85,032,154	x

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

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**Statement of Compliance**

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, these first/second/third/year financial statements are transitional financial statements.

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of cash flow). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

Year	Financial Statements
FY 2024/2025- 30th June 2025	First transitional IPSAS accrual financial statements include financial performance, all financial assets, and all liabilities as per the requirements.
FY 2025/2026- 30th June 2026	Second transitional IPSAS accrual financial statements that will include all financial assets, all liabilities, and all inventories as a minimum requirement.
FY 2026/2027- 30th June 2027	Fully compliant IPSAS Accrual financial statements that include all financial assets, all financial liabilities and all non- financial assets including inventories.

2. Recognition of revenue and expenditure

The school recognizes all revenue from various sources when earned and all expenses when incurred.

The capitation grants include recurrent and development grants. Recurrent capitation are recognised in the statement of financial performance while development grants are recognised in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognised as revenue upon fulfilment of the set conditions.

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 financial performance both as revenue and as expenditure 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 2025.

KENYATTA HIGH SCHOOL(MAHIGA)
Annual Report and Financial Statements For the year ended 30th June 2025

11 Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Teaching / Learning Materials	2,473,162	2,309,152
Total	2,473,162	2,309,152

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	2,953,743	2,882,172
Repairs And Maintenance	3,030,500	4,437,240
Local Transport / Travelling		498,980
Electricity And Water	1,476,643	1,229,915
Medical and Insurance	904,830	803,450
Administration Costs	1,476,150	1,384,979
Activity	591,495	745,790
Accommodation		2,396,385
Transfer from savings account		4,288,040
Total	10,433,361	18,666,951

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	4,148,100	8,100,000
School fund		500,000
NGCDF		2,089,660
Total	4,148,100	10,689,660

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	4,968,983	5,592,584
Repairs and maintenance	1,776,444	3,049,067
Local transport / travelling	2,023,651	2,245,999

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

Description	2024-2025	2023-2024
	Kshs	Kshs
Electricity and water	2,176,028	1,749,541
Administration costs	6,077,468	10,007,148
Activity	365,892	287,078
Fee on Boarding Equipment and stores	41,370,939	37,872,214
Total	57,753,440	60,803,631

*Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income	252,400	68,000
Income From Farming Activities	39,155	9,800
Arrears		3,519,820
Prepayment		1,104,889
Canteen	1,694,042	1,704,650
Tender documents	44,000	42,000
Set books	219,252	336,277
Transfer from savings a/c		9,080,000
Operation a/c		500,000
Uniform		529,130
Bursary	2,121,101	
Total	4,369,950	16,894,566

(Include an explanation on the kind and source of grants/ donations received by the school.)

*Ensure proper authorization from MOE before obtaining loans/borrowings.

*Indicate what other income relates to including income arising from writebacks if any.

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****6 Tuition**

Description	2024-2025	2023-2024
	Kshs	Kshs
Laboratory Equipment	2,331,561	689,679
Teaching / Learning Materials	3,136,520	
Exams And Assessment	20,000	
Library \$Ref materials	3,000	
Bank Charges	2,511	5,120
Sundry Creditors		852,421
Total	5,493,592	1,547,220

7 Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	860,258	3,391,107
Administration Cost	2,515,165	1,361,730
Repairs And Maintenance & Improvements	4,148,100	1,157,920
Local Transport / Travelling	2,481,991	
Electricity And Water	859,770	1,424,269
Medical and Insurance	832,194	555,399
Activity Expenses	382,175	268,350
Bank charges	4,578	6,564
Accommodation		2,344,720
Transfer to savings account		7,100,000
New Fortis Sacco	40,246	
NSSF	71,000	
SHIF	16,034	
House levy	17,750	
Welfare	77,788	
Kudheihwa workers	6,080	
Sundry creditors		1,789,913
Total	12,313,129	19,399,972

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****8 Infrastructure**

Description	2024-2025	2023-2024
	Kshs	Kshs
Construction of Toilet block	819,276	1,159,455
School fund		500,000
Others (specify)		4,288,040
Bank charges	751	5,344
Total	820,027	5,952,839

9 Boarding And School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	6,748,094	6,794,453
Service Gratuity		326,932
Repairs And Maintenance & Improvements	1,551,158	1,548,270
Local Transport / Travelling	4,158,064	3,665,338
Activity	949,150	988,555
Electricity And Water	1,889,000	1,128,656
Farm	381,510	56,400
Administration Costs	7,044,418	7,445,157
Tender forms	67,600	116,100
Bank Charges	25,703	31,295
Set books	284,100	306,300
Fee On Boarding Equipment and Stores	39,622,480	19,469,081
Transfer to savings account		8,937,585
Operation a/c		500,000
Sundry creditors		23,786,205
Uniform		529,130
Fees Prepayment	1,202,754	1,694,761
SHIF	76,668	
NSSF	362,824	
PAYE	14,576	
Kudheihwa workers	34,038	
Welfare	461,292	
House levy	90,526	
New fortis sacco	217,232	
Tower sacco	13,500	
Bursary	2,121,101	

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

Total	67,315,788	77,324,218
--------------	-------------------	-------------------

(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous revenue as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1101533935	16,317	763,271
Operations Account	Active	1103537814	185,234	3,382,755
School Fund Account/Boarding	Active	1101875747	672,505	320,356
Savings Account(Equity)	Active	0110290754361	85,325	171,917
Infrastructural Account	Active	1108719465	8,705,057	4,557,708
NGCDF	Active	0080298232020	110,929	930,205
Total			9,775,367	10,126,212

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	1,111	73,182
Total	1,111	73,182

12 Short Term Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
Equity Savings		171,917
Total		171,917

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****13 Accounts Receivable**

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	22,786,339	23,686,100
Other Non-Fees Receivables		
Rent arrears (list/schedule attached)	13,250	102,000
Total	22,799,589	23,788,100

13 b) Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	5,683,214	25%	7,751,458	33%
Between 1- 2 years	1,079,733	4%	2,672,468	11%
Between 2-3 years	2,672,468	12%	2,127,486	9%
Over 3 years	13,364,174	59%	11,236,688	47%
Total (should tie to note 13 a)	22,799,589	100%	23,788,100	100%

14 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	37,642,620	32,247,609
Prepaid Fees	1,005,965	2,053,845
Retention Monies	897,672	897,672
Total	39,546,257	35,199,126

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****14a. Ageing Analysis of Accounts Payable**

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	31,882,149	78%	27,105,180	86 %
Between 1- 2 years	7,664,108	22%	5,142,429	14%
Total (should tie to note 14)	39,546,257	100%	32,247,609	100%

15 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	10,126,212	5,137,713
Cash Balances	73,182	2,575
Short Term Investments		(80,605)
Receivables	23,788,100	23,788,100
Payables	(35,199,126)	(35,199,126)
Total	(1,211,632)	(6,351,343)

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****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 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Rabbits			150,000
Trees		2,500,000	2,000,000
Total		2,500,000	2,150,000

Other important disclosure notes**17 Stock/ Inventory**

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	1,400,000	2,400,800
Lab consumables	540,000	350,000
Construction Materials	850,000	930,205
	2,790,000	3,681,005

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

KENYATTA HIGH SCHOOL(MAHIGA)

Annual Report and Financial Statements For the year ended 30th June 2025

18 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



KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025****12 Annexes****Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative 2024-2025	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. MWIRERI JUNIOR					477,140	
2. OTHAYA CENTRAL HARDWARE SUPPLIES					105,290	
Sub-Total					582,430	
Supply Of Goods						
3. FRAGANGA COMPANY LTD					266,300	
4. MAWARA STORES					6,437,500	
5. OASIS STORES & SUPER MARKET					15,687,860	
6. LANES ENTERPRISE					1,282,250	
7. ESTHER WAIRIMU MWAI					81,040	
8. SOPHIAMARK ENTERPRISE					1,237,066	
9. ROSELINE NYAWIRA GAKUO					54,820	
10. MARY WANJUKU KAIRU					148,200	
11. ZACHARY NDEGWA					743,750	
12. SAMUEL KING'ORI MWANGI					233,200	

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative 2024-2025	Comments
13. GLADYS MUTHONI MUCERE					19,200	
14. ANWA MERCHANT					160,785	
15. JANE NJERI GITONGA					109,040	
16. GIKIRA UNIFORMS G MERCHANT					249,500	
17. FABULOUS GOODS SUPPLIES					262,175	
18. KHIMJI D SHAH					17,275	
19. LUFEST ENTERPRISE					2,765,320	
20. BRIMA BUSINESS MACHINES					1,988,650	
21. RESANA STATIONERS					1,636,499	
22. ALTIMATE B MACHINE					41,000	
23. CYRUS NDERITU					31,850	
Sub-Total					33,453,280	
Supply Of Services						
24. JOSFRE CLEANING COMPANY					58,600	
25. WILGENTON ENTERPRISES					128,670	
26. AGUSTINE NDEGWA					25,000	
27. BLAISE TECH					150,000	
28. JEFF TECH					24,500	
29. BRITAM INSURANCE COMPANY LTD					681,579	

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative 2024-2025	Comments
30. VAICOM OIL (K) LTD					617,882	
31. BLOWING HORNS					69,000	
32. JAIRO KINGORI KARIUKI					44,000	
33. PETER MAINA GARAGE					1,958,270	
34. SIGIA CONTRACTORS					897,672	
Sub-Total					4,655,173	
Grand Total					38,690,883	

Annex 2 – Summary of Fixed Assets Register

KENYATTA HIGH SCHOOL(MAHIGA)**Annual Report and Financial Statements For the year ended 30th June 2025**

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 2025
Land	Est 40,000,000			Est 40,000,000
Buildings and Structures	Est 203,269,090			Est 203,269,090
Motor Vehicles	Est 3,400,000			Est 3,400,000
Office Equipment, Furniture and Fittings	Est 44,000,000			Est 44,000,000
Textbooks	Est 5,186,500			Est 5,186,500
ICT Equipment	Est 15,600,000			Est 15,600,000
Tools and Apparatus	Est 2,000,000			Est 2,000,000
Other Machinery and Equipment	Est 5,000,000			Est 5,000,000
Heritage and Cultural Assets	Est 200,000			Est 200,000
Intangible Assets- Soft Ware	Est 534,020			Est 534,020
Total	Est 314,120,520			Est 314,120,520

NB:The above figures are estimates