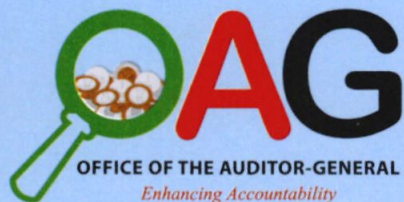


REPUBLIC OF KENYA



REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY	
DATE: 29 JUL 2026	
DAY: WEDNESDAY	
TABLED BY:	HON. MARGARET KITANYI
ON BEHALF OF LOM	
CLERK-AT THE-TABLE:	KSTARR NGINTO

KIRANGARI BOYS HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

KIAMBU COUNTY

Revised 30th June 2025.



KIRANGARI BOYS HIGH SCHOOL
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)

(Leave this page blank)

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	VI
4. Statement of School Management Responsibility	XII
5. Report Of The Independent Auditors (<i>To be attached</i>)	XIII
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	11
11. Notes To the Financial Statements	13
12. Annexes	22

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 Kiambu County, Kabete Sub-County.

The school was registered in 09/2020 under registration number 22S00300623 and is currently categorized as an *Extra County* public school established, owned or operated by the Government.

The school is a boarding school and had 1038 number of students as at 30th June 2025. It has 7 streams and 53 teachers of which 9 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	MR ROBERT KINYANJUI	Chairman	7 th March 2022
2	MR JAMES KIIRU	Secretary- Principal	9 th July 2024
3	MRS JANE NJENGA	Member	7 th March 2022
4	MR SAMUEL MACHARIA	Member- Parent	12 th May 2022
5	MR JAMES NJENGA	Member	7 th March 2022
6	MRS ELIZABETH MWAURA	Member - Parent	12 th May 2022
7	MR JEREMY NJENGA	D/Chairman-Special Interests	7 th March 2022
8	MR AMOS GATHECHA,EBS	Member – Rep CEB	7 th March 2022
9	MR ISAIAH MBURU	Member Rep Teachers	7 th March 2022
10	MRS SYLVIA MUIRURI	Member - Sponsor	7 th March 2022
11	AMB MICHAEL MUKIRI	Member - Community	7 th March 2022
12	MR SAM MUTURI	Member - Community	7 th March 2022
13	MR DENNIS MUTUGI	Member - Sponsor	7 th March 2022
14	MR PHILIP KIBUNJA	Member - Sponsor	7 th March 2022
15	MR JAMES THUO	Member Special Needs	7 th March 2022
16	MR GEORGE WAITHAKA	Member	12 th May 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	Robert Kinyanjui Jane Njenga Jeremy Njenga James Kiiru Samuel Macharia	BOM CHAIRMAN BOM MEMBER BOM D/CHAIRMAN PRINCIPAL/SEC PA CHAIRPERSON	3 out of 3 1 out of 3 2 out of 3 3 out of 3 3 out of 3
2	Audit Committee	Sam Muturi Dennis Mutugi Philip Kibunja	SECRETARY BOM MEMBER BOM MEMBER	out of out of out of
3	Finance, procurement and general purposes Committee	Robert Kinyanjui Jane Njenga Jeremy Njenga James Kiiru Amos Gathecha	BOM CHAIRMAN PA CHAIRPERSON BOM D/CHAIRMAN PRINCIPAL/SEC BOM MEMBER	out of out of out of out of out of
4	Academic Committee	James Kiiru James Thuo Samuel Macharia	SECRETARY BOM MEMBER BOM MEMBER	out of out of out of
5	Development Committee	Duncan Wainaina Sylvia Muiruri James Njenga	SECRETARY BOM MEMBER BOM MEMBER	3 out of 3 2 out of 3 2 out of 3
6	Discipline and welfare Committee	Duncan Wainaina Elizabeth Mwaura James Njenga	SECRETARY BOM MEMBER BOM MEMBER	out of out of out of

(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 JAMES KIIRU	TSC No.348515
2	Deputy Principal Administration	MR DUNCAN WAINAINA	TSC No.364259
3	Deputy Principal Academics	MR BENSON WAWERU	TSC No.372338
4	School Bursar	MR SIMON MWANGI	ICPAK No. 30759

(e) Schools contacts

Post Office Box: 23082-00604 LOWER KABETE
 Telephone: 0115693803
 E-mail: kirangarihigh@gmail.com
 Website: N/A
 Facebook: N/A
 Twitter: N/A

(f) School Bankers

- | | |
|---|---|
| 1. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 1107225078(School Fund A/C) | 5. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 1107553520(Savings A/C) |
| 2. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1102951854(Tuition A/C) | 6. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 1107581303(Savings A/C) |
| 3. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1102951994(Operations A/C) | 7. Name of Bank: Kenya Commercial Bank
Branch: Moi Avenue
Account Number: 01/2078 FDRNO (Savings A/C) |
| 4. Name of Bank: Kenya Commercial Bank
Branch: Kikuyu
Account Number: 1217025391(Infrastructure A/C) | 8. MPESA PayBill No. 871700 attached to KCB No. 1107225078 bank account |

(g) Independent Auditors

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

3. Summary Report of Performance of The School

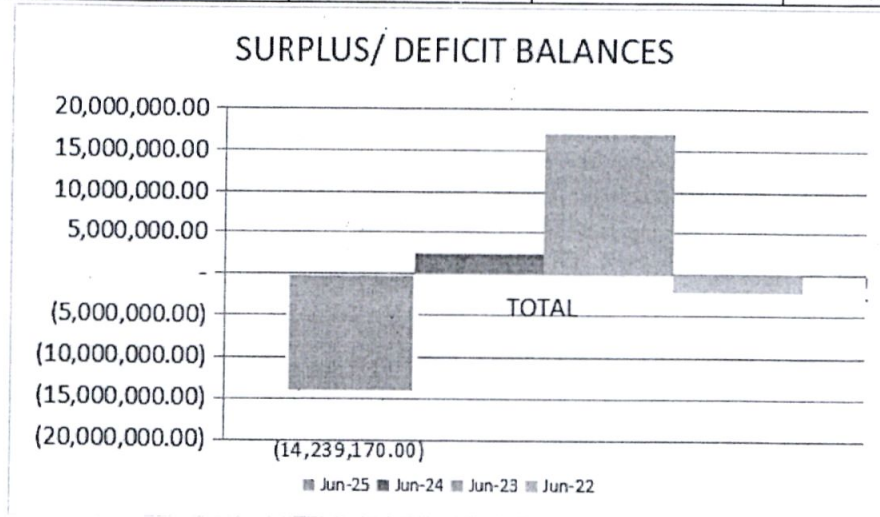
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

SURPLUS/ (DEFICIT) Kshs ...For the year ended.....

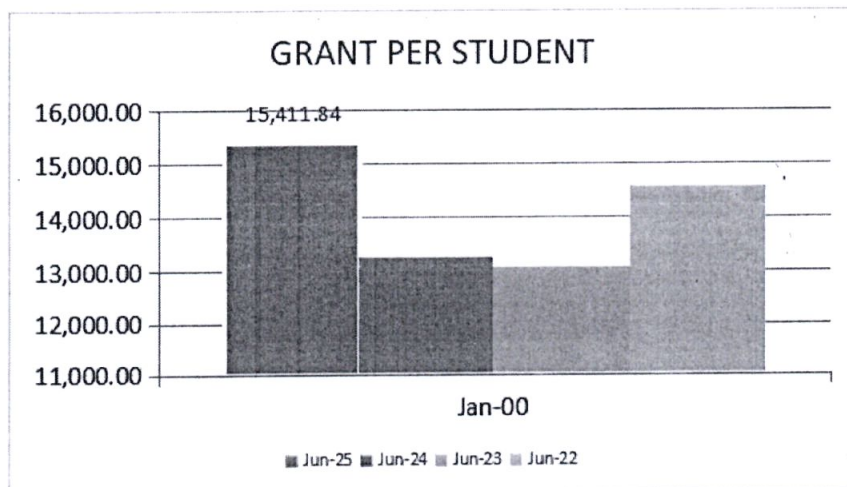
ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
SCHOOL FUND ACCOUNT	1,438,467	2,361,778	(5,757,313)	1,487,881
OPERATIONS ACCOUNT	(18,112,508)	(234,409)	22,294,682	(3,010,430)
TUITION ACCOUNT	540,232	378,553	600,494	(571,316)
TOTAL	(16,133,809.00)	2,505,922.00	17,137,863.00	(2,093,865.00)



- Capitation grants from the Ministry of Education for the last three years
- Ratio of capitation grant per student over the last three years

MOE CAPITATION GRANTS Kshs ...For the year ended.....

ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
STUDENT ENROLLMENT	964	1,276	1,208	1,166
OPERATIONS ACCOUNT	12,011,987	14,036,902	12,919,820	13,814,563
TUITION ACCOUNT	2,845,024	2,880,932	2,876,708	3,154,733
TOTAL	14,857,011	16,917,834	15,796,528	16,969,297
RATIO PER STUDENT	15,411.84	13,258.49	13,076.60	14,553.43



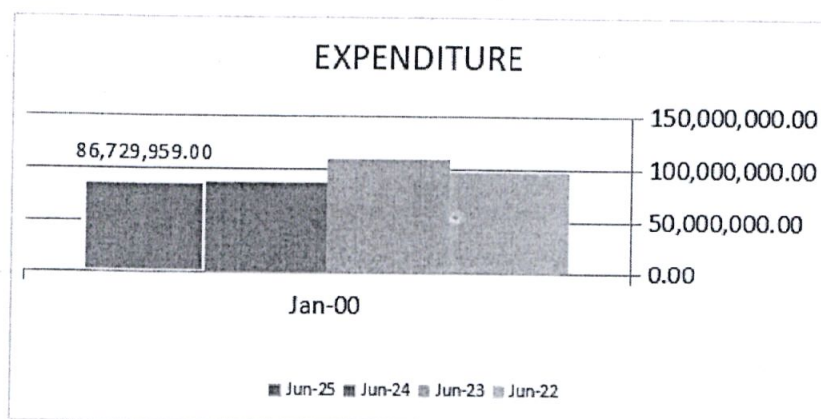
- A three-year overview of growth of other income(s) earned by the school.

OTHER INCOME Kshs ...For the year ended.....				
ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
SCHOOL FUND ACCOUNT	493,150	612,068	456,446	735,105
TOTAL	493,150	612,068	456,446	735,105

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

EXPENDITURE Kshs ...For the year ended.....

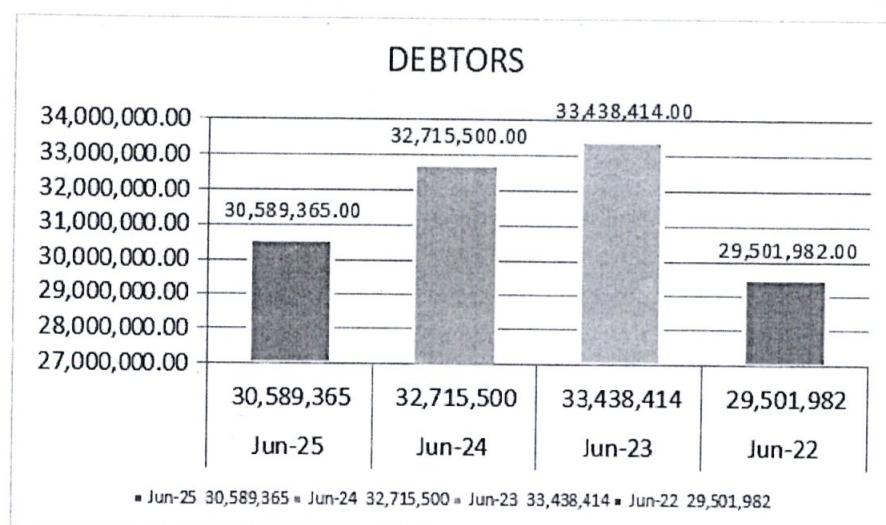
ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
SCHOOL FUND ACCOUNT	55,679,252	69,717,363	96,372,742	73,006,634
OPERATIONS ACCOUNT	28,745,915	14,831,703	10,723,338	21,219,493
TUITION ACCOUNT	2,304,792	2,502,379	2,276,214	3,726,049
TOTAL	86,729,959.00	87,051,445.00	109,372,294.00	97,952,176.00



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

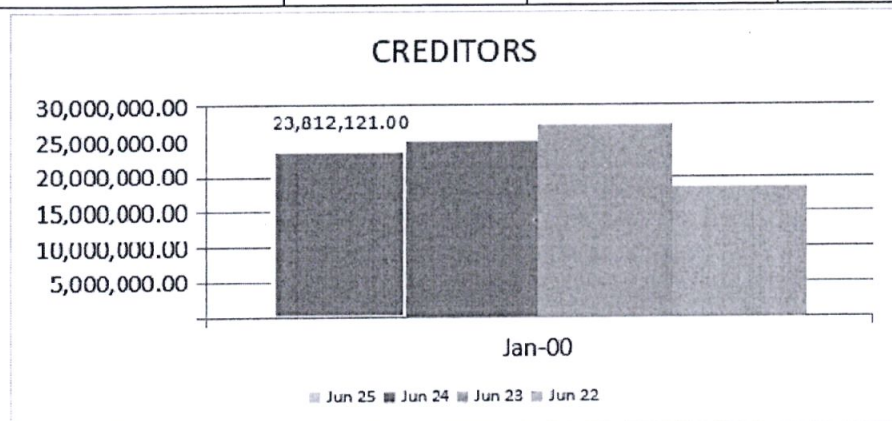
DEBTORS Kshs ...For the year ended.....

ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
DEBTORS	30,589,365	32,715,500	33,438,414	29,501,982
TOTAL	30,589,365.00	32,715,500.00	33,438,414.00	29,501,982.00



CREDITORS Kshs ...For the year ended.....

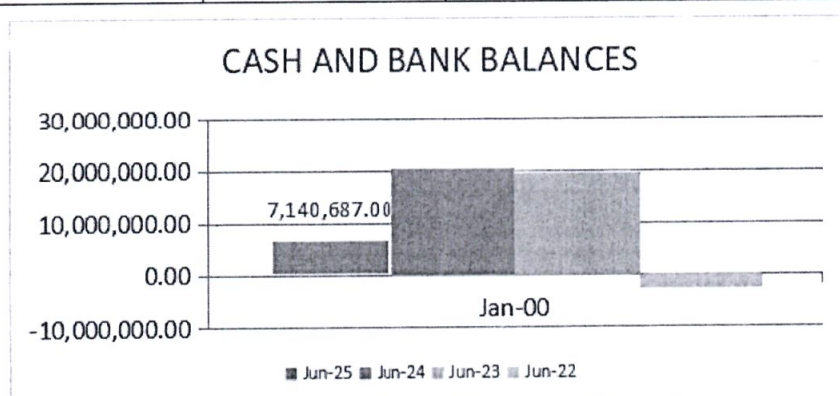
ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
CREDITORS	25,706,760	24,922,456	27,246,812	18,381,003
TOTAL	25,706,760.00	24,922,456.00	27,246,812.00	18,381,003.00



- Movement of cash and bank balances over the last three years

CASH AND BANK BALANCES Kshs ...For the year ended.....

ACCOUNT	Jun-25	Jun-24	Jun-23	Jun-22
SCHOOL FUND ACCOUNT	823,779	(2,105,858)	(2,590,050)	(2,750,344)
OPERATIONS ACCOUNT	28,016	3,199,241	20,836,041	58,558
INFRASTRUCTURE ACCOUNT	6,144,630	19,234,676	1,203,094	36,757
TUITION ACCOUNT	144,262	35,998	10,491	47,365
TOTAL	7,140,687.00	20,364,057.12	19,459,576.57	-2,607,664.00



b) Teacher Student ratio:

NEW TEACHERS RECRUITED/POSTED WITHIN THE YEAR	3
TRANSFERRED TEACHERS WITHIN THE YEAR	5
RETIRED TEACHERS WITHIN THE YEAR	1
TOTAL TSC EMPLOYED TEACHERS	45
TOTAL BOM EMPLOYED TEACHERS	9
TEACHER STUDENT RATIO	1:19

NUMBER OF TEACHERS PER SUBJECT (BOTH TSC and BOM EMPLOYED)			
SUBJECT	REQUIRED NUMBER	NUMBER AVAILABLE	SHORTAGE
MATHEMATICS	7	5	2
ENGLISH	7	7	0
KISWAHILI	10	6	0
CHEMISTRY	8	6	2
PHYSICS	5	5	0
BIOLOGY	5	6	0
GEOGRAPHY	6	8	0
HISTORY	5	6	0
CRE	5	8	0
BUSINESS STUDIES	5	8	0
AGRICULTURE	3	3	0
DRAWING AND DESIGN	2	2	0
ART AND DESIGN	1	1	0
COMPUTER STUDIES	1	1	0
HOMESCIENCE	1	1	0
ELECTRICITY	2	2	0
FRENCH	1	1	0

c) The mean score in the 2025 KCSE:

YEAR	2024	2023	2022
MEAN SCORE	5.331	5.286	5.575
ENTRY(NO. OF CANDIDATES)	282	269	199
TARGET SCORE	6.0	7.0	7.15
TRANSITIONS TO HIGHER LEARNING INSTITUTIONS(NO.)	62	52	41

d) Number of Candidates in the 2025 KCSE:

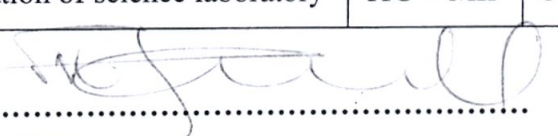
YEAR	2024	2023	2022
ENTRY(NO. OF CANDIDATES)	282	269	199

e) The capacity of the school:

CURRENT ENROLLMENT	AVAILABLE DORM CAPACITY	AVAILABLE CLASSROOM CAPACITY	DINNING HALL CAPACITY	LABORATORY CAPACITY
	700	990	600	540
Shortage stands at a dormitory of a capacity of 500 boys.		More classes are needed for the increasing enrollment shortage being 4 classes	More dining space is urgently needed.	There is an urgent need to build 3 laboratories.

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Construction of a storied 1,000 capacity dormitory	Parents	Ongoing	30,532,045	24,576,635.50	2025
Construction of Computer laboratory	Donation	Ongoing	Donation	Donation	End of 2024
Elevation of science laboratory	TIG + MIF	Ongoing	24,771,450	20,746,521.00	End of 2025

.....

 School Principal

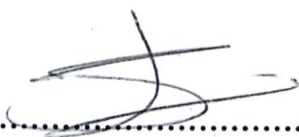
4. Statement of School Management Responsibility

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 Kirangari 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).

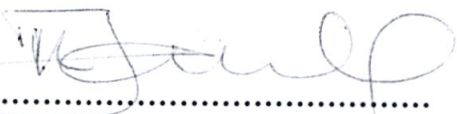
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.



.....
Name: Simon Ndungu Wamenju

Designation: Chairman, School Board of Management

Date: 22/07/2025



.....
Name: James Kiiru

Designation: School Principal & Secretary to Board of Management

Date: 22/07/2025



.....
Name: Simon Mwangi

Designation: Bursar/ Finance Officer

Date: 22/07/2025

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 KIRANGARI BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – KIAMBU COUNTY

PREAMBLE

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

- A. Report on the 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 Kirangari Boys High School set out on pages 1 to 21, 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 statement of comparison of budget and 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 Kirangari Boys High School 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, Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No. 3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unsupported Accounts Payables

The statement of assets and liabilities for the year ended 30 June, 2025 reflects an accounts payables balance of Kshs.25,706,760 as disclosed under Note 14 to the financial statements. However, Management did not provide a detailed ageing analysis and supporting schedules. In addition, Annex 1 of the financial statements on analysis of pending accounts payables discloses an outstanding balance of Kshs.13,599,723 leading to unexplained variance of Kshs.12,107,037

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.25,706,760 could not be confirmed.

2. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.30,589,365 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivables balance of Kshs.25,166,840 or 82% which had been outstanding for more than three (3) years. In addition, there were no supporting schedules and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.30,589,365 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kirangari Boys High School Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe

that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.92,341,240 and Kshs.74,309,627 respectively, resulting in an under-funding of Kshs.18,031,613 or 20% of the budget. Similarly, the School spent an amount of Kshs.87,532,997 against actual receipts amounting to Kshs.74,309,627, resulting in an over-utilization of Kshs.13,223,370 or 18% of actual receipts.

The under-funding 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 Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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

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

In connection with my audit of 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 and I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Transfer of Infrastructure Funds from the Operations Bank Account

The statement of financial performance for the year ended 30 June, 2025 reflects government grants for operations amount of Kshs.9,041,046 as disclosed in Note 2 to the financial statements from the Ministry of Education credited into the operations bank account. Included in the amount is Kshs.3,487,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, it was not transferred from operations account to the infrastructure account within fifteen (15) days requirement period.

This was contrary to the Ministry of Education Circular Ref. No. MOE.HQS/3/13/3, 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 is in breach of the law.

2. Projects Implementation Status

2.1 Delayed construction of a Vertical Extension of the school's Laboratory

During the year under review, the School undertook a Laboratory vertical extension project under tender No. KBHS/T/V/EXT/LAB/01/2024 at a contract sum of

Kshs.24,771,450. Review of the contract agreement signed of 17 April, 2024 required the project to be completed on 26 November, 2024. However, the project was not complete at the time of audit in March, 2026. No request and approvals for extension of the contract was undertaken. In addition, the Performance bond was issued by Cannon General insurance on 22 April 2024, five (5) days after signing of the contract and there were no progress reports provided for audit verifications.

In the circumstances, the delayed completion of the project denied the public the benefits derived from the completed project.

3. Irregularities in Procurement Process

3.1 Lack of Segregation of Duties

The School Managements invited for bids for supply, delivery of goods, services and works for the period starting 01 July, 2024 to 30 June, 2025 for various Items among which includes vegetables and green groceries, fresh beef/steak, electrical supplies, plumbing services, CCTV accessories and maintenance among others. However, audit review of the procurement processes revealed the same adhoc committee members opened and evaluated the bids on 24 June, 2024 contrary to Section 78(1)(b) of the Public Procurement and Asset Disposal Act, 2015 which requires an accounting officer of a procuring entity to appoint a tender opening committee specifically for the procurement and that at least one (1) of the members shall not be directly involved in the processing or evaluation of the tenders.

3.2 Failure of the tender opening committee to sign the tender opening minutes

A review of the procurement process revealed that for most of the procurements, opening committee minutes were not signed by all members contrary to Section 78(11) of the Public Procurement and Asset Disposal Act, 2015 which states that each member of the tender opening committee shall initial each page of the minutes and append his or her signature as well as initial to the final page of the minutes indicating their full name and designation. This will be an indication that the minutes are a true reflection of the tender opening committee.

3.3 Lack of Evaluation Committee Initials on Evaluation Report

Section 83(3) of the Public Procurement and Asset Disposal Act, 2015 requires each member of the tender evaluation committee to initial every page of the report to confirm that they are a true reflection of the proceedings. However, review of the tender evaluation reports revealed that the committee members did not initial the evaluation reports as mandated by the Act, indicating non-compliance with the law. It was also noted that the final evaluation reports were not signed by all the members.

3.4 Failure to Issue a Professional Opinion

A review of the procurements of goods, works and services undertaken during the financial year revealed that, there were no professional opinions issued by the head of procurement. This was contrary to Section 84(1) of the Public Procurement and Asset

Disposal Act, 2015 that requires the head of procurement function of a procuring entity to, alongside the report to the evaluation committee as secretariat comments, review the tender evaluation report and provide a signed professional opinion to the accounting officer on the procurement or asset disposal proceedings.

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

4. Non-Compliance with Staffing of Persons with Disabilities in Board of Management employees

The School had a total of thirty (30) Board of Management staffs comprising of twenty-one (21) non-teaching staff and nine (9) teaching staff. However, analysis of the Board of Management Staff payroll data for the period under review for teaching and non-teaching staff revealed that none of the staff members, representing approximately Zero percent of the total workforce of thirty (30), identified as persons living with disabilities. This was contrary to Section B.23 (1) of Human Resource Policies and Procedures Manual for the Public Service May, 2016 which states that the persons with disability shall be accorded equal opportunities for employment provided they have the necessary qualifications and are suitable for such employment and that the Government shall implement the principle that at least five (5) percent of all appointments shall be for persons with disabilities.

In the circumstances, Management was in breach of the law

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

The statement of financial performance for the year ended 30 June, 2025 reflects payments for boarding and school fund amount of Kshs.55,679,252 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.2,351,000 transferred to Kenya Secondary Schools 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.2,351,000 could not be confirmed

6. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects payments for boarding and school fund amount of Kshs.55,679,252 and as disclosed in Note 9 to the financial statements. The payments include 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 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

7. Irregular Payment of Allowances to Teachers for Performance Improvement Programme

The statement of financial performance reflects boarding and school fund amount of Kshs.55,679,252 as disclosed in Note 9 to the financial statements. Review of payment vouchers and supporting documents under the school fund account revealed that Management paid teachers' extra allowances for Performance Improvement Programme (PIP) activities amounting to Kshs.4,283,000 during the year under review. However, the allowances were not supported by approval from the Cabinet Secretary of Education and advisory from the Salaries and Remuneration Commission (SRC). Further, the payments were not supported by approved guidelines indicating the basis of computation, eligible participants, attendance schedules, or authorization from the relevant oversight authorities.

In the circumstances, Management was in breach of the law

8. Unapproved Budget

The statement of budgeted versus actual amounts reflects budgeted income and actual income amounting to Kshs.92,341,240 and Kshs.74,309,627 respectively. However, review of the approved budget revealed that revenue amounting to Kshs.645,750 was not included in the approved budget. Similarly, the statement reflects budgeted and actual expenditure for the School of Kshs.91,688,820 and Kshs.87,532,997 respectively. However, expenditure amounting to Kshs.359,090 was not included in the approved budget and lacked evidence of budget reallocation or supplementary approval.

This was contrary to Regulation 31(2)(a) of the Public Finance Management (National Government) Regulations, 2015 which provides that the accounting officer is responsible, in particular for ensuring that all services which can be reasonably foreseen are included in the estimates and that they are within the capacity of the National Government entity during the financial year.

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

9. Irregular Use of Cash to Procure Goods, Works and Services

The statements of financial performance reflects a total expenditure of Kshs.88,624,598. However, analysis of cash books for operations and boarding and school fund account revealed that the School used a total of Kshs.28,120,424 in cash payments for goods, work and services. This was contrary to the provisions of Section 103(2) of the Public Procurement and Assets Disposal Act, 2015 which lays down the circumstances under which direct procurement may be applied.

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

10. Underfunding of Capitation Grants

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations amount of Kshs.2,845,024 and Kshs.9,041,046, respectively as disclosed in Note 1 and Note 2 to the financial statements. During the financial year,

National Education Management Information System (NEMIS) reported an average of one thousand and seven (1,007) students while the enrolment records provided by the School indicated an average of one thousand, two hundred and twenty-four (1,224) students, resulting in an unexplained variance of two hundred and seventeen (217) students. As a result of the variances, the School was underfunded by an amount of Kshs.3,491,220.

In the circumstances, the underfunding of the School may have affected service delivery to the public.

11. Late Submission of Financial Statements for Audit

The financial statements for the year under review were submitted on 02 October, 2025 instead of the recommended date of 31 August, 2025. This was contrary to The National Treasury Circular No. AG.3/88 Vol.VII (41) dated 4 December, 2024 which required the submission of the financial statements to the Auditor-General by 31 August, 2025.

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

12. 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.

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. Unapproved Board of Management Allowances

The statement of financial performance reflects an expenditure of Kshs.88,624,598. Included in this amount under Note 9 to the financial statements is boarding and school fund expenditure amounting to Kshs.55,679,252 where board expenses were incurred. It was noted that the School incurred board expenses amounting to Kshs.636,000 during the year under review. A rate of Kshs.3,000 was used to remunerate the board members for sitting and travelling allowance during the full board meetings, executive meetings and committee meetings. It was not clear how the school arrived at the rate of Kshs.3,000 since there is no approval from the Cabinet Secretary, Education with an advice from the Salaries and Remuneration Commission (SRC).

In the circumstances, the effectiveness of the governance mechanism at the School could not be confirmed

2. Failure to Provide Committee Minutes

During the financial year under review, there were no notices for attendance of committee meetings, no attendance registers for members who attended meetings and further, no committee minutes for all the committees. This was contrary to Section 9 of the Sixth Schedule of the Basic Education Act, 2013 on minutes of the meeting states that, Minutes of the proceedings at meetings of the Council shall be kept in such a manner as the Council directs and, on the written request of the Cabinet Secretary, shall be made available to him or her or any person nominated by him or her.

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

3. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register which includes land of approximately thirty-nine (39) acres. However, the School Management did not provide evidence of ownership for the land which is registered under the Church Commissioners for Kenya.

In the circumstances, effective measures in the management of the School's assets could not be confirmed.

4. Lack of Internal Audit Reviews

During the year under review, the School had not complied with the requirement of Regulation 166(1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which requires the internal audit of a national government entity to assess its own effectiveness through an internal performance appraisal and shall carry out annual review of the performance of the internal audit activity commenting on its effectiveness in the annual report to The National Treasury.

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

5.Weaknesses in Human Resource Management

The School had twenty-one (21) non-teaching staff during the year under review. However, a review of personnel records revealed that the staff did not have valid appointment letters or clearly defined contracts of service. It was further noted that Management had not developed an approved Human Resource Policy or Human Resource Plan to guide staff establishment, recruitment, deployment, contract management and renewal processes. In addition, some staff were re-designated or assigned different duties without documented appraisal or assessment of their competencies.

In the circumstances, effective internal control mechanisms surrounding management of human resource 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 (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.

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 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

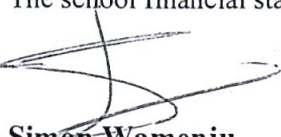
Nairobi

15 May, 2026

6. Statement Of Financial Performance for the Year Ended 30th June 2025

Description Of Vote Head.	Note	07/2024-06/2025	07/2023-06/2024
		Kshs	Kshs
RECEIPTS			
Government grants for tuition	1	2,845,024	2,880,932
Government grants for operations	2	9,041,046	10,021,094
Government Grants for infrastructure	3	3,487,000	4,576,200
School Fund Income- Parents' Contributions	4	56,624,569	71,467,073
Miscellaneous incomes	5	493,150	612,068
TOTAL RECEIPTS		72,490,789	89,557,367
PAYMENTS			
Tuition	6	2,304,792	2,502,379
Operations	7	11,692,869	9,486,085
Infrastructure	8	18,947,685	5,345,618
Boarding and school fund	9	55,679,252	69,717,363
TOTAL PAYMENTS		88,624,598	87,051,445
SURPLUS/DEFICIT		(16,133,809)	2,505,922

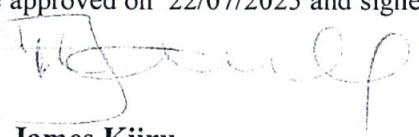
The school financial statements were approved on 22/07/2025 and signed by:


Simon Wamenju

Name:

Chair BOM

Date: 22/07/2025


James Kiiru

Name:

School Principal/ Secretary to
BOM

Date: 22/07/2025


Simon Mwangi

Name:

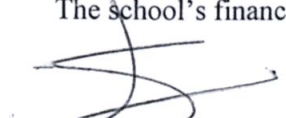
Bursar/ Finance Officer

Date: 22/07/2025

7. Statement of Assets and Liabilities As At 30th June 2025

	Not e	07/2024-06/2025	07/2023-06/2024
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances	10	7,157,473	22,495,787
Cash Balances	11	9,317	185,988
Short term Investment	12	-	-
Total Cash and Cash Equivalents		<u>7,166,790</u>	<u>22,681,775</u>
Account's receivables	13	30,589,365	32,715,500
Total Financial Assets(a)		37,756,155	55,397,275
Financial Liabilities			
Bank Balances	10	-	2,291,616
Accounts Payable	14	25,706,760	24,922,456
Total Financial Liabilities(b)		25,706,760	27,214,072
Net Financial Assets(a-b)		<u>12,049,395</u>	<u>28,183,203</u>
Represented by			
Accumulated Fund b/fwd	15	28,183,204	25,677,282
Surplus/Deficit for the year		(16,133,809)	2,505,922
Net Assets		<u>12,049,395</u>	<u>28,183,204</u>

The school's financial statements were approved on 22/07/2025 and signed by:

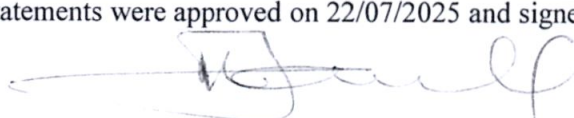


Simon Wamenju

Name:

Chair BOM

Date: 22/07/2025



James Kiiru

Name:

School Principal/ Secretary to
BOM

Date: 22/07/2025



Simon Mwangi

Name:

Bursar/ Finance Officer

Date: 22/07/2025

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

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Cash from operating activities		
Receipts		
Government grants for tuition	2,845,024	2,880,932
Government grants for operations	9,041,046	10,021,094
Government grants for infrastructure	3,487,000	4,576,200
School fund income- Parents contributions/ fees	55,305,981	61,961,677
Other income	3,630,576	9,880,627
Total receipts	74,309,627	89,320,530
Payments		
Cash outflows for Tuition	2,736,760	2,855,425
Cash outflows for operations	11,736,271	8,856,895
Cash outflows Boarding/lunch and school fund payments	56,006,920	71,358,112
Total payments	70,479,951	83,070,432
Net cash inflow/outflow from operating activities	3,829,676	6,250,098
Cash flow from investing activities		
Proceeds from Sale of Assets	-	-
Acquisition of Assets	(17,053,046)	(5,345,617)
Proceeds from investments	-	-
Purchase of investments	-	-
Net cash inflow/outflows from Investing Activities	(17,053,046)	(5,345,617)
Cash flow from Financing activities		
Proceeds from borrowings/ loans	-	-
Repayment of principal borrowings	-	-
Net cash iflow/outflow from Financing Activities	-	-
Net increase/decrease in cash and cash equivalents	(13,223,370)	904,481
Cash and cash equivalent at beginning of the FY	20,390,159	19,485,678
Cash and cash equivalent at end of the FY	7,166,789	20,390,159

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).

The school's financial statements were approved on 22/07/ 2025 and signed by:



Simon Wamenju

Name:

Chair BOM

Date: 22/07/2025



James Kiiru

Name:

**School Principal/ Secretary to
BOM**

Date: 22/07/2025



Simon Mwangi

Name:

Bursar/ Finance Officer

Date: 22/07/2025

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

Receipts	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	-	-	-	-	0.0%
Exercise Books	-	-	-	-	0.0%
Laboratory Equipment	-	-	-	-	0.0%
Internal Exams	-	-	-	-	0.0%
Teaching/Learning Materials	1,906,240		1,906,240	2,845,024	149.2%
Exams And Assessment	-		-	-	0.0%
(2) Capitation Grant on Operations					
Personnel Emoluments	7,000,000	(1,815,000)	5,185,000	5,181,737	99.9%
Repairs And Maintenance	-	-	-	-	0.0%
Local Transport / Travelling	-	-	-	-	0.0%
Electricity And Water	400,000	-	400,000	308,032	77.0%
Medical	-	1,035,000	1,035,000	1,035,000	100.0%
Administration costs	2,000,000	-	2,000,000	1,713,497	85.7%
House rent	-	-	-	25,650	0.0%
Activity	-	780,000	780,000	777,130	0.0%
Gratuity	-	-	-	-	0.0%

Receipts	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
Receipts					
(3) FDSE for infrastructure					
Maintenance & Improvement MoE	5,000,000	-	5,000,000	3,487,000	69.7%
M&I parents contribution	-	-	-	-	0.0%
Economic Stimulus Programs	-	-	-	-	0.0%
Transition Infrastructure Grants	20,000,000	-	20,000,000	-	0.0%
Administration Block	-	-	-	-	0.0%
(4) Fees Charged on Parents					
Personnel emoluments	5,200,000	-	5,200,000	5,558,147	106.9%
Repairs and maintenance	2,000,000	-	2,000,000	1,835,506	91.8%
Local transport / travelling	1,750,000	-	1,750,000	1,771,612	101.2%
Electricity and water	1,590,000	-	1,590,000	1,607,723	101.1%
Medical	-	-	-	-	0.0%
Administration costs	5,360,000		5,360,000	5,438,232	101.5%
Activity	250,000	-	250,000	215,963	86.4%
SMASSE	-	-	-	-	0.0%
Fee on Boarding Equipment and Stores	31,885,000	-	31,885,000	29,950,797	93.9%
(5) Miscellaneous Income					
Loans/Borrowing	-	-	-	-	0.0%

Receipts	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
Receipts					
Rent income	-	-	-	192,850	0.0%
Income From Farming Activities	-	-	-	300,300	0.0%
Insurance Compensation	-	-	-	-	0.0%
Income From Posho Mill	-	-	-	-	0.0%
Income From Bus Hire	-	-	-	-	0.0%
Fee For Hire of Ground and Equipment	-	-	-	-	0.0%
Fee Arrears Income	-	-	-	7,548,660	0.0%
Fee Prepayment	-	-	-	1,379,341	0.0%
Uniform	-	-	-	126,950	0.0%
Development	8,000,000	-	8,000,000	3,010,476	37.6%
Total Income	92,341,240	-	92,341,240	74,309,627	70.8%
(6) Expenditure for Tuition					
Text books	-	-	-	-	0%
Reference Materials	-	-	-	-	0%
Exercise books	-	-	-	-	0%
Laboratory equipment	-	-	-	-	0%
Internal exams	-	-	-	-	0%
Teaching/ Learning materials	3,043,470		3,043,470	1,264,560	42%
chalks	-	-	-	-	0%

Kirangari Boys High School

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

Receipts	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
Receipts					
Exams And Assessment	-	-	-	-	0%
Teachers Guides	-	-	-	-	0%
Administration costs	-	-	-	-	0%
Creditors	-	-	-	1,472,200	0%
(7) Expenditure For Operations					
Personal Emoluments	4,108,452	-	4,108,452	7,258,788	177%
Repairs, Maintenance & Improvements	-	-	-	-	0%
Local Transport / Travelling	-	-	-	-	0%
Electricity, Water and Conservancy	250,000	-	250,000	431,504	173%
Medical	-	-	-	53,470	0%
Administration costs	1,350,000	-	1,350,000	2,400,337	178%
Activity Expenses	750,000	-	750,000	982,500	131%
Creditors	-	-	-	609,672	0%
SMASSE	-	-	-	-	0%
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	0%
Construction of LAB	25,436,000	-	25,436,000	17,053,046	67%
Construction of DORMS	-	-	-	-	0%

Receipts	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
Receipts					
Purchase of furniture	-	-	-	-	0%
Purchase of equipment	-	-	-	-	0%
Purchase of machinery	-	-	-	-	0%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	3,700,000	2,507,286	6,207,286	6,207,286	100%
Repairs, Maintenance & Improvements	1,000,000	-	1,000,000	967,540	97%
Local Transport / Travelling	1,500,000	478,520	1,978,520	1,978,520	100%
Electricity, Water and Conservancy	1,200,000	595,490	1,795,490	1,795,490	100%
Medical Expenses	-	-	-	-	0%
Administration costs	3,500,000	2,573,366	6,073,366	6,073,366	100%
Activity	800,000	285,169	1,085,169	1,085,169	100%
Gratuity	-	-	-	-	0%
Boarding Equipment and Stores	37,050,898	(6,439,831)	30,611,067	27,532,481	90%
Expenditure for Income Generating Activity	-	-	-	-	0%
Insurance Costs	-	-	-	-	0%
Other Expenses On Investments	-	-	-	-	0%
Rent Expenses	-	-	-	140,220	0%
Bank Charges	-	-	-	-	0%
Loan Interest Repayment	-	-	-	-	0%

Kirangari Boys High School

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

Receipts	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% of Utilisation
	a	b	c=a+b	d	e=d/c %
Receipts					
Creditors	-	-	-	10,057,948	0%
Caution Money	-	-	-	3,500	0%
Uniform	-	-	-	89,750	0%
Development	8,000,000	-	8,000,000	-	0%
School farm	-	-	-	75,650	0%
TOTAL EXPENDITURE	91,688,820	-	91,688,820	87,532,997	95%

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

- i. Xxx
- ii. Xxx

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.

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.

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

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching/Learning Materials	2,845,024	2,880,932
chalks	-	-
Total	2,845,024	2,880,932

**Include others as per MOE circulars*

2 Government Grants for Operations

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Personnel Emoluments	5,181,737	5,191,705
Repairs And Maintenance	-	-
Local Transport / Travelling	-	300,000
Electricity And Water	308,032	986,000
Medical	1,035,000	988,500
Administration costs	1,713,497	1,600,000
House rent	25,650	13,500
Activity	777,130	941,389
Total	9,041,046	10,021,094

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Maintenance & Improvement	3,487,000	4,576,200
Transition Infrastructure Grants	-	-

Description	<i>Insert Current FY</i>	<i>Insert Comparative FY</i>
	Kshs	Kshs
Administration Block	-	-
Economic Stimulus Grants	-	-
Total	3,487,000	4,576,200

4 School Fund Income - Parents Contribution/Fees

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Personnel emoluments	7,300,400	11,129,090
Repairs and maintenance	2,025,506	2,729,247
Local transport / travelling	1,771,612	1,455,571
Electricity and water	1,714,738	1,770,500
Medical	-	-
Administration costs	5,989,356	6,099,514
Activity	260,963	337,968
Fee on Boarding Equipment and Stores	34,424,568	37,938,744
PA Levies	3,010,476	9,650,439
Uniform	126,950	356,000
Total	56,624,569	71,467,073

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

5 Miscellaneous Incomes

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Rent Income	192,850	217,600
Income From Farming Activities	300,300	394,468
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of ground and Equipment	-	-
Income From Grants and Donations	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings	-	-

	-	-
Total	493,150	612,068

(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.

6 Tuition Payments

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Exercise books	-	-
Text books	-	-
Reference Materials	-	-
Laboratory Equipment	-	-
Teaching/Learning materials	2,304,792	2,502,379
Exams And Assessment	-	-
Teachers Guides	-	-
Bank charges	-	-
chalks	-	-
Internal exams	-	-
		-
Total	2,304,792	2,502,379

7 Operations Payments

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Personal Emoluments	7,258,788	5,262,741
Service Gratuity	-	-
Administration Cost	2,966,607	1,961,792
Repairs And Maintenance & Improvements	-	-
Local Transport /Ttravelling	-	531,450
Electricity and Water	431,504	985,797
Medical	53,470	67,105
Activity Expenses	982,500	677,200
SMASSE	-	-
Insurance Cost	-	-
House rent	-	-
	-	
TOTAL	11,692,869	9,486,085

8 Infrastructure Payments

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Construction of Classrooms	-	1,650,848
Construction of laboratory	18,947,685	3,694,770
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
	-	-
TOTAL	18,947,685	5,345,618

9 Boarding And School Fund Payments

	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Personal Emolument	6,207,286	9,057,205
Service Gratuity	-	-
Repairs And Maintenance & Improvements	1,139,640	4,861,617
Local Transport / Travelling	1,978,520	2,185,990
Electricity And Water	1,795,490	1,878,499
Medical Expenses		
Administration Costs	6,125,916	6,537,817
Expenses on Income Generating Activities		
Fee on Boarding Equipment and Stores	37,041,611	42,693,646
Rent Expenses	140,220	212,779
Insurance Cost (Life Property)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition of Assets	-	-
PA Expenses	-	-
School farm	75,650	353,055
Uniform	89,750	302,900
Activity	1,085,169	1,633,855
TOTAL	55,679,252	69,717,363

(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

Name of Bank, Account No. & currency	Status	Bank Account Number	07/2024-06/2025	07/2023-06/2024
	Active/Dormant		Kshs	Kshs
Tuition Account	ACTIVE	1102951854	144,262	35,998
Operations Account	ACTIVE	1102951994	27,786	3,199,011
School Fund Account/Boarding	ACTIVE	1107225078	814,692	(2,291,616)
Savings Account 1	DORMANT	1107553520	11,998	11,998
Savings Account 2	DORMANT	1107581303	6,449	6,449
Savings Account 3	DORMANT	01/2078KCB FDRNO....EARS	7,656	7,656
Parent Association Development Account		NONE		
Income Generating Activities Account		NONE		
Infrastructural Account	ACTIVE	1217025391	6,144,630	19,234,676
Total			7,157,473	20,204,172

11 Cash In Hand

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Tuition Account		
Operation Account	230	230
School Fund account	9,087	185,758
Total	9,317	185,988

12 Short Term Investments

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit accounts	-	-
Other investments	-	-
Total	-	-

13 Accounts Receivable

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Fees arrears	30,589,365	32,715,500
Other non-fees receivables		
Salary Advances(list/schedule attached)	-	-
Imprest(list/schedule attached)	-	-
Rent Arrears(list/schedule attached)	-	-
Total	30,589,365	32,715,500

13 b) Ageing Analysis of Accounts Receivable

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Less than 1 year	5,422,525	7,130,329
Between 1 - 2 years	-	-
Between 2 - 3 years	-	3,742,154
Over 3 years	25,166,840	21,843,017
Total(Should tie to note 13 a)	30,589,365	32,715,500

14 Accounts Payable

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	21,238,134	22,037,672
Prepaid fees	1,379,341	1,686,638
Retention monies	1,894,639	-
Unpaid Salaries and Statutory deductions	-	-
Caution Money	1,194,646	1,198,146
	-	-
Total	25,706,760	24,922,456

14a. Ageing Analysis of Accounts Payable

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Less than 1 year	11,340,282	13,176,340
Between 1 - 2 years	1,036,520	-
Between 2 - 3 years	-	144,399
Over 3 years	8,861,332	8,716,933
Total(Should tie to note 14)	21,238,134	22,037,672

15 Fund Balance Brought Forward

Description	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Bank balances	7,157,473	20,204,172
Cash balances	9,317	185,988
Short Term Investments	-	-
Receivables	30,589,365	32,715,500
Payables	(23,812,121)	(24,922,456)
Total	13,944,034	28,183,204

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	07/2024-06/2025	07/2023-06/2024
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and Leave provision	-	-
Total	-	-

17 Biological assets

Description	Numbers	07/2024-06/2025	07/2023-06/2024
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Pigs		120,000	120,000
Trees		7,000,000	7,000,000
Coffee or Tea plantation		-	-
Poultry		-	-
Total		7,120,000	7,120,000

18 Borrowings

Description	07/2024-06/2025	07/2023-06/2024
	KShs	KShs
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at end of the year	-	-

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

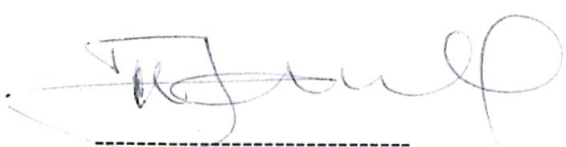
Description	07/2024-06/2025	07/2023-06/2024
	KShs	KShs
Foodstuffs	632,074	903,037
Lab Consumables	761,685	890,045
Farm Produce	62,500	
Medication	13,111	15,630
Construction Materials	-	-
Balance at end of the year	1,469,370	1,808,712

(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)

20 Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)



Sign and Date
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	B	C	D=A-C		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Everstep Enterprises Ltd	3,926,144	17/04/2024	1,788,405	2,137,739	1,859,405	Gate & Lab construction
Sub-Total	3,926,144			2,137,739	1,859,405	
Supply Of Goods						
2. Kahuho Green Farm	2,806,250	01/07/2024		2,806,250	2,596,600	Foodstuffs
3. Pedrum Traders	1,039,452	01/07/2024		1,039,452	1,302,336	Vegetables
4. Able God General Stores	1,223,600	01/07/2024		1,223,600	854,490	Maize Meal
5. Pegland Farm Produce	88,000	01/07/2024		88,000	93,280	Fruits
6. Benmax Ventures	23,084	01/07/2024		23,084	397,712	Bread
7. David Maina	96,000	01/07/2024		96,000		Firewood
8. David Mutindiki	42,000	01/07/2024		42,000		Firewood splitting
9. Phormax Ltd	106,352	01/07/2024		106,352	53,800	CCTV Cameras
10. Diana Kihara	70,400	01/07/2024		70,400	41,800	Eggs
11. Altimate Business Machines	16,000	01/07/2024		16,000	16,000	Catridges
12. Aqualine General Supplies	58,540	01/07/2024		58,540		Electricals

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
13. Caroline Wanjiru Nganga	2,756,900	01/07/2024		2,756,900	2,318,075	Milk and Beef
14. Kenblest Foods	298,920	01/07/2024		298,920		Bread
15. Copy Cat Ltd	70,000	01/07/2024		70,000		Tonnars
16. Chamaka General	954,852	01/07/2024		954,852	1,420,702	Exercise Books
17. Michael Ndungu	16,484	01/07/2024		16,484		Cabbages
18. Johalimo General Supplies	129,200	01/07/2024		129,200	291,000	Uniform
19. Samtel Networks	8,000	01/07/2024		8,000	8000	Internet
20. Atogo Auto Garage	231,450	01/07/2024	131,450	100,000	231,450	Bus repairs
21. Draughts Lab Co	85,380	01/07/2024		85,380		Lab Chemicals
22. Jephram & Purrey Enterprises	752,000	01/07/2024		752,000	665,200	Cereals
23. Marongo Terrazzo	236,250	01/07/2024	136,250	100,000	236,250	Terrazo
24. Megamart Enterprises	314,570	01/07/2024		314,570		Stationery
25. Matsan Chem	40,000	01/07/2023		40,000	40,000	Detergents
26. Rite Imaging Office	28,500	01/07/2024		28,500		Catridges
Sub-Total	13,386,823			13,362,223	10,566,695	
Supply Of Services						
27. Beltex Care Cleaners	237,500	01/07/2024		237,500		Terrazo Cleaning
Sub-Total	237,500		4	237,500		
Grand Total	13,624,323			13,599,723	10,566,695	

Kirangari Boys High School

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

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	39 ACRES	N/A	N/A	39 ACRES
Buildings And Structures	25 Classrooms 9 Dormitories 1 ADM block 1 Kitchen 1 Dinning hall 3 Laboratories 6 Ablution blocks 1 Art & 1 D & D rooms	N/A	N/A	25 Classrooms 9 Dormitories 1 ADM block 1 Kitchen 1 Dinning hall 3 Laboratories 6 Ablution blocks 1 Art & 1 D & D rooms
Motor Vehicles	1 school Bus	N/A	N/A	1 school Bus
Office Equipment, Furniture And Fittings	Offic Desks Office Chairs Office Stationery	N/A	N/A	Offic Desks Office Chairs Office Stationery
Textbooks				
ICT Equipment	40 Computers 3 Photocopiers 1 copy printer 4 Office Printers	N/A	N/A	40 Computers 3 Photocopiers 1 copy printer 4 Office Printers
Tools And Apparatus	1 Lawn Mawer	N/A	N/A	1 Lawn Mawer
Intangible Assets- Soft Ware	Accounts System Library System	N/A	N/A	Accounts System Library System
Total				

(The school should ensure that a detailed fixed assets register is maintained).

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

OAG/NRB/AUD/17/25/2023/2025(23)

19 June, 2026

Mr. Samuel J. Njoroge, CBS
Clerk of the National Assembly
Parliament Buildings
P. O. Box 41842-00100
NAIROBI

Dear Mr. Njoroge

REPORT OF THE AUDITOR-GENERAL ON KIRANGARI BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023, 2024 AND 2025 – KIAMBU COUNTY

I transmit the report of the Auditor-General on the examination and audit of Kirangari Boys Secondary School for the year ended 30 June, 2023, 2024 and 2025 in accordance with the provisions of Article 229(7) of the Constitution of Kenya for the necessary action as required by Article 229(8) of the Constitution.

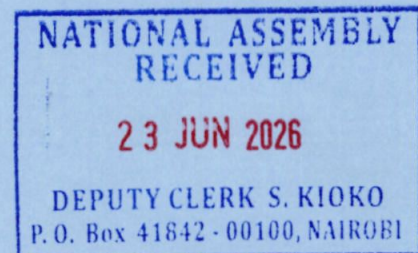
Yours sincerely,

CPA. Wilson Maiyo
For: AUDITOR-GENERAL

Copy to: **Dr. Chris Kiptoo, PhD., CBS**
Principal Secretary
The National Treasury
P.O. Box 30007-00100
NAIROBI

Mr. John Lekakeny Ololtuaa, CBS
Principal Secretary
Ministry of Education
State Department for Basic Education
P.O. Box 30040-00100
NAIROBI

Mr. James Kiiru
Principal
A.C.K. Kirangari Boys Secondary School
P. O. Box 23082 – 00604
LOWER KABETE



REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE



REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE

REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE
REVUE DE LA LITTÉRATURE