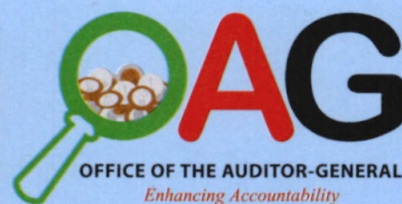


REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 17 JUN 2026	DAY.
TABLED BY:	Hon. Naomi Wageri Deputy Majority Whip
CLERK AT THE TABLE:	Nodo Atabo

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

ON

STAREHE GIRLS CENTRE

FOR THE YEAR ENDED

30 JUNE, 2025

NAIROBI CITY COUNTY



STAREHE GIRLS CENTRE

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. <u>Acronyms and Definition of Key Terms</u>	ii
2. <u>Key School Information and Management</u>	iii
3. <u>Summary Report of Performance of The School</u>	x
4. <u>Statement of School Management Responsibility</u>	xviii
5. <u>Report Of The Independent Auditors (To be attached)</u>	xx
6. <u>Statement Of Financial Performance for the Year Ended 30th June 2025</u>	1
7. <u>Statement of Assets and Liabilities As At 30th June 2025</u>	3
8. <u>Statement of Cash Flows for the Year Ended 30th June 2025</u>	5
9. <u>Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2025</u>	7
10. <u>Significant Accounting Policies</u>	16
11. <u>Notes To the Financial Statements</u>	19
12. <u>Annexes</u>	35

1. Acronyms and Definition of Key Terms

A. Acronyms.

BOT	Board Of Trustees
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
FCCA	Fellow Certified Public Accountant.
CCA	Chalice Canada(donor)
KNH	Kindernorthlife(donor)
LTT	Local Travel & Transport
EWC	Electricity water & conservancy
RMI	Repair Maintenance & Improvement
BES	Boarding Expenditure & Stores
SES	School Expenditure & Stores

B. Definition of Key Terms

1. **Comparative Year-** Means the prior period.
2. **Post-secondary support** – Amount given to support Starehe Girls' alumni in colleges and universities by the donor.
3. **Charity Walk** – A mode of raising fund to sponsored students.

Key School Information and Management

(a) Background information

Starehe Girls' Centre is located in Kenya, and its operations are governed by the Basic Education Act of 2013. It is situated in Nairobi County, specifically in Kasarani Sub-County.

The Starehe Girls' Centre was registered in 2004 as a charitable institution on April 26, 2004, with registration number GP/A/7825/10. The Centre was re-registered on November 15, 2010, under registration number PU/S/2/7625/10. It is currently classified as a **National** public girls' boarding school and a charitable institution managed by the Trustees. The Board of Trustees manages the Centre in accordance with a trust deed that establishes its legal framework and governance structure.

As a boarding school, Starehe Girls' Centre had 572 students as of June 30, 2025. The school has 5 streams and a workforce of 48 teachers, 26 of whom are hired by the Trustees. Established in 2005 as a charitable institution incorporating a national high school, the Centre provides education for economically and socially disadvantaged girls. It is modelled after the Starehe Boys' Centre and School, blending academic excellence with character development.

The foundation of Starehe Girls' Centre was inspired by a visionary commitment to providing quality education, mentorship, and comprehensive support for girls from diverse backgrounds, particularly those facing socio-economic challenges. The founding trustees include Dr. Geoffrey William Griffin, Dr. Eddah Gachukia, Mrs. Eunice Mathu, Mrs. Margery Kabuya, Mrs. Honorine Kiplagat, and Dr. Manu Chandaria.

The Centre is managed by a Board of Trustees responsible for its strategic direction, governance, fundraising, resource mobilization and financial oversight. Its administrative structure comprises a director, deputy director, and principal, supported by a dedicated team of 48 teaching staff and 46 non-teaching personnel. The school is supported by donations, corporate sponsors, and charitable organizations that contribute to student scholarships and operational funding. The Director is the Accounting Officer of all the Trustees funds except the government capitation, which is accounted for by the Principal under the BOM.

To enhance its sustainability, the Trustees organize annual fundraising events: a golf charity event in the first term, an annual walk in the second term, and an annual dinner in the third term. These events have become cherished traditions that strengthen the Centre's community engagement and financial stability.

Starehe Girls' Centre has received national recognition for its outstanding performance in the Kenya Certificate of Secondary Education (KCSE) examinations. Many graduates go on to pursue higher education at prestigious universities both locally and internationally. In addition to academics, students are encouraged to engage in leadership programs, community service, and extracurricular activities that promote confidence, leadership, and a strong sense of social responsibility.

(b) School Board of Trustees - Board Members

The School Board of Trustees (BOT)

Ref:	Name of Board Member	Designation	Date of appointment
1	Mrs. Eunice Mathu	Chairperson	04-10-2004
2	Mrs. Margery Kabuya	Vice Chairperson	04-10-2004
3	Dr. Manu Chandaria	Trustee/Founding Chairman	04-10-2004
4	Dr. Julius Kipng'etich	Trustee	19-07-2007
5	Grace Madoka	Trustee	18-05-2018
6	Dr. Salome Gitoho	Trustee	18-05-2018
7	Suzane Gachukia Opembe	Trustee	29-11-2024
8	Dr. FCPA Anne E. Owuor	Trustee	12.10.2023
9	Mr. Fred Okono	Representing Starehe Boys Centre	01-01-2024
	In Attendance		
	Dr. Naomy Wangai	BOM Chairperson	
	Sr. Jane Soita	Director / Secretary	

c)The BOT manages the Centre under the following committees:

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Dr Naomy Wangai 2. Prof Mary Getui 3. Dr.Salome Gitoho 4.Mr Josphat Mwaura 5. Sr Jane Soita 6.Mr Vincent Rapando	Chairperson Member Member Member Director SGC Member	3

STAREHE GIRLS CENTRE

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

2	Finance and Audit Committee	1) Dr. Anne E. Owuor - 2)Mrs. Margery Kabuya 3)Ms. Grace Madoka 4)Ms. Caroline Githinji Co-opted members 1.Bursar 2.Director	Chairperson Member Member Member	3
3	Resource Mobilization Committee	Ms. Caroline Githinji - Chair Mrs. Margery Kabuya Grace Madoka Co-opted Resource Mobilization & Partnership Officer – SGC Mrs. Sharon Holi Ms. Vivian Onano Director Dinner Committee/Walk Committee members.	Chairperson Member Member Member	4
6	Discipline and welfare Committee	Dr. Salome Gitoho - Chair Dr. Julius Kipngetich Ms. Caroline Githinji Ms. Sharon Holi Dr. FCPA Anne E. Owuor Co-opted members Director	Chairperson Member Member Member	1

The School Board of Management

- (c) The Minister of Education appointed the School Board of Management on 9th February 2022. Comprising of the following members.

Ref:	Name of Board Member	Designation	Date of appointment
1	Dr. Naomy Wangai	Chairperson	9.2.2022
2	Sr. Jane Soita	Member	9.2.2022
3	Prof. Mary Getui	Member	9.2.2022
4	Dr. Salome Gitoho	Member	9.2.2022
5	Mr. Vincent Rapando	Member	9.2.2022
6	Ms Elizabeth Musyoka	Member	9.2.2022
7	Dr. Fatuma Hirsi Mohamed	Member	9.2.2022
8	Mr. Josphat Mwaura	Member	9.2.2022

9.	Mr. Franks M. Muiruri	Member	9.2.2022
----	-----------------------	--------	----------

The functions of the School Board of Management are to:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, of 2013.
- Ensure and assure the provision of proper and adequate facilities for the School through the Board of Trustees
- 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 that emanates from GOK funding.
- Receive, collect and account for any funds accruing from Government of Kenya Funding.

(d) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Finance, procurement and general purposes Committee	1.Mr Josphat Mwaura 2.Ms Elizabeth Musyoka 3.Mrs Fatuma Hirsi 4.Sr Jane Soita	Chairperson Member Member Member	2
2	Academic Committee	1.Prof.Mary Getui 2.Mr Josphat Mwaura 3.Mr Vincent Rapando 4.Mrs Martha Mbugua	Chairperson Member Member Member	2
3	Discipline and welfare Committee	1.Prof Mary Getui 2.Mr.Josphat Mwaura 3.Mr Vincent Rapondo 4. Sr Jane Soita 5. Mrs martha mbugua	Chairperson Member Member Member	

(a) School operation Management

For the financial year ended 30th June 2025 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Director	Sr. Jane Soita	TSC No 457531
2	Principal	Mrs. Martha Mbugua	TSC No 347275
3	School Bursar	Ms. Millicent Atieno Osuo	ICPAK No 4295

(b) Schools Contacts

Post Office Box: 6847-00200 Nairobi.
 Telephone: 0707900852, 0738255448
 E-mail: info@starehegirlscentre.co.ke
 Website: www.starehegirlscentre.sc.ke
 Facebook: starehegirlscentre
 Twitter: starehegirls

(c) School Bankers

Provide details of the school bankers.

Account name: Tuition Account
 Account no: 0102877028800
 Name of Bank: Standard Chartered Bank
 Branch: Muthaiga
 P.O box 30003-00100 Nairobi

Account name: Operation Account
 Account no: 0102877028801
 Name of Bank: Standard Chartered Bank
 Branch: Muthaiga
 P.O box 30003-00100 Nairobi

Account name: Boarding Account
 Account no: 0102897045600
 Name of Bank: Standard Chartered Bank
 Branch: Chiromo
 P.O box 30003-00100 Nairobi

Account name: Obama Account
 Account no: 0102897045601
 Name of Bank: Standard Chartered Bank
 Branch: Chiromo
 P.O box 30003-00100 Nairobi

STAREHE GIRLS CENTRE

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

Account Name: Trustees Account
Account No: 0102096959000
Name Of Bank: Standard Chartered Bank
Branch: Chiromo
P.O box 30003-00100 Nairobi

Account Name: CCA Sponsorship
Account No: 0640263790250
Name Of Bank: Equity Bank
Branch: Kiambu
P.O Box 75104-00200 Nairobi

Account Name: Farm Account
Account No: 0102077028802
Name Of Bank: Standard Chartered Bank
Branch: Muthaiga

Account Name: KNH Sponsorship
Account No: 0640297649441
Name Of Bank: Equity Bank
Branch: Kiambu
P.O Box 75104-00200 Nairobi

Account Name: School Running Account
Account No: 0102097045600
Name Of Bank: Standard Chartered Bank
Branch: Chiromo
P.O box 30003-00100 Nairobi

Account Name: CCA Project
Account No: 0640263475037
Name Of Bank: Equity Bank
Branch: Kiambu
P.O Box 75104-00200 Nairobi

Account Name: CCA Welfare
Account No: 0640266548538
Name Of Bank: Equity Bank
Branch: Kiambu
P.O Box 75104-00200 Nairobi

Account Name: Exam Caution
Account No: 0152077028800
Name Of Bank: Standard Chartered Bank

STAREHE GIRLS CENTRE

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

Branch: Muthaiga
P.O box 30003-00100 Nairobi

Account Name: Infrastructure Account
Account No: 111000138
Name Of Bank: NCBA
Branch: Mamlaka
P.O Box 44599-00100 Nairobi

Account Name: School Account
Account No: 1236682920
Name Of Bank: KCB
Branch: Kiambu
P.O box 81-00900 Kiambu

Account Name: Trustees Account
Account No: 8702096959000
Name Of Bank: Standard Chartered Bank
Branch: Chiromo
P.O box 30003-00100 Nairobi

Account Name: Trustees Account (EURO)
Account No: 0100000059937
Name Of Bank: Stanbic Bank
Branch: Chiromo
P.O box 72833-00200 Nairobi

Account name: PAYBILL
Account no: 821620

Account name: TILL
Account no: 9496335

Summary Report of Performance of The School

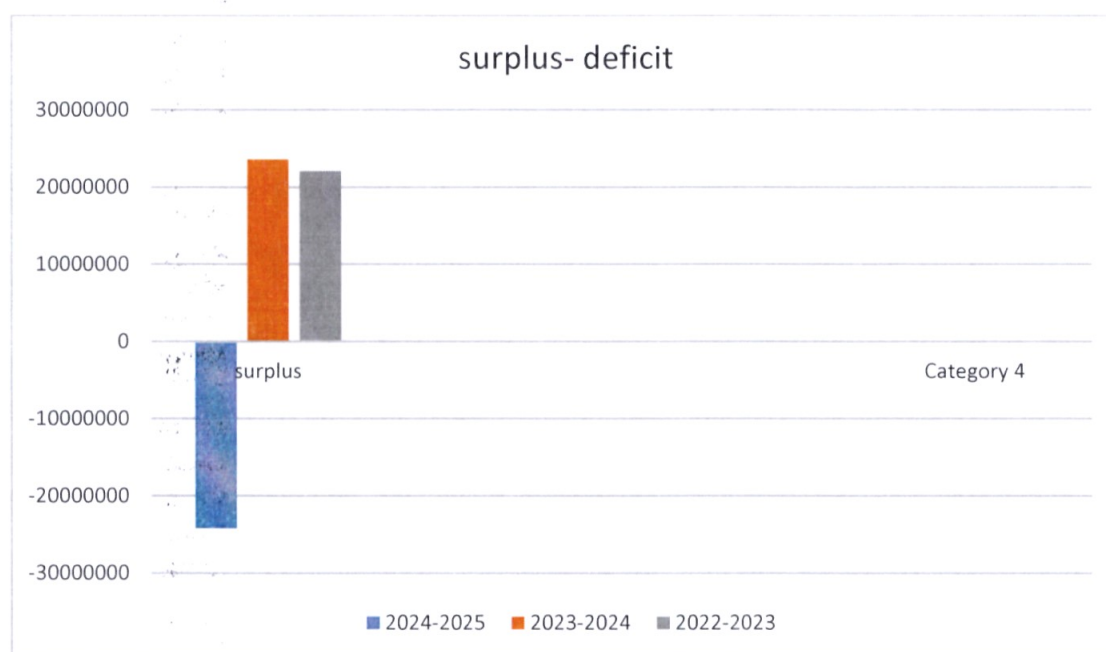
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

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

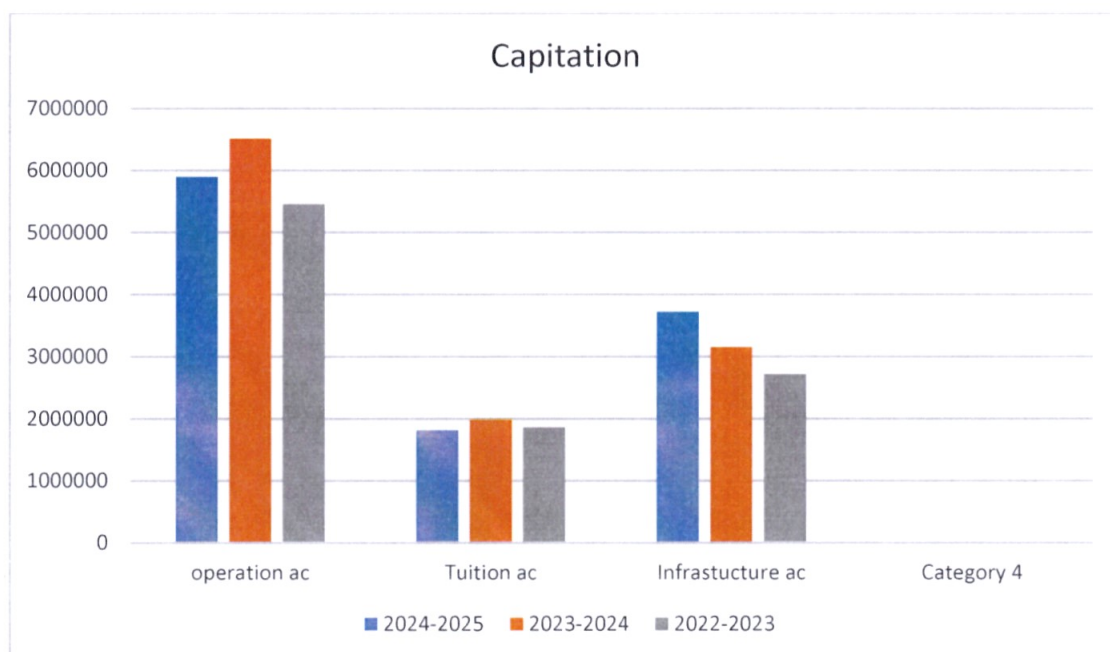
- *Surplus deficit for the year and a comparison of the same for the last three years*

YEAR	2024-2025	2023-2024	2022-2023
SURPLUS	(21,349,137)	23,589,166	22,104,358



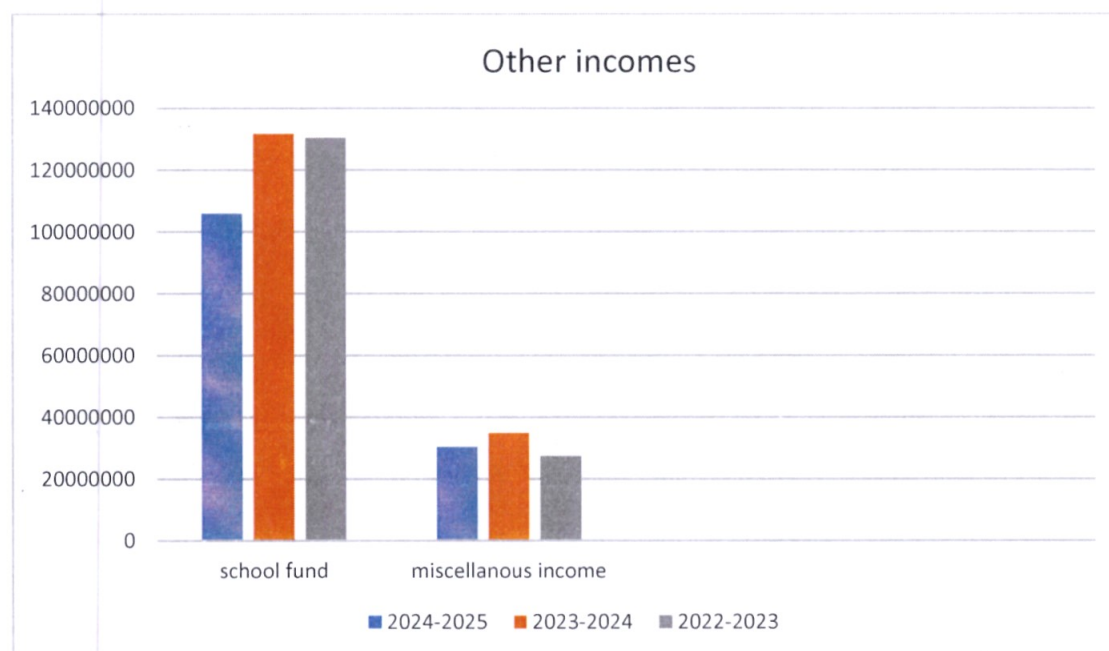
- *Capitation grants from the Ministry of Education for the last three years*

Account	2024-2025	2023-2024	2022- 2023
Operation account	5,893,087	6,516,574	5,457,702
Tuition account	1,816,400	1,990,503	1,863,737
Infrastructure	1,781,750	3,152,500	2,717,000



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

Account	2024-2025	2023-2024	2022 -2023
School fund	107,058,731	131,824,577	130,376,643
Miscellaneous income	30,361,999	35,008,501	27,536,487

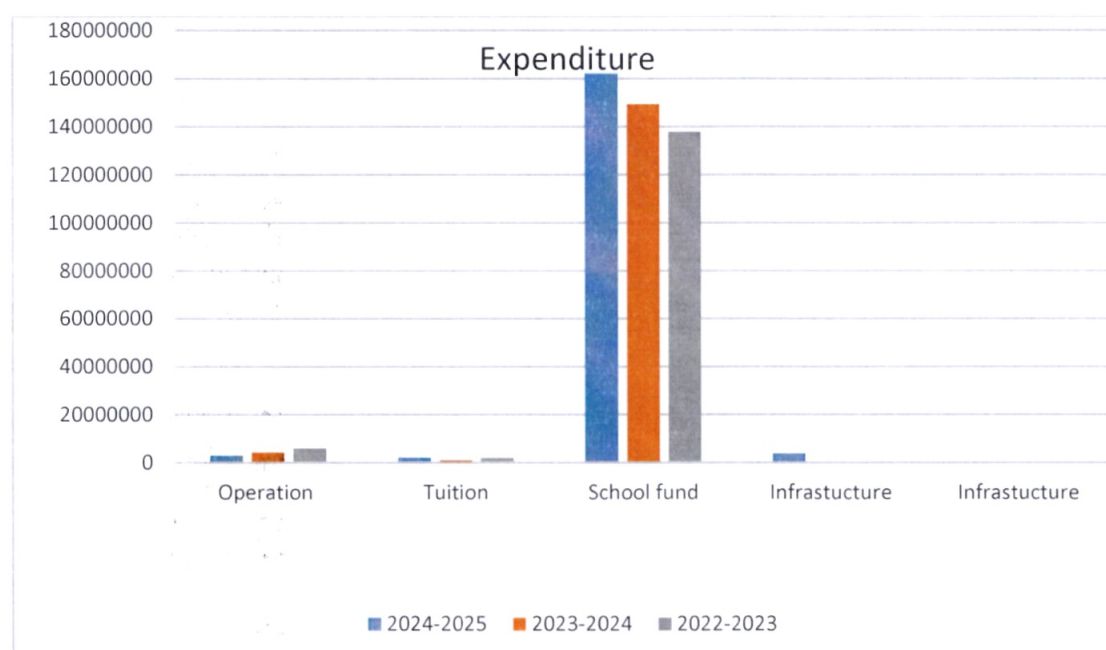


- *A three-year overview of growth in expenditure of the school*

STAREHE GIRLS CENTRE

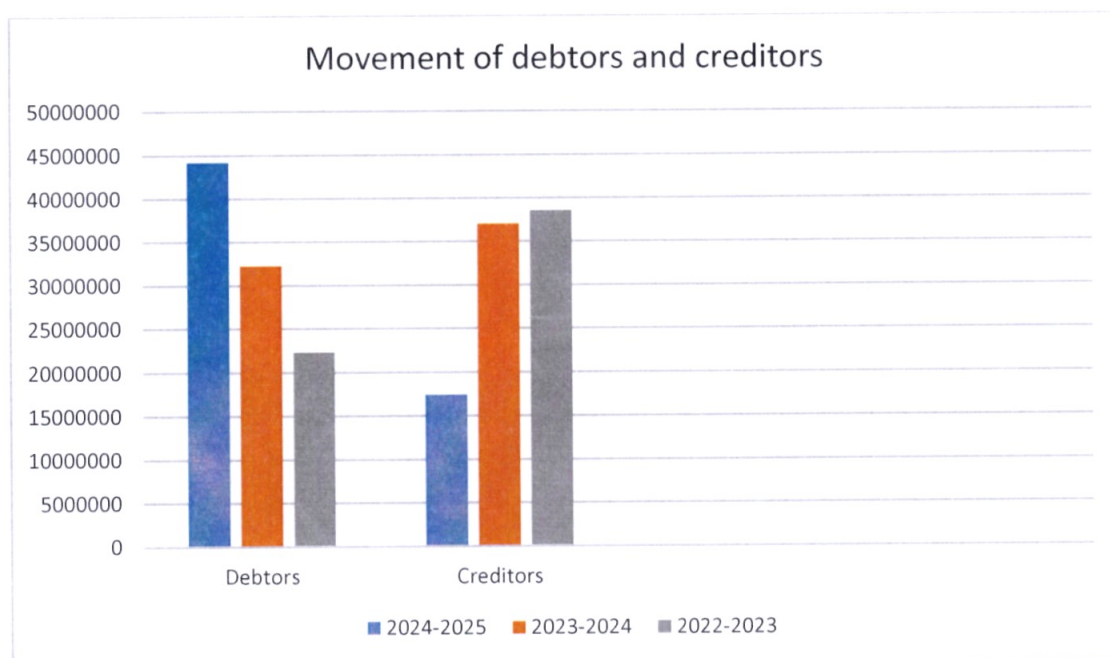
Annual Report and Financial Statements For the year ended 30th June 2025

<i>Account</i>	2024-2025	2023-2024	2022- 2023
<i>Operation account</i>	3,154,392	4,426,957	5,933,111
<i>Tuition account</i>	2,060,443	1,093,806	2,049,515
<i>School fund</i>	145,857,509	149,382,725	137,864,586
<i>Infrastructures</i>	3,844,517		



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

<i>Account</i>	2024-2025	2023-2024	2022-2023
<i>Debtors</i>	43,906,483	32,260,842	22,346,223
<i>Creditors</i>	19,832,602	37,067,244	38,568,282

**b) Teacher Student ratio:**

1. Total number of teachers 48
2. Total number of students 587
3. Teacher student ratio = 1:16
4. Number of teachers recruited within the year: 1
5. Number of teachers posted to the school within the year: 3
6. Number of teachers that were transferred out during the year: 3
7. Number of teachers that retired during the year: 0
8. No of teachers employed by the TSC: 22
9. No of teachers employed by the BOM: 26

10. No of teachers per subject

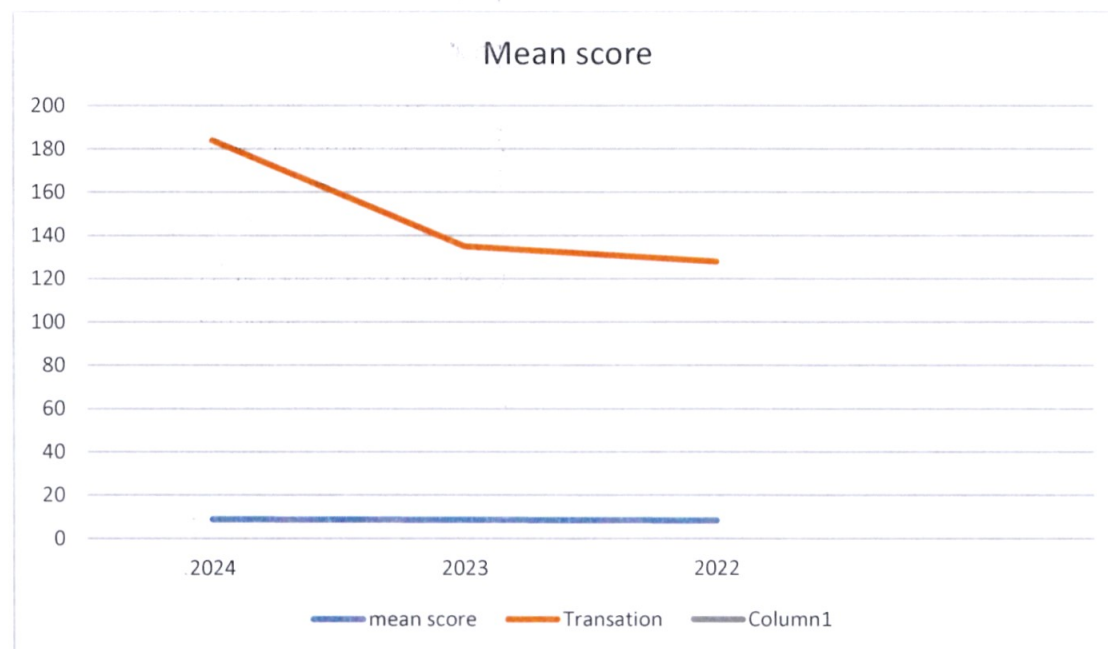
sub	En g	Ki s	Mt h	Bi o	Che m	Ph y	Ag ri	B s	Hi s	Cr e	Co m	Ge o	Mus ic	Fren ch	Ge rn	IR E	H/ sc
No of TSC TRS	3	4	3	4	4	3	2	1	0	3	1	0	0	0	0	1	0
No of BOM TRS	3	3	3	2	2	1	0	0	2	1	1	2	2	1	2	0	1

Surplus	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
shortage	3	2	3	2	2	1	0	0	2	1	1	2	2	1	2	0	1

11. Total shortage = 26

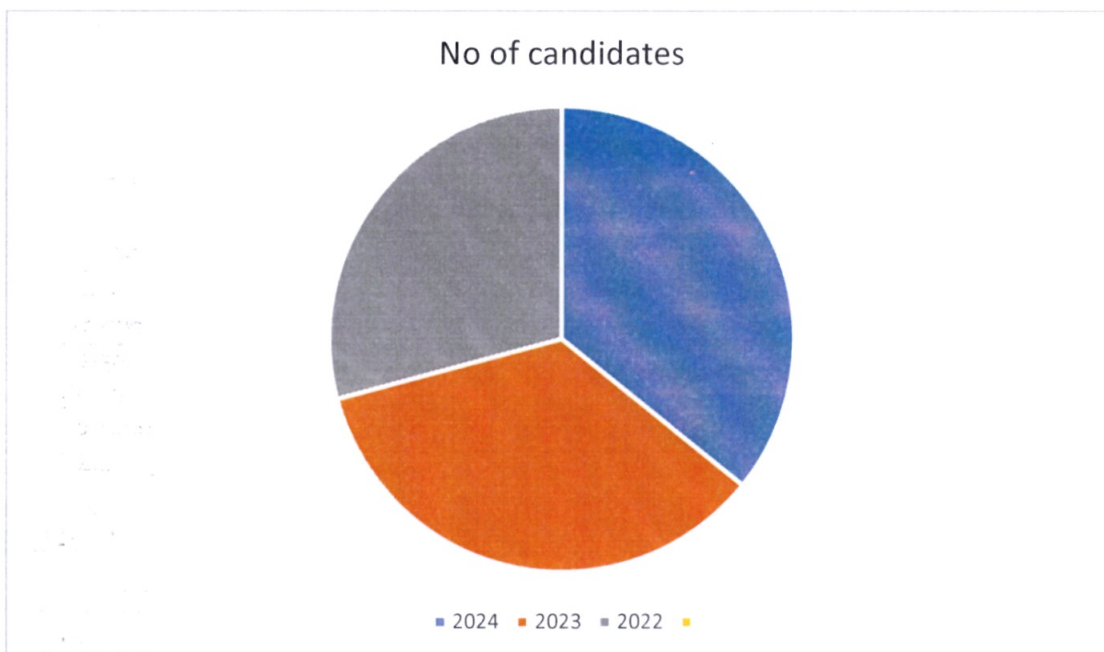
c. The mean score in the 2024 KCSE:

Year	KCSE mean score	No of students that transitioned to higher learning	Comments
2024	8.8	184	94%
2023	8.49	135	71%
2022	8.18	128	81%



d. Number of Candidates in the 2024 KCSE:

Year	2024	2023	2022
No of candidates	194	190	158



e. The capacity of the school:

Facility	No Available	Capacity	No Of Students	Required	Comments
Classrooms	22	40	572		Adequate
Science Laboratories	5	40	572		Adequate
Computer Lab	3	40	572		Adequate
Dinning Hall	1	800	572		Adequate
Dormitories	7		572		Adequate
Modern Library	1		572		Adequate
Pitches	5		572		Adequate
School Vehicles	4		572		Not adequate
Ablution Block	54	1350	572		Adequate
Home science Rooms	1		572		Adequate

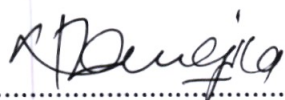
STAREHE GIRLS CENTRE

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

Music Rooms	1		572		Adequate
Students Bathrooms	92				Adequate
Staff Washrooms	20				Adequate
Water Tank Storage	3				Adequate
Departmental Offices	27				Adequate
Boardrooms	1				Adequate
Staff Houses	22				Not Adequate

f. Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Perimeter wall	Safaricom foundation	98% complete	34,000,000	34,000,000	August 2025
CCTV Installation	GOK	100%	2,226,040	2,226,040	completed
Interchange of doors	GOK	100%	460,000	460,000	Completed
Staircase	GOK/ Sponsors	100%	262,890	262,890	Completed
Construction of ramps	GOK/ Sponsors	100%	889,025	889,025	Completed



for School Chief 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.

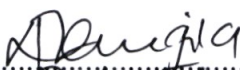
The Board of Management of *Starehe Girls Centre* accepts responsibility for the school's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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.

Sign: 
 Name: EUNICE N. MAITI
 Designation: Chair, School Board of Trustees
 Date: 13/3/2026

Sign: 
 Name: Dr. Naomy Wanja
 Designation: Chair, School Board of Management
 Date: 13/3/2026

Sign: 
 Name: Dr. Jane Soite
 Designation: Director & Secretary to Board of Trustees
 Date: 13/3/2026

for Sign: 
 Name: Rhodah N. Khisa
 Designation: School Chief Principal & Secretary to Board of Management
 Date: 13/3/2026

STAREHE GIRLS CENTRE

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

Sign:.....

Name:.....

Designation: Bursar/ Finance Officer

Date:.....

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 STAREHE GIRLS CENTRE FOR THE YEAR ENDED 30 JUNE, 2025 - NAIROBI CITY 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 financial statements of Starehe Girls Centre set out on pages 1 to 34, 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 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, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Starehe Girls Centre 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 Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Non-Compliance with Public Sector Accounting Standards Board Prescribed Reporting Template

Review of the financial statements revealed several departures from the prescribed Public Sector Accounting Standards Board (PSASB) transitional financial reporting template for public secondary schools as detailed below;

- i. The Key School Information and Management section presented Board of Management membership without clearly demonstrating statutory stakeholder representation categories as required under the template outline for Board composition disclosures.
- ii. The Statement of School Management Responsibility include signatories from the Board of Trustees in addition to the Chairperson Board of Management, Principal/Secretary to the Board of Management and Bursar, thereby departing from the prescribed accountability framework.
- iii. The Significant Accounting Policies and Notes do not explicitly disclose transitional provisions applied under IPSAS 33 or outline steps being undertaken toward full accrual accounting as required by the template;
- iv. The statement of budgeted versus actual amounts contains columns that do not reflect the totals.

In the circumstances, the financial statements do not comply with the PSASB prescribed transitional financial reporting framework.

2. Inadequate Disclosure and Classification of Miscellaneous Income

The statement of financial performance reflects miscellaneous income amount of Kshs.30,361,999 as disclosed in Note 5 to the financial statements which further includes an amount of Kshs.2,779,273 disclosed as miscellaneous without specification of its nature or source. Further, endowment fund interest earned of Kshs.1,156,030 was included in miscellaneous income without clarification of whether the underlying endowment fund was restricted or separately managed.

Further, included in the miscellaneous income amount of Kshs.30,361,999 is income generated from internal activities totalling Kshs.8,027,581. However, the School did not have a formally approved policy governing the management, collection, accounting, utilization, and reporting of its internally generated revenue. In addition,, Management did not provide approved rates applied in pricing goods and services.

In the circumstances, the accuracy, completeness, authenticity and regularity of miscellaneous income amount Kshs.30,361,999 could not be confirmed.

3. Variance in Boarding and School Fund Payments

The statement of financial performance and as disclosed in Note 9 to the financial statements reflects boarding and school fund payments amount of Kshs.145,857,509. However, the general ledger reflects an amount of Kshs.151,693,434 resulting to an unexplained variance of Kshs.5,835,925.

In the circumstances, the accuracy and completeness of the boarding and school fund payments amount of Kshs.145,857,509 could not be confirmed.

4. Variance Between Payroll Records and Financial Statements

The statement of financial performance and as disclosed in Note 9 to the financial statements reflects boarding and school fund payment amount of Kshs.145,857,509 which further includes personal emoluments amount of Kshs.40,150,127. However, review of the payroll schedules for the period July, 2024 to June, 2025 revealed total gross pay amount of Ksh.39,324,237 resulting to a variance of Ksh.825,890 which relates to airtime paid to senior teachers and heads of departments. However, the airtime allowance was not part of the approved remuneration structure under the Teachers Service Commission. The School therefore established a parallel payroll outside the regulated framework of the Salaries and Remuneration Commission.

Further, the payments lacked policy approval, accountability mechanisms and supporting documentation. This resulted in unauthorized staff benefits, misclassification of expenditure and weak payroll controls.

In the circumstances, the accuracy, legality and propriety of the payments totalling Kshs.825,890 could not be confirmed.

5. Unsupported and Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.43,906,483 as disclosed in Note 13 to the financial statements which further includes Kshs.43,873,994 in respect to fees arrears. However, analysis of current and former self-sponsored students and the respective years were not provided for audit review. Further, details of receivables from student sponsors. Lists of specific sponsored students to which the receivables from sponsored students relate and movement schedules of arrears in their specific accounts over the years were not provided for audit

review. The financial statements do not also include an accounting policy note on provision for bad and doubtful debts.

In addition, the accounts receivables include a balance of Kshs.31,005,296 that had been outstanding for more than one (1) year. Further, Management did not provide an approved debt management policy to guide on debt collection mechanisms.

In the circumstances, the accuracy, authenticity, completeness and full recoverability of the accounts receivables balance of Kshs.43,906,483 could not be confirmed.

6. Unsupported Transactions

6.1 Financial Statements Balances

The financial statements includes balances totalling Kshs.369,840,159 which were not supported as listed below;

Item	Amount (Kshs)
Depreciation	16,176,661
Loss in Biological Assets	70,000
Property, Plant and Equipment	330,411,406
Biological Assets	2,400,000
Acquisition of Assets	13,820,581
Proceeds from Sale of Assets	6,961,511
Total	369,840,159

6.2 Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.82,615,964. However, review of records provided revealed the following unsupported balances;

6.2.1 Cash Balances

The statement of assets and liabilities and as disclosed in Note 11 to the financial statements reflects a cash balance of Kshs.725,543. However, Management did not conduct a board of survey at the end of the financial year to confirm the cash in hand for Chalice Canada Agreement (CCA), boarding, school running and cash control accounts

6.2.2 Short-Term Investments

The statement of assets and liabilities and as disclosed in Note 12 to the financial statements reflects short term investments balance of Kshs.37,804,061 comprising of short-term deposits and investment in Kenya Community Development Foundation Trust KCDF of Kshs.12,362,927 and Kshs.25,441,134 respectively. However, supporting documents including agreements, fixed deposit receipts and approval for the investments

from the Board of Management were not provided for audit. Further, the statement from the bank which was provided did not indicate the name of bank and branch and the dates when interest was credited to the account.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

7. Unsupported and Long Outstanding Accounts Payables

The statement of assets and liabilities reflects accounts payable balance of Kshs.19,832,602 as disclosed in Note 14 to the financial statements. Included in the balance is Kshs.15,630,618 in respect to deferred income, whose supporting schedules were not provided for audit review. Further, an amount of Kshs.16,119,878 was outstanding for more than one (1) year.

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.19,832,602 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Starehe Girls Centre 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.149,829,326 and Kshs.146,911,967 respectively, resulting to an under-funding of Kshs.2,917,359 or 2% of the budget. However, the School spent Kshs.154,916,861 against actual receipts of Kshs.146,911,967 resulting to an over-utilization of Kshs.8,004,894 or 5% of the actual receipts.

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

1. 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.

2. Unresolved Prior Year Matters

In the prior years' audit reports, several issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in Use of Public Resources, and Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the Starehe Girls Centre in 2024/2025 revealed that although Management provided explanations on the status of these matters, the following issues had not been fully resolved;

No	Audit Issue
1	Unconfirmed Opening Balances and Comparative Figures
2	Lack of Financing Agreements and Supporting Schedules
3.1	Unsupported Bank Balance
3.2	Unsupported Cash Balance
3.3	Unsupported Short-Term Investments
4	Unsupported Accounts Payables
5	Unsupported Accounts Receivables
6	Lack of an Approved Budget
7	Late Submission of Financial Statements
8	Irregular Increase of School Fees
9	Lack of Parents Teachers Association
10	Lack of Approved Procurement Plan
11	Irregular Transfer of Funds to Kenya Secondary School Heads Association
12	Non-Compliance with One Third Rule on Basic Salary
13	Funding of Capitation Grants
14	Failure to Transfer Infrastructure Funds from Operations Bank Account
15	Failure to Develop School Improvement Plan
16	Improper Constitution of the Schools Boards BOM and Executive BOM
17	Operating Without Approved Staff Establishment, Scheme of service and Terms of Service
18	Non- Disclosure of Property, Plant and Equipment
19	Non-Compliance with Effective Management of Text Books
20	Lack of Internal Audit and Audit Committee

Other Information

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

In connection with my audit on the Starehe Girls Centre financial statements, my responsibility is to read the Other Information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements

The School submitted the financial statements for the year ended 30 June, 2025 on 30 September, 2025, which was one month after the prescribed deadline of 31 August, 2025 as stipulated in The National Treasury and Economic Planning Circular Ref: No. AG.3/88 Vol. VII (41) dated 4 December, 2024, requiring that annual financial statements be submitted to the Auditor-General on or before 31 August following the end of the financial year.

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

2. Variance Between Reported Enrolment and NEMIS-Based Capitation Funding

Review of enrolment records and capitation disbursement schedules for the year ended 30 June, 2025 revealed a variance between enrolment disclosed in the financial statements and enrolment applied by the Ministry of Education in determining capitation disbursements. The financial statements disclosed a student population of five hundred and seventy-two (572) learners during the year under review. However, the Second Term of the year 2025 Funds for Development of Secondary Education (FDSE) disbursement

schedule reflected funding based on certified NEMIS enrolment of five hundred and ninety four (594) learners as at 22 April, 2025, resulting to a variance of twenty-two (22) learners resulting to an overfunding of Kshs.3,471 per learner or a total of Kshs.76,375.

Although enrolment disclosed in the financial statements and certified NEMIS enrolment records and capitation disbursement schedules were provided for audit review, the financial statements did not clearly disclose the basis used in determining the reported enrolment number of 572 learners. Without clear disclosure and reconciliation between reported enrolment and NEMIS-based funding enrolment, comparability between enrolment reported in the financial statements and Government capitation funding applied during the year could not be clearly established.

In the circumstances, the enrollment and NEMIS students' data could not be confirmed.

3. Irregular Increase of School Fees

The statement of financial performance reflects school fund income - parents' contributions amount of Kshs.107,058,731 as disclosed in Note 4 to the financial statements, which includes self-sponsored students' fees of Kshs.43,024,592. Review of the self-sponsored students' fee guideline revealed that the School charged Kshs.150,000 per student annually (Term I, Kshs.70,000, Term II, Kshs.45,000 and Term III, Kshs.35,000). This represented an increase of Kshs.96,446 per student above the approved Category A Boarding School fees structure. However, Management did not provide documentary evidence to confirm that the additional charges had been approved by the Cabinet Secretary for Education as required by the Regulations.

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

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

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.850,000 transferred to Kenya Secondary School Heads Association (KESSHA) and Kenya Secondary School Heads Association-Kasarani Sub-County. 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, the value for money transferred to KESSHA amounting to Kshs.850,000 could not be confirmed.

5. Weaknesses in Sponsorship and Bursary Management Controls

Review of the Bursary Management Register revealed weaknesses in documentation, reconciliation and monitoring of bursary allocations. Several students received bursaries from multiple funding sources during the same period without evidence of centralized monitoring of cumulative awards. Further, certain bursary receipts were recorded as bulk or donor entries without clearly identifying the individual beneficiaries or attaching

supporting allocation schedules. High-value and grouped sponsorship amounts were recorded without reconciliation schedules linking the funds to specific student fee ledgers.

Further, the bursary register contained inconsistent donor naming conventions, some entries did not reflect admission numbers and no documented evidence of periodic reconciliation between donor schedules and student fee accounts were done.

In the circumstances, it was not possible to establish whether all donor funds received were fully and accurately credited to the intended students accounts.

6. Weaknesses in Imprest Management

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements. Review of sampled payment vouchers revealed that the School issued imprests for different purposes to members of staff amounting to Kshs.362,300. However, Management did not provide evidence that imprest warrants were issued and approved. Further, Management did not maintain an imprest register, therefore, it was not possible to confirm whether the imprests issued during the year were accounted for within the stipulated timelines.

In the circumstances, effectiveness of imprest management and controls could not be confirmed.

7. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects Government grants for infrastructure amount of Kshs.1,781,750 as disclosed in Note 3 to the financial statements. The amounts of Kshs.591,750 and Kshs.595,000 were transferred fifty (50) days and twenty-two (22) days after receipt contrary to the Ministry of Education Circular Ref. No. MOE.HQS1316136 dated 14 January, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

8. Unsupported Property, Plant and Equipment and Biological Assets

The statement of assets and liabilities and as disclosed in Notes 10b and 9b to the financial statements reflects property, plant and equipment and biological assets balances of Kshs.330,411,406 and Kshs.2,400,000 respectively while Annex 2 reflects an amount of Kshs.548,977,807 resulting to an unexplained and unreconciled variance of Kshs.218,566,401 under fixed assets. Further, although a summary of the assets is listed in Annex 2 to the financial statements, the School did not maintain an asset register and no valuation reports to confirm the value of the assets were provided for audit review. In addition, the asset movement schedule and an annex showing the biological assets and their values were not attached to the financial statements.

In the circumstances, the accuracy and completeness of property, plant and equipment and biological assets balances totalling Kshs.332,811,406 could not be confirmed.

9. Lack of Depreciation and Impairment Policy

The statement of financial performance and as disclosed in Notes 9a and 9b to the financial statements reflects depreciation amounts of Kshs.16,176,661 and Kshs.70,000 for property, plant and equipment and biological assets respectively. However, significant Accounting Policies section does not disclose the depreciation policy applied by the School, including the depreciation method, useful lives, residual values or depreciation rates used in determining accumulated depreciation amounts.

Further, the current policy on non-current assets indicates that assets are expensed at the time of acquisition, which appears inconsistent with the recognition of accumulated depreciation and carrying values presented in the fixed assets summary.

In the circumstances, the accuracy of the total depreciation amount of Kshs.16,246,661 could not be confirmed.

10. Unsupported Procurement of Conference Facilities

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements which further includes expenditure totalling Kshs.2,152,873 in respect to seminars and workshops. However, review of sampled payment vouchers and supporting documents amounting to Kshs.1,244,690 paid to various suppliers for provision of conference facilities revealed the services were sourced directly from the suppliers. Further, the suppliers were not in the School's list of registered suppliers for the year under review and the attendance lists from the facilities were not attached to the payment voucher, to show how many people attended and if they were school staff members. In addition, local service orders were not issued to the suppliers.

In the circumstances, the value for money for the expenditure amount of Kshs.1,244,690 could not be confirmed.

11. Irregular Use of Direct Procurement Method

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements. Review of sampled payment vouchers and supporting documents revealed that the School procured goods and services amounting to Kshs.9,264,605 using direct method of procurement. Management did not provide evidence to show that the goods and services sourced from these specific suppliers could not be obtained from other suppliers as well. Further, inspection and acceptance committees were not appointed to inspect the goods as the inspection and acceptance certificates were not provided for review.

In addition, included in the amount is Kshs.118,750 paid vide cheque number 010463 dated 20 November, 2025 to a firm for the supply of pillows during KNEC exercise. However, review of supporting documents revealed that the local purchase order was dated 25 November, 2025 and delivery of goods was done on 26 November, 2025. The supplier was therefore paid in advance, contrary to Section 146 of the Public Procurement and Asset Disposal Act, 2015 which stipulates that no works, goods or services contract shall be paid for before they are executed or delivered and accepted by the Accounting

Officer of a procuring entity or an officer authorized by him or her in writing except where so specified in the tender documents and contract agreement. Such an advance payment shall not be paid before the contract is signed.

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

12. Irregular Use of Low Value Procurement

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements. Review of sample payment vouchers revealed that Kshs.647,000 was used to procure items and services using petty cash. This amount comprised of Kshs.345,000 for car hire services, Kshs.95,450 for water tank repair, Kshs.109,110 for tent hire services and Kshs.97,440 to compensate armed police officer. However, the value of items was more than Kshs.50,000 threshold for cash purchases as stipulated in Regulation 92 of the Public Procurement and Asset Disposal Regulations, 2020 which states that, a procuring entity may use low value procurement method where the estimated cost of the goods, works or services being procured per item per financial year is as per the threshold matrix in the Second Schedule. Further, the cash purchases were not supported with Electronic Tax Register (ETR) receipts signed by the officer undertaking the cash purchases.

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

13. Irregularities in Tendering for Goods and Services

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements. Review of procurement documents revealed that the School invited bidders to tender for provision of various goods and services using open tender method, for the financial year 2024/2025. However, the following was noted;

13.1 Non-adherence to Open Tender Procurement Procedures

Review of sampled documents and payment vouchers amounting to Kshs.34,379,351 revealed that the tendering process had irregularities as highlighted below;

- i. There was no evidence that both tenders were publicly advertised in the Public Procurement Information Portal (PPIP) and the School's website and the tenders were opened (15) days after submission deadline, contrary to the Public Procurement and Asset Disposal Act, 2015.
- ii. The tender opening committee meeting minutes were not signed by all the members in attendance. The members of tender evaluation committee did not initial the evaluation reports as mandated by the Act, indicating non-compliance with the law. Further, it was observed that out of seven (7) committee members present during the tender evaluation committee meeting held on 14 August, 2024, only two (2) members appended their signatures.
- iii. There was no evidence that the head of procurement prepared a professional opinion to be reviewed by the Accounting Officer.

- iv. Letters of notification of award and regret were issued to applicants. However, there was no contract execution between the successful applicants and the School and inspection of the goods upon delivery was not done.

13.2 Procurement Using Suppliers with Invalid/Expired Tax Compliance Certificates

The sampled amount of Kshs.34,379,351 includes Kshs.20,622,866 paid to suppliers who presented invalid or expired tax compliance certificates, contrary to the law. Further, suppliers who were in the reserved category of Access to Government Procurement Opportunities (AGPO) who supplied goods and services amounting to Kshs.7,059,050 had not attached the relevant certificates to their bid documents.

13.3 Engagement of Suppliers Beyond Contract Period

Review of the letters of notification of award for the financial year 2024/2025 revealed that they were dated 11 September, 2024. However, sampled payment vouchers amounting to Kshs.4,533,298 revealed that the School paid suppliers for goods and services supplied in the months of July and August, 2025. No documentary evidence of any extensions done from their previous contracts which lapsed on 30 June, 2025 were provided for audit review.

In the circumstances, the value for money for the expenditure amount of Kshs.34,379,351 could not be confirmed and Management was in breach of the law.

14. Procurement of External Audit Services

Review of payment vouchers of Kshs.951,350 paid to an audit firm during the year revealed that the firm was appointed as an external auditor for the School in 2021 pursuant to a Letter of Engagement dated 4 March, 2021. The letter did not indicate the period of engagement and the firm continued to provide audit services to the School to date. However, procurement documents were not provided as evidence that the audit services were subjected to competitive procurement, such as open tendering or request for proposals at the initial appointment. Further, no documented procurement approvals, renewal justifications, or procurement committee resolutions were provided to support continuation of the engagement beyond the initial contract period of one (1) year. In addition, the engagement has continued based on the original engagement letter without evidence of renewal of the contracts and periodic procurement review or market testing.

In the circumstances, the value for money for the expenditure amount of Kshs.951,350 could not be confirmed.

15. Lack of an Approved School Improvement Plan

Review of records revealed that the School did not have an approved School Improvement Plan during the year under review. Consequently, there was no documented framework identifying priority intervention areas to guide the utilization of

learner capitation grants and other school funds as required by the Ministry of Education Operational Manual.

In the circumstances, Management did not comply with the Ministry of education Operational Manual.

16. Irregular Termination of Employment Contract

The statement of financial performance reflects boarding and school fund payments amount of Kshs.145,857,509 as disclosed in Note 9 to the financial statements. Included in this amount is a total Kshs.811,383 paid vide cheque numbers 1310 and 1318 to an Advocates firm for compensation of a former employee. Review of documents submitted for audit revealed that on 29 August, 2017, a former employee, filed a case in the Employment and Labour Relations Court at Nairobi, Cause 1692 of 2017 for unfair termination. The claimant was employed in the School on 21 March, 2005 as a secretary and had worked in the School for over nine (9) years until her termination on 20 February, 2015, citing reasons of mismanagement of student sponsorship funds. The Court found that the School did not follow proper disciplinary procedures regarding allegations of misconduct and passed a judgement on 31 January, 2025 that the School pay the staff a compensation package totalling Kshs.811,383.

In the circumstances, the School incurred a financial liability and lost Kshs.811,383 arising from unlawful and unfair termination of the employee.

17. Compliance with Law on Affirmative Action

Review of employees' records revealed that the School had a total of seventy-one (71) employees out of which three (3) employees were aged above sixty (60) years. Further, evidence of structured succession planning mechanisms or youth leadership development programmes was not provided.

In addition, review of disability status records indicated that employees were largely recorded as having "No Disability." However, no evidence was not provided to confirm compliance with the statutory requirement of reserving at least five percent of employment opportunities for persons with disabilities or implementation of workplace accessibility.

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

18. Unbalanced Budget

The statement of budgeted versus actual amounts reflects budgeted revenue and budgeted expenditure of Kshs.149,829,326 and Kshs.139,875,206 respectively, resulting to a budget imbalance of Kshs.9,954,120. This was contrary to Regulation 33(c) of Public Finance Management (National Government) Regulations, 2015 which states that budget shall be balanced.

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

19. Lack of an Approved Budget

The statement of budgeted versus actual amounts reflects total income and expenditure budgets of Kshs.149,829,326 and Kshs.139,875,206 respectively. However,

Management did not provide documentary evidence to show that the budget for the financial year 2024/2025 was approved by Board of Management and submitted to the Sub-County Director of Education. This was contrary to Section 2.2.4 of the Operational Manual for Utilization of Learner Capitation, Grant and Other School Funds which requires the Head Teacher to communicate the budget requirements for the year to the Board of Management within deadline for discussion and approval before submitting to Sub-County Director of Education.

Failure to seek approval and submission of the School budget as required may lead to misallocation or misuse of funds, lack of financial accountability and non-compliance with regulatory requirements.

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. Failure to Conduct an Annual Stock Take

Management did not conduct a year-end stock take to verify the existence and accuracy of inventory balances.

In the circumstances, the value of inventory held as at 30 June, 2025 could not be confirmed.

2. Delay in Registration of Land Title

Although the Board of Trustees undertook initiatives to fast-track registration of the land title, no tangible progress had been realized as at 30 June, 2025. Management indicated that the registration process had been affected by procedural changes at the Lands Registry following migration of land transactions to the ArdhiSasa digital land management platform administered by the Ministry of Lands. However, as at 30 June, 2025, the land occupied and substantially developed by the School continued to be registered in the name of the Trustees of Limuru Girls Centre, a separate legal

entity, contrary to the governance framework established under the Starehe Girls Centre Trust Deed.

In the circumstances, the School does not have ownership documents for the occupied land.

3. Lack of Proper Constitution of the School Board of Management

Review of governance records and the composition of the School Board of Management revealed that the Board was comprised of nine (9) members during the year under review. Review of the Board membership indicated that the existing composition largely consisted of founder members and volunteers, professional advisers, trustee representation, School management leadership and programme support representatives. However, the Board did not include six (6) persons elected to represent parents' representatives, three (3) members representing sponsors, one (1) member representing special needs education, one (1) representative of special interest groups and one (1) representative of the students' council serving as an ex-officio member contrary to Section 56 of the Basic Education Act, 2013.

Further, the Executive Board of Management comprised six (6) members instead of the prescribed five (5) members and did not include the Board Secretary and a representative of the Parents Teachers Association (PTA) as required under Section 2 of the Fourth Schedule of the Act. In addition, one member concurrently served in both the Board of Trustees and the Board of Management during the year under review, resulting in overlapping governance roles and weakening segregation of oversight and management responsibilities.

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

4. Lack of Internal Audit Function and Audit Committee

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government) Regulations, 2015 which states that the internal audit unit of a National Government entity to assess its effectiveness through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

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

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

Responsibilities of the Management and 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

08 May, 2026

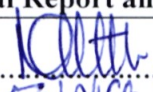
6. Statement Of Financial Performance for the Year Ended 30th June 2025

DESCRIPTION OF VOTE HEAD	Note	2024-2025	2023-2024
		Kshs	Kshs
REVENUE			
Government grants for tuition	1	1,816,400	1,990,503
Government grants for operations	2	5,893,087	6,516,574
Government Grants for Infrastructure	3	1,781,750	3,152,500
School Fund Income- Parents' Contributions	4	107,058,731	131,824,577
Miscellaneous Incomes	5	30,361,999	35,008,501
TOTAL REVENUE		146,911,967	178,492,656
EXPENDITURE			
Payments for Tuition	6	2,060,443	1,093,807
Payments for Operations	7	3,154,392	4,426,957
Payments for Infrastructure	8	3,844,517	0
Boarding and School Fund Payments	9	145,857,509	149,382,725
Sub-Total		154,916,861	154,903,489
Non-Cash Expenses			
Depreciation	9 (a)	16,176,661	0
Loss in Biological Assets	9 (b)	70,000	0
		16,246,661	0
TOTAL EXPENDITURE		171,163,522	154,903,489
Prior Year Adjustment	9 (c)	2,902,418	0
SURPLUS/DEFICIT		(21,349,137)	23,589,167

The school financial statements were approved on 29th September 2025 and signed by:

STAREHE GIRLS CENTRE

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

Sign : 

Name: EUNICE N. MATHU

Designation: Chair, School Board of Trustees

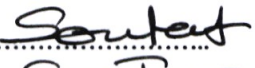
Date: 13/3/2026

Sign: 

Name: Dr. Naomy Nangai

Designation: Chair, School Board of Management

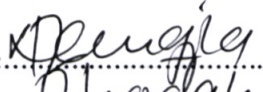
Date: 13/3/2026

Sign: 

Name: Sr. Jane Saita

Designation: Director & Secretary to Board of Trustees

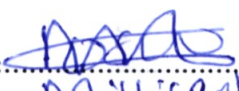
Date: 13/3/2026

for Sign: 

Name: Rhodan N. Khisa

Designation: School Chief Principal & Secretary to Board of Management

Date: 13/03/2026

Sign: 

Name: Millicent Osub

Designation: Bursar/ Finance Officer

Date: 13/3/2026

STAREHE GIRLS CENTRE

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

Statement of Assets and Liabilities As At 30th June 2025

	Note	2024-2025	2023-2024
		Kshs	Kshs
FINANCIAL ASSETS			
Non-Current Assets			
Property, Plant & Equipment	10 (b)	330,411,406	0
Biological Assets	9 (b)	2,400,000	0
Total Non-Current Assets		332,811,406	0
Cash and Cash Equivalents			
Bank Balances	10	44,086,361	76,347,902
Cash Balances	11	725,543	2,181,989
Short Term Investments	12	37,804,061	36,454,061
Total Cash and Cash Equivalents		82,615,964	114,983,952
Account's Receivables	13	43,906,483	32,260,843
TOTAL FINANCIAL ASSETS			147,244,795
FINANCIAL LIABILITIES			
Accounts Payable	14	(19,832,602)	(37,067,244)
NET FINANCIAL ASSETS		439,501,250	110,177,551
REPRESENTED BY			
Capital Fund		325,231,702	0
Endowment Fund		25,441,134	0
Capital Fund Total		350,672,836	0
Fund Balance B/F 1st July 2024	15	110,177,552	86,588,385
Surplus/ Deficit for the Year		(21,349,137)	23,589,167
Fund Balance C/F 30th June 2025		88,828,415	110,177,552
NET ASSETS		439,501,251	110,177,552

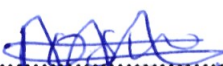
The school's financial statements were approved on 29th September 2025 and signed by:

Sign: 
Name: Eunice N. Mathu
Designation: Chair, School Board of Trustees
Date: 13/3/2026

Sign: 
Name: Dr. Naoomy Wamwai
Designation: Chair, School Board of Management
Date: 13/3/2026

Sign: 
Name: Sr. Jane Sotta
Designation: Director & Secretary to Board of Trustees
Date: 13/3/2026

for 
Sign: Gladah N. Khisa
Name: Gladah N. Khisa
Designation: School Chief Principal & Secretary to Board of Management
Date: 13/03/2026

Sign: 
Name: Millicent Oduo
Designation: Bursar/ Finance Officer
Date: 13/2/2026

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

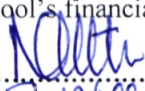
Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government Grants for Tuition	1	1,816,400	1,990,503
Government Grants for Operations	2	5,893,087	6,516,574
Government Grants for Infrastructure	3	1,781,750	3,152,500
School Fund Income - Parents Contributions/Fees		107,058,732	99,563,734
Other Income		21,670,318	27,669,154
Total Receipts		138,220,287	138,892,465
Payments			
Cash outflows for Tuition	6	2,060,443	1,093,807
Cash outflows for Operations	7	3,154,392	4,426,957
Cash Outflow Infrastructure	8	3,844,517	0
Cash outflows Boarding/lunch and School Fund Payments	9	145,857,509	128,537,540
Depreciation			
Total Payments		154,916,861	134,058,304
Net cash inflow/outflow from operating activities		(16,696,574)	4,834,161
Cash flow from Investing Activities			
Disposal/(Acquisition) of Assets	10 (a)	(13,820,581)	0
Proceeds from sale of Assets		6,961,511	5,951,288
Proceeds from Investments		1,730,170	1,388,060
Purchase of Investments			
Net cash inflow/outflows from Investing Activities		(5,128,900)	7,339,348
Cash flow from Financing Activities			
Proceeds from Borrowings/ Loans			
Repayment of Principal Borrowings			
Net cash inflow/outflow from Financing Activities		0	0
Adjustment for Non-Cash Items			
Depreciation	9 (a)	16,176,661	
Movement in Biological Assets	9 (b)	70,000	
Prior Year Adjustments	9 (c)	2,902,418	

STAREHE GIRLS CENTRE

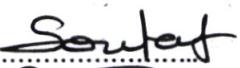
Annual Report and Financial Statements For the year ended 30th June 2025

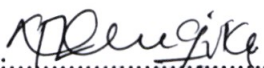
		19,149,079	0
Movements in Statement of Financial Position			
Increase in Debtors	13	(11,645,640)	
Decrease in Creditors	14	(17,234,642)	
		(28,880,282)	0
Net increase/decrease in Cash and Cash Equivalents		(31,556,677)	12,173,509
Cash and cash equivalent at beginning of the FY		114,983,952	102,810,444
Cash and Cash Equivalent at end of the FY		82,615,964	114,983,952

The school's financial statements were approved on 29th September 2025 and signed by:

Sign: 
 Name: Eunice N. Muthi
 Designation: Chair, School Board of Trustees
 Date: 13/3/2026

Sign: 
 Name: Dr. Naany Nangei
 Designation: Chair, School Board of Management
 Date: 13/3/2026

Sign: 
 Name: Sr. Jane Solita
 Designation: Director & Secretary to Board of Trustees
 Date: 13/3/2026

for Sign: 
 Name: Rhodan N'khisi
 Designation: School Chief Principal & Secretary to Board of Management
 Date: 13/03/2026

Sign: 
 Name: Phillipat Oduo
 Designation: Bursar/ Finance Officer
 Date: 13/3/2026

STAREHE GIRLS CENTRE

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

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

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

<i>Receipt/Expense Item</i>	<i>Original Budget</i>	<i>Adjustments</i>	<i>Final Budget</i>	<i>Actual on Comparable Basis</i>	<i>Budget Utilisation Difference</i>	<i>% of Utilisation</i>
	<i>a</i>	<i>b</i>	<i>c=a+b</i>	<i>d</i>	<i>e=c-d</i>	<i>f=d/c %</i>
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Text books ¹	0					
Exercise books	0		0		-	-
Laboratory equipment and apparatus	1,315,755		1,315,755	1,315,755	-	-
Teaching/learning materials	87,274		87,274	87,274	-	-
Stationary	141,164		141,164	141,164	-	-
Internal exams	-		0	16,000	-	-
Reference materials	272,207		272,207	272,207	-	-
Receipts from operation account	-		0		-	-
Transfer from operation	-		0	126,000	(126,000)	-
	-					
(2) CAPITATION GRANT ON OPERATIONS						
			0		-	-
Operation income						
Repairs and maintenance	1,160,188		1,160,188	1,160,188	-	-
Personal emoluments	519,341		519,341	519,341	-	-
Local transport / travelling	280,367		280,367	280,367	-	-
Electricity and water	797,314		797,314	797,314	-	-
Medical	667,170		667,170	667,170	-	-

STAREHE GIRLS CENTRE

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

Administration costs	1,583,577		1,583,577	1,583,577	-	-
Activity						-
						-
3) FDSE for Infrastructure						-
Maintenance & Improvement MOE	2,226,750		2,226,750	1,781,750	(445,000)	80%
M&I Parents Contribution	850,000		850,000	921,700	(71,700)	108%
Interest on deposits	-		0	42,380	(42,380)	-
(4) FEES CHARGED ON PARENTS						
RETTET DAS KIND	850,966		850,966	791,768	59,198	93%
CCA	15,489,588		15,489,588	15,890,980	(401,392)	103%
KINDERNORTHLIFE	8,732,500		8,732,500	9,319,299	(586,799)	107%
HERSFORBERG	3,570,000		3,570,000	3,025,000	545,000	85%
PRIVATE SPONSORS	33,598,500		33,598,500	31,821,147	1,777,353	95%
SELF SPONSORED	45,950,000		45,950,000	43,155,092	2,794,908	94%
FEE SPONSORSHIP	2000000		2,000,000	1,977,025	22,975	99%
5) Miscellaneous income						
Rent Income	600,000		600,000	517,000	83,000	86%
Income from farming activities	700,000		700,000	664,632	35,368	95%
Sale of livestock	50,000		50,000	30,000	20,000	60%
Sale of poultry	2,650,000		2,650,000	2,892,699	(242,699)	109%
Sale of pigs	1,430,000		1,430,000	1,333,215	96,785	93%
Sale of milk	2,400,200		2,400,200	2,040,965	359,235	85%
School uniforms	500,000		500,000	549,070	(49,070)	110%
Fee for Hire of Ground and Equipment	10,000,000		10,000,000	11,203,796	(1,203,796)	112%
Exchange gain			0	14,760	(14,760)	
Other incomes(specify)			0			
Charity walk	7,000,000		7,000,000	7,115,179	(115,179)	102%

STAREHE GIRLS CENTRE

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

Tender	22,000	22,000	23,000	(1,000)	105%
miscellaneous	3,031,453	3,031,453	2,779,273	252,180	92%
Endowment fund interest earned	1,300,000	1,300,000	1,156,030	143,970	89%
		0		-	
TOTAL INCOME	149,829,326		146,911,967		
(6) EXPENDITURE FOR TUITION					
25355 · Office Stationery	180,000	180,000	160,130	19,870	89%
25330 · Tuition Materials	300,000	300,000	308,779	(8,779)	103%
25320 · Science lab materials	1,220,400	1,220,400	1,492,534	(272,134)	122%
25220 · Printing ink and toners	100,000	100,000	99,000	1,000	99%
25210 · Office mach. -Repairs and Maintenance		0		-	
25100 · Local Transport & Travel		0		-	
	1,800,400	1,800,400	2,060,443		114%
(7) EXPENDITURE FOR OPERATIONS		0			
25989 · Travel subsistence & per-diem	450,000	450,000	216,000		48%
25930 · General Expenses	64,719	64,719	74,542		115%
25800 · Bank charges	1,000	1,000			0%
25540 · Seminars & Workshops	430,000	430,000	286,300		67%
25500 · Sports Activities	700,000	700,000	568,150		81%
25355 · Office Stationery	100,000	100,000	1,624		2%
25220 · Printing ink and toners	635,000	635,000	616,581		97%
25040 · M V Fuel & oil		0		-	
25038 · Repairs Computer Equipment	37,000	37,000	33,990	3,010	92%
25037 · Sports Fields Maintenance		0		-	#DIV/0!
25036 · Repairs-Plumbing Fittings	110,500	110,500	100,780	9,720	91%
25034 · Repairs-Electrical Fittings	90,000	90,000	80,340	9,660	89%

STAREHE GIRLS CENTRE

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

25032 · Repairs-Kitchen Equipment			0		-	#DIV/0!
25020 · Repairs & Maintenance on Building	170,000		170,000	153,090	16,910	90%
21040 · Electricity, water & conservancy	580,500		580,500	513,310		88%
25210 · Office mach. -Repairs and maintenance	435,000		435,000	378,727		87%
Refund to Tuition account	0		0	126,000		
	3,803,719		3,803,719			0%
Expenditure FOR INFRASTRUCTURE			0			
Cctv installation	2,800,000		2,800,000	2,226,040		80%
Interchange of doors	500,000		500,000	460,000		92%
Staircase	200,000		200,000	262,890		131%
Construction of ramps	850,000		850,000	889,025		105%
25800 · Bank charges			0	6,562		-
	4,350,000		4,350,000			0%
(9) Expenditure For School fund/Lunch/Boarding			0			-
26000 · Professional fees	370,000		370,000	393,817	(23,817)	106%
29000 · TRUSTEES EXPENSES	2,000		2,000	2,800	(800)	140%
25021 · LAWN MOWER REPAIRS	130,000		130,000	137,204	(7,204)	106%
25200 · Office equipment	105,000		105,000	112,000	(7,000)	107%
25989 · Travel subsistence & per-diem	310,000		310,000	339,950	(29,950)	110%
25935 · Audit Fee	550,000		550,000	626,550	(76,550)	114%
26701 · Awards and Rewards	650,000		650,000	703,700	(53,700)	108%
25930 · General Expenses	4,000,242		4,000,243	4,080,738	(80,496)	102%
25920 · Medical check up	700,000		700,000	788,517	(88,517)	113%
25910 · Hospitality & presents	100,000		100,000	107,605	(7,605)	108%
25810 · Withholding Tax	30,000		30,000	33,972	(3,972)	113%
25800 · Bank charges	350,000		350,000	347,874	2,126	99%
Transfer to infrastructure	1,200,000		1,200,000	921,700	278,300	77%

STAREHE GIRLS CENTRE

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

25760 · Post Secondary Support	2000000	2,000,000	1,860,403	139,597	93%
25600 · Charity Walk Expenses	3,200,000	3,200,000	3,603,018	(403,018)	113%
25540 · Seminars & Workshops	1,800,000	1,800,000	2,152,873	(352,873)	120%
25530 · Presidents' Award	100,000	100,000	108,865	(8,865)	109%
25520 · Scouting & Girl guides	70,000	70,000	72,200	(2,200)	103%
25510 · Music festivals	85,000	85,000	91,600	(6,600)	108%
25500 · Sports Activities	850,000	850,000	838,178	11,822	99%
25460 · Medicine	2,000,000	2,000,000	2,395,127	(395,127)	120%
25450 · Beddings	100,000	100,000	104,785	(4,785)	105%
25440 · Kitchen utensils	400,000	400,000	407,060	(7,060)	102%
25435 · Student Hygiene Expenses	110,000	110,000	129,874	(19,874)	118%
25430 · Cleaning materials	1,400,000	1,400,000	1,499,061	(99,061)	107%
25410 · Cooking gas	2,200,000	2,200,000	2,308,965	(108,965)	105%
25400 · Foodstuff	26,900,000	26,900,000	27,094,269	(194,269)	101%
25355 · Office Stationery	680,000	680,000	741,894	(61,894)	109%
25350 · Students' uniform	650,000	650,000	703,430	(53,430)	108%
25340 · Staff Uniform	150,000	150,000	158,850	(8,850)	106%
25330 · Tuition Materials	2,300,000	2,300,000	2,408,225	(108,225)	105%
25325 · Home Science Materials	180,800	180,800	190,494	(9,694)	105%
25320 · Science lab materials	1,350,000	1,350,000	1,484,457	(134,457)	110%
25240 · Computer software Expense	200,000	200,000	199,980	120	100%
25230 · Postage & Courier service	160,000	160,000	150,569	9,431	94%
25220 · Printing ink and toners	1,300,000	1,300,000	1,567,762	(267,762)	121%
25210 · Office mach. -Repairs and maintenance	80,000	80,000	74,757	5,243	93%
25100 · Local Transport & Travel	4,900,000	4,900,000	5,090,976	(190,976)	104%
25050 · Motor Vehicle Repairs & Maintenance	900,000	900,000	856,307	43,693	95%

STAREHE GIRLS CENTRE

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

25040 · M V Fuel & oil	1,450,000		1,450,000	1,451,922	(1,922)	100%
25038 · Repairs Computer Equipment	600,000		600,000	662,586	(62,586)	110%
25037 · Sports Fields Maintenance	73,000		73,000	75,304	(2,304)	103%
25036 · Repairs-Plumbing Fittings	850,000		850,000	907,973	(57,973)	107%
25034 · Repairs-Electrical Fittings	800,000		800,000	854,840	(54,840)	107%
25033 · Service and Repair-Generator	150,000		150,000	150,684	(684)	100%
25032 · Repairs-Kitchen Equipment	20,000		200,000	249,181	(49,181)	125%
25030 · Repairs -Furniture& fittings	150,500		150,500	166,500	(16,000)	111%
25020 · Repairs & Maintenance on Building	2,800,000		2,800,000	2,651,352	148,648	95%
25001 · Kneec expenses	6,800,000		6,800,000	7,156,933	(356,933)	105%
21030 · M V Insurances	180,000		180,000	185,913	(5,913)	103%
Administrative - Other	210,500		210,500	244,060	(33,560)	116%
24145 · Pig Farm Expenses	450,000		450,000	512,800	(62,800)	114%
24030 · Seeds	1,000		1,000	1,200	(200)	120%
24110 · Poultry Expenses	1,400,000		1,400,000	1,420,465	(20,465)	101%
24080 · Farm General Expense	80,000		80,000	97,080	(17,080)	121%
24060 · Animal Artificial Insemination	5,000		5,000	5,000	-	100%
24050 · Horticulture Expenses	18,700		187,000	178,360	8,640	95%
24020 · Animal Treatment	250,000		250,000	232,173	17,827	93%
24010 · Animal Feeds Expenses	3,500,000		3,500,000	3,819,256	(319,256)	109%
Farm Expenses - Other	380,000		380,000	416,249	(36,249)	110%
22028 · HOUSING LEVY	580,000		580,000	609,830	(29,830)	105%
22165 · Security Guarding Charge	3,032,000		3,032,000	3,293,364	(261,364)	109%
22160 · Staff training Expenses	550,000		550,000	571,500	(21,500)	104%
22155 · Casuals Wages-Catering	20,000		20,000	19,000	1,000	95%
22150 · Casual wages-IGA	250,000		250,000	224,000	26,000	90%

STAREHE GIRLS CENTRE

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

22140 · Casual wages-ground/maintenance	150,000		150,000	142,450	7,550	95%
22027 · CIC PEN. Employer contribution	2,040,000		2,040,000	2,243,469	(203,469)	110%
22026 · NITA LEVY	50000		50,000	49,600	400	99%
22025 · NSSF-Employer contribution	1700000		1,700,000	1,762,057	(62,057)	104%
22010 · Staff Medical Insurance	99,0000		990,000	1,085,480	(95,480)	110%
22000 · Gross Salary	37,850,000		37,850,000	40,150,127	(2,300,127)	106%
21080 · Security alarm and Fire Fighting	270,164		270,164	270,164	-	100%
21040 · Electricity, water & conservancy	6,800,000		6,800,000	7,021,997	(221,997)	103%
21070 · Data Connectivity	10,000		10,000	9,800	200	98%
21060 · Telephones & emails	1,000,000		1,000,000	1,003,465	(3,465)	100%
21050 · Land and Land Rates Expenses	330,000		330,000	333,550	(3,550)	101%
21020 · Legal Fees	500,000		500,000	961,383	(461,383)	192%
25110 · International Travel	24,000		24,000	33,400	(9,400)	139%
25039 · Repair of Solar Equipment	19,000		19,000	20,000	(1,000)	105%
21010 · Property Insurance	630,000		630,000	675,888	(45,888)	107%
Totals	139,875,206	0	139,875,206	54,916,861		105%

EXPLANATIONS

N o	Requiremen t	Budget (Ksh)	Actual (Ksh)	Varianc e	Utiliz ation	Observa tion	Reason for the under/ov utilization
1	Operate within approved budget	139,875,20	146,610,780	(6,735,574)	105%	Overall overspendi ng	Overall expenditure exceeded tl approved allocation due to unplanned operational costs, inflationary increases in prices o goods/services, and urgent institutional needs that arose du the year
2	Revenue projections sustainable	149,829,32	146,881 ,254	(2,948,072)	98%	Revenue shortfall	Some expected donor contribut and pledges were delayed while other were not not realized with

STAREHE GIRLS CENTRE

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

							the financial period, resulting in shortfall in projected revenue.
3	Legal fees	500,000	961383	(461,383)	192%	Overspend	An unforeseen institutional need which arose during the year requiring immediate intervention and funding which had not been captured in the approved budget
4	International travel	24,000	33,400	(9,400)	139%	Overspending	This relate to a student's travel expense. Additional travel requirements arose that were not anticipated at the time of budget
5	Repairs Kitchen equipment	200,000	249,181	(49,181)	125%	Budget exceeded	Several kitchen appliances required urgent repair or replacement due to wear and tear from heavy use, leading to costs exceeding the original allocation. This breakdown were not foreseen during the budget process.
	Printing ink toners	1,300,000	1,567,762	(267,762)	121%	Budget exceeded	Increased printing demand for academic materials, administrative documents, examination papers and reports resulted in higher toner consumption than initially projected.
7	Seminars workshops	1,800,000	2,152,873	(352,873)	120%	Significant overrun	The staffs were taken out for retreat after the good performance in KCSE. The good performance led to use of hire amount that was predicted.
8	Gross salaries	37,850,000	40,150,127	(2,300,127)	106%	Exceeded allocation	Salary expenditure increased due to recruitment of additional staff.
10	No virement from Tuition Account	Tuition vote	Transfers/refunds noted	N/A	114%	Possible virement risk	A cheque for operation was erroneously drawn from Tuition account but refunded within

STAREHE GIRLS CENTRE

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

11	M&I funds transfer within 15 days	4,350,000	921,700 transferred	N/A	108% receipt	Timeliness confirmed reported	The timeliness of transfer of funds is affected by the receipt of funds and circular for distributions.
----	-----------------------------------	-----------	---------------------	-----	--------------	-------------------------------	---

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.

STAREHE GIRLS CENTRE

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

Notes To the Financial Statements

1. Government Grants for Tuition

	2024-2025	2023-2024
	Kshs	Kshs
Text books		1,990,503
Exercise books		
Laboratory equipment and apparatus	1,315,755	
Teaching/learning materials	87,274	
Stationary	141,164	
Internal exams		
Reference materials	272,207	
Receipts from operation account	126,000	-
		-
Total	1,816,400	1,990,503

2. Government Grants for Operations

	2024-2025	2023-2024
	Kshs	Kshs
Maintenance and infrastructure	445,000	6,516,574
Repairs and maintenance	1,160,188	
Personal emoluments	519,341	
Local transport /travelling	280,367	
Electricity and water	280,367	
Medical	667,170	
Administration costs	1,583,577	
Activity	440,130	
Total	5,893,087	6,516,574

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025**

3. Government Grants for Infrastructure

	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement MOE	1,781,750	3,152,500
Total	1,781,750	3,152,500

4. School Fund Income - Parents Contribution/Fees

	2024-2025	2023-2024
	Kshs	Kshs
RETTET DAS KIND	791,768	2,929,009
CCA	15,890,980	15,644,885
KINDERNORTHLIFE	9,319,299	8,025,630
HERSFORBERG	6,233,920	6,375,070
PRIVATE SPONSORS	29,821,147	53,343,391
SELF SPONSORED	43,024,592	43,122,592
FEE SPONSORSHIP	1,977,025	2,384,000
Total	107,058,731	131,824,577

5. Miscellaneous Incomes

	2024-2025	2023-2024
	Kshs	Kshs
Rent Income	517,000	765,108
Income from farming activities	664,632	464,940
Sale of livestock	30,000	45,000
Sale of honey		3,600
Sale of poultry	2,892,699	5,000,288
Sale of pigs	1,333,215	906,000
Sale of milk	2,040,965	1,143,047
School uniforms	549,070	4,143,061
Fee for Hire of Ground and Equipment	11,203,796	11,939,728
Interest Income Fixed deposits		38,066

STAREHE GIRLS CENTRE

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

Nutrition		28,000
Exchange gain	14,760	
Other incomes(specify)		
Charity Walk	7,115,179	8,581,215
Tender	23,000	79,000
Miscellaneous	2,779,273	478,249
Endowment fund interest earned	1,156,030	1,350,000
Interest from Bank	42,380	
Other Donations		43,200
Total	30,361,999	35,008,501

6. Payment Tuition

	2024-2025	2023-2024
	Kshs	Kshs
25989 · Travel subsistence & per-diem		126,000
25800 · Bank charges		81
25355 · Office Stationery	160,130	8,178
25330 · Tuition Materials	308,779	508,516
25320 · Science lab materials	1,492,534	218,690
25220 · Printing ink and toners	99,000	122,442
25210 · Office mach. -Repairs and Maintenance		109,900
25100 · Local Transport & Travel		
Total	2,060,443	1,093,807

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025**

7. Payment Operations

	2024-2025	2023-2024
	Kshs	Kshs
25930 · General Expenses		3,892
Administration cost	1,019,505	
Total 25920 · Medical check up		420,522
25800 · Bank charges		20,522
25540 · Seminars & Workshops		6,300
25500 · Sports Activities	568,150	527,050
25355 · Office Stationery		12,180
25220 · Printing ink and toners		44,800
25100 · Local Transport & Travel	180,500	161,654
25040 · M V Fuel & oil		413,798
R M I	746,927	
25038 · Repairs Computer Equipment		
25037 · Sports Fields Maintenance		4,089
25036 · Repairs-Plumbing Fittings		100,315
25034 · Repairs-Electrical Fittings		126,040
25032 · Repairs-Kitchen Equipment		43,200
25020 · Repairs & Maintenance on Building		302,373
22165 · Security Guarding Charge		642,600
22026 · NITA LEVY		8,200
22025 · NSSF-EMPLOYER CONTRIBUTION		106,560
21080 · Security alarm and Fire Fighting		89,088
21040 · Electricity, water & conservancy	513,310	1,393,775
25210 · Office mach. -Repairs and Maintenance		
25230 · Postage & Courier service		
Refund to Tuition account	126,000	
TOTAL	3,154,392	4,426,957

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025****8. Payment Infrastructure**

	2024-2025	2023-2024
	Kshs	Kshs
CCTV installation	2,226,040	-
Interchange of doors	460,000	-
Staircase	262,890	-
Construction of ramps	889,025	-
Bank charges	6,562	-
Total	3,844,517	-

9. Payment Boarding And School Fund

	2024-2025	2023-2024
	Kshs	Kshs
BES	31,544,014	
RMI	6,915,908	
EWC	6,865,675	5,828,097
LT&T	6,882,848	
Administration Costs	9,943,965	
Personal Emoluments	40,150,127	38,273,071
Medical	3,183,644	
Student Uniform	703,430	2,603,734
Income Generating Activities (Farm)	6,532,583	
Bank Charges	347,874	769,253
Pension Scheme	2,243,469	1,950,867
S.E.S	5,650,938	
Staff Medical Insurance	1,085,480	824,814
Casual Wages	385,450	
Security Guard Charges	3,293,364	1,927,600
NSSF	1,762,057	1,246,269
NITA	49,600	16,600
Housing Levy	609,830	526,612
Activities	3,263,716	
Post-Secondary Support	1,860,403	2,937,014
Charity Walk	3,603,018	1,306,174
Legal Fees	961,383	242,000
Insurance	861,801	62,279
Hire of Grounds	7,156,933	5,010,371
26000 · Professional Fees		160,000
29000 · Trustees Expenses		5,852,730

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025**

25021 · Lawn Mower Repairs		78,439
25200 · Office Equipment		0
25989 · Travel Subsistence & Per-Diem		390,500
25935 · Audit Fee		582,750
26701 · Awards and Rewards		0
25930 · General Expenses		3,474,526
25920 · Medical Check-up		1,578,325
25910 · Hospitality & Presents		937,440
25900 · Advertisement		23,386
25810 · Withholding Tax		27,060
25540 · Seminars & Workshops		329,000
25530 · Presidents' Award		123,185
25520 · Scouting & Girl Guides		162,850
25515 · Sports Ware		114,800
25510 · Music Festivals		111,790
25500 · Sports Activities		397,960
25470 · Medical Equipment		50,280
25460 · Medicine		3,127,119
25450 · Beddings		865,705
25440 · Kitchen Utensils		447,009
25435 · Student Hygiene Expenses		
25430 · Cleaning Materials		2,387,745
25410 · Cooking Gas		2,358,749
25400 · Foodstuff		29,050,490
25355 · Office Stationery		939,438
25340 · Staff Uniform		189,195
25330 · Tuition Materials		3,403,812
25325 · Home Science Materials		
25320 · Science Lab Materials		3,005,976
25300 · Text Books		65,362
25240 · Computer Software Expense		52,608
25230 · Postage & Courier Service		197,508
25220 · Printing Ink & Toners		1,619,363
25210 · Office Mach. - Repairs and Maintenance		384,930
25100 · Local Transport & Travel		3,711,645
25050 · Motor Vehicle Repairs & Maintenance		1,696,887
25040 · M V Fuel & Oil		1,311,517
25038 · Repairs Computer Equipment		350,432

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025**

25037 · Sports Fields Maintenance		240,238
25036 · Repairs-Plumbing Fittings		463,600
25034 · Repairs-Electrical Fittings		551,340
25033 · Service and Repair-Generator		30,537
25032 · Repairs-Kitchen Equipment		489,565
25030 · Repairs -Furniture& Fittings		32,750
25020 · Repairs & Maintenance on Building		2,992,833
Administrative - Other		960
24145 · Pig Farm Expenses		827,909
24030 · Seeds		39,300
24150 · Loss of Animal-Death		8,900
24110 · Poultry Expenses		4,730,883
24080 · Farm General Expense		148,461
24060 · Animal Artificial Insemination		4,000
24050 · Horticulture Expenses		140,378
24020 · Animal Treatment		19,900
24010 · Animal Feeds Expenses		1,656,791
Farm Expenses - Other		138,489
22160 · Staff Training Expenses		
22155 · Casuals Wages-Catering		149,400
22150 · Casual Wages-IGA		182,792
22140 · Casual Wages-Ground/Maintenance		859,243
21080 · Security Alarm and Fire Fighting		1,141,562
21070 · Data Connectivity		5,800
21060 · Telephones & Emails		982,581
21050 · Land and Land Rates Expenses		459,250
25022 · Repairs of Bio Gas		
25110 · International Travel		
25039 · Repair of Solar Equipment		
TOTAL	145,857,509	149,382,725

STAREHE GIRLS CENTRE

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

9a) Depreciation

Description	2024-2025	2023-2024
Leasehold Improvement	950,162	
Buildings & Structures	11,019,141	
Computer Equipment	556,600	
High Rise Water Tanks	896,494	
Kitchen Equipment	521,230	
Office Equipment	243,405	
Borehole	12,840	
Biogas plant	29,348	
Furniture and Fittings	1,407,497	
Green House	10,885	
Motor Vehicles	359,278	
Computer Software	172,781	
Total	16,176,661	

9 (b) Biological Assets

Description	2024-2024	2023-2024
Balance B/F	2,330,000	
Movement in the Year	70,000	
Balance C/F	2,400,000	

9 (c) Prior Year Adjustments

Description	2024-2025	2023-2024
Insurance expenses recorded as prepayment	(83,689)	
Rent deposit now realized as income	10,000	
Electricity cost earlier recorded as deposit	(338,000)	
Withholding tax previously not expensed	(196,509)	
Trade payables booked as creditors, upon payment the same was expensed (Various)	4,860,616	
Reversal of Endowment Fund interest income posted twice in 2023 accounts	(1,350,000)	
Total	2,902,418	

10. Bank Accounts

Account Name & Currency	Status	Bank Account	2024-2025	2023-2024
-------------------------	--------	--------------	-----------	-----------

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025**

	Active/Dormant	Number	Kshs	Kshs
Jean Mooty				294,305
Tuition Account	Active	0102877028800	781,990	900,032
Operations Account	Active	0102877028801	3,476,948	5,229,819
School Fund Account/Boarding	Active	0102897045600	305,204	195,229
Obama foundation	Active	0102897045601	437,316	437,514
Trustee Account	Active	'010209695900	2,647,086	5,016,074
CCA Sponsorship	Active	0640263790250	1,074,681	11,228,400
Farm Account	Active	0102077028802	271,364	
KNH Sponsorship	Active	0640297649441	2,258,550	4,581,811
School Running Account	Active	0102097045600	10,163,370	18,117,151
CCA Project Account	Active	0640263475037	1,395	1,395
CCA Welfare	Active	0640266548538	525,563	32,835
Exams & Caution Money	Dormant	01527702880	36,720	215,389
NCBA	Active	111000138	1,129,378	265,327
KCB Bank	Active	1236682920	1,876,082	18,536,623
SCB USD	Active	8702096959000	8,265,616	8,284,933
Stanbic Bank - EURO	Active	0100000059	6,208,883	3,011,063
Paybill Account	Active	821620	4,483,610	
Till No 9496335	Active	9496335	142,605	
Total			44,086,361	76,347,902

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025**

10 (a) Acquisition of Non-Current Assets

Description	2024-5	2023-4
Kitchen Equipment:		
Deep Freezer	105,000	
Bakery Oven	6,000,000	
Buildings & Structures:		
Buildings	3,000,000	
Ramps	1,053,495	
Staircase	262,890	
Doors	460,000	
CCTV Improvements	2,226,040	
Furniture & Fittings	186,096	
Office Machines & Equipment	65,400	
Computer Equipment	449,500	
High Rise Water Tanks	12,160	
TOTAL	13,820,581	

10(b) Non-Current Assets

Description	Cost	Accumulated Depreciation	Net Book Value
Leasehold	34,784,139	8,644,120	26,140,019
Buildings	397,750,986	113,555,564	284,195,421
Motor Vehicles	12,382,572	11,702,408	680,164
Computer Equipment	14,673,947	13,573,209	1,100,738
High Rise Water Tanks	20,666,581	16,431,398	4,235,183
Kitchen Equipment	16,585,772	10,713,854	5,871,918
Green house	1,460,485	1,410,792	49,693
Office Machines & Equipment	10,251,632	9,140,440	1,111,192
Bio Gas	230,000	230,000	0
Furniture and Fittings	34,194,148	27,660,665	6,533,483
Borehole	2,529,145	2,336,548	192,597
Power Generator	1,785,000	1,785,000	0
Computer Software	1,683,407	1,458,132	300,998
TOTAL	548,977,807	218,642,130	330,411,406

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025****11. Cash In Hand**

Description	2024-2025	2023-2024
	Kshs	Kshs
TILL	0	173,150
PAYBILL	0	1,961,904
CCA Petty Cash	846	46,935
Petty Cash Boarding Account	171,088	
Petty Cash School Running	336,983	
Cash Control Account	216,626	
Total	725,543	2,181,989

12. Short Term Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
Cooperative Shares		-
Short Term Deposits	12,362,927	12,362,927
KCDF	25,441,134	24,091,134
Equity Stock		-
Other Investments		-
Total	37,804,061	36,454,061

13. Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees arrears (See ageing below and appendix 1)	43,873,994	31,312,807
Other non-fees receivables	-	762,036
Salary Advance (list/schedule attached)	32,488	186,000
Imprest (list/schedule attached)		
Rent arrears (List/schedule attached)		-
Total	43,906,483	32,260,843

*STAREHE GIRLS CENTRE***Annual Report and Financial Statements For the year ended 30th June 2025****13 b) Ageing Analysis of Accounts Receivable**

Description	2024-2025	2023-2024
	Kshs	Kshs
1 Year and Less	12,901,187	12,960,277
Between 1-2 Years	31,005,296	18,352,530
Between 2-3 Years	-	948,036
Over 3 Years	-	-
Total	43,906,483	32,260,843

14. Accounts Payables

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	0	4,643,739
Payroll Creditors	527,009	
Accrued Audit Fees	324,800	3,739,533
JAB Fees	38,780	37,780
Caution Money	669,950	659,750
Overdrawn Farm Account '0102077028802		39,313
Student Pocket Money	2,550,715	5,257,253
Other Payables	90,730	5,079
Deferred Income	15,630,618	22,674,797
Rent Deposit		10,000
KNEC Fee		
Total	19,832,602	37,067,244

14a. Ageing Analysis of Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
1 Year and Less	3,412,724	-
Between 1-2 Years	77,680	
Between 2-3 Years	468,343	-
Over 3 Years	15,573,855	-
Total	19,832,602	-

STAREHE GIRLS CENTRE

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

15. Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	76,347,902	65,358,549
Cash Balances	2,181,989	2,598,834
Short Term Investments	36,454,061	34,853,061
Receivables	32,260,843	22,346,223
Payables	(37,067,244)	(38,568,282)
Total	110,177,552	86,588,385

*STAREHE GIRLS CENTRE***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.

Non-Current Liabilities Summary

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity & Leave Provision	0	0
Others (Specify)	0	0
Total	0	0

Biological Assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle		2,400,000	2,330,000
Goats			
Trees			
Coffee or Tea Plantation			
Poultry			
Others (Specify)			
Total		2,400,000	2,330,000

Borrowings

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

Other important disclosure notes

STAREHE GIRLS CENTRE

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

Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	3,196,455	
Lab consumables	8,535,912	
Stationery	166,000	
Computer accessories	984,409	
Washing detergents	14,586	
Exercise books	1,658,504	

Sign: Soufah

Name: Sr. Jane Soita

Designation: Director & Secretary to Board of Trustees

Date: 13/3/2026

Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Failure to submit financial statements	Submitted		
2.	Inaccuracies in the financial statements	Corrected in submitted statements		
3.	Inaccuracies in capitation grant	Corrected in submitted statements		
4.	Lack of financing agreements and supporting schedules	Evidence of communications forwarded.		
5.	Unsupported expenditure	Support document forwarded.		
6.1	Unsupported bank and cash balances	Bank certificates not forwarded.		
6.2	Overdrawn cashbook balance	Corrected in submitted statements		
6.3	Unsupported short-term investment	Support document forwarded.		
7.	Unsupported account payable	supported		
8.	Unsupported accounts receivable	supported		

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.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Accumulated depreciation	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Leasehold Improvements - LF					1,789,311
Leasehold Improvements - DF					32,994,828
Buildings & Structures - LF					61,188,036
Buildings & Structures - DF					336,562,950
Motor Vehicles - LF					12,382,572
Computer Equipment - LF					6,330,655
Computer Equipment - DF					8,343,292
High Rise Water Tanks - LF					541,612
High Rise Water Tanks - DF					20,124,966
Kitchen Equipment - LF					3,533,473
Kitchen Equipment - DF					13,052,299
Green House - LF					1,460,485
Office Machines - LF					4,421,282
Office Machines - DF					5,830,350
Bio Gas Plant - LF					230,000
Furniture & Fittings - LF					26,145,652
Furniture & Fittings - DF					8,048,496
Borehole - DF					2,529,145
Generator – DF					1,785,000

STAREHE GIRLS CENTRE

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

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Accumulated depreciation	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Computer Software - LF					1,100,833
Computer Software - DF					582,568
Total					548,977,807