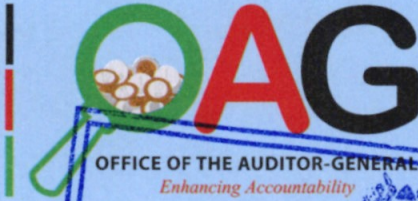


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 25 JUN 2026

DAY.

Thurs

TABLED
BY:

Hon. Owen Baya, MP
Dep. Leader of the Majority Party

CLERK-AT
THE TABLE:

M. Chumo

THE AUDITOR-GENERAL

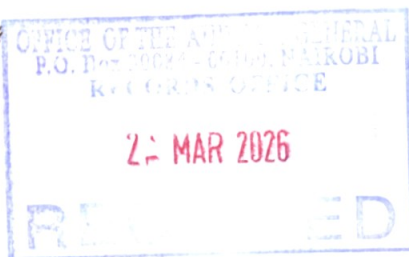
ON

PARLIAMENT
OF KENYA
LIBRARY

MBITINI GIRLS' SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

KITUI COUNTY



ABC MBITINI GIRLS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

[Customise the details in this section to suit your School]

(a) Background information

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

The school was registered in 1982 under registration number 13S30001077 and is currently categorized as a *Extra County*, public school established, owned or operated by the Government.

The school is a boarding school and had 835 number of students as at 30th June 2025 It has six streams and 29 teachers of which 7 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	Joel M. Mulelu	Chairman	20/11/2023
2	Phoebe Muiva	Secretary - Principal	20/11/2023
3	Faith Mulongo	Member-Community	20/11/2023
4	Joseph Mboka	PA Chairperson- Co-opted	20/11/2023
5	Judith Michael	Member-Community	20/11/2023
6	Gloria Muteme	Member-Community	20/11/2023
7	Reuben Mulinge	Member- Community	20/11/2023
8	Elijah Munyao	Member – Rep CEB	20/11/2023
9	Julius Mwendwa	Member Rep Teachers	20/11/2023
10	Domitila Kivali	3 Members - Sponsor	20/11/2023
11	Macmillan Mutia	Member - Sponsor	20/11/2023
12	Sammy Muasya	Member- Community	20/11/2023
13	Paul Kilonzi	Member- Community	20/11/2023
14	Mercyline Munyoki	Member- Co-opted	20/11/2023
15	Ngomo Musee	Member- Co-opted	20/11/2023
16	Alex Kimanzi	Member- Co-opted	20/11/2023
17	Paul Musango	Member Special Needs	20/11/2023
18	Monica Museo	Rep Students	20/11/2023

The functions of the School Board of Management are to:

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

(c) Committees of the Board

(Provide the names of the various committees of the Board established by the Board and the names of the committee members):

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Joel M. Mulelu 2.Phoebe Muiva 3. Elija Munyao 4. Joseph Mboka	Chairperson Secretary Vice Chairperson PA Chairperson	2
2	Audit Committee	1.Alex Kimanthi 2.Faith Mulongo 3.Macmillan Mutia	Chairperson Member Member	1
3	Finance,procurement and general purposes Committee	1.Alex Kimanthi 2.Faith Mulongo 3.Macmillan Mutia	Chairperson Member Member	3
4	Academic Committee	1.Elijah Munyao 2.Julius Mwendwa 3.Gloria Muteme	Chairperson Member Member	2

ABC Mbitini Girls Secondary School**Annual Report and Financial Statements For the year ended 30th June 2025**

5	Development Committee	1.Alex Kimanzi 2.Phoebe Muiva 3.Joel Mulelu 4.Joseph Mboka	Chairperson Member Member Member	3
6	Discipline and welfare Committee	1.Paul Musango 2.Domitila Kivali 3.Reuben Mulinge 4.Paul Kilonzi 5.Sammy Muasya 6.Joseph Mboka	Chairperson Member Member Member Member Member	2
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Phoebe Muiva	373423
2	Deputy Principal	Janet Siyasa	233517
3	School Bursar	Franciscah David	32359833
4	Other (specify)		

(e) Schools contacts

Post Office Box: 116-90200 Kitui
 Telephone: 0721553726
 E-mail: mbitinigirlsschool@yahoo.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

Provide details of the school bankers.

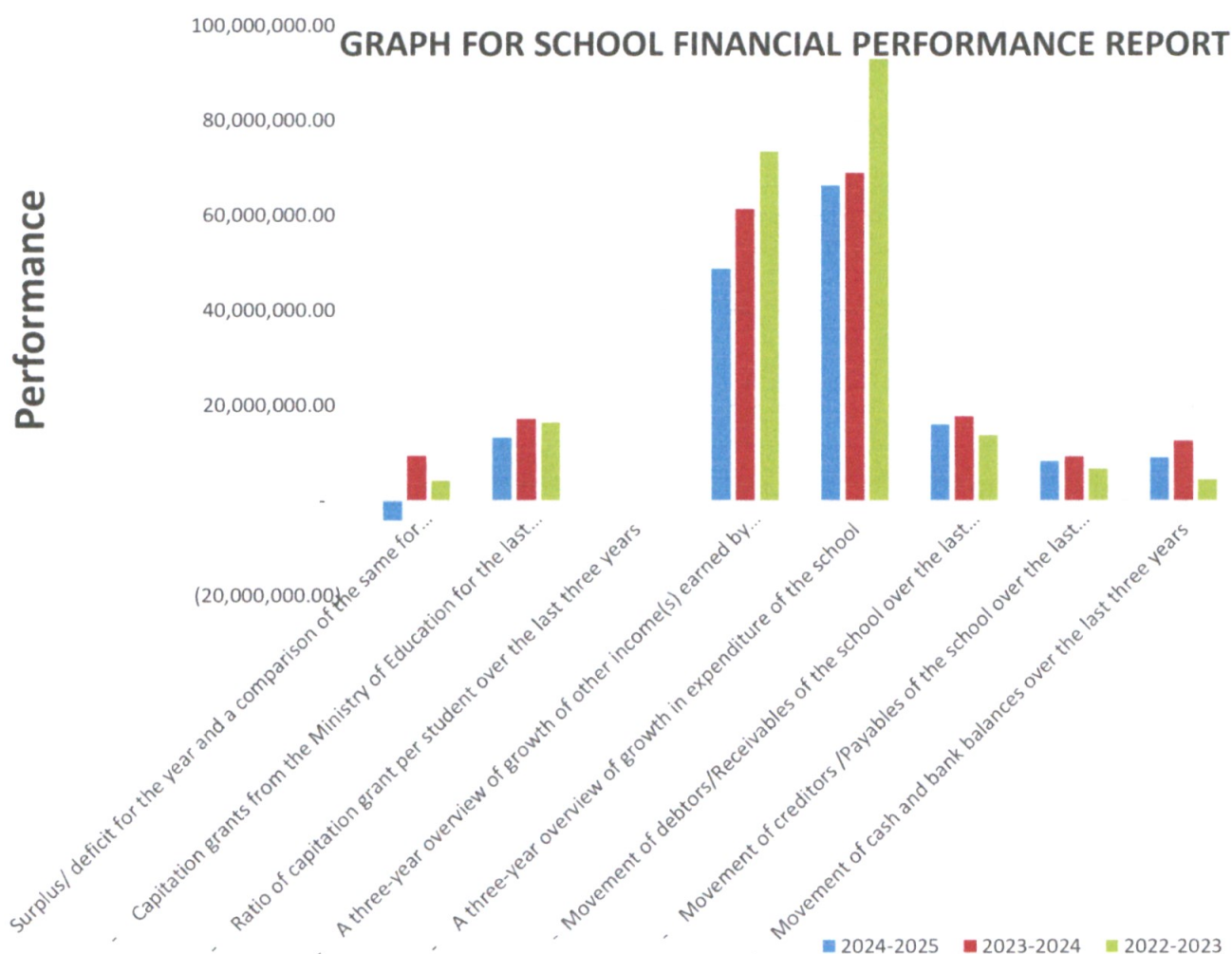
- 1 Name of Bank: National Bank
 Branch: Kitui
 Account Number: 01021051881700- Boarding Account
- 2 Name of Bank: National Bank
 Branch: Kitui
 Account Number: 01021052782400- Operation Account
- 3 Name of Bank: National Bank
 Branch: Kitui
 Account Number: 01025052782400- Tuition Account
- 4 Name of Bank: National Bank
 Branch: Kitui
 Account Number: 01242051881700- Savings Account
- 5 Name of Bank: National Bank
 Branch: Kitui
 Account Number: 01022230305700- Infrastructure Account
6. MPESA Pay Bill No. 711090 Attached to National Bank

(g) Independent Auditors

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

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

a) Financial performance:	2024-2025	2023-2024	2022-2023
- Surplus/ deficit for the year and a comparison of the same for the last th	(4,202,783.00)	9,450,104.00	4,205,978.7
- Capitation grants from the Ministry of Education for the last three years	13,336,307.00	17,195,987.00	16,516,227
- Ratio of capitation grant per student over the last three years	12,905.00	15,177.00	1,120.00
- A three-year overview of growth of other income(s) earned by the school	48,839,844.00	61,354,305.00	73,473,642
- A three-year overview of growth in expenditure of the school	66,378,934.00	69,100,188.00	93,119,730
- Movement of debtors/Receivables of the school over the last three years	16,093,410.00	17,787,035.00	13,805,726
- Movement of creditors /Payables of the school over the last three years	8,383,613.00	9,332,379.00	6,751,555
- Movement of cash and bank balances over the last three years	9,168,206.00	12,626,130.79	4,576,511



II 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:

	2024-2025	2023-2024	2022-2023
b) Teacher Student ratio:			
The teacher to student ratio	1:43	1:40	1:39
Number of teachers recruited and posted to the school within the year	4	2	1
Number of teachers that were transferred/ retired during the period	4	2	2
Number of teachers employed by TSC	29	26	28
Number of teachers employed by BOM.	7	17	17
Number of teachers the school has for each subject in order to indicate shortage/ allocation of resources			
SUBJECTS	NO.of Teachers		
MATHS	5	5	5
ENGLISH	5	5	6
KISWAHILI	4	4	5
CHEMISTRY	3	3	3
PHYSICS	1	1	1
BIOLOGY	8	8	8
HISTORY	4	4	4
CRE	5	5	6
AGRICULTURE	5	5	4
BUSINESS STUDIES	2	2	2
GEOGRAPHY	2	2	2
COMPUTER STUDIES	2	2	2
c) Mean score in the 2024 KCSE:			
performance of the school for each over the last three years			
Number of students that have since transitioned to institutions of higher learning.	215	117	112
Mean score	7.27	6.311	6.77
comment on improvement or otherwise as compared to the school's set score.			
d) Number of Candidates in the 2024 KCSE:			
Number of candidates sitting for KCSE over the last three years.	281	276	199
e) Capacity of the school:			
Number of students in the school	835	1133	1131
Dormitories	23	23	23

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

a) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Storey Laboratory (2 nd floor)	MOE	Ongoing	9,383,100	5,133,771	August 2025

PRINCIPAL
ABC/MBITINI GIRLS' SEC. SCH.
P.O. BOX 116 90200 KITUI
.....
DATE
School Principal

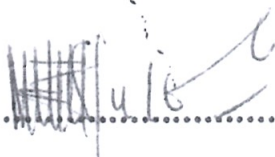
4. Statement of School Management Responsibility

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

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

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

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


.....

Name: Joel M. Mulelu

Designation: Chairman, School Board of Management

Date: 3/9/2025


.....
PRINCIPAL
ABC MBITINI GIRLS SEC. SCH.
P.O. BOX 12345
Nairobi, Kenya

Name: Phoebe Muiva

Designation: School Principal & Secretary to Board of Management

Date: 03/9/2025


.....

Name: Franciscah David

Designation: Bursar/ Finance Officer

Date: 3/9/2025

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 MBITINI GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - KITUI 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

have audited the accompanying transitional IPSAS financial statements of Mbitini Girls' Secondary School set out on pages 1 to 24, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of financial performance, statement of cash flows and the statement of budgeted versus actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory

information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.16,093,410 in respect of fees arrears as disclosed in Note 13 to the financial statements. The balance includes fees arrears amounting to Kshs.5,458,381, which have been outstanding for more than three (3) years. However, there was no policy for the impairment of long outstanding fees arrears, casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy, completeness and full recoverability of the outstanding receivables balance of Kshs.5,458,381 could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Unresolved Prior Year Matters

In the prior year's audit report, several issues were raised in the Report on Financial Statements, the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on the Effectiveness of Internal Controls, Risk Management, and

Governance. Review of the status during the audit of the School in the 2024/2025 financial year revealed that the following seven (7) issues remained unresolved:

No.	Audit Issue
1	Long Outstanding Accounts Receivables
2	Budgetary Control and Performance
3	Late Submission of Financial to the Auditor-General
4	Irregular Transfer of Funds to the Kenya Secondary Schools Heads Association (KESSHA)
5	Irregular Payments from Boarding and School Fund
6	Long Outstanding Trade Payables
7	Control Weakness in the Management of Fixed Assets

2. Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the financial year 2024/2025 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for Public Secondary Schools and, therefore, does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

Other Information

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

In connection with my audit of the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this Other Information, 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 for Audit

The financial statements for the year under review were submitted for audit on 30 September, 2025, after the statutory deadline of 31 August, 2025 for the 2024/2025 financial year. This was contrary to The National Treasury Circular No. AG.3/88 Vol. VIII (41) issued on 4 December, 2024, requiring Institutions to submit the financial statements by 31 August, 2025, in compliance with Section 81 of the Public Finance Management Act, 2012 on the preparation of financial statements.

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

2. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects infrastructure payments of Kshs.5,133,771, as disclosed in Note 8 to the financial statements, in respect of procurement contracts signed with the School's suppliers. A review of payments under the contract revealed that no deduction of the public procurement capacity-building levy of 0.03% was made on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

3. Unapproved Fees Charged on Parents Association Support Programme

The statement of financial performance reflects the School fund income-parents' contributions amount of Kshs.48,679,844 as disclosed in Note 4a to the financial statements, which includes PA Support Programme contributions of Kshs.11,029,500. Examination of the records revealed that the School charged Kshs.13,500 per student to support the programme, which had not been approved by the Ministry of Education through the County Education Board. This was contrary to the Ministry of Education Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines for the implementation of the Free Day Secondary Education Programme, which stipulates that a parent will pay for School uniforms, boarding-related costs as reflected in the boarding fee structure and lunch for day scholars.

In the circumstances, Management was in breach of the Government Guidelines, which inhibited access to education.

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

The statement of financial performance reflects operations payments amount of Kshs.8,974,209 as disclosed in Note 7a to the financial statements. Included in the expenditure is an amount of Kshs.350,000 transferred to the Kenya Secondary Schools Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in the Government funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA, amounting to Kshs.350,000 could not be confirmed.

5. Irregular Transfer of Funds to African Brotherhood Church

The statement of financial performance reflects operations expenditure of Kshs.8,974,209 as disclosed in Note 7a to the financial statements. Included in this amount is Kshs.1,880,065 in respect to activity expenses, out of which Kshs.50,000 was paid to African Brotherhood Church as sponsor levy and sponsor facilitation. This was contrary to Sections 27(c) and (e) and 56(7) of the Basic Education Act, 2013, which stipulates that sponsors are responsible for providing supervisory and advisory services in matters regarding spiritual development in Schools, including appointing Chaplains at their own expense, and offering financial and infrastructural support, which should significantly contribute to the School's development and impact.

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

6. Long Outstanding Accounts Payables

The statement of assets and liabilities reflects accounts payable balance of Kshs.8,383,613 as disclosed in Note 14 to the financial statements. However, included in the balance are trade payables of Kshs.4,656,369, which had been outstanding for more than one year and were not paid as a first charge to the budget during the year under review, which may lead to the risk of loss of public funds through litigation, interest and penalties. This was contrary to Regulation 42(1)(a) of the Public Finance Management (National Government) Regulations, 2015, which states that service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations.

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

7. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects infrastructure grant amount of Kshs.3,096,250 as disclosed in Note 3 from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.3,096,250 in respect of infrastructure grants, which was to be transferred to the infrastructure bank account for maintenance and improvement of the School's facilities. However, an amount of Kshs.2,248,750 was transferred on 3 June, 2025, approximately one (1) month after receipt of the funds. This was contrary to The Ministry of Education Circular Ref. No. MOE.HQS/3/13/3 dated 21 June, 2021, which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the School infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

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

8. Unconfirmed Students Enrolment Data

The statement of financial performance reflects capitation grants for tuition and grants for operations amount of Kshs.2,644,176 and Kshs.7,595,881, respectively, as disclosed in Notes 1 and 2a to the financial statements. During the financial year, the National Education Management Information System (NEMIS) reported a total of eight hundred

and seventeen (817) students, while the enrolment records provided by the School indicated eight hundred and thirty-seven (837) students, resulting in an unexplained variance of twenty (20) students. As a result of the variances, the School was underfunded by an amount of Kshs.250,674.

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

9. Lost Textbooks

Review of library records revealed that 179 textbooks were lost. There was no evidence that the books were recovered or replaced and as a result, there is no value for money for the books lost. This was contrary to Regulation 139(1) of the Public Finance Management (National Government) Regulations, 2015, which requires an Accounting Officer of a National Government entity to take full responsibility and ensure that proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse.

In the circumstances, value for money for the lost textbooks could not be confirmed.

10. Excess Supply of Books

During the year under review, the Ministry of Education distributed textbooks to public secondary Schools through the Kenya Institute of Curriculum Development (KICD). Examination of records revealed that the Institute distributed 641 copies of Mathematics Book 3 to the School, while only 341 were issued to students, resulting in an unexplained excess of three hundred (300) books in the School store. Further, some books issued in the financial year 2023/2024 were still in the store at the time of the audit, as they were no longer in use.

In the circumstances, value for money for the excess textbooks could not be confirmed.

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

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

Annex 2 to the financial statements reflects summary of fixed assets register, which includes property, plant and equipment, with a balance of Kshs.23,779,05 which includes land of unknown value, motor vehicles with a balance of Kshs.18,377,881, ICT equipment with a balance of Kshs.2,135,500 and other machinery and equipment with a balance of Kshs.2,928,176. However, the Management did not prepare an updated fixed asset register in line with The National Treasury directives.

In the circumstances, the existence of effective measures for the management of assets could not be confirmed.

2. Lack of Audit Committee

During the year under review, the School had not constituted an Audit Committee as required by Regulation 166(2) of the Public Finance Management (National Government) Regulations, 2015, which states that, each year, the audit committee shall carry out an annual review of the independence, performance and competency of the internal unit and comment on effectiveness in the annual report. Further, Section 61(2)(d) of the Basic Education Act, 2013 requires the Board of Management to establish an Audit Committee among other Board Committees.

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

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation' of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the

activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

28 April, 2026

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

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

Description Of Vote Head	Note	2024/2025	2023/2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	2,644,176	2,799,589
Government grants for operations	2a	7,595,881	9,173,258
Government Grants for infrastructure	3	3,096,250	5,223,140
School fund income- parents' contributions	4a	48,679,844	59,620,305
Miscellaneous incomes	5	160,000	1,734,000
Total Revenue		62,176,151	78,550,292
Expenditure			
Tuition	6a	2,828,833	2,229,547
Operations	7a	8,974,209	7,176,238
Infrastructure	8	5,133,771	3,368,830
Boarding and school fund	9a	49,442,121	56,325,573
Total Expenditure		66,378,934	69,100,188
Surplus/Deficit		(4,202,783)	9,450,104

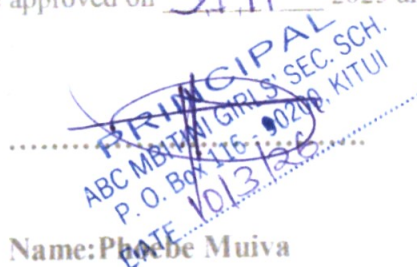
The school financial statements were approved on 3/9/ 2025 and signed by:



Name: Joel M. Mulelu

Chair BOM

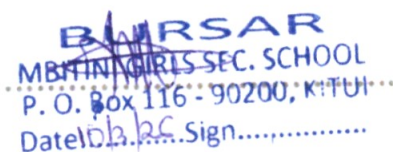
Date: 10/3/2026


PRINCIPAL
 ABC MBITINI GIRLS' SEC. SCH.
 P. O. Box 116 - 90200, KITUI
 DATE 10/3/26

Name: Phoebe Muiva

School Principal/ Secretary to
 BOM

Date: 10/3/2026


BURSAR
 MBITINI GIRLS SEC. SCHOOL
 P. O. Box 116 - 90200, KITUI
 Date 10/3/26 Sign.....

Name: Franciscah David

Bursar/ Finance Officer

Date: 10/3/2026

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

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	9,165,184	12,615,050
Cash balances	11	3,022	11,080
Short term investments	12	-	-
Total cash and cash equivalent		9,168,206	12,626,130
Account's receivables	13	16,093,410	17,787,035
Total financial assets (a)		25,261,616	30,413,165
Financial liabilities			
Accounts payables	14	8,383,613	9,332,379
Total Financial Liabilities (b)			
Net financial assets (a-b)		16,878,003	21,080,786
Represented by			
Accumulated fund b/fwd	15	21,080,786	11,630,682
Surplus/deficit for the year		(4,202,783)	9,450,104
Net Assets		16,878,003	21,080,786

The school's financial statements were approved on 03/09 2025 and signed by:

Name: Joel M. Mulelu

Chair BOM

Date: 10/13/2026

Name: B.O. Muiwa

School Principal/ Secretary to BOM

Date: 10/13/2026

Name: Francisah David

Bursar/ Finance Officer

Date: 10/13/2026

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

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

Description	Note	2024/2025 Kshs	2023/2024 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,644,176	2,799,589
Government grants for operations	2b	7,628,381	9,269,718
Government grants for infrastructure	3	3,096,250	5,223,140
School fund income- parents contributions/ fees	4b	51,835,510	57,698,633
Other income	5	160,000	1,734,000
Total receipts		65,364,317	76,725,080
Payments			
Cash outflows for tuition	6b	3,211,085	2,262,981
Cash outflows for operations	7b	9,546,459	7,544,824
Cash outflows Boarding/lunch and school fund payments	9b	50,430,926	55,498,826
Total payments		63,188,470	65,306,631
Net cash inflow/outflow from operating activities		2,175,847	11,418,449
Cash flow from investing activities			
Acquisition of assets-Storey Laboratory(2 nd floor)	8b	(5,133,771)	(3,368,830)
Proceeds from sale of Assets			
Proceeds from investments		(500,000)	
Purchase of investments		(5,633,771)	(3,368,830)
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities		(3,457,924)	8,049,619
Net increase/decrease in cash and cash equivalents		12,626,130	4,576,511
Cash and cash equivalent at beginning of the 2024		9,168,206	12,626,130
Cash and cash equivalent at end of the 2025			

The school's financial statements were approved on 3/9/2025 and signed by:

Name: Joel M. Mulelu

Chair BOM

Date: 10/13/2026

PRINCIPAL
 ABC MBITINI GIRLS SEC. SCH.
 P. O. Box 115 - 90200, KITUI
 DATE: 10/13/2026
 Name: Phoebe Muiva
 School Principal/ Secretary to
 BOM
 Date: 10/13/2026

BURSAR
 MBITINI GIRLS SEC. SCHOOL
 P. O. Box 115 - 90200, KITUI
 Date: 10/13/2026
 Name: Franciscah David
 Bursar/ Finance Officer
 Date: 10/13/2026

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials					
Exercise Books					
Laboratory Equipment					
RD Cheque				120,000.	
Teaching / Learning Materials	3,643,461		3,643,461	2,524,176	69%
Exams And Assessment					
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	-		-		
Repairs And Maintenance	-		-		
Local Transport / Travelling	-		-		
Electricity And Water	-		-		
Medical				929,900	0%
Administration Costs	-		-		
Activity	1,234,500		1,234,500	615,565	50%
Other Voteheads	8,264,199			6,050,416	73%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	4,396,000		4,396,000	3,096,250	70%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	10,402,338		10,402,338	5,764,288	55%
Repairs And Maintenance	1,862,370		1,862,370	1,755,670	94%
Local Transport / Travelling	605,200		605,200	579,950	96%
Electricity And Water	3,351,985		3,351,985	3,162,345	94%
Medical					
Administration Costs	1,722,622		1,722,622	1,640,875	95%
Activity	205,750		205,750	209,628	102%
Gratuity	-		-		
Fee On Boarding Equipment and Stores	33,778,654		33,778,654	35,567,088	105%
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities					
Insurance Compensation					
Income From Posho Mill					

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire	200,000		200,000	160,000	80%
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income	69,667,079		69,667,079	62,176,151	89%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials	180,000				0%
Exercise Books					
Laboratory Equipment	1,309,980			2,348,603	179%
Internal Exams					
Teaching / Learning Materials	1,846,361			300,000	16%
Chalk	156,400				0%
Exams And Assessment	150,000			180,000	120%
Teachers Guides					
Administration Costs					
Bank Charges	720			230	
(7) Expenditure For Operations					
Personnel Emoluments	2,505,720		2,505,720.00	3,093,037	123%
Repairs, Maintenance & Improvements	-		-		
Local Transport / Travelling	2,314,765		2,314,765	833,385	36%

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity, Water and Conservancy	1,622,124		1,622,124	152,562	9%
Medical					
Administration Costs	1,821,590		1,821,590	3,013,000	165%
Activity Expenses	1,234,500		1,234,500	1,880,065	152%
Bank Charges				2,160	
Other Voteheads					
(8) Expenditure For infrastructure					
Construction of classrooms					
Construction of LAB	4,396,000		4,396,000	5,133,771	117%
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	10,163,491		10,163,491	8,918,256	88%
Repairs, Maintenance and Improvements	1,862,370		1,862,370	1,683,135	90%
Local Transport / Travelling	605,200		605,200	2,322,485	384%
Electricity, Water and Conservancy	3,351,985		3,351,985	3,398,652	101%
Medical Expenses	-				

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	1,722,622		1,722,622	1,902,834	110%
Activity	205,750		205,750	634,565	308%
Gratuity	238,847		238,847	238,847	100%
Lunch Programme					
Boarding Equipment and Stores	33,778,654		33,778,654	29,150,805	86%
Expenditure For Income Generating Activity- Bus hire	200,000		200,000	602,680	301%
Insurance Costs					
Other Expenses On Investments-Bakery				500,000	
Rent Expenses					
Bank Charges				89,862	
Loan Interest Repayment					
Loan Principal Repayment					
Acquisition Of Assets					
Totals	69,667,079		69,667,079	66,378,934	95%

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

The school recognizes all revenue from various sources when earned and all expenses when incurred. The capitation grants include recurrent and development grants. Recurrent capitation are recognised in the statement of financial performance while development grants are recognised in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognised as revenue upon fulfilment of the set conditions.

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

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.

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,524,176	2,799,589
RD Cheque	120,000	
Total	2,644,176	2,799,589

2a Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Repairs And Maintenance		
Local Transport / Travelling		
Electricity And Water		
Medical	929,900.00	938,475
Administration Costs		
Activity	615,565.00	909,989
Other Vote Heads	6,050,416	7,324,589
Total	7,595,881	9,173,258

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes To the Financial Statements (Continued)

2b. Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Repairs And Maintenance		
Local Transport / Travelling		
Electricity And Water		
Medical	929,900	938,475
Administration Costs		
Activity	615,565	909,989
Other Vote Heads (specify)*	6,050,416	7,324,589
Salary Advances	32,500	96,460
Total	7,628,381	9,269,718

3 Government Grants for infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Maintenance & Improvement	4,342,550	4,790,800
Transition infrastructure grants		
Administration Block		
Excess transfer from operation Account	(1,246,300)	
Interborrowing- Operation Account		432,340
Total	3,096,250	5,223,140

Notes To the Financial Statements (Continued)

4a. School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel emoluments	5,764,288	7,529,001
Repairs and maintenance	1,755,670	2,195,507
Local transport / travelling	579,950	711,465
Electricity and water	3,162,345	3,900,371
Medical	-	
Administration costs	1,640,875	2,026,156
Activity	209,628	472,235
Fee on Boarding Equipment and stores	35,567,088	42,785,570
PA Levies*		
Others (specify)		
Total	48,679,844	59,620,305

4b. School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel emoluments	4,958,371	6,407,824
Repairs and maintenance	1,600,163	1,987,207
Local transport / travelling	527,650	638,745
Electricity and water	2,866,746	3,505,782
Medical		
Administration costs	1,478,595	1,796,043
Activity	195,228	456,735
Fee on Boarding Equipment and stores	29,178,976	3,4351,893
Arrears	9,500,345	6,040,407
Prepayments	1,421,141	2,053,097
advances	108,295	460,900
Total	51,835,510	57,698,633

Notes To the Financial Statements (Continued)

5. Miscellaneous Incomes

Description	2024/2025	2023/2024
	Kshs	Kshs
Rent Income		
Income From Farming Activities		
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	160,000	105,000
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Family Bank		1,600,000
Dividends Income		
Loans/Borrowings*		
Tender fees		29,000
Total	160,000	1,734,000

6a Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		790,996
Laboratory Equipment	2,348,603	1,431,628
Teaching / Learning Materials	300,000	5,000
Exams And Assessment	180,000	
Teachers Guides		1,923
Bank Charges	230	
Others (specify)		
Total	2,828,833	2,229,547

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes To the Financial Statements (Continued)

6b. Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		
Laboratory Equipment	1,920,979	550,520
Teaching / Learning Materials	280,000	1,006,658
Exams And Assessment	180,000	5,000
Sundry Creditors	829,876	698,880
Bank Charges	230	1,923
Chalk & Dusters		
Total	3,211,085	2,262,981

7a Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	3,093,037	3,385,118
Service Gratuity	-	-
Administration Cost	3,013,000	1,564,415
Repairs And Maintenance & Improvements		750,803
Local Transport / Travelling	833,385	282,400
Electricity And Water	152,562	459,669
Medical		
Activity Expenses	1,880,065	732,510
Bank Charges	1,920	1,323
Others Voteheads		
Bank Charges- Infrastructure Account	240.	
Total	8,974,209	7,176,238

Notes To the Financial Statements (Continued)

7b. Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	3,093,037	3,385,118
Service Gratuity		-
Administration Cost	2,572,000	974,515
Repairs And Maintenance & Improvements		750,803
Local Transport / Travelling	833,385	282,400
Electricity And Water	152,562	459,669
Sundry Creditors	1,000,250	930,486
Activity Expenses	1,880,065	732,510
Bank Charges	1,920	1,323
Others Voteheads		
Salary Advances	13,000	28,000
Bank Charges- Infrastructure Account	240	
Total	9,546,459	7,544,824

8a .Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Construction of classrooms		
Construction of laboratory	5,133,771	3,368,830
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
Others (specify)		
Total	5,133,771	3,368,830

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

8b . Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Construction of classrooms		3,368,830
Construction of laboratory	5,133,771	
Construction of dormitory		
Purchase of furniture		
Purchase of equipment- Bakery machine	500,000	
Purchase of apparatus		
Drilling of boreholes		
Others (specify)		
	5,633,771	3,368,830

9a Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	8,918,256	9,092,092
Service Gratuity	238,847	50,000
Repairs And Maintenance & Improvements	1,683,135	1,161,290
Local Transport / Travelling	2,322,485	2,848,768
Electricity And Water	3,398,652	4,726,534
Medical Expenses		-
Administration Costs	1,902,834	2,817,379
Lunch Programme		
Bank Charges	89,512	23,665
Expenses On Income Generating Activities- Bus	602,680	194,680
Fee On Boarding Equipment and Stores	29,150,805	33,688,897
Bank Charges- Savings Account	350	
Insurance Cost (Life Property)		
Loan Principal Repayment		
Loan Interest Repayment		
Acquisition Of Assets- savings Account Bakery Machine	500,000	
Activity Expenses	634,565	1,691,268
Tender Fees		31,000
Total	49,442,121	56,325,573

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes To the Financial Statements (Continued)

9b Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	8,918,256	9,092,092
Service Gratuity	238,847	50,000
Repairs And Maintenance & Improvements	1,683,135	1,134,090
Local Transport / Travelling	2,093,785	2,848,768
Electricity And Water	3,398,652	4,640,334
Medical Expenses		-
Administration Costs	1,902,834	2,577,379
Lunch Programme		
Bank Charges	89,862	23,665
Sundry creditors	4,878,605	3,386,420
Expenses On Income Generating Activities- Bus	602,680	194,680
Fee On Boarding Equipment and Stores	24,440,454	28,890,262
Rent Expenses		
prepayments	1,488,851	863,868
Salary advances	60,400	75,000
Loan Interest Repayment		
Acquisition Of Assets		
Activity Expenses	634,565	1,691,268
Tender Fees		31,000
Total	50,430,926	55,498,826

ABC Mbitini Girls Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024/2025	2023/2024
	Active/Dormant		Kshs	Kshs
Tuition Account		01025052782400	165,830	732,739
Operations Account		01021052782400	756,989	3,917,814
School Fund Account/Boarding		01021051881700	5,122,680	4,053,001
Savings Account		01242051881700	54,846	55,196
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account		01022230305700	3,064,839	3,856,300
Total			9,165,184	12,615,050

11 Cash In Hand

Description	2024/2025	2023/2024
	Kshs	Kshs
Notes and Coins	3,022	11,080
Total	3,022	11,080

12 Short Term Investments

Description	2024/2025	2023/2024
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

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13 Accounts Receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Fees Arrears	16,118,065	17,744,295
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	(24,655)	42,740
Imprest (list/schedule attached)		-
Rent arrears (list/schedule attached)		-
Total	16,093,410	17,787,035

13 b) Ageing Analysis of Accounts Receivable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	7,874,115	49%	10,476,076	59%
Between 1- 2 years	975,731	6%	1,809,838	10%
Between 2-3 years	1,809,838	11%	5,458,381	31%
Over 3 years	5,458,381	34%		
Total (should tie to note 13 a)	16,118,065	%	17,744,295	

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	4,656,369	6,708,731
Prepaid Fees	3,727,244	2,623,648
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	8,383,613	9,332,379

14a. Ageing Analysis of Accounts Payable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	4,656,369	100%	6,407,381	95%
Between 1- 2 years		%	301,350	5%
Between 2-3 years		%		%
Over 3 years		%		%
Total (should tie to note 14)	4,656,369	%	6,708,731	%

15 Fund Balance Brought Forward

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Balances	12,615,050	4,554,864
Cash Balances	11,080	21,647
Short Term Investments	-	-
Receivables	17,787,035	13,805,726
Payables	9,332,379	(6,751,555)
Total	21,080,786	11,630,682

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Loans		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Others (specify)		
Total		

17 Biological assets

Description	Numbers	2024/2025	2023/2024
		Kshs	Kshs
Cattle			
Goats			
Trees			
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total			

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	2024/2025	2023/2024
	Kshs	Kshs
Food stuffs	351,830.00	1,490,000.00
Lab consumables	408,755.00	25,790,000.00
Farm produce		
Medication		
Construction Materials	75,000.00	62,050.00
Others (specify)		

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20 Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Late Submission of Financial Statements to the Auditor General	the school will adhere to the statutory deadline in the subsequent years	Not Resolved	Year 2026/2027
2.	Irregular Transfer of Funds to Kenya Secondary Schools Heads Association(KESSHA)	The Schools are given guidelines to transfer the money by the said Office. The Government should provide guidelines on how such payments should be handled.	Not Resolved	
3.	Irregular payments from Boarding and School Fund	The Schools are given guidelines to transfer the money by the sponsor.	Not Resolved	
4.	Long Outstanding Trade Payables	This has been due to delayed capitation and fees arrears. The management is willing to pay all creditors when the funds are available.	Partially Resolved	

PRINCIPAL
 ABC MBITINI GIRLS' SEC. SCH.
 P.O. Box 116 80200, KITUI
 DATE: _____
 Sign and Date
 Principal

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13. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024/2025	Outstanding Balance 2023/2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
1. SPMK & Sons Ltd				447,150		
2. Mutunga Mutua				39,200		
3. Garden Meat Supplies				211,250		
4.Zakra General Stores				718,000		
5.Teranzi Enterprise				600,000		
6.Mbuni Posh Mill				163,925		
7.Mombasa Road General Suppliers				534,720		
8.Kamene Matheka				137,700		
9.Maiuni Mechanical Works				228,700		

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024/2025	Outstanding Balance 2023/2024	Comments
10.Kisinga Exhauster				93,000		
11.Seasonal transformation Enterprise				25,000		
12.Jossnad General Merchant				224,400		
13.Joliz School Supplies				108,720		
14.Manchuma Enterprise				12,700		
15.Lucia Kamanthe Kasyoka				44,000		
16.Thuu Evan				26,000		
17. Dademi & Sons Ltd				135,850		
18.Aaron Mwololo				17,430		
19.Limpid Enterprises				427,624		
20. Cana General Suppliers				46,600		
21.Bofil General Supplies				441,000		
22.Joemax Top Investment				20,000		
Sub-Total				4,656,369		
Supply Of Services						
4.						
5.						
6.						
Sub-Total						
Grand Total						

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land	unknown			
Buildings And Structures	unknown	5,133,560		
Motor Vehicles	18,377,881	-		18,377,881
Office Equipment, Furniture and Fittings	unknown			
Textbooks	unknown			
ICT Equipment	2,035,000	100,500		2,135,500
Tools And Apparatus	unknown			
Other Machinery and Equipment	2,428,176	500,000		2,928,176
Heritage And Cultural Assets				
Intangible Assets- Soft Ware	337,500	-		337,500
Total				