

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT DATE: 17 JUN 2026

DAY.

Wednesday

TABLED
BY:

Deputy Majority Whip
Hon. Naomi Wago, MP

CLERK-AT
THE-TABLE:

Irene Ndoku

OF

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

M.P. SHAH CHANIA HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

KIAMBU COUNTY



M.P. Shah Chania High School

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

2. Key School Information and Management**(a) Background information**

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

The school was registered in 25/02/2022 under registration number 22s00300774 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a day and boarding school and had 1523 number of students as at 30th June 2025. It has 11 streams and 68 teachers of which 13 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	CPA David Ngure	Chairman	17th March 2025
2	Mr. Gitau J. I	Secretary - Principal	17th March 2025
3	Eng. Anthony Muriithi	Member—Special Interest	17th March 2025
4	Mr. Josphat Gatuma	Member – Rep CEB	17th March 2025
5	Ms. Susan Muia	Member Rep Teachers	17th March 2025
6	Eng. Patrick Ndumia	3 Members - Sponsor	17th March 2025
	CPA David Ngure		17th March 2025
	MR. Peter Mwaniki		17th March 2025
7	Eng. Bernard Njiraini	Member - Community	17th March 2025
	Ms. Charity Muthoni		17th March 2025
	Mr. Francis Karu		17th March 2025
	Mr. Isaack Wairagu		17th March 2025
	Mr. James Ngugi		17th March 2025
	Ms Emmah Mukora		17th March 2025
8	Ms. Jane Terry Nyambura	Member-Special Needs	17th March 2025
9	Mr. Fidel Misigi	Rep Students	17th March 2025

M.P. Shah Chania High School
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The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Dr. Simon Muiruri Mr. James Gitau Mrs. Emmah Mukora Mr. Mungai Kihanya Mr. Josphat Gatuma Ms. Jane Nyambura Mr. Simon Wahome Mr. Francis Nduati Mr. Patrick Seki	Chairman Secretary Member Member Member Member Member Member Member	3/3 3/3 3/3 3/3 2/3 3/3 2/5 3/3 1/3
2	Finance, procurement and general purposes Committee	Mr. Mungai Kihanya Mr. James Gitau Mr. Josphat Gatuma Ms. Jane Nyambura Dr. Simon Muiruri Eng. Benard Njiraini Eng. Anthony Mwangi	Chairman Secretary Member Member Member Member Member	3/3 3/3 3/3 1/3 1/3 0/3 0/3
3	Academic Committee	Mr. Mungai Kihanya Mrs. Grace Nyangi Mr. James Gitau Mrs. Emma Mukora Mr. Anthony Mwaura Ms. Virginia Njoki Mrs. Rosemary Ruciini Mr. Simon Wahome	Chairman Secretary Member Member Member Member Member Member	3/3 3/3 3/3 3/3 2/3 2/3 3/3 3/3

4	Development Committee	Eng. Patrick Ndumia	Chairman	3/4
		Dr. Simon Muiruri	Secretary	1/4
		Mr. James Gitau	Member	4/4
		Mr. Josphat Gatuma	Member	3/4
		Mr. Simon Wahome	Member	3/4
5	Discipline and welfare Committee	Mr. Francis Karu	Chairman	2/3
		Mr. Gitau J. I	Secretary	3/3
		Mrs. Jane Nyambura	Member	3/3
		Mr. Simon Wahome	Member	3/3
		Mr. Maina Chege	Member	3/3
		Mr. Josphat Gatuma	Member	3/3
		Ms. Francis Nduati	Member	3/3
6	Adhoc Committee (if any during the year)			0

(d) School Operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Mr. James Irungu Gitau	350385
2	Deputy Principal	Mr. Simon Maina Wahome Mr. Francis Nduati Mwangi	368388 333921
3	School Bursar	Mr. Paul Kamau Mwanja	

(e) Schools contacts

Post Office Box: 45-01000
 Telephone: 0701 968010
 E-mail: chaniahighsch@gmail.com
 Website:

(f) School Bankers

- Name of Bank : Kenya Commercial Bank
 Branch : Thika
 Account Number : 1102086428
- Name of Bank : Kenya Commercial Bank
 Branch : Thika
 Account Number : 1102090174
- Name of Bank : Kenya Commercial Bank
 Branch : Thika
 Account Number : 1102089605
- Name of Bank : Kenya Commercial Bank
 Branch : Thika
 Account : 1272365328
- Name of Bank : Co-operative Bank of Kenya
 Branch : Thika

M.P. Shah Chania High School

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

Account : 01100278996400

6. MPESA Pay Bill No. 522123 Account 37211k attached to Kenya Commercial Bank account 1102086428

(g) Independent Auditors

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

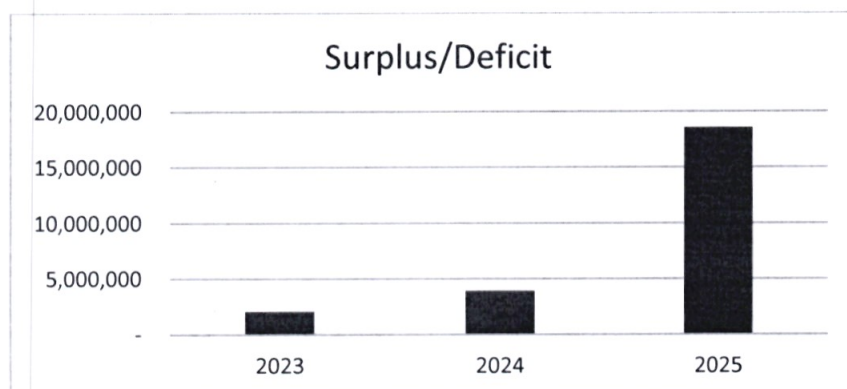
3. Summary Report of Performance of The School

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

a) Financial performance:

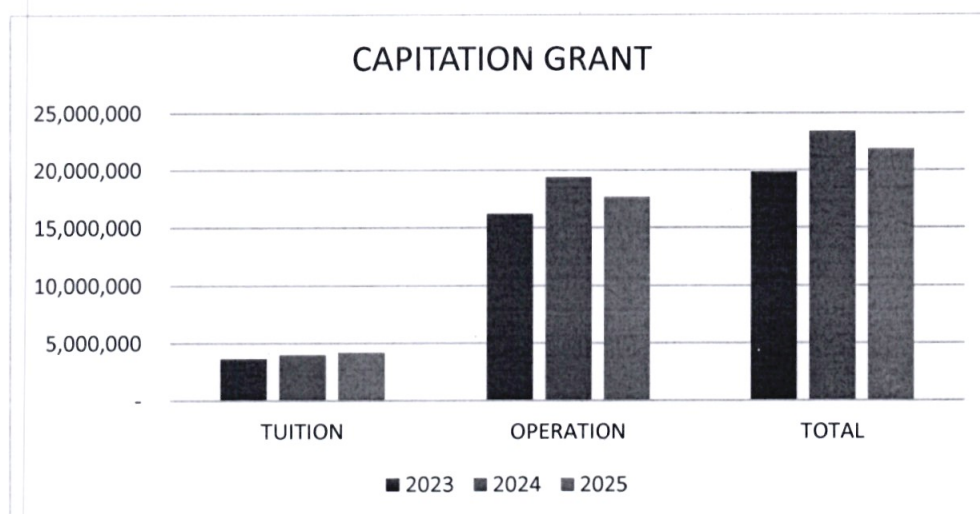
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

Year	Surplus/Deficit
2023	2,047,727
2024	3,904,105
2025	18,547,732



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

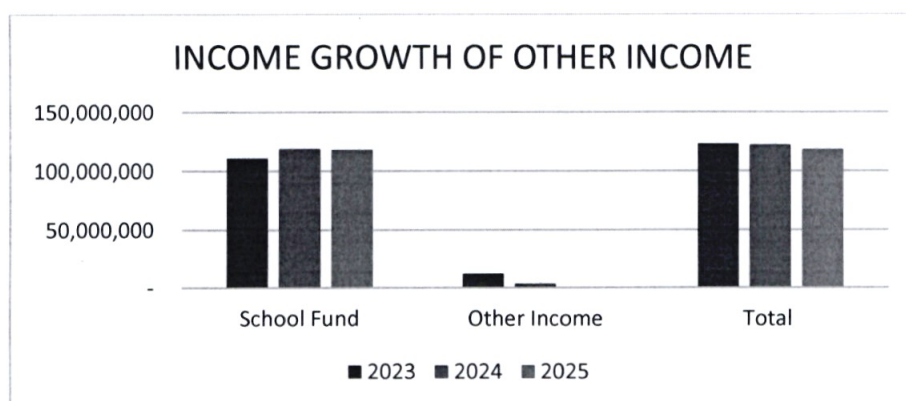
CAPITATION GRANT - 3 YEAR TREND			
YEAR	TUITION	OPERATION	TOTAL
2023	3,651,424	16,191,652	19,843,076
2024	3,998,586	19,373,839	23,372,425
2025	4,182,461	17,666,228	21,848,689



M.P. Shah Chania High School**Annual Report and Financial Statements For the year ended 30th June 2025**

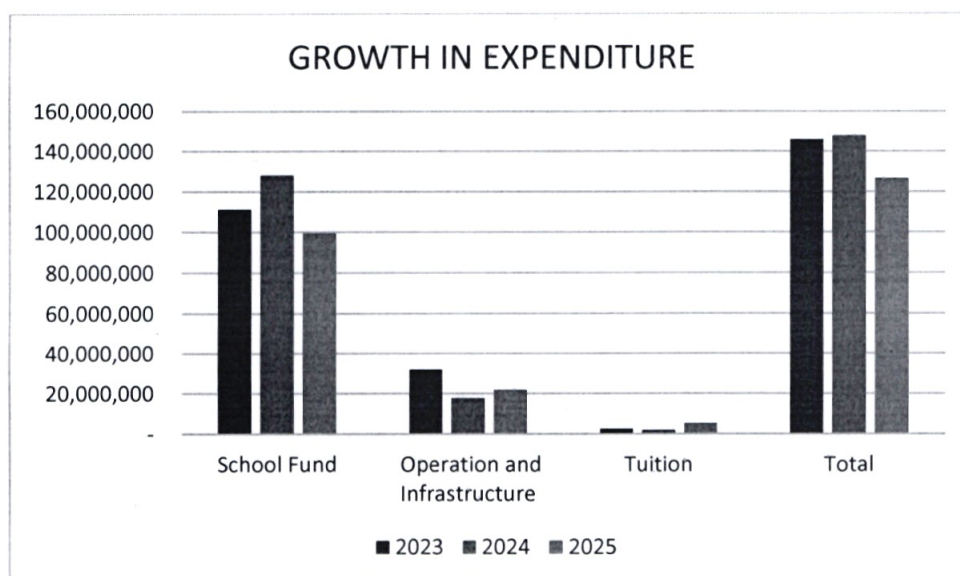
- A three-year overview of growth of other income(s) earned by the school.

Income Growth of Other Income(s) -3Year Trend			
Year	School Fund	Other Income	Total
2023	102,086,078	12,025,279	114,111,357
2024	118,691,785	3,406,200	122,097,985
2025	118,025,205	88,000	118,113,205



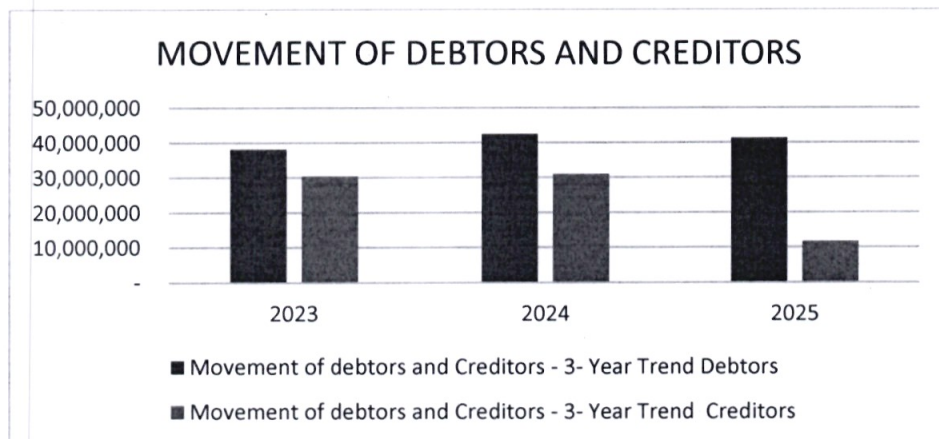
- A three-year overview of growth in expenditure of the school

Growth in Expenditure -3-Year Trend				
Year	School Fund	Operation and Infrastructure	Tuition	Total
2023	102,954,433	26,656,205	2,558,678	131,906,727
2024	128,134,445	17,724,225	2,020,935	147,879,605
2025	98,308,945	21,772,632	5,236,690	125,318,267



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

Movement of Debtors and Creditors - 3- Year Trend		
Year	Debtors	Creditors
2023	38,123,965	30,374,043
2024	42,494,730	30,929,078
2025	41,249,841	11,686,857



b) Teacher Student ratio

Ratio of students to Teachers	
Total enrolment	1,523
Total No of Teachers	74
Students: Teacher's ratio	20:1

Teachers Turnover	
No of teachers recruited in the year	2
No of teachers transferred inwards in the year	8
No of teachers transferred outwards in the year	3
Net inflow of teachers	7

Teachers Employment	
No of teachers required by CBE	58
No of teachers employed by TSC	61
No of teachers before BOM teachers	61
No of teachers employed by BOM	13
No of teachers	74

M.P. Shah Chania High School
Annual Report and Financial Statements For the year ended 30th June 2025

Number of teachers the school has for each subject:

Subject	No. of Teachers
GEO/HIST	2
MATHS/CHEM	7
COMP/GEO	1
CHEM/BIO	2
BS/ECON	1
CHEM/AGRI	1
HIST/KISWA	2
MATHS/WOODWORK	1
ENG/LIT	11
BIO/MATHS	1
MATHS/PE	1
AGRI/BIO	2
MATHS/PHY	7
BIO/CHEM	4
COMP/PE	2
BIO/AGRI	2
GEO/BS	2
KISWA/HIST	2
KISWA/KISWA	1
ENG/LIT/C.R.E	1
PHY/MATHS	2
KISWA/GEO	1
HIST/C.R.E	3
C.R.E/KISWA	3
FRENCH/ENG	1
MATHS/GEO	1
H.S/BIO	1
KISWA/PE	1
ELE/PHY	1
MATHS/BS	2
BS/GEO	1
MUSIC/KISWA	1
COMP/PHY	1
C.R.E/KISWAHILI	1
MATHS/BS	1
	74

c) The mean score in the 2025 KCSE:

The mean score in the 2025 KCSE:		
Year	Mean Score	Mean Grade
2022	7.9216	B-
2023	7.6159	B-
2024	7.3787	C+

d) Number of Candidates in the 2024 KCSE:

Number of Candidates in the 2025 KCSE:	
Year	No. of Candidates in the KCSE
2022	204
2023	276
2024	338

e) The capacity of the school:

Capacity Analysis

	Means of infrastructure measurement	Quantity of infrastructure required	Actual quantity of infrastructure available	Infrastructure gap
Classrooms	No	9	8	1
Laboratories	No	3	2	1
Toilet Doors	No	22	18	4
Offices	No	8	5	3
Dining Hall	Number of students well seated	600	400	200
Library	Number of students well seated	150	0	150

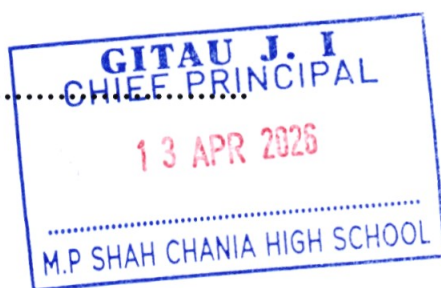
M.P. Shah Chania High School
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Hostels	Number of Decker Beds well-spaced	0	0	0
Staffroom	Number of teachers well seated	28	18	10
Boardroom	Number of BOM members well seated	0	0	0
Textbooks	Average Students- Course book ratio	01:01	01:01	Nil
Water	Adequacy	Adequate	adequate	Nil
Electricity	Adequacy	Adequate	adequate	Nil
Staff housing	No of staff properly housed	0	0	0

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Dormitory Construction	Maintenance & Improvement Fund	Completed	36,076,600	7,106,650.00	Ongoing


.....
School Principal



M.P. Shah Chania High School
Annual Report and Financial Statements For the year ended 30th June 2025

4. Statement of School Management Responsibility

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

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

The Board of Management of M.P. Shah Chania High School accepts responsibility for the school's financial statements, which have been prepared on the Transitional 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: DAVID N MWANGI
Designation: Chairman, School Board of Management
Date: 13/4/2026

.....
Name: JAMES I. GITAU
Designation: School Principal & Secretary to Board of Management
Date: 13/4/2026



.....
Name: PAUL K. MWANA
Designation: Bursar/ Finance Officer
Date: 13/04/2026

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 M.P. SHAH CHANIA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - KIAMBU COUNTY

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of M.P. Shah Chania High School set out on pages 1 to 19, 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 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 M.P. Shah Chania High 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 (Transitional Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

Unsupported Student Accounts Receivables

The statement of assets and liabilities and Note 13 to the financial statements reflects accounts receivable balance of Kshs.41,249,841. However, supporting schedules and the ageing analysis for the student receivables, other non-fees receivables and advances were not provided for audit. Further, student debts balance of Kshs.11,565,652 have been outstanding for more than one (1) year.

In the circumstances, the accuracy, completeness and recoverability of the receivables balance of Kshs.41,249,841 could not be confirmed.

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

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 effects of the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Significant Exemptions 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

Report of the Auditor-General on M.P. Shah Chania High School for the year ended 30 June, 2025 – Kiambu County

communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary Schools and, therefore, does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements

The financial statements for the year under review were submitted on 27 February, 2026 instead of the recommended date of 31 August, 2025. This was contrary to The National Treasury Circular Ref: No: AG.3/88 VOL. II (41) which required that financial statements be submitted to the Auditor-General by 31 August, 2025 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

2. Under-funding of Capitation Grants

The statement of financial performance and Notes 1, Note 2 and Note 3 to the financial statements reflects government grants for tuition, government grants for operations and government grants for infrastructure amount of Kshs.4,182,461, Kshs.12,528,478 and

Kshs.5,127,750 respectively. During the financial year 2024/2025, NEMIS reported five thousand nine-hundred and nineteen (5,919) students while the records from the School reported six thousand four-hundred and three (6,403) student cumulatively. Thus, the records had unexplained variance of four hundred and eighty-four (484) students cumulatively.

In the circumstances, the School was underfunded by Kshs.1,857,570 during the year.

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

The statement of financial performance and Note 7 and Note 9 to the financial statements reflects operations payments and boarding and School fund payments of Kshs.14,665,982 and Kshs.98,308,945 respectively. Included in the expenditure is an amount of Kshs.881,863 transferred to the Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in 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.881,863 could not be confirmed.

4. Unapproved Fees for Parents Association Support Programme

The statement of receipts and payments and Note 4 to the financial statements reflects School fund income-parents' contributions amount of Kshs.118,025,205. Included in this is Parents Association Support Programme amount of Kshs.1,444,525. Examination of the records revealed that the School charged an amount of Kshs.6,500 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 Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on Guidelines on Implementation of Free Day and Secondary Education Programme, which stipulates that a parent will only pay for School uniforms, boarding-related costs as reflected in the boarding fee structure, and lunch for the day scholars.

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

5. Lack of Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset

Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications. Further, it was established that all the procurement done during the year did not have professional opinion as required under Section 84(1) of Public Procurement and Asset Disposal Act, 2015.

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

6. Failure to Deduct and Remit Public Procurement Capacity Building Levy

The statement of financial performance and Note 6, Note 7, Note 8 and Note 9 to the financial statements reflects use of goods and services amount of Kshs.125,318,267. Included is an amount of Kshs.14,125,554 in respect of procurement contracts signed with the School's suppliers. Review of payments for goods and services revealed that there was no deduction of the Public Procurement Capacity Building Levy of 0.03% on the contracts, contrary to the Levy Order, 2023 issued by the Public Procurement Regulatory Authority.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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. Lack of Internal Audit Review

During the year under review, the School had no internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government), Regulations, 2015 which requires 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, the School did not benefit from the oversight role and advice from the internal audit function.

2. Lack of Adequate Facilities in the Institution

A review of the School's infrastructure capacity revealed inadequacies in some key facilities required to support the student population and staff for the period ended 30 June, 2025. It was observed that the number of classrooms, laboratories, staffroom, staff houses, dining and library available is below the required capacity. The details are as analyzed below:

Item	Quantity Required	Actual Quantity Available	Gap
Classrooms	46	34	12
Dining Hall	For 1,637 students	For 1,000 students	637
Library	For 1,500 students	For 1,000 students	500
Dormitories	20	19	1
Computer Laboratory	6	3	3
Electricity Laboratory	3	1	1
Home Science Lab	2	1	1
E- Laboratory	2	0	2

In the circumstances, the School might not effectively offer the required services to the students.

3. Lack of Asset Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.213,759,960 in respect of fixed assets. The School occupies land of undetermined value not included in the School assets. On 25 September, 2025 the School applied for a lease from Thika Municipality for the block which the School occupies. However, at time of audit the School had not obtain any ownership documents for the parcel of land.

In the circumstances, the existence of effective measures in the management of assets 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 control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

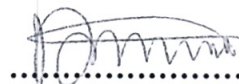
Nairobi

15 May, 2026

M.P. Shah Chania High 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	4,182,461	3,998,586
Government grants for operations	2	12,538,478	13,060,539
Government Grants for infrastructure	3	5,127,750	6,313,300
School fund income- parents' contributions	4	118,025,205	118,691,785
Miscellaneous incomes	5	88,000	3,406,200
Total Revenue		139,961,894	145,470,410
Expenditure			
Tuition	6	5,236,690	2,020,935
Operations	7	14,665,982	13,399,696
Infrastructure	8	7,106,650	4,324,529
Boarding and school fund	9	98,308,945	128,134,445
Total Expenditure		125,318,267	147,879,605
Surplus/Deficit		14,643,627	3,904,105

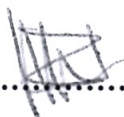
The school financial statements were approved on 13/04/2026 and signed by:



Name: DAVID N. MWANJA

Chair BOM

Date: 13/4/2026



Name: JAMES J. GITAU
School Principal/ Secretary to
BOM



Name: PAUL K. MWANJA

Bursar/ Finance Officer

Date: 13/04/2026

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	2,845,118	6,264,836
Cash balances	11	100,380	34,367
Short term investments	12	0.00	0
Total cash and cash equivalent		2,945,498	6,299,203
Account's receivables	13	41,249,841	42,494,730
Total financial assets (a)		41,249,841	42,494,730
Financial liabilities		44,195,339	48,793,933
Accounts payables	14	11,686,857	30,929,078
Total Financial Liabilities (b)		11,686,857	30,929,078
Net financial assets (a-b)		32,508,482	17,864,855
Represented by			
Accumulated fund b/fwd	15	17,864,855	13,960,750
Surplus/deficit for the year		14,643,627	3,904,105
Net Assets		32,508,482	17,864,855

The school's financial statements were approved on 13/04/2026 and signed by:

Name: DAVID N MWANGI

Chair BOM

Date: 13/4/2026

Name: JAMES I. GITAU
School Principal/ Secretary to BOM

Date: 13/4/2026
CHIEF PRINCIPAL

13 APR 2026
2
M.P SHAH CHANIA HIGH SCHOOL

Name: PAUL K. MWANGI

Bursar/ Finance Officer

Date: 13/04/2026

M.P. Shah Chania High School**Annual Report and Financial Statements For the year ended 30th June 2025****8. Statement of Cash Flows for the Year Ended 30th June 2026**

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		4,182,461	3,998,586
Government grants for operations		12,538,478	13,060,539
Government grants for infrastructure		5,127,750	6,313,300
School fund income- parents contributions/ fees		88,341,016	118,691,785
Other income		88,000	3,406,200
Total receipts		110,277,705	145,470,410
Payments			
Cash outflows for tuition		5,236,690	2,020,935
Cash outflows for operations		14,665,982	13,399,696
Infrastructure		0	
Cash outflows Boarding/lunch and school fund payments		86,622,088	128,134,445
Total payments		(106,524,760)	(143,555,076)
Net cash inflow/outflow from operating activities		3,752,945	8,228,634
Cash flow from investing activities			
Acquisition of assets		(7,106,650)	(8,140,259)
Proceeds from sale of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		0.00	0.00
Net cash inflow/outflows from investing activities		(7,106,650.00)	(8,140,259)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash inflow/outflow from financing activities		0.00	0.00
Net increase/decrease in cash and cash equivalents		(3,353,705)	88,375
Cash and cash equivalent at beginning of the FY		6,299,203	6,210,828
Cash and cash equivalent at end of the FY		2,945,498	6,299,203

M.P. Shah Chania High School

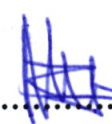
Annual Report and Financial Statements For the year ended 30th June 2025

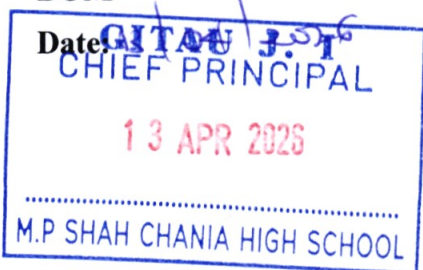
The school's financial statements were approved on 13/04/ 2026 and signed by:


.....
Name: DAVID N. MWANGI

Chair BOM

Date: 13/4/2026


.....
Name: JAMES K. GITAU
School Principal/ Secretary to
BOM

Date: 13/04/2026

CHIEF PRINCIPAL

M.P. SHAH CHANIA HIGH SCHOOL


.....
Name: PAUL K. MWANGI

Bursar/ Finance Officer

Date: 13/04/2026

M.P. Shah Chania High 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	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Teaching / learning materials	4,972,800	-	4,972,800	4,182,461	790,339	84%
(2) CAPITATION GRANT ON OPERATIONS						
Other Votehead	11,280,000		11,280,000	9,992,783	1,287,217	89%
Maintenance & Improvement	6,000,000		6,000,000	-	6,000,000	0%
Medical/Insurance	2,400,000		2,400,000	1,535,070	864,930	64%
Activity	1,800,000		1,800,000	1,010,625	789,375	56%
(3) CAPITATION GRANT ON INFRASTRUCTURE						
Maintenance & Improvement	-	-		5,127,750	(5,127,750)	0%
(4) FEES CHARGED ON PARENTS						
Personnel emoluments	11,918,400	-	11,918,400	17,086,928	(5,168,528)	146%
Repairs and maintenance	2,400,000	-	2,400,000	6,941,727	(4,541,727)	289%

Local transport / travelling	2,485,200	-	2,485,200	3,603,815	(1,118,615)	145%
Electricity and water	3,297,600	-	3,297,600	4,618,070	(1,320,470)	140%
Administration costs	3,019,200	-	3,019,200	14,334,031	(11,314,831)	475%
Examination	-	-	-	14,000	(14,000)	#DIV/0!
Uniform	-	-	-	2,916,990	(2,916,990)	0%
Activity	957,600	-	957,600	967,902	(10,302)	101%
PA Levies	-	-	-	1,444,525	(1,444,525)	0%
Fee on Boarding Equipment and Stores	40,186,800	-	40,186,800	66,097,217	(25,910,417)	164%
(5) OTHER INCOME						
Tender	-	-	-	31,000	(31,000)	0%
Hire of School Facilities	-	-	-	57,000	(57,000)	0%
Refund	-	-	-	-	-	0%
TOTAL INCOME	90,717,600	-	90,717,600	139,961,894	(49,244,294)	154%
(1) EXPENDITURE FOR TUITION						
Teaching / learning materials	1,000,000	-	1,000,000	664,945	335,055	66%
Laboratory Equipment	500,000	-	500,000	835,100	(335,100)	167%
Internal Exams	500,000	-	500,000	219,100	280,900	44%
Tuition	2,972,800	-	2,972,800	3,517,080	(544,280)	118%
Administration costs	-	-	-	465	(465)	0%

M.P. Shah Chania High School
Annual Report and Financial Statements For the year ended 30th June 2025

(2) EXPENDITURE FOR OPERATIONS						
Personnel emoluments	11,280,000	-	11,280,000	8,127,902	3,152,098	72%
Service Gratuity	-	-	-	262,528	(262,528)	0%
Administration costs	-	-	-	2,630,241	(2,630,241)	0%
Local transport / travelling	-	-	-	319,000	(319,000)	0%
Electricity and water	-	-	-	1,296,449	(1,296,449)	0%
Medical/Insurance	2,400,000	-	2,400,000	1,169,909	1,230,091	49%
Activity Expenses	1,800,000	-	1,800,000	859,953	940,047	48%
(3) EXPENDITURE FOR INFRASTRUCTURE						
Repairs, maintenance & improvements	6,000,000	-	6,000,000	7,106,650	(1,106,650)	118%
(4) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	11,918,400	-	11,918,400	5,539,477	6,378,923	46%
Repairs, maintenance and Improvements	2,400,000	-	2,400,000	10,845,832	(8,445,832)	452%
Local transport / travelling	2,485,200	-	2,485,200	3,603,815	(1,118,615)	145%
Electricity, water and conservancy	3,297,600	-	3,297,600	1,854,968	1,442,632	56%
Administration costs	3,019,200	-	3,019,200	14,334,031	(11,314,831)	475%
Activity	957,600	-	957,600	967,902	(10,302)	101%
Boarding Equipment and Stores	40,186,800	-	40,186,800	56,432,052	(16,245,252)	140%

Service Gratuity	-	-	-	312,353	(312,353)	0%
Uniform	-	-	-	2,916,990	(2,916,990)	0%
PA Expenses	-	-	-	1,444,525	(1,444,525)	0%
Hire of School Facilities	-	-	-	57,000	(57,000)	0%
TOTALS EXPENDITURE	90,717,600	-	90,717,600	125,318,267	(34,600,667)	138%

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles,

equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of financial performance both as revenue and as expenditure in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

For the purposes of these financial statements, imprest 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.

M.P. Shah Chania High School

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

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.

M.P. Shah Chania High 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
Teaching / Learning Materials	4,182,461	3,998,586
Total	4,182,461	3,998,586

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Repairs And Maintenance	0	7,101,340
Local Transport / Travelling	0	262,800
Medical	502,320	0
Insurance	1,032,750	1,161,000
Activity	1,010,625	1,288,782
Other Vote Heads	9,992,783	3,246,617
Total	12,538,478	13,060,539

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	5,127,750	6,313,300
Total	5,127,750	6,313,300

4 School Fund Income - Parents' Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	17,086,928	16,432,791
Repairs and maintenance	6,941,727	2,852,001
Local transport / travelling	3,603,815	3,724,227
Electricity and water	4,618,070	4,318,457
Examination	14,000	0
Administration costs	14,334,031	5,817,537

M.P. Shah Chania High School
Annual Report and Financial Statements For the year ended 30th June 2025

Description	2024-2025	2023-2024
	Kshs	Kshs
Activity	967,902	1,441,190
Fee on Boarding Equipment and stores	66,097,217	63,121,692
PA Levies*	1,444,525	18,665,900
Uniform	2,916,990	2,317,990
Total	118,025,205	118,691,785

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Tender	31,000	30,000
Hire of School Facilities	57,000	3,346,200
Refund	0	30,000
Total	88,000	3,406,200

6 Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Reference materials	0	33,800
Laboratory Equipment	835,100	0
Teaching / Learning Materials	664,945	176,480
Internal Exams	219,100	491,950
Tuition	3,517,080	1,312,740
Administration	465	5,965
Total	5,236,690	2,020,935

7 Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	8,127,902	9,681,838
Service Gratuity	262,528	569,043
Administration Cost	2,630,241	1,044,224
Local Transport / Travelling	319,000	277,761

M.P. Shah Chania High School**Annual Report and Financial Statements For the year ended 30th June 2025**

Electricity And Water	1,296,449	712,294
Medical	241,080	309,995
Activity Expenses	859,953	364,028
Insurance Cost	928,829	440,513
Total	14,665,982	13,399,696

8 Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Construction of Dormitory	7,106,650	4,324,529
Total	7,106,650	4,324,529

9 Boarding And School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	5,539,477	3,875,852
Service Gratuity	312,353	597,915
Repairs And Maintenance & Improvements	10,845,832	19,960,973
Local Transport / Travelling	3,603,815	4,758,549
Electricity And Water	1,854,968	5,033,751
Activity	967,902	1,577,378
Administration Costs	14,334,031	22,624,561
Uniform	2,916,990	3,004,135
Medical Expenses	0	9,800
Examination	0	36,000
Fee On Boarding Equipment and Stores	56,432,052	57,938,571
Facilities	57,000	2,323,215
Rent	0	28,000
Refund	0	36,789
Tender	0	43,956
PA expenses	1,444,525	0
Total	98,308,945	121,821,145

M.P. Shah Chania High 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	Active	1102089605	117,373	1,466,402
Operations Account	Active	1102090174	711,597	3,276,464
School Fund Account/Boarding	Active	1102086428	1,619,609	(856,344)
Co-operative Account	Active	01100278996400	389,543	389,543
Infrastructural Account	Active	1272365328	6,996.00	1,988,771
Total			2,845,118	6,264,836

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	100,380	34,367
Total	100,380	34,367

12 Short Term Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

M.P. Shah Chania High School**Annual Report and Financial Statements For the year ended 30th June 2025****13 Accounts Receivable**

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	39,824,461	41,791,005
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	404,615	389,200
Imprest (list/schedule attached)	943,565	237,325
Rent arrears (list/schedule attached)	77,200	77,200
Total	41,249,841	42,494,730

13 b) Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	29,684,189	72%	28,268,450	67%
Between 1- 2 years	3,082,762	7%	13,351,212	31%
Between 2-3 years	7,607,822	18%	77,200	0%
Over 3 years	875,068	2%	797,868	2%
Total (should tie to note 13 a)	41,249,841	100%	42,494,730	100%

14 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	11,686,857	30,929,078
Prepaid Fees	0	0
Total	11,686,857	30,929,078

M.P. Shah Chania High School**Annual Report and Financial Statements For the year ended 30th June 2025**

14a. Ageing Analysis of Accounts Payable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	11,686,857	100%	30,929,078	89%
Between 1- 2 years	0	0%	0	11%
Between 2-3 years	0	0%	0	0%
Over 3 years	0	0%	0	0%
Total (should tie to note 14)	11,686,857	100%	30,929,078	100%

15 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	6,264,836	5,537,438
Cash Balances	34,367	671,390
Short Term Investments	0	0
Receivables	42,494,730	38,123,965
Payables	(30,929,078)	(30,374,043)
Total	17,864,855	13,960,750

M.P. Shah Chania High School**Annual Report and Financial Statements For the year ended 30th June 2025**

Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Goats	10	150,000	270,000
Trees	121	1,210,000	1,210,000
Total		1,360,000	1,480,000

18 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

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Other important disclosure notes

19 Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	25,480,700	30,650,090
Lab consumables	8,400,300	9,500,000
Farm produce	27,000	50,000
Medication	750,000	950,000
Stationeries	3,500,000	3,300,200
	38,158,000	44,450,290

20 Progress On Follow-Up of Auditor Recommendations

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

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

 Sign and Date
 Principal



12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
				Current 2025	Comparative 2024	
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Dormitory Construction	2,483,385			2,483,385		
Sub-Total	2,483,385			2,483,385		
Supply Of Goods						
2. Edwin Mwangi Maina						
3. Ezekiel Gitau Chege	10,000			10,000		
4. Food Chain Suppliers Ltd	502,960			502,960		
5. Wamboga Vegetable Transporters	300,000			300,000		
6. Paktec Enterprises	237,000			237,000		
7. Nufarm Supplies	60,000			60,000		
8. Shitam Kenya Ltd	308,300			308,300		
9. Nuru Vintage Joint	1,012,800			1,012,800		
10. Lizareen Electronics	450,950			450,950		

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11. Moses Ndungu Irungu	10,000			10,000		
12. Chapel View Farm	604,900			604,900		
Britex Suppliers	700,000			700,000		
Britex Suppliers	1,044,460			1,044,460		
Instant Access Stores	433,130			433,130		
Jolisa Company Ltd	482,000			482,000		
Broadway Bakery Ltd	468,735			468,735		
Grishon Njuguna	10,350			10,350		
Software For Schools Kenya	40,000			40,000		
Ankur Traders	734,465			734,465		
Gloliza General Supplies Ltd	862,400			862,400		
Neflex Enterprises	574,100			574,100		
Kaessy Cleaning Services	187,970			187,970		
Sub-Total	9,034,520			9,034,520		
Supply Of Services				-		
4. Samuel Nganga	74,600			74,600		
5. Hers Bins Ltd	6,415			6,415		
6. K P L C	87,937			87,937		

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Sub-Total	168,952			168,952		
Grand Total	11,686,857		33,593,215	11,686,857	29,946,041	

Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land 1						
Land 2						
Buildings and structures			186,132,460	0	0	186,132,460
Motor vehicles						
KCE 801D	01-04-2016	THIKA	14,350,000	0	0	14,350,000
KBR 910U	19-09-2012	THIKA	3,850,000	0	0	3,850,000
KAT 125X	17-05-2005	THIKA	4,650,000	0	0	4,650,000
Generator		THIKA	358,000	0	0	358,000
Borehole & Solar System		THIKA	4,169,500	0	0	4,169,500
Intangible assets- soft ware		THIKA	250,000	0	0	250,000
Total			213,759,960	0	0	213,759,960

