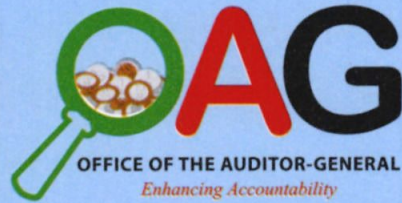


REPUBLIC OF KENYA



REPORT

DATE: 29 JUL 2026

DAY.

WEDNESDAY

TABLED
BY:

OF

HON- MARGARET KITANYI
ON BEHALF OF LOM

CLERK-AT
THE-TABLE:

KESTHER NG'ENDO

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

MASOSA MIXED SECONDARY SCHOOL

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

NYAMIRA COUNTY



MASOSA MIXED SECONDARY SCHOOL

PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025**

**Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector
Accounting Standards (IPSAS)**

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Table of Contents	Page
1. Acronyms and Glossary of Terms.....	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School	ii
4. Statement of School Management Responsibility.....	ix
5. Report Of The Independent Auditors (<i>To be attached</i>).....	xii
6. Statement Of Receipts and Payments For the Year Ended 30 th June 2025.....	1
7. Statement of Assets and Liabilities As At 30 th June 2025.....	2
8. Statement of Cash Flows for the Year Ended 30 th June 2025.....	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2025.....	5
10. Significant Accounting Policies.....	8
11. Notes To The Financial Statements	10
12. Annexes.....	19

1. Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

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

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 located in Nyamira County, Nyamira south Sub-County

The school was registered in 07/10/2014 under registration number 046/p/3000/010 and is currently categorized as a county public school established, owned or operated by the Government.

The school is a day/boarding school and had **730 students as at 30 June 2025**. It has 16 streams and 31 teachers of which 8 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	MR. GWARO MOSIRIA	Chairman	05/MAY2022
2	MR. JAMES THOMSON MOGUSU	Secretary- Principal	05/MAY2022
3	MR. JOHN MONGARE	V/Chairman	05/MAY2022
4	MR. GEORGE OLWAL	Member	05/MAY2022
5	MR. BONFACE KEGUSU	Member	05/MAY2022
6	MR. DUNCAN MORIASI	Member	05/MAY2022
7	MRS. LUCY MWANGI	Sponsor	05/MAY2022
8	MRS. NANCY MOMANYI	Member	05/MAY2022
9	MR. FELIX MICHIRA	Member – Rep CEB	05/MAY2022
10	MR. GEKARA OGARO	Member Rep Teachers	05/MAY2022
11	MRS. CRISTINE NYASIMI	Member	05/MAY2022
12	MRS MARY KIMWOMI	Member - Community	05/MAY2022
13	MR. ENOCK OBUBA	Member Special Needs	05/MAY2022
14	STACY ADHIAMBO	Rep Students	05/MAY2022
15	MR. LIVINGSTONE MOMANYI	CHIEF	05/MAY2022
16	HON. ELIJAH OSIEMO	MCA	05/MAY2022
17	MR. DAVID JUMA	PA. Chairman	05/MAY2022

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, 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 par 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	1.Mr.Gwaro Mosiria	Chairman	2 out of 3
		2.Mr. James Mogusu	Secretary	3 out of 3
		3.Ms. Lucy Mwangi	Treasurer	3 out of 3
		4.Mr. John Mongare	V/Chairman	2 out of 3
		5.Mr David Juma	P.A Chairman	2 out of 3
2	Audit Committee	1.Mr.Bonface kegusu	Chairman	1 out of 3
		2.Ms.Lucy Mwangi	Secretary	2 out of 3
		3.Mr. David Juma	Member	2 out of 3
3	Finance,procurement and general purposes Committee	1.Mr. George Olwal	Chairman	2 out of 3
		2.Mr. Nancy Momanyi	Secretary	2 out of 3
		3.Mr Bonface Kegusu	Member	3 out of 3
4	Academic Committee	1.Mr. Enock obuba	Chairman	2 out of 3
		2.Mr. Mary kimwomi	Secretary	2 out of 3
		3.Mr.David Juma	Member	3 out of 3
5	Development Committee	1.Mr. Felix Michira	Chairman	2 out of 3
		2. Ms. Lucy Mwangi	Secretary	2 out of 3
		3.Mr. Martin ongwae	Member	2 out of 3
6	Discipline and welfare Committee	1.Mr,Dancan Moriasi	Chairman	2 out of 3
		2.Ms. Christine Nyasimi	Secretary	2 out of 3
		3.Mr.Crispus Ogaro	Member	3 out of 3

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	James Thomson Mogusu	358156
2	Deputy Principal	Isaac mogere	430213
3	School Bursar	Jackline Momanyi	21047962

(d) Schools contacts

Post Office Box: 1080-40500
Telephone: 0726479616
E-mail: masosamixedsec@gmail.com
Website: www.masosamixed.co.ke

(e) School Bankers

The school operated 7(seven) number of bank accounts and one pay bill number as follows;

- | | | | |
|----|---|----|---|
| 1. | Name of Bank: KCB
Branch: Nyamira
Account Number: 1103243543 | 5. | Name of Bank KCB
Branch Nyamira
Account Number 1266400265 |
| 2. | Name of Bank: KCB
Branch: Nyamira
Account Number: 1107011604 | 6. | Name of Bank EQUITY
Branch Nyamira
Account Number 0520299604086 |
| 3. | Name of Bank: KCB
Branch; Nyamira
Account Number 1103241974 | 7. | Mpesa Pay bill
Business Number; 522123
Account Number; 70025k
Attached to bank account
1103241974 |
| 4. | Name of Bank EQUITY
Branch Nyamira
Account Number. 052029704004 | | |

(f) Independent Auditors

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

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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:

4. Summary Report of Performance of the School

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

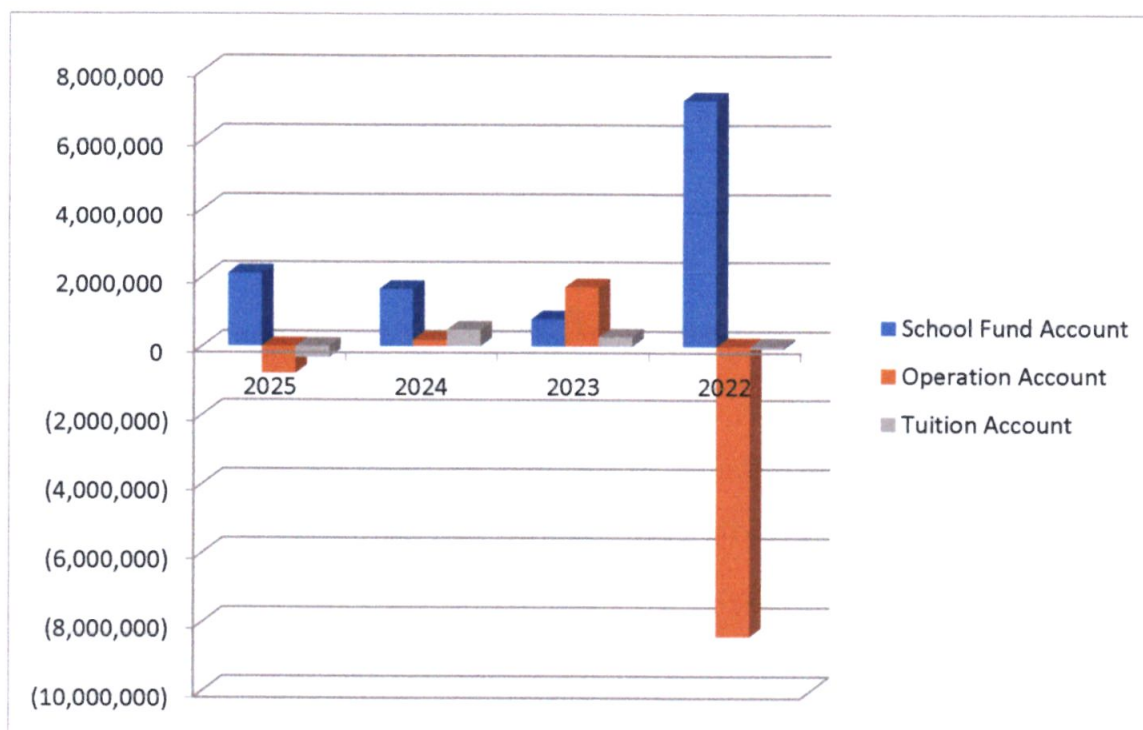
a) Financial performance:

Under this section, it reflects the actual financial performance trend for the last four years period **between 30th June 2022 to 30th June 2025** which covers a period of 12 months.

Summary Report of Performance of the School (Continued)

Surplus/Deficit for the Year and Comparison of the Same for the Last Four Years

<i>SNO</i>	<i>ACCOUNTS</i>	<i>2025</i>	<i>2024</i>	<i>2023</i>	<i>2022</i>
1	School Fund Account	2,113,412	1,657,502	787,260	7,145,903
2	Operation Account	(788,372)	185,123	1,718,406	(8,400,134)
3	Tuition Account	(327,339)	485,020	271,800	(69,816)
	TOTALS	997,701	2,327,645	2,777,466	(1,324,047)
	Increase/Decrease	(1,329,944)	(449,821)	4,101,513	(4,229,942)

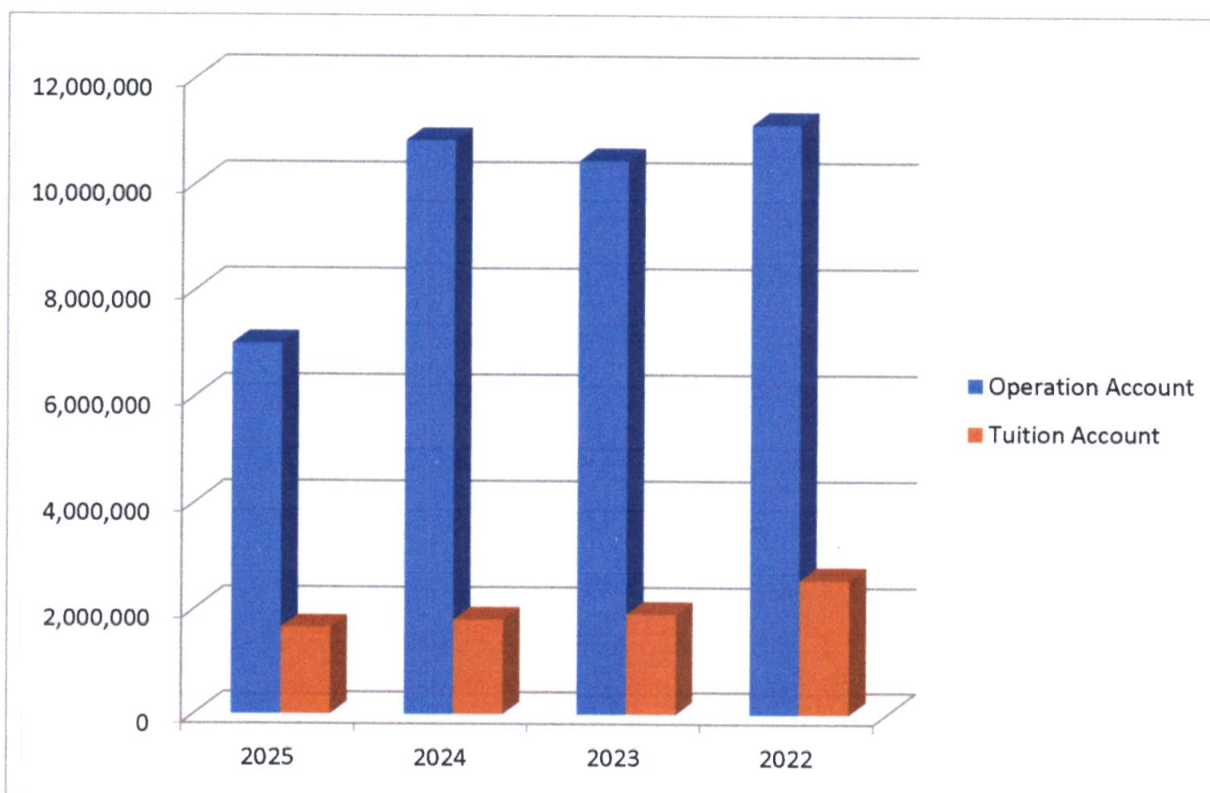


MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

Capitation Grants from the Ministry of Education for the Last Three Years

S.No	ACCOUNTS	2025	2024	2023	2022
1	Operation Account	7,002,607	10,832,890	10,447,940	11,139,001
2	Tuition Account	1,656,576	1,807,924	1,916,380	2,560,310
	Totals	8,659,183	12,640,814	12,364,320	13,699,311
	Increase/decrease	(3,981,631)	276,494	(1,334,991)	6,601,877
	Number of students	730	740	740	750
	Ratio capitation per student	1:14,887	1:17,082	1:16,709	1:18,265.00

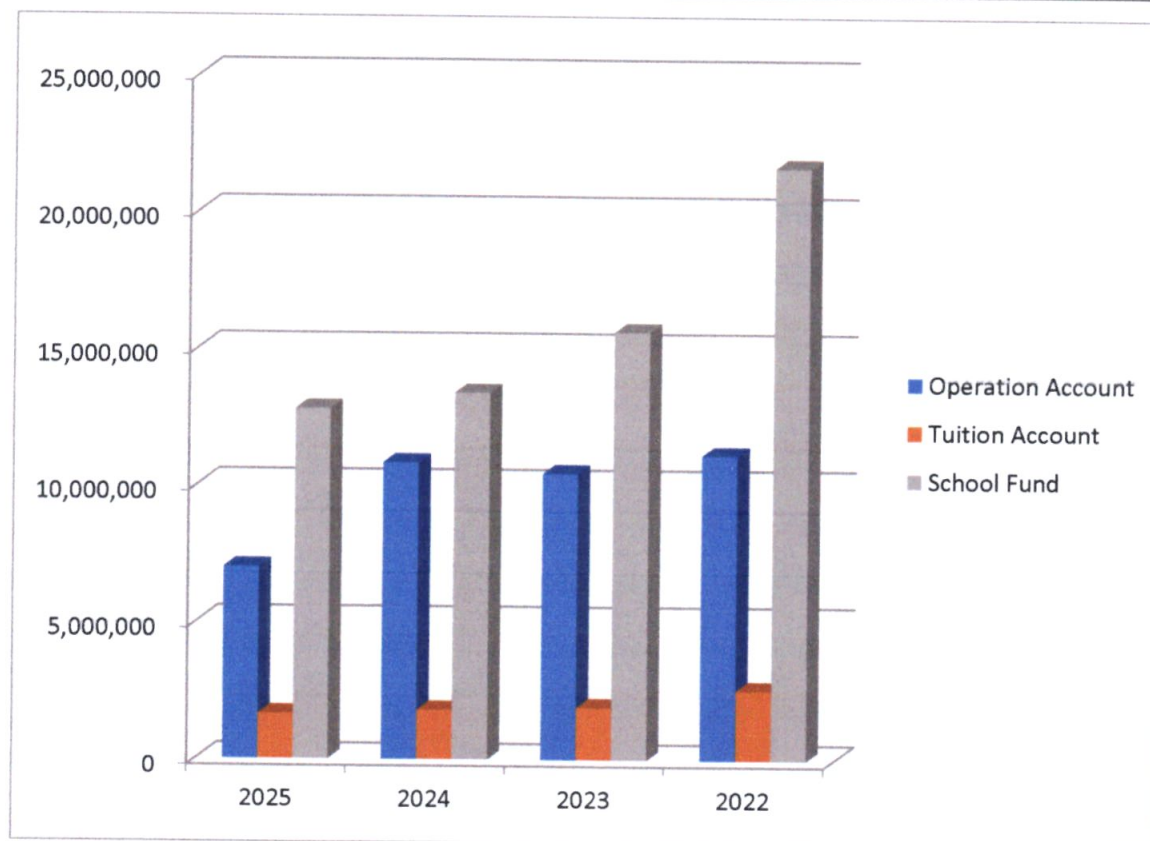


MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

Three Year Overview of Growth of Income(S) Earned by the School.

<i>S.no</i>	<i>ACCOUNTS</i>	2025	2024	2023	2022
1	Operation Account	7,002,607	10,832,890	10,447,940	11,139,001
2	Tuition Account	1,656,576	1,807,924	1,916,380	2,560,310
3	School Fund	12,807,830	13,406,485	15,644,100	21,662,827
	Totals	21,467,013	26,047,299	28,008,420	35,362,138
	Increase/decrease	(4,580,286)	(1,961,121)	(7,353,718)	19,308,349

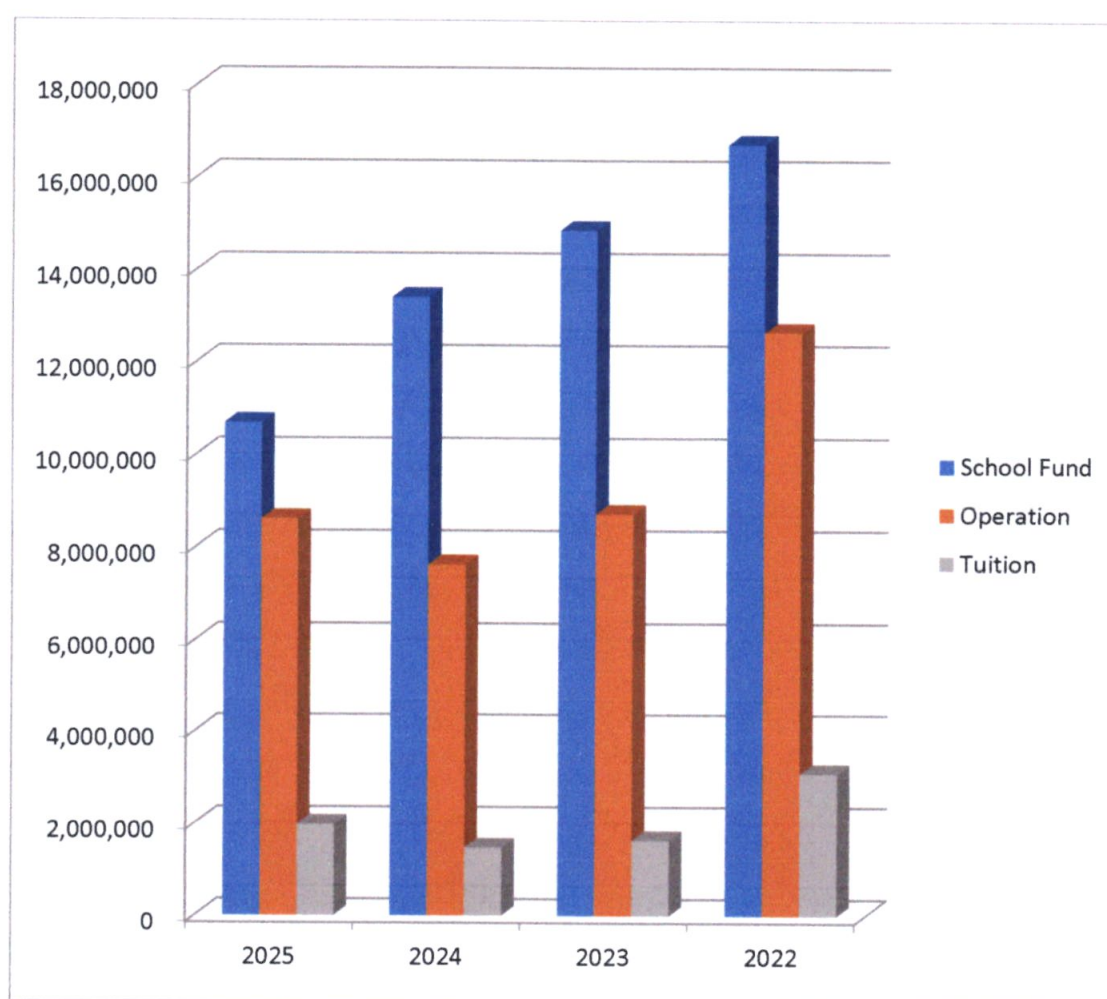


MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

Overview of Growth in Expenditure of the School

<i>S.no.</i>	<i>ACCOUNTS</i>	2025	2024	2023	2022
1	School Fund	10,694,418	13,410,101	14,856,850	16,716,041
2	Operation	8,618,349	7,632,502	8,729,534	12,651,269
3	Tuition	1,983,915	1,480,403	1,644,580	3,099,581
4	M.I.F	2,000,530	3,015,265	-	6,887,866
	Totals	23,297,212	25,538,271	25,230,964	39,354,757
	Increase/Decrease	(2,241,059)	307,307	(14,123,793)	27,101,398

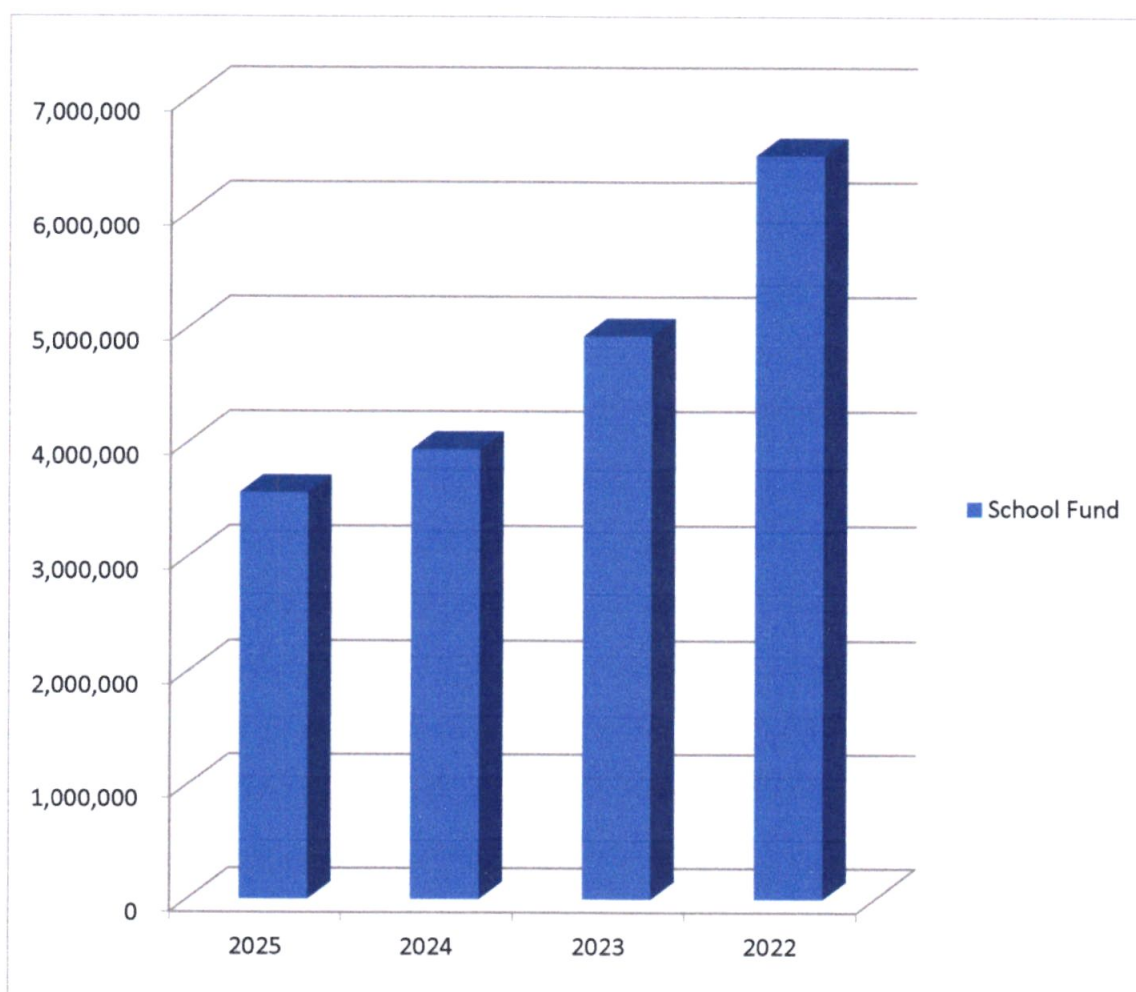


MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

Movement of debtors of the school over the last three years

<i>Sno</i>	<i>ACCOUNTS</i>	2025	2024	2023	2022
	School Fund	3,561,970	3,940,745	4,930,527	6,507,400
Totals		3,561,970	3,940,745	4,930,527	6,507,400
	Increase/Decrease	(378,775)	(989,782)	(1,576,873)	4,361,470

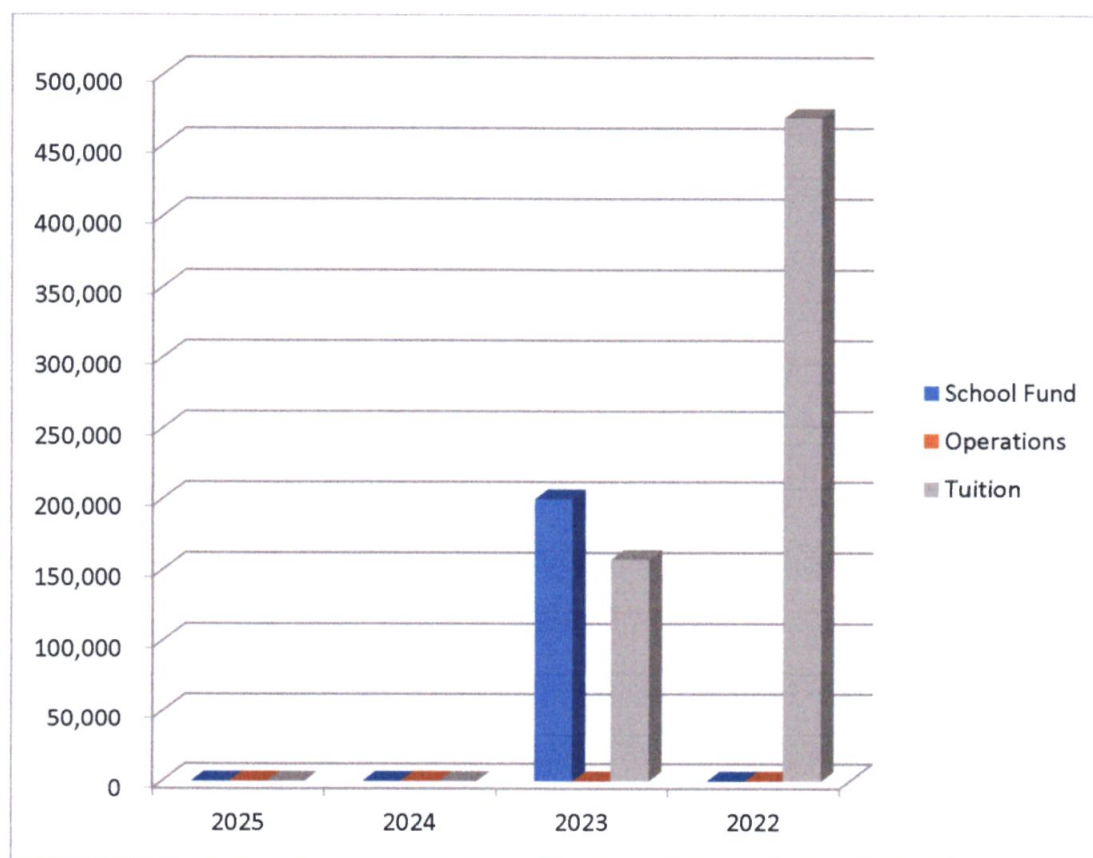


MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

Movement of creditors of the school over the last three years

<i>S.no</i>	<i>ACCOUNTS</i>	2025	2024	2023	2022
1	School Fund	-	-	200,000	-
2	Operations	-	-	-	-
3	Tuition	-	-	157,500	469,455
4	Totals	0	0	(357,500)	(469,455)
5	Increase/decrease	0	(357,500)	(111,955)	469,455

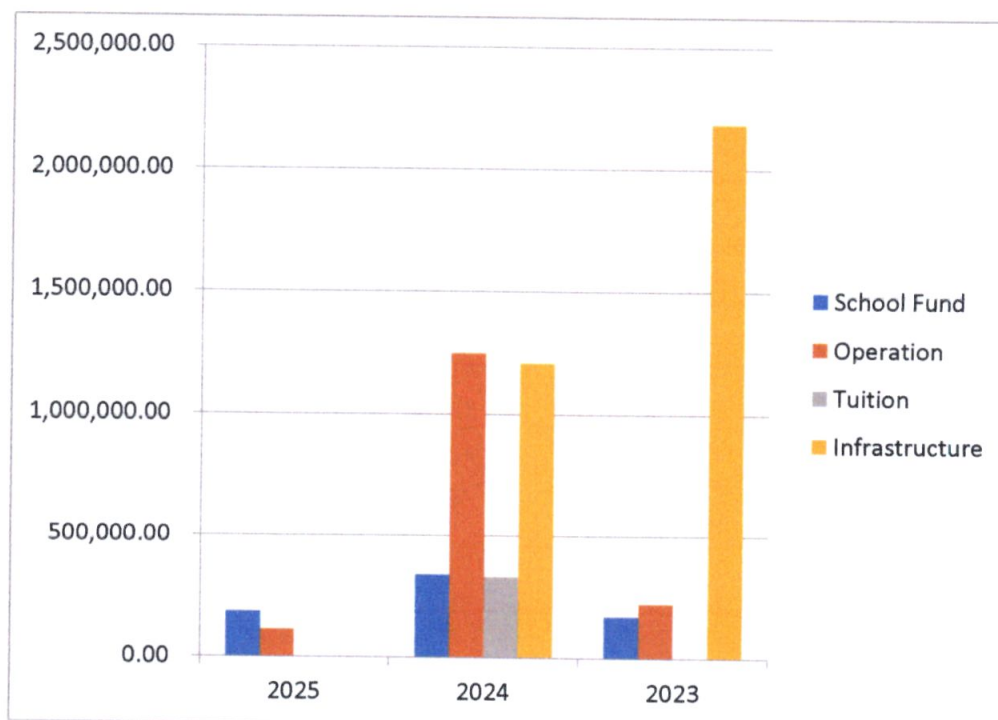


MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

Movement of cash and bank balances over the last three years

<i>S.no</i>		2025	2024	2023	2022
1	<i>School Fund</i>	186,701.00	339,277.00	170,393.00	1,710,052.00
2	<i>Operation</i>	111,841.00	1,248,273.00	222,191.00	70,953.00
3	<i>Tuition</i>	2,708.85	330,048	2,527.00	19,181.00
4	<i>Infrastructure</i>	2,034,079.75	1,206,709	2,182,397.00	1,356.00
	TOTALS	301,250.85	3,124,307.00	2,577,508.00	1,801,542.00
	Increase/decrease	(2,823,056.15)	546,799.00	775,966.00	(1,324,046.00)



MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Summary Report of Performance of the School (Continued)

b) Teacher Student ratio:

Between the months of **1 July 2024 to 30 June 2025** the following was the status of teaching staff; There are 21 Teachers posted by Teacher Service Commission and 10 Teachers recruited by BOM. Teacher student ratio is at 1:38, and we have a shortage of 6 teachers due to subject specialization in form 3 and form 4.

a) Mean score in the 2023-2025 KCSE:

<i>Year</i>	<i>Enrolment</i>	<i>Mean</i>	<i>Transition</i>	<i>%transition</i>	<i>School target</i>	<i>Comments</i>
2025	147	5.272	147	100%	6.5	Positive deviation of - 0.168, 21 qualified to university and others to college
2024	180	5.44	180	100%	6.5	Positive deviation of 0.5, 35 qualified to university and others to college
2023	184	4.92	184	100%	6.0	Positive deviation of 0.13, 11 qualified to university, others to colleges.
2022	164	4.79	164	100%	5.0	Positive deviation of 0.61, 17 qualified to university and others to colleges.
2021	201	4.18	201	100%	7.15	Negative deviation of 0.94 16 qualified to university and others colleges.

b) Number of Candidates in the 2023-2025 KCSE:

<i>KCSE Year</i>	<i>Candidates sitting for KCSE</i>
2025	147
2024	180
2023	184

c) Capacity of the school:

Enrolment	Classes	Dormitory	Dining Hall	Laboratories	Toilets	Library
740	16	3	0	2	40	1

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

d) Development projects carried out by the school:

Development projects carried out in the year and on-going projects including a disclosure of project fund sources in a tabular format

S.no	Project	Year	Status	Amount	Fund Source
1	Construction of 8 classrooms(storey building)	2019-2020	Complete	7,392,926.00	Maintenance Improvement Fund Government Grant
2	Construction of storey boys dormitory(phase I)	2021-2022	Work in progress	6,887,866.00	Maintenance Improvement Fund Government Grant Repair Improvement and Maintenance – Parents
3	Construction of storey boys dormitory(phase II)	2022-2023	Work in progress		Maintenance Improvement Fund Government Grant Repair Improvement and Maintenance – Parents
4	Construction of storey boys dormitory(phase III)	2023-2024	complete	3,015,265.00	Maintenance Improvement Fund Government Grant Repair Improvement and Maintenance – Parents
5.	Renovation of (8) classes ,toilets and fence	2024-2025	complete	2000,530.00	Maintenance Improvement Fund Government Grant Repair Improvement and Maintenance

Sign

School Principal

 15 APR 2026
 Sign.....
 P.O. Box 1080-40500, NYAMIRA

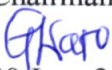
III. Statement of School Management Responsibility

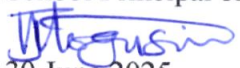
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant 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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of Masosa Mixed Sec. 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: Mr. Gwaro Mosiria
Designation: Chairman, School Board of Management
Sign: 
Date: 30 June 2025

Name: Mr James Thomson Mogusu
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 30 June 2025

Name: Mrs Jackline Momanyi
Designation: Bursar/ Finance Officer
Sign: 
Date: 30 June 2025

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON MASOSA MIXED SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - NYAMIRA 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 Masosa Mixed Secondary School set out on pages 1 to 18, which comprise the statement of assets and liabilities as at 30 June, 2025 and the statement of financial performance,

Report of the Auditor-General on Masosa Secondary School for the year ended 30 June, 2025 – Nyamira County

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

In my opinion, except for the effect of the 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 Masosa Mixed 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 Basic Education Act, 2013, the Public Finance Management Act, 2012 and the National Treasury and Economic Planning Circular No.3 of 14 April 2025.

Basis for Qualified Opinion

1. Unconfirmed Students Enrolment Data

The statement of financial performance reflects capitation grants for tuition, capitation grants for operations and capitation grants infrastructure totalling Kshs.11,487,083. However, no capitation circulars and NEMIS records were provided for audit review, for term one (1) and term (2) 2025. Thus, verification of capitation amount per student and total expected capitation could not be determined.

In the circumstances, accuracy and completeness of capitation grants received could not be confirmed.

2. Unaccounted for Payments for Co-curriculum Activities

The statement of financial performance reflects amount of Kshs.8,618,349 in respect of expenditure for operations. Included in the expenditure is an amount of Kshs.676,040, being expenditure for co-curriculum activities as disclosed in Note 7 to the financial statements. However, the expenditure was not supported by approved annual work plans and programmes of activities, evidence of travel to various venues and activity report detailing participation and outcomes.

In the circumstance, the propriety, accuracy and completeness of expenditure of Kshs.676,040 could not be confirmed.

Emphasis of Matter

Budget and Budgetary Control

(i) Unsupported Original Budget Figures

The statement of budgeted versus actual amounts reflects a final revenue and expenditure budget of Kshs. 25,026,500. However, the approved budget was not provided to support the amounts in the financial statements.

The accuracy of the financial statements amounts could not be confirmed.

(ii) Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final revenue budget and actual on a comparable basis of Kshs.25,026,500 and Kshs.19,076 366 respectively, resulting in an under-funding of Kshs.5,950,133 or 24% of the budget. Similarly, the school spent an amount of Kshs 20,364,312 against actual receipts amounting to Kshs.19,076,366, resulting in an over-utilization of Kshs.1,287,946 or 7% of actual receipts.

The under-funding affected the planned activities and programs and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Significant Exemptions by PSASB in the Financial Reporting Template

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

Key Audit Matters

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

Other Information

Management is responsible for the Other Information set out on page iii to xi which comprise of Key school Information and Management, School Board of Management, Committees of the Board, School Operation Management, Summary Report of Performance of the school, Development Projects Carried out by 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, I am required to report that fact. I have nothing to report in this regard.

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 effects 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

During the year under review, Management submitted the financial statements to the Auditor-General on 12 November 2025 instead of the statutory deadline of 31 August, 2025. This was contrary to The National Treasury Circular No. REF. AG.3/88 Vol VII (41) of 4 December 2024 which required all Government entities, for both National and County Governments, to prepare and submit annual financial statements 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. Failure to Comply with Transitional IPSAS Reporting Requirements for the Financial Statements 2024/2025

The financial statements submitted for audit were prepared in accordance with Cash Basis of Accounting Method under the International Public Sector Accounting Standards instead of the prescribed transitional IPSAS financial statements prepared under the International Public Sector Accounting Standards Accrual (IPSAS).

In the circumstances, the financial statements as prepared and presented are not in compliance with IPSAS reporting framework.

3. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects capitation grants for operations and infrastructure of Kshs.7,002,607 and Kshs.2,827,900 respectively as disclosed in Note 2 and 3 to the financial statements from the Ministry of Education credited in the operations and infrastructure grant bank accounts. Included in the operations grants amount is Kshs. 2,000,530 in respect of infrastructure grants which were transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, amount was transferred after the stipulated 15-day period receipt. This was contrary to

the Ministry of Education Circular Ref:MOE.HQS/3/13/3 dated 16 June, 2021, which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

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

The statement of financial performance reflects total expenditure of Kshs. 23,297,212, which includes expenditure totaling Kshs.1,932,030 for procurement of goods, works, and services from 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.

Further, documentation reviewed, including payment vouchers, supplier payment records and PPRA return forms indicated that the required monthly returns and remittances were not prepared and submitted in compliance with statutory requirements.

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

5. Unutilized Projects

An analysis of the project's implementation status revealed that one (1) project had been completed but remained unutilized, pointing to inefficiencies, financial mismanagement, wastage of public resources and lack of value for money. The projects include school's boys dormitory which remained idle due to poor planning, lack of equipment and governance failures.

In the circumstances, the value for money for the expenditure on projects totalling Kshs.9,000,000 could not be confirmed.

6. Over Funding of Capitation Grants

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations amount of Kshs 1,656,576.10 and Kshs 7,002,607 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand, eight hundred and seventeen (1817) students while the enrolment records provided by the school indicated a total number of one thousand six hundred and thirty-eight (1638) students, resulting in an unexplained variance of 179 students. As a result of the variances, the school was over funded by an amount of Kshs 968,443.

In the circumstances, the over-funding of the school may have affected capitation to other schools.

7. Compliance with Prescription on Principals, Board of Management and Committees' Terms of Services and Entitlement

Weaknesses in the Board of Management

Review of the Board records and operations revealed the following anomalies

(i) Lack of Appointment Letters

The School Board of Management (BOM) was constituted in 26 April 2022. However, appointment letters for the ten (10) BOM members were not provided for audit verification.

Further, there was no evidence of issuance of appointment letters for the Executive Board, including for the two additional Board members and the Executive Committee of the Parents Association, as per Third and fourth Schedules Part 1(2) of the Basic Education Act, 2013

(ii) Lapsed Appointment of BOM Members

The Board records indicated that the BOM members were appointed on 26th April 2022 for a three-year term. The term expired on 26th April 2025. As at the time of the audit in March 2026, BOM members and its committees were not in place, resulting in a lapse in governance.

(iii) Failure to Hold Meetings

Review of the Board minutes revealed that during the year under review, the BOM held only two full Board meetings, which is less than the minimum requirement of three meetings. Furthermore, there was no evidence of meetings held by the Parents Association and the Executive Committee of the Parents Association.

This is contrary to Basic Education Act, Fourth Schedule, Part 6(1),

(iv) Lack of Work plan or Schedule of Activities

The management did not provide a work plan or schedule of activities. Thus, assessment of planning and oversight by the BOM was not possible.

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

8. Failure to Prepare School Improvement Plan

During the year under review, the school did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds. The manual requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

9. Lack of Procurement Plan.

The statement of financial performance reflects expenditure amount Kshs.23,297,212, being procurement for various items. However, the Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of 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. Ineffective Management of Textbooks

(i) Unaccounted Textbooks and Lack of Recovery Mechanism

Review of textbook records revealed that as in March 2026, the form four candidates who completed their studies and exited in December 2024 had not returned a total of 1,407 textbooks issued to them. The books could not be accounted for.

Further, there was no evidence that the school has an established mechanism to track, recover, or surcharge for textbooks not returned by students or teachers.

(ii) Idle and Obsolete Textbooks in the Store

Further, books totaling seven thousand, two hundred and eighty-eight (7288) delivered in the financial year 2017/18 to 2022/2023 were still in the store unused as they were no longer in use as per the syllabus. The details of the books are in the appendix 1.

(iii) Lack of Stock Take Reports for the Textbooks

Audit inspection and inquiries revealed that the management had not conducted a physical stock take of the textbooks in the library as at 30 June, 2025. It was therefore not possible to confirm the actual number of textbooks in the school book stores.

In the circumstances, effectiveness of the internal control system for management of textbooks could not be ascertained.

2. Lack of Internal Audit Function and Audit Committee

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

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

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for 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

MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****7. Statement Of Receipts and Payments For the Year Ended 30th June 2025**

Description Of Vote Head	Note	2024-2025	2023-2024
		kshs	kshs
RECEIPTS			
Government grants for tuition	1	1,656,576	1,807,924
Government grants for operations	2	7,002,607	8,790,890
Government Grants for infrastructure	3	2,827,900	2,042,000
School fund income- parents' contributions	4	4,614,248	5,093,725
School Fund Income- Other receipts	5	8,193,582	9,773,878
TOTAL RECEIPTS		24,294,913	27,508,417
PAYMENTS			
Tuition	6	1,983,915	1,322,903
Operations	7	8,618,349	7,632,502
Infrastructure	8	2,000,530	13,210,101
Boarding and school fund	9	10,694,418	3,015,265
TOTAL PAYMENTS		23,297,212	25,180,772
SURPLUS/DEFICIT		997,701	2,327,645

The school financial statements were approved on 15/4/2026 and signed by:

Sign: Gwaro

Name: Mr Gwaro Mosiria
Chair BOM

Date 15/4/2026

Sign: Mogusu

Name: Mr James Thomson Mogusu
School Principal/
Secretary to BOM

Date 15/4/2026

Sign: Momanyi

Name: Mrs Jackline Momanyi
Bursar/
Finance Officer

Date 15/4/2026

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

8. 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	2,333,963	3,123,562
Cash balances	11	1,367	747
Short term investments		0	0
Total cash and cash equivalent		2,335,330	3,124,309
Account's receivables	12	5,606,798	3,820,118
TOTAL FINANCIAL ASSETS		7,942,128	6,944,427
Financial liabilities			
Accounts payables	13	-	-
NET FINANCIAL ASSETS		7,942,128	6,944,427
REPRESENTED BY			
Accumulated fund b/fwd	14	6,944,427	4,579,008
Surplus/deficit for the year		997,701	2,365,418
NET FINANCIAL POSITION		7,942,128	6,944,427

The school's financial statements were approved on 15/4/2026 and signed by:

Gharo

Name: Gharo Masura

Chair BOM

Date: 15/4/2026

Mogusu

Name: JAMES MOGUSU
School Principal/ Secretary to
BOM

Date: 15/4/2026

Jackline

Name: JACKLINE MOMATHI

Bursar/ Finance Officer

Date: 15/4/2026

MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****9. Statement of Cash Flows for the Year Ended 30th June 2025**

Description	Note	2024-2025	2023-2024
		kshs	kshs
CASH FROM OPERATING ACTIVITIES			
RECEIPTS			
Government grants for tuition		1,656,576	1,807,924
Government grants for operations		7,002,607	8,790,890
School fund income- parents contributions/ fees		4,128,263	4,348,965
School fund income- school fund		6,892,887	9,095,293
Government grants for infrastructure		2,827,900	2,042,000
TOTAL RECEIPTS		22,508,233	26,085,072
PAYMENTS			
Cash outflows for tuition		1,983,915	1,480,403
Cash outflows for operations		8,618,349	7,632,502
Cash outflows Boarding/lunch and school fund		10,694,418	13,410,101
Infrastructure account		2,000,530	3,015,265
TOTAL PAYMENTS		23,297,212	25,538,272
Net cash inflow/outflow from operating activities		(788,979)	546,801
Cash and cash equivalent at beginning of the FY		3,124,309	2,577,508
Cash and cash equivalent at end of the FY		2,335,330	3,124,309

The school's financial statements were approved on 15/4/2026 and signed by:

GHARO

Name: GHARO MOKIRA

Chair BOM

Date: 15/4/2026

Mogusu

Name: JAMES MOGUSU
School Principal/ Secretary to
BOM

Date: 15/4/2026

Thel

Name: JACQUELINE MOMBATI

Bursar/ Finance Officer

Date: 15/4/2026

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

TRIAL BALANCE AS AT 30TH JUNE 2025			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	2,333,963	
	Cash Balances	1,367	
	Short term investments	-	
	Receivables	5,606,798	
Payments			
	Payments for Tuition	1,983,915	
	Payments for operations	8,618,349	
	Boarding and school fund payments	10,694,418	
	Payments for infrastructure	2,000,530	
Receipts			
	Capitation grants for tuition		1,656,576
	Capitation grants for operations		7,002,607
	School Fund Income- Parents' Contributions		4,614,248
	School Fund Income- Other receipts		8,193,582
	Capitation grants for infrastructure		2,827,900
	Proceeds from borrowings		
	Payables		-
Prior Year Adjustment			
	Fund Balance b/f		6,944,427
TOTAL			
		31,239,340	31,239,340

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Exercise books	735,000.00		735,000.00	906,205.00	(171,205.00)	123%
Laboratory equipments and apparatus	916,000.00		916,000.00	64,800.00	851,200.00	7%
Teaching/learning materials	165,000.00		165,000.00	43,200.00	121,800.00	26%
chalks	121,000.00		121,000.00	64,894.10	56,105.90	54%
Internal exams	120,000.00		120,000.00	88,200.00	31,800.00	74%
Reference books	152,000.00		152,000.00	0.00	152,000.00	0%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	3,210,000.00		3,210,000.00	2,716,081.00	493,919.00	84.6%
Repairs and maintenance	2,675,000.00		2,675,000.00	2,031,500.00	643,500.00	75.9%
Local transport / travelling	749,000.00		749,000.00	308,925.00	440,075.00	41.2%
Electricity and water	802,500.00		802,500.00	399,840.00	402,660.00	49.8%
Medical	535,000.00		535,000.00	605,930.00	(70,930.00)	113.3%
Administration costs	802,500.00		802,500.00	536,836.30	265,663.70	66.9%
Activity	802,500.00		802,500.00	403,495.00	399,005.00	50.3%
3. OTHER INCOME SCHOOL FUND						
Personnel emoluments	950,000.00		950,000.00	1,034,300.00	(84,300.00)	108.9%
Repairs and maintenance &	500,000.00		500,000.00	466,815.00	33,185.00	93.4%

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Improvements						
Local transport / travelling	500,000.00		500,000.00	759,900.00	(259,900.00)	152.0%
Electricity and water	625,000.00		625,000.00	531,800.00	93,200.00	85.1%
Administration costs	1,100,000.00		1,100,000.00	1,217,498.00	(117,498.00)	110.7%
Activity	350,000.00		350,000.00	117,950.00	232,050.00	33.7%
Fee on Boarding Equipment and Stores	8,750,000.00		8,750,000.00	5,117,596.50	3,632,403.50	58.5%
5. INFRASTRUCTURE ACCOUNT						
Infrastructure	2,675,000.00		2,675,000.00	2,827,900.00	(152,900.00)	105.7%
TOTAL INCOME	25,026,500.00		25,026,500.00	19,076,366.80	5,950,133.20	76.2%
EXPENDITURE FOR TUITION						
Exercise books	735,000.00		735,000.00	504,900.00	230,100.00	68.7%
Laboratory equipments and apparatus	916,000.00		916,000.00	1,313,550.00	(397,550.00)	143.4%
Teaching/learning materials	165,000.00		165,000.00	60,000.00	105,000.00	36.4%
chalks	121,000.00		121,000.00	0.00	121,000.00	0.0%
Internal exams	120,000.00		120,000.00	0.00	120,000.00	0.0%
Reference books	152,000.00		152,000.00	465.00	151,535.00	0.3%
EXPENDITURE FOR OPERATION						
Personal Emoluments	3,210,000.00		3,210,000.00	3,869,225.00	(659,225.00)	120.5%
Administration Cost	802,500.00		802,500.00	647,782.00	154,718.00	80.7%
Local transport / travelling	749,000.00		749,000.00	263,700.00	485,300.00	35.2%
Electricity and water	802,500.00		802,500.00	333,702.00	468,798.00	41.6%
Medical	535,000.00		535,000.00	0.00	535,000.00	0.0%
Activity Expenses	802,500.00		802,500.00	676,040.00	126,460.00	84.2%
BOARDING AND SCHOOL FUND PAYMENTS						

MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

Personnel emoluments	950,000.00		950,000.00	609,147.00	340,853.00	64.1%
Repairs and maintenance & Improvements	500,000.00		500,000.00	0.00	500,000.00	0.0%
Local transport / travelling	500,000.00		500,000.00	1,418,391.00	(918,391.00)	283.7%
Electricity and water	625,000.00		625,000.00	525,530.00	99,470.00	84.1%
Administration costs	1,100,000.00		1,100,000.00	1,646,524.00	(546,524.00)	149.7%
Activity	350,000.00		350,000.00	486,590.00	(136,590.00)	139.0%
Fee on Boarding Equipment and Stores	9,216,000.00		9,216,000.00	6,008,236.00	3,207,764.00	65.2%
PAYMENTS –INFRASTRUCTURE ACCOUNT						
Infrastructure	2,675,000.00		2,675,000.00	2,000,530.00	674,470.00	74.8%
TOTAL	25,026,500.00		25,026,500.00	20,364,312.00	4,662,188.00	81.4%
	0.00		0.00	(1,287,945.20)	1,287,945.20	

11. 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

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include school fees from parents, imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *school*, and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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 receipts and payments both as a receipt and as a payment 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 insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. Accounts receivables also include school fees billed to parents for services rendered but not paid. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has 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.

MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****12. Notes To The Financial Statements****1 Government Grants for Tuition**

<i>2023-2024</i>	2024-2025	2023-2024
	Kshs	Kshs
Exercise books	489,277.00	505600
Laboratory equipment and apparatus	906,205.00	796379.2
Teaching/learning materials	64,800.00	125000
chalks	43,200.00	125000
Internal exams	64,894.10	188000
Reference books	88,200.00	67945
Totals	1,656,576.10	1,807,924

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	2,716,081.00	3243510
Repairs and maintenance	2,031,500.00	2,838,400
Local transport / travelling	308,925.00	443,600
Electricity and water	399,840.00	443,600
Medical	605,930.00	608,550
Administration costs	536,836.30	624,837
Activity	403,495.00	588,392
Total	7,002,607.30	8,790,890

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
M.I.F	2,827,900.00	2,042,000
Totals	2,827,900.00	2,042,000

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	1,034,300.00	1,365,25
Repairs and maintenance	498,815.00	661,550
Local transport / travelling	891,685.00	760,700
Electricity and water	622,000.00	770,950
Administration costs	1,217,498.00	1,274,380
Activity	349,950.00	260,895
Total	4,614,248.00	5,093,725

5 Miscellaneous Other Receipts – School Fund Account

Description	2024-2025	2023-2024
	Kshs	Kshs
Fee on Boarding Equipment and Stores	8,193,581.50	9,773,877
Total	8,193,581.50	9,773,877

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

6 Payments for Tuition

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
Bank charges	465.00	2,853
chalks	-	-
Exercise books	504,900.00	377,500
Internal exams		51,150
Laboratory equipment and apparatus	1,313,550.00	891,400
Reference books	105,000.00	-
Teaching/learning materials	60,000.00	-
Total	1,983,915.00	1,322,903

7 Payments For Operations

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	3,869,225.00	3,975,452
Administration Cost	647,782.00	347,300
Repairs and maintenance & improvements	2,827,900.00	2,042,000
Local transport / travelling	263,700.00	326,000
Electricity and water	333,702.00	197,650
Activity Expenses	676,040.00	744,100
Total	8,618,349.00	7,632,502

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

8 Infrastructure

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
<i>Renovation (8)classes,bathrooms,fence</i>	2,827,900.00	3,015,265
Total	2,827,900.00	3,015,265

9 Boarding And School Fund

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
Activity	486,590.00	550,290
Personal emoluments	609,147.00	687,948
Repairs and maintenance & Improvements	0.00	0
Local transport / travelling	1,418,391.00	1,558,800
Electricity and water	525,530.00	671,735
Administration costs	1,646,524.00	1,179,545
Lunch Programme	6,008,236.00	8,561,783
Total	10,694,418.00	13,210,101

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

10 Bank Accounts

<i>Account Name & Currency</i>	<i>Status</i>	<i>Bank Account Number</i>	2024-2025	2023-2024
	<i>Active/Dormant</i>		Kshs	Kshs
Tuition Account	<i>Active</i>	1103243543	2,708.85	330,048
Operations Account	<i>Active</i>	1107011604	111,382.50	1,248,045
School Fund Account/Boarding	<i>Active</i>	1103241974	65,789.25	99,562
School fund account boarding	<i>Active</i>	0520297040043	107,001.5	226,195.50
School fund account boarding	<i>Active</i>	0520299604086	13,001.25	13,001.25
Infrastructural Account	<i>Active</i>	1266400265	2,034,079.75	1,206,709
Total			2,333,963.10	3,123,561.70

11 Cash In Hand

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
Operation Account	458.00	228
School Fund account	909.00	519
Total	1367.00	747

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

12 Accounts Receivable

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
<i>Fees Arrears</i>	5,606,798.00	3,820,118
<i>Total</i>	5,606,798.00	3,820,118

12 b Ageing Analysis of Accounts Receivable

<i>Description</i>	2024-2025		2023-2024	
	Kshs		Kshs	
	<i>2024-2025</i>	<i>% of the total</i>	<i>2023-2024</i>	<i>% of the total</i>
Fees arrears for current year	3,561,970.00	63.5%	3,940,745	100%
Fees arrears for the previous year	2,044,828.00	36.5%	(120,627)	
<i>Total</i>	5,606,798.00		3,820,118	100%

MASOSA MIXED SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

13 Accounts Payable

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
<i>Trade Creditors (See Ageing Below and Appendix 1)</i>	0	0
Total	0	0

13 b. Ageing Analysis of Accounts Payable

<i>Description</i>	2024-2025		2023-2024	
		Kshs		Kshs
	<i>2024-2025</i>	<i>% of the total</i>	<i>2023-2024</i>	<i>% of the total</i>
<i>Less than 1 year</i>	-		-	100%
	-		-	100%

14 Fund Balance Brought Forward

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
Bank balances	3,123,561.70	2,576,171.00
Cash balances	747.00	1,337.00
Short Term Investments	-	-
Receivables	3,820,118	2,359,000.00
Payables	0.00	357,500.00
Total	6,944,427.00	4,579,008.00

MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

*Other important disclosure notes**14 Stock/ Inventory*

<i>Description</i>	2024-2025	2023-2024
	Kshs	Kshs
<i>Food stuffs</i>	160,000.00	210,000
<i>Lab consumables</i>	85,000.00	105,000
<i>TOTAL</i>	245,000.00	315,000

MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

15 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



MASOSA MIXED SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****13. Annexes****Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024-25	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
TUTION AACCOUNT						
SCHOOL FUND ACCOUNT						
Sub-Total						
Grand Total						

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

Ref: OAG/KRO/MASOSA M SECS /2024/2025/(20)

22 June, 2026

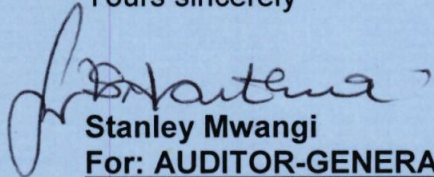
Mr. Samuel Josephat Njoroge, CBS
Clerk of the National Assembly
Parliament Buildings
P. O. Box 41842-00100
NAIROBI

Dear Mr. Njoroge

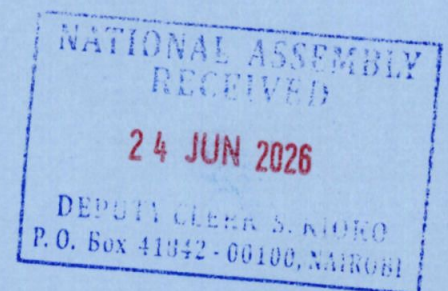
**REPORT OF THE AUDITOR-GENERAL ON MASOSA MIXED SECONDARY SCHOOL
FOR THE YEAR ENDED 30 JUNE, 2025 – NYAMIRA COUNTY**

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

Yours sincerely


Stanley Mwangi
For: AUDITOR-GENERAL

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



Mr. John Lekakeny Ololtuaa, CBS
Principal Secretary
Ministry of Education
State Department for Basic Education
P. O. Box 30040-00100
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Mr. James Thomson Mogusu
Principal
Masosa Mixed Secondary School
P. O. Box 1080-40500
NYAMIRA

