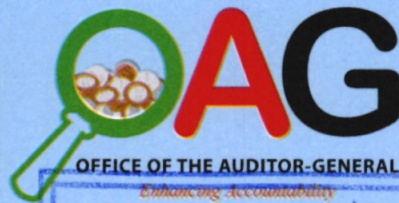


REPUBLIC OF KENYA



REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

DATE: 30 JUN 2026

DAY.

Tuesday

**TABLED
OF**

*The Deputy
Majority Whip*

**CLERK-AT
THE-TABLE:**

Chebude Chebet

THE AUDITOR-GENERAL

ON

**PARLIAMENT
OF KENYA
LIBRARY**

KARIMA BOYS HIGH SCHOOL

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

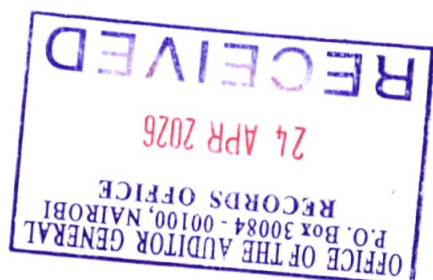
NYERI COUNTY



KARIMA BOYS HIGH SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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



**KARIMA BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2025**

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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.

KARIMA BOYS' HIGH SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2025

2. Key School Information and Management

I. 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 Nyeri County, Nyeri South Sub-County

The school was registered in 14/02/1960 under registration number 19 S 0030 0187 and is currently categorized as an Extra County (*National, Extra County, county and Sub County*) public school established, owned or operated by the Government.

The school is a day/boarding school and had 864 number of students as at 30th June 2025 It has 5 streams and 55 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	JAMES MUREITHI	CHAIRMAN	28/02/2025
2	PETER NJUGUNA KABUI	SECRETARY BOM	28/02/2025
3	JOHN KANYARI MUGAMBI	PA CHAIRMAN/MEMBER	28/02/2025
4	ANNE MWANGI	BOM MEMBER	28/02/2025
5	DANIEL KIRIITHIO	BOM MEMBER	28/02/2025
6	BENJAMIN MAINGI	BOM MEMBER	28/02/2025
7	PAUL KIHUMBA	BOM MEMBER	28/02/2025
8	CHRISTINE MUNGA	BOM MEMBER	28/02/2025
9	STELLA KINGORI	BOM MEMBER	28/02/2025
10	KELLEN MUTHONI	BOM MEMBER	28/02/2025
11	MURAGE NDIRANGU	BOM MEMBER	28/02/2025
12	RUTH KAHIGA	BOM MEMBER	28/02/2025
13	JOSEPH WERU	BOM MEMBER	28/02/2025
14	EUNICE MACHARIA	BOM MEMBER	28/02/2025
15	MURIITHI PATRICK NDIRITU	BOM MEMBER	28/02/2025

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)**The function of the School Board of Management include:**

- 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 students' 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 paragraph 21 and 23 of the Basic Education Act, 2013.

(a) Committees of the Board

Ref :	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. James Muriithi 2. Christine Munga 3. John Kanyari 4. Peter Kabui	Chairman Member Member Secretary	1
2	Finance, procurement and general purposes Committee	1. John Kanyari 2. James Muriithi 3. Peter Kabui 4. Daniel Kiriithio	Chairman Member Secretary Member	2
3	Academic Committee	1. Ruth Kahiga 2. Murage Ndirangu 3. Patrick Muriithi 4. Peter Kabui 5. Christine Munga	Chairman Member Member Secretary Member	3
	Audit Committee	1. James Muriithi 2. Paul Kihumba 3. Peter Kabui 4. Patrick Muriithi 5. Eunice Macharia	Chairperson Member Secretary Member Member	1
6	Discipline Ethics and Integrity Committee	1. James Muriithi 2. Paul Kihumba 3. Peter Kabui 4. Patrick Muriithi 5. Eunice Macharia 6.	Chairman Member Member Secretary Member	3
7	Adhoc Committee (if any during the year)	1. James Gachungi 2. Benjamin Maingi 3. Joseph Weru 4. Peter Kabui 5. Patrick Muriithi	Member Chairman Member Member Secretary	1

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(b) 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	TSC Number
1	Principal	MR. KABUI P.N.	351302
2	Deputy Principal- Administration		
3	Deputy Principal- Academics	MR. MURIITHI P.N	388002
4	School Bursar	MS. ALICE W.G.	24871151

(c) Schools contacts Schools contacts

Post Office Box: 452,10106
Telephone: 0725332570
E-mail: karimaboys@yahoo.com
Website: www.karimaboys.co.ke
Facebook: Karima Boys' High School
Twitter:

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(d) School Bankers

The school operates 10 number of bank accounts and 1 pay bill in the following banks:

1. Name of Bank: Equity Bank Limited
 Branch: Othaya
 Account Number: 0080294008210
2. Name of Bank: KCB Bank ltd
 Branch: Othaya
 Account Number: 1101527838
3. Name of Bank: Barclays Bank Ltd
 Branch: Othaya
 Account Number: 0531018680
4. Name of Bank: Cooperative Bank Ltd
 Branch: Othaya
 Account Number: 01148509767600
5. Name of Bank: KCB Bank Ltd
 Branch: Othaya
 Account Number: 1101563133
6. Name of Bank: KCB Bank ltd
 Branch: Othaya
 Account Number: 1101533749
7. Name of Bank: Equity Bank Ltd
 Branch: Othaya
 Account Number: 008027018579
8. Name of Bank: Equity Bank Ltd
 Branch: Othaya
 Account Number: 0080262274268
9. Name of Bank: Taifa Sacco Ltd
 Branch: Othaya
 Account Number: 402-04-04780
10. Name of Bank: KCB Bank Ltd
 Branch: Othaya
 Account Number: 1103222740
11. MPESA Pay Bill No. 400222 account no 8812 attached to Coop bank account

(c) Independent Auditors

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

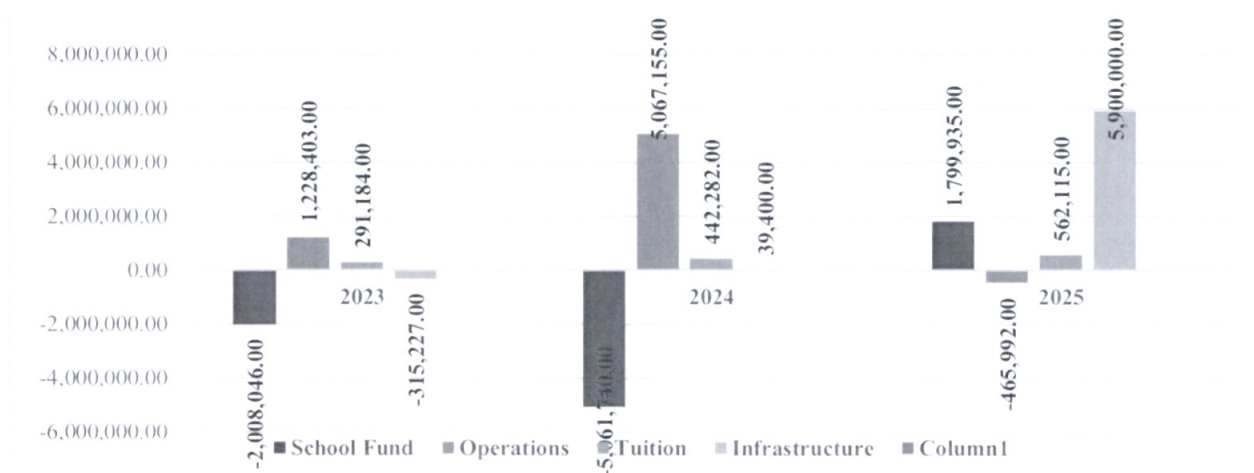
SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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 three years period between 1st July 2024 to 30th June 2025 which covers a period of 12 months and is summarised as follows:

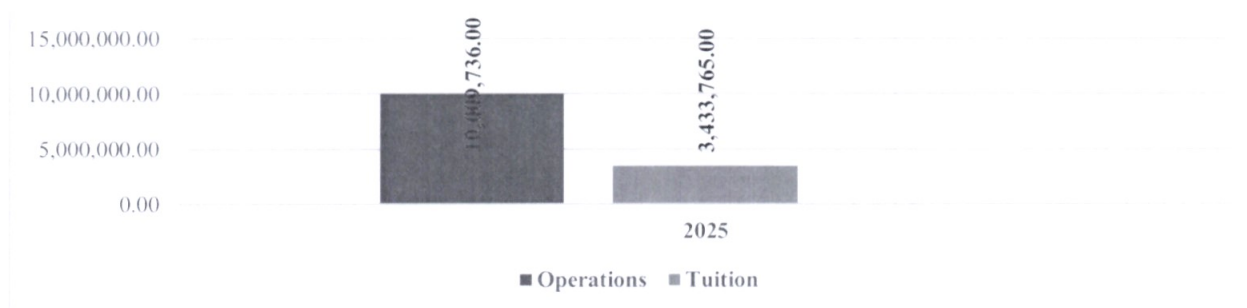
SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS					
SNO	ACCOUNTS		2025	2024	2023
1	School Fund Account		1,799,935.00	(5,061,740.00)	(2,008,046.00)
2	Operations Account		(465,982.00)	5,067,155.00	1,228,403.00
3	Tuition Account		562,115.00	442,282.00	291,184.00
4	Infrastructure Account		(5,900,000.00)	39,400.00	(315,227.00)
	TOTAL		(4,003,942.00)	487,097.00	(803,686.00)

Trend Over the Last Three Years

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	ACCOUNTS		2025	2024	2023
			KSHS	KSHS	KSHS
1	Operations Account		11,759,736.00	15,560,310.00	12,183,777.00
2	Tuition Account		3,433,765.00	2,557,652.00	2,746,339.00
	Total		15,193,501.00	18,117,962.00	14,930,116.00
	Increase/Decrease		(2,924,461.00)	3,187,846.00	-7,236,619.00
	No of Students		864	1,082	1,084
	Ratio of Capitation per student				

Trend Over the Last Three Years



Trend Over the Last Three Years



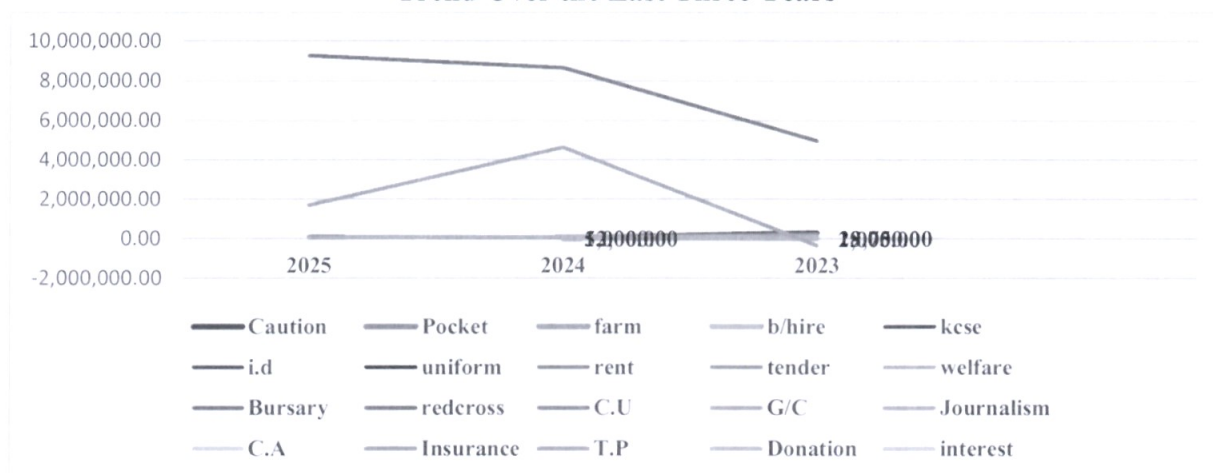
SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF NET GROWTH OF OTHER INCOME(S) (Note 21)					
SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023	
			KSHS	KSHS	
1	Caution			1,159.00	
2	Pocket Money			5,000.00	
3	Farm	23,204.00			
4	Bus Hire	152,740.00		12,000.00	
	Kcse		36,800.00		
	Students IDS	16,560.00	172,050.00		
	Uniform	1,105,512.00	1,824,484.00		
	Rent	53,800.00	94,700.00	61,200.00	
	Tender	37,000.00	57,000.00	48,000.00	
	Social Welfare	100,000.00	30,000.00	90,000.00	
	Bursary	5,709,796.00	9,261,459.00	8,656,712.00	
	Redcross				
	C.U				
	G/C				
	Journalism			4,000.00	
	C.A				
	Teaching In Practice			1,000.00	
	Insurance		1,699,725.00	4,625,845.00	
	Donations	17,700.00	10,000.00		
	Interest Income	460.00	935.00		
	Trip	10,800.00			
	Agriculture project	5,000.00			
		7,232,572.00	13,197,243.00	13,504,916.00	

Trend Over the Last Three Years



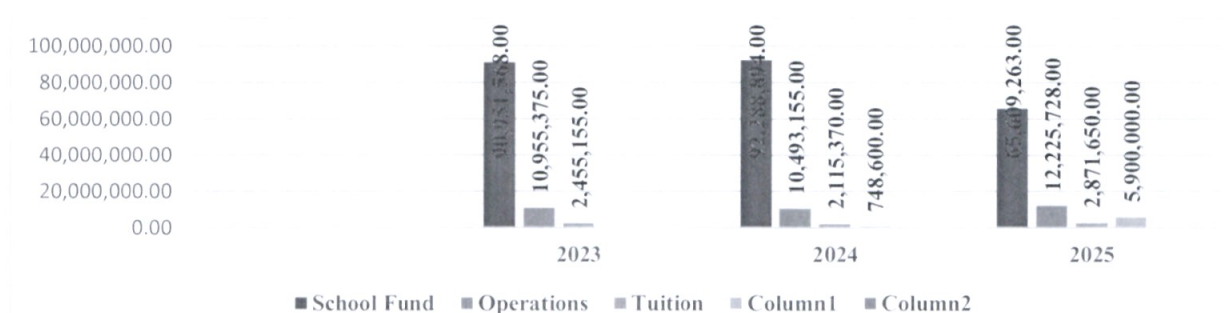
Trend Over the Last Three Years



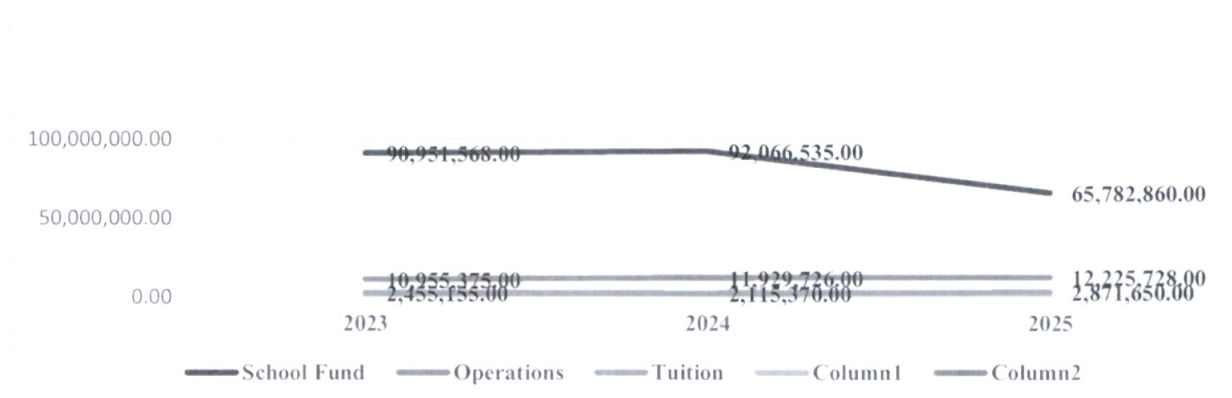
SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2025	2024	2023	
		KSHS	KSHS	KSHS	
1	School Fund Account	65,609,263.00	92,288,894.00	90,951,568.00	
2	Operations Account	12,225,728.00	10,493,155.00	10,955,375.00	
	Infrastructure Account	5,900,000.00	748,600.00	4,411,227.00	
3	Tuition Account	2,871,650.00	2,115,370.00	2,455,155.00	
	Total	86,606,641.00	105,646,019.00	108,774,970.00	

Trend Over the Last Three Years



Trend Over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023	
1	School Fund Account	KSHS	KSHS	KSHS	
a	Debtors	20,498,195.00	19,471,281.00	20,581,684.00	
	Total	20,498,198.00	19,471,281.00	20,581,684.00	

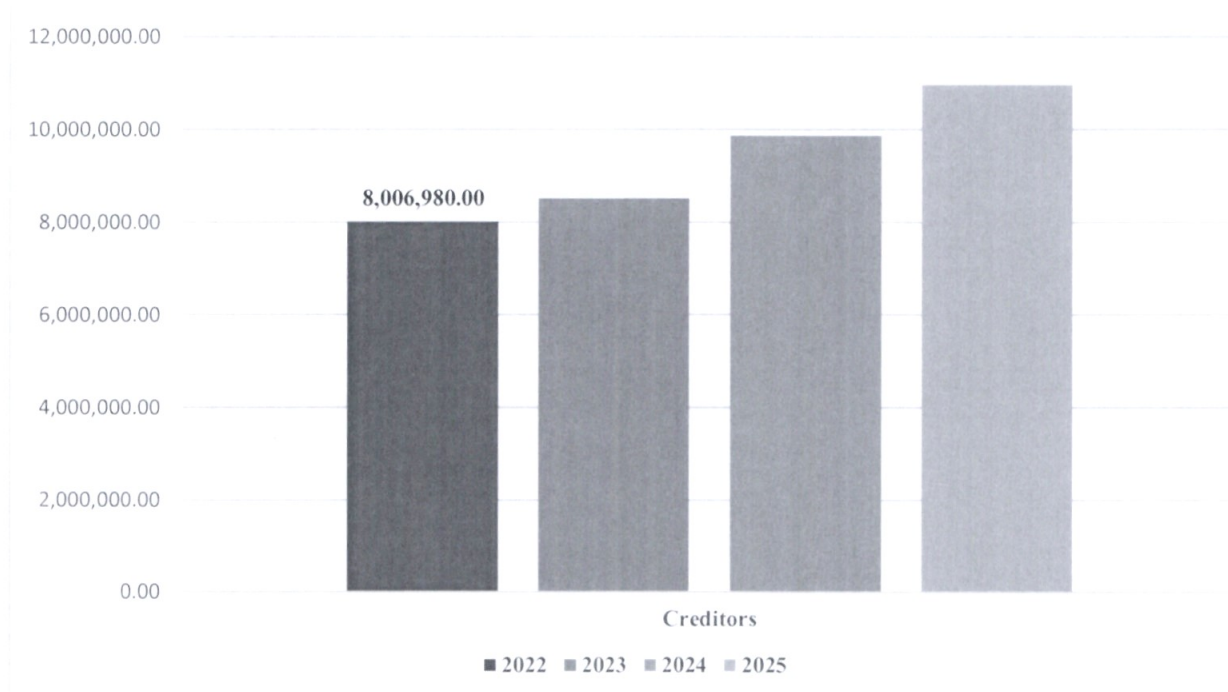
Trend Over the Last Three Years

Total debtors as at 30th June 2025 increased to Kshs 20,498,195 compared to Kshs.19,471,281 as at the end of the financial year 2024. The main contributors to the increase in total debtors is the students' higher fees balances. But Year 2024 the debtors reduced by 306,717.

MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023	2022
1	School Fund Account	KSHS	KSHS	KSHS	KSHS
a	Creditors	10,961,490.00	9,934,576.00	8,511,085.00	8,006,980.00

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)

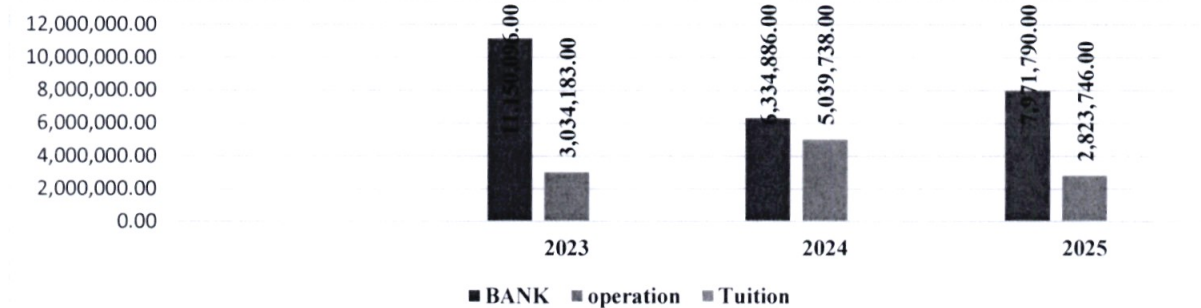
Trend Over the Last Three Years



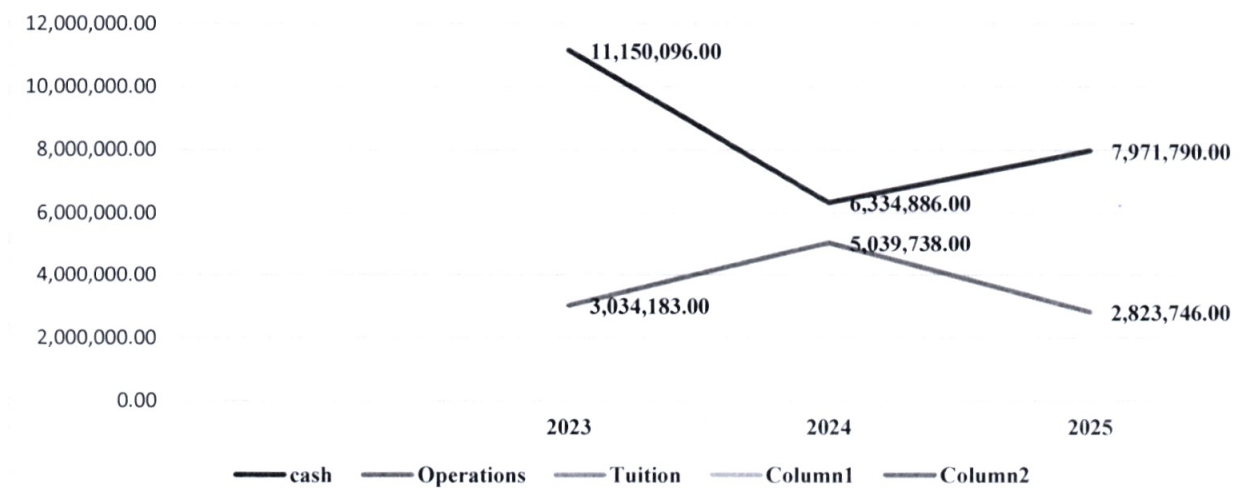
Total creditors as at 30th June 2025 increased to Kshs 10,961,490.00 compared to Kshs 9,934,576.00 as at the end of the financial year 2024. The main contributors to the increase in total creditors are trade and other payables (prepaid fees). Also there is increase in 2024 due to the high cost of living.

MOVEMENT OF CASH AND BANK BALANCES					
SNO	ACCOUNTS	2025	2024	2023	
			KSHS	KSHS	
1	School Fund Account	7,972,790.00	6,334,886.00	11,150,096.00	
	Operation	2,823,746.00	5,039,738.00	3,034,193.00	
	Tuition	1,491,288.00	929,173.00	486,891.00	
	Infrastructure	34,421.00	4,185,421.00	1,084,421.00	
	Cash	23,452.00	34,037.00	58,279.00	
	Short term Investment	358,455.00	184,838.00	407,197.00	
2	Operations Account				
	TOTAL	12,704,152.00	16,708,094.00	16,221,077.00	

Trend Over the Last Three Years



Trend Over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

b) Teacher Student ratio:

Between the month of July 2024 and June 2025, the status of the teaching staff is as follows:

There are 55 teachers posted by the Teachers Service Commission and 8 recruited by the Board of Management. We are grateful that 6 teachers have been posted to school. Although the teacher student ratio lies at 1: 22. We have a shortage of 8 teachers from the given CBE. This is due to subject specialization in Form 3 and Form 4

c) Mean score in the year 2023, 2024 and 2025 KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2023	251	6.976	144	57.37	8.2	Not attained
2024	213	6.981	116	54.46	8.0	Not attained
2025	277	6.885	160	57.76	8.0	

d) Number of Candidates in the year 2023, 2024 and 2025 KCSE:

2023	2024	2025	
251	213	277	

e) Capacity of the school:

No. of students	Dormitories	Dining hall	Laboratories	Toilets	Classes
864	10	1	4	52	21


.....
James Muriithi Gachungi
Chairman
Board of Management


.....
Peter Njuguna Kabui
Secretary,
Board of Management
/Snr Principal


.....
Alice Wanjiru Gicheru
Bursar

Date: 18/03/2026

Date: 18/03/2026

Date: 18/03/2026

3. 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 of Kenya from time to time.

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

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

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


.....
James Muriithi Gachungi

**Chairman
Board of Management**

Date: 18/03/2026


.....
Peter Njuguna Kabui

**Secretary,
Board of Management
/Snr Principal**

Date: 18/03/2026


.....
Alice Wanjiru Gicheru

Bursar

Date: 18/03/2026

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 KARIMA BOYS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - NYERI 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 Karima Boys High School - Nyeri County set out on pages 1 to 19, 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 Karima Boys High School for the year ended 30 June, 2025- Nyeri 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 matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Karima Boys' 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 Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Non-Compliance with Transitional IPSAS Reporting Requirements

As disclosed in Note 1 to the financial statements on Statement of Compliance and Basis of Preparation of the Financial Statements, the School has advantage of the transitional provisions under IPSAS 33. However, Management has not indicated the elements of the financial statements that have not been fully recognized as per the respective IPSAS and the steps being taken towards full compliance with IPSAS Accrual.

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

2. Unsupported Uniform Sales Income

The statement of financial performance reflects miscellaneous incomes amount of Kshs.7,232,572 as disclosed in Note 5 to the financial statements. Included in the amount is Kshs.1,105,512 in respect of sale of form three (3) uniforms. However, the amount was not supported by stock records, issue notes or uniform sales register.

In the circumstances, the accuracy and completeness of miscellaneous incomes balance of Kshs.7,232,572 could not be confirmed.

3. Inaccuracies in the Statement of Financial Performance

The statement of financial performance reflects comparative amounts of Kshs.15,560,310 and Kshs.788,000 in respect of grants for operations and infrastructure respectively. However, the corresponding Notes 2 and 3 to the financial statements reflects Kshs.13,247,310 and Kshs.3,101,000 resulting to unreconciled variances of Kshs.2,313,000 in each case.

In the circumstances the accuracy and completeness of the statement of financial performance could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.97,178,827 and Kshs.82,602,699 respectively, resulting in an under-funding of Kshs.14,576,128 or 15% of the budget.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Significant Exemptions in the PSASB Reporting Templates

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

Other Information

The Management is responsible for the Other Information set out on pages i to xix which comprise of Key School Information and Management, Summary Report of Performance of the School and the Statements 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. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of financial performance reflects boarding and school fund payments amount of Kshs.65,609,263 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.478,000 transferred to 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 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.478,000 could not be confirmed.

2. Long Outstanding Trade and Other Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects payables balance of Kshs.10,961,490. However, included in the balance are trade payables balance of Kshs.1,627,799 which has been outstanding for more than one (1) year and risks loss of public funds through litigations, interests and penalties. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any

procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates’.

In the circumstances, the School Management was in breach of the law and there is risk loss of public funds through litigations, interests and penalties.

3. Unapproved Fees on Parents Association Support Programme

The statement of financial performance reflects school fund income - parents’ contributions amount of Kshs.60,176,626 as disclosed in Note 4 to the financial statements which includes PA damages of Kshs.5,918,075. Examination of the records revealed that the School charged an amount of Kshs.55,535 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 Government Guidelines.

4. Irregularities in Procurement Processes

Review of the School’s procurement processes revealed the following irregularities;

4.1 Lack of Evaluation Committee Initials on Evaluation Report

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

4.2 Lack of a 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.

4.3 Weaknesses in Record Keeping

During the year, the School failed to maintain complete procurement records, including, tender documents, tender advertisements, bid evaluation reports, correspondences with supplier, contract documents, payment certificates and contract performance monitoring reports, therefore limiting audit trail and transparency, contrary to Section 68 of the Public Procurement and Asset Disposal Act, 2015 which states that, “a procuring entity shall maintain procurement and asset disposal records for a period of at least six years after the completion of the procurement or disposal proceedings”.

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

5. Irregular Payment of Allowances

The statement of financial performance reflects boarding and school fund payments of Kshs.65,609,263 as disclosed in Note 9 to the financial statements, which includes an administration costs amount of Kshs.4,009,665, out of which Kshs.635,630 was paid as allowances to teachers and other staff. Board minutes approving payment of these allowances and the rates were however not provided for audit review, contrary to the Board of Management functions outlined in Section 59 (n) of the Basic Education Act, 2013 which states that “the Board is responsible for administering and managing the resources of the institution”.

In the circumstances, the regularity of allowances totalling Kshs.635,630 could not be confirmed.

6. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. The chapter numbers in the table of contents do not align with the chapters in the report;
- ii. In the Key School Information and Management section, several subsections were incorrectly referenced;
- iii. The School name on the cover page is inconsistent with the reports subsequent page headers.

In the circumstances, Management did not comply with the PSASB guidelines.

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. Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.20,498,195 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivable balance of Kshs.13,133,187 which had been outstanding for more than three (3) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective mechanisms for debt management could not be confirmed.

2. Lack of Internal Audit Function

The School Management had not constituted an internal audit unit as required by Section 73 of the Public Finance Management Act, 2012 which states that, "(1) every national government entity shall ensure that it complies with this Act and (a) has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board".

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

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

Responsibilities of Management and Board of Management

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual) 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.

The Board of Management 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

13 May, 2026

John Paul II Karima Boys High School
Annual Report and Financial Statements For the year ended 30th June 2025

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

Description Of Vote Head	Note	2024/2025 Kshs	2023/2024 Kshs
Revenue			
Government grants for tuition	1	3,433,765.00	2,557,653.00
Government grants for operations	2	11,759,736.00	15,560,310.00
Government Grants for infrastructure	3		788,000.00
School fund income- parents' contributions	4	60,176,626.00	74,039,911.00
Miscellaneous incomes	5	7,232,572.00	13,187,243.00
Total Revenue		82,602,699.00	106,133,117.00
Expenditure			
Tuition	6	2,871,650.00	2,115,370.00
Operations	7	12,225,728.00	10,493,155.00
Infrastructure	8	5,900,000.00	748,600.00
Boarding and school fund	9	65,609,263.00	92,288,894.00
Total Expenditure		86,606,641.00	105,646,019.00
Surplus/Deficit		(4,003,942.00)	487,098.00

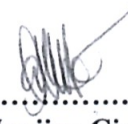
The school financial statements were approved on 23/04 2026 and signed by:



James Muriithi Gachungi
Chairman
Board of Management



Peter Njuguna Kabui
Secretary,
Board of Management
/Snr Principal



Alice Wanjiru Gicheru
Bursar

Date: 18/03/2026

Date: 18/03/2026

Date: 18/03/2026

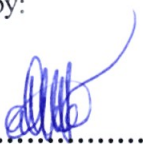
5. Statement of Assets and Liabilities as At 30th June 2025

Description	Note	2024/2025 Kshs	2023/2024 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	12,322,245.00	16,489,219.00
Cash balances	11	23,452.00	34,037.00
Short term investments	12	358,455.00	184,838.00
Total cash and cash equivalent		12,704,152.00	16,708,094.00
Account's receivables	13	20,498,195.00	19,471,281.00
Total financial assets (a)		33,202,347.00	36,179,375.00
Financial liabilities			
Accounts payables	14	(10,961,490.00)	(9,934,576.00)
Total Financial Liabilities (b)			
Net financial assets (a-b)		22,240,857.00	26,244,799.00
Represented by			
Accumulated fund b/fwd	15	26,244,799.00	25,757,701.00
Surplus/deficit for the year		(4,003,942.00)	487,098.00
Net Assets		22,240,857.00	26,244,799.00

The school's financial statements were approved on 23/04 2026 and signed by:


James Muriithi Gachungi
Chairman
Board of Management


Peter Njuguna Kabui
Secretary,
Board of Management
/Snr Principal


Alice Wanjiru Gicheru
Bursar

Date: 18/03/2026

Date: 18/03/2026

Date: 18/03/2026

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

Description	Note	2024/2025 Kshs	2023-2024 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	3,433,765.00	2,557,653.00
Government grants for operations	2	11,759,736.00	15,560,310.00
Government grants for infrastructure	3		788,000.00
School fund income- parents contributions/ fees	4	60,176,626.00	74,039,911.00
Other income	5	7,232,572.00	13,187,243.00
Total receipts		82,602,699.00	106,133,116.00
Payments			
Cash outflows for tuition	6	2,871,650.00	2,115,370.00
Cash outflows for operations	7	12,225,728.00	10,493,155.00
Cash outflows Boarding/lunch and school fund payments	9	65,609,263.00	92,288,894.00
Cash outflow infrastructure	8	5,900,000.00	748,600.00
Total payments		86,606,641.00	105,646,019.00
Net cash inflow/outflow from operating activities		(4,003,942.00)	487,098.00
Cash flow from investing activities			
Acquisition of assets			
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities			
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		(4,003,942.00)	487,098.00
Cash and cash equivalent at beginning of the FY		16,708,094.00	16,220,996.00
Cash and cash equivalent at end of the FY		12,704,152.00	16,708,094.00

Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(The above presentation of the cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cash flow as recommended by PSASB).

The school's financial statements were approved on 23/04 2026 and signed by:


.....
James Muriithi Gachungi
Chairman
Board of Management


.....
Peter Njuguna Kabui
Secretary,
Board of Management
/Snr Principal


.....
Alice Wanjiru Gicheru
Bursar

Date: 18/03/2026

Date: 18/03/2026

Date: 18/03/2026

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	138,420.00		138,420.00		
Exercise Books	1,087,881.00		1,087,881.00		
Laboratory Equipment	901,530.00		901,530.00		
Internal Exams	257,124.00		257,124.00		
Teaching / Learning Materials	1,270,757.00		1,270,757.00		
Chalk	143,734.00		143,734.00		
Total	3,799,446.00	-	3,799,446.00	3,433,765.00	90%
(2) Capitation Grant on Operations					
Personnel Emoluments	4,995,295.00		4,995,295.00		
Repairs And Maintenance	4,339,963.00		4,339,963.00		
Local Transport / Travelling	1,417,430.00		1,417,430.00		
Electricity And Water	565,065.00		565,065.00		
Medical	1,735,985.00		1,735,985.00		
Administration Costs	1,181,575.00		1,181,575.00		
Activity	1,301,990.00		1,301,990.00		
Maintenance & Improvement MoE	4,320,000.00				
Total	19,857,303.00	-	15,537,303.00	11,759,736.00	76%
(4) Fees Charged on Parents					
Personnel Emoluments	8,767,590.00		8,767,590.00		
Repairs And Maintenance	6,667,125.00		6,667,125.00		

Local Transport / Travelling	2,555,270.00		2,555,270.00		
Electricity And Water	4,276,080.00		4,276,080.00		
Administration Costs	3,677,800.00		3,677,800.00		
Activity	1,518,987.00		1,518,987.00		
SMASSE					
Fee On Boarding Equipment and Stores	27,293,495.00	13,085,731.00	40,379,226.00		
	54,756,347.00	13,085,731.00	67,842,078.00	60,176,626.00	89%
5) Miscellaneous Income					
Arrears					
Rent income					
Form 3 uniform					
Donations					
Students ID					
Income from bus hire					
Examination					
Interest Income					
Bursary					
National Music Festival					
Tender					
Social Welfare					
Total Income	10,000,000.00		10,000,000.00	7,232,572.00	72%
TOTAL INCOME	88,413,096.00	13,085,731.00	97,178,827.00	82,602,699.00	85%
(6) Expenditure For Tuition					
Textbooks					
Reference Materials	138,420.00		138,420.00		
Exercise Books	1,087,881.00		1,087,881.00		
Laboratory Equipment	901,530.00		901,530.00		
Internal Exams	257,124.00		257,124.00		
Teaching / Learning Materials	1,270,757.00		1,270,757.00		
Chalks	143,734.00		143,734.00		

	3,655,712.00	-	3,655,712.00	2,871,650.00	79%
(7) Expenditure For Operations					
Personnel Emoluments	4,995,295.00		4,995,295.00		
Repairs, Maintenance & Improvements	4,339,963.00		4,339,963.00		
Local Transport / Travelling	1,417,430.00		1,417,430.00		
Electricity, Water and Conservancy	565,065.00		565,065.00		
Medical	1,735,985.00		1,735,985.00		
Administration Costs	1,181,575.00		1,181,575.00		
Activity Expenses	1,301,990.00		1,301,990.00		
Total	15,537,303.00	-	15,537,303.00	12,225,728.00	79%
(8) Expenditure For infrastructure					
Construction of DORMS	4,320,000.00			5,900,000.00	
Transfer for Damages					
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	8,767,590.00		8,767,590.00		
Repairs, Maintenance and Improvements	6,667,125.00		6,667,125.00		
Local Transport / Travelling	2,555,270.00		2,555,270.00		
Electricity, Water and Conservancy	4,276,080.00		4,276,080.00		
Medical Expenses					
Administration Costs	3,677,800.00		3,677,800.00		
Activity	1,518,987.00		1,518,987.00		
Boarding Equipment and Stores	27,293,495.00	13,085,731.00	40,379,226.00		
Creditors					
Tuition A/C					
Form 3 Uniform					

Student ID					
Bank Charges					
Bursary					
Pocket money					
Farm					
National Music Festivals					
Tender					
Insurance Compensation					
Totals	54,756,347.00	13,085,731.00	67,842,078.00	65,609,263.00	97%
TOTALS	73,949,362.00	13,085,731.00	87,035,093.00	86,606,641.00	100%

8. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

For the purposes of these financial statements, deposits, and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending the fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditures incurred for the purchase of goods, works and services that have been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

7. Non-current assets

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the school fixed asset register a summary of which is provided as a memorandum to these financial statements.

8. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *school's* budget was approved by the School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

9. Comparative figures

Where necessary, comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

10. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2025.

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

Description	2024/2025	2023-2024
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams	1,421,037.00	1,237,887.00
Teaching / Learning Materials	2,012,727.00	1,319,766.00
Others (specify)*		
Total	3,433,765.00	2,557,653.00

*Include others as per MOE circulars

2 Government Grants for Operations

Description	2024/2025	2023-2024
	Kshs	Kshs
Personnel Emoluments		
Repairs And Maintenance	4,829,839.00	3,700,200.00
Local Transport / Travelling		
Electricity And Water		
Medical	1,153,061.00	79,650.00
Administration Costs		
Activity	658,031.00	418,389.00
Other Vote Heads (specify)*	5,118,805	9,013,071.00
Total	11,759,736.00	13,247,310.00

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	2024/2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement		3,101,000.00
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (specify)(NGCDF and County govt.		
Total		3,101,000.00

4 School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023-2024
	Kshs	Kshs
Personnel emoluments	3,847,997.00	4,629,011.00
Repairs and maintenance	3,798,022.00	1,907,558.00
Local transport / travelling	957,577.00	1,253,875.00
Electricity and water	4,011,308.00	4,804,398.00
Medical		1,513,849.00
Administration costs	2,431,703.00	2,719,134.00
Activity	214,940.00	321,503.00
Fee on Boarding Equipment and stores	33,774,192.00	48,282,590.00
PA Damages	5,918,075.00	
Examination	55,259.00	
Curriculum Support		
Arrears	3,828,801.00	6,544,337.00
Prepayments	1,338,752.00	2,063,656.00
Total	60,176,626.00	74,039,911.00

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

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income	53,800.00	94,700.00
Income From Farming Activities	23,204.00	
Uniform	1,105,512.00	1,824,484.00
Student ID	16,560.00	172,050.00
Examination		36,800.00
Caution		
Pocket Money		
Teaching in practice		
Tender	37,000.00	57,000.00
Social Welfare	100,000.00	30,000.00
Journalism		
Red cross		
Trip	10,800.00	
Agriculture projects	5,000.00	
Income From Bus Hire	152,740.00	
G&C		
Income From Grants and Donations*	17,700.00	10,000.00

Interest Income		935.00
Bank charges	460.00	
Bursary	5,709,796.00	9,261,559.00
National Music festivals		1,699,725.00
Total	7,232,572.00	13,187,243.00

(Include an explanation on the kind and source of grants/ donations received by the school.)

*Ensure proper authorization from MOE before obtaining loans/borrowings.

*Indicate what other income relates to including income arising from writebacks if any.

6. Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books		600,000.00
Textbooks		
Reference materials		
Laboratory Equipment	1,400,548.00	313,000.00
Teaching / Learning Materials		
Exams And Assessment	30,000.00	178,370.00
Creditors	1,441,102.00	1,024,000.00
Bank Charges		
Chalk		
Total	2,871,650.00	2,115,370.00

7. Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	3,266,660.00	5,647,442.00
Service Gratuity		
Administration Cost	1,593,660.00	872,350.00
Repairs And Maintenance & Improvements	546,915.00	74,763.00
Local Transport / Travelling	1,413,867.00	496,000.00
Electricity And Water	1,018,435.00	662,400.00
Infrastructure fund	750,000.00	2,540,200.00
Activity Expenses	1,103,000.00	
Creditors	1,398,351.00	
Tuition account	265,765.00	200,000.00
School fund account	700,000.00	
Statutory deductions	169,075.00	

Total	12,225,728.00	10,493,155.00

8. Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Construction of classrooms		748,600.00
Construction of laboratory		
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
School fund	5,900,000.00	
Total	5,900,000.00	748,600.00

9. Boarding And School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	4,737,032.00	4,737,308.00
G&C		
Repairs And Maintenance & Improvements	6,586,789.00	3,848,955.00
Local Transport / Travelling	2,434,091.00	2,146,910.00
Electricity And Water	1,669,850.00	2,811,213.00
Activity	1,098,245.00	1,680,720.00
Administration Costs	4,009,665.00	6,647,624.00
Expenses on KCSE	122,500.00	
Statutory deductions	102,997.00	
Uniform	971,265.00	3,126,360.00
Fee On Boarding Equipment and Stores	28,960,546.00	44,483,487.00
Rent Expenses		94,105.00
Tender	65,722.00	149,999.00
Pocket Money		1,100.00
Medical	886,958.00	233,390.00
Farm	97,560.00	96,470.00
PA expenses Damages	170,200.00	
Student ID		56,424.00
Prepayments	1,752,691.00	1,079,438.00
Caution Money		
Creditors	3,336,706.00	6,686,167.00
Arrears		

Tuition Account	1,022,150.00	3,103,950.00
Trip	399,147.00	
Insurance compensation		45,000.00
RD cheques	1,465,753.00	
Bursary	5,709,796.00	9,261,549.00
National music festivals		1,651,630.00
Bank charges	9,600.00	124,736.00
Total	65,609,263.00	92,066,535.00

(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous revenue as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).

10. Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Co-operative Bank	Active	1148509767600	199,135.00	1,127,357.00
KCB	Active	1101527838	5,203,837.00	318,086.00
Equity	Active	80294008210	47,042.00	1,994,640.00
KCB	Active	1101563133	2,823,746.00	5,039,738.00
ABSA Bank Ltd	Active	531018680	2,521,776.00	2,894,803.00
KCB	Active	1101533749	1,491,288.00	929,173.00
KCB	Active	1233556339	35,421.00	4,185,421.00
Total			12,322,245.00	16,489,219.00

11. Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	23,452.00	34,037.28
Total	23,452.00	34,037.28

12. Short Term Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
KCB	167.00	293.00
Equity ESA	24,185.00	24,185.00
Equity CDF	0	1,697.00
Taifa Sacco	334,103.00	158,663.00
Total	358,455.00	184,838.00

13. Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	20,403,295.00	19,403,081.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)	94,900.00	68,200.00
Total	20,498,195.00	19,471,281.00

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	4,025,329.00	19%	5,401,734.00	31%
Between 1- 2 years	2,376,619.00	12%	868,160.00	4%
Between 2-3 years	868,160.00	4%	131,619.00	1%
Over 3 years	13,133,187.00	64%	13,001,568.00	64%
Total (should tie to note 13 a)	20,403,295.00	100%	19,403,081.00	100%

14. Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	9,925,823.00	7,803,958.00
Prepaid Fees	1,035,667.00	2,063,656.00
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	10,961,490.00	9,867,614.00

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	8,298,024.00	84%	6,974,620.00	89%
Between 1- 2 years	798,461.00	8%	829,338.00	11%
Between 2-3 years	829,338.00	8%		%
Over 3 years		%		%
Total (should tie to note 14)	9,925,823.00	100%	7,803,958.00	100%

15. Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	16,489,219.00	15,755,590
Cash Balances	34,037.00	58,209.00
Short Term Investments		407,197.00
Receivables	19,471,281	18,047,790
Payables	(9,934,576)	(8,511,085).00
Total	26,244,799.00	25,757,701.00

Other important disclosure notes

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

16. Non-current Liabilities Summary

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

17. Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle		280,000.00	280,000.00
Goats			
Trees		1,167,000.00	1,167,000.00
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total		1,447,000.00	1,447,000.00

18. Borrowings

	2024-2025	2023-2024
Description	Kshs	Kshs
Borrowings at beginning of the year		
Borrowings during the year		
Repayments during the year		
Balance at the end of the year		

There were no borrowings during the Year

Other important disclosure notes

19 Stock/ Inventory

Description	2024-2025	2023-2024
Food stuffs	1,290,275.00	1,675,790.00
Lab consumables		
Farm produce		
Stationeries	400,650.00	559,870.00
Construction Materials		
Others (specify)		
	1,690,922.00	2,235,660.00

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

20 Progress On Follow Up of Auditor Recommendations

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

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

Sign and Date
Principal

10. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
PAYEE						
1. LIYOD INVESTMENTS				1,200,900.00		
2. LEWAWA ENTERPRISES				528,143.00	148,380.00	
3. ZINYAWA ENTERPRISES				239,000.00	61,500.00	
4. KIHONGE ENTERPRISES				433,940.00	728,095.00	
5. STAGEVIEW BUTCHERY				993,800.00	358,050.00	
6. MWAPE POULTRY				94,500.00	86,000.00	
7. KHIMJI DEVSH SHAH				2,243,330.00	873,630.00	
8. ZYETECH AGENCIES				258,280.00	254,102.00	
9. NETTAG SOLUTIONS				410,250.00		
10. KABARA AUTO GARAGE				308,710.00		
11. STAGE GLASSMART				130,068.00		
12. JIMKA ENGINEERING				77,160.00	277,160.00	
13. SCHACCS				110,884.00	6,500.00	
14. WAWERU MACHARIA				167,993.00	167,993.00	
15. LUMU CLEANING &HEALTH SERVICES				50,000.00		
16. GASTON KENYA				91,400.00	28,304.00	
17. EUNIFEST ICT SOLUTIONS				76,560.00	76,560.00	
18. OTHAYA BATA STOCKIST				8,000.00	23,800.00	
19. GATHOGO BOOKSELLERS				273,500.00		
20. DR MIANO				5,000.00	2,500.00	
21. WINNIE ROSE WAMBUI				60,000.00		
22. ZYENELLE KENYA LTD				78,000.00		
23. SYSMEL TECHNOLOGIES				245,500.00	14,000.00	
24. OMWASCO				215,510.00		
25. CHAMUNDI				522,360.00		
26. WEGO PUBLISHERS				15,000.00	12,250.00	
27. ASAM ELECTRICALS				57,160.00	44,700.00	
28. KOLWARKS VENTURES				21,250.00		
29. MATHEW WAHOME				48,938.00	48,938.00	
30. AFYA CHEMIST				91,900.00		
31. M.N TIMBER				320,000.00	19,070.00	
32. COFFEE BEE LTD				84,500.00	30,000.00	

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
33. THIKA TECHNICAL				21,632.00		
34. GRACE MUMBI				51,840.00		
35. APA INSURANCE				259,845.00		
36. BITITEC SYSTEM				75,000.00		
37. JOSPHAT KAGIRI				30,870.00		
38. MERCY NJOKI MUBIA				9,600.00		
39. REVIJO GEN SUPPLIERS				15,500.00		
40. Sub-Total				9,925,823.00		
Grand Total						

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	Balance b/f 01/01/2021			Valuation on going
Buildings And Structures	Balance b/f 01/01/2021			162,000,000
Motor Vehicles	Balance b/f 01/01/2021			5,700,000
Office Equipment, Furniture and Fittings	Balance b/f 01/01/2021			33,682,500
Textbooks	Balance b/f 01/01/2021			Valuation on going
ICT Equipment	Balance b/f 01/01/2021			3,584,000
Tools And Apparatus	Balance b/f 01/01/2021			Valuation on going
Generator	Balance b/f 01/01/2021			1,500,000
Heritage And Cultural Assets	Balance b/f 01/01/2021			
Intangible Assets- Soft Ware	Balance b/f 01/01/2021			
Total	Balance b/f 01/01/2021			

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