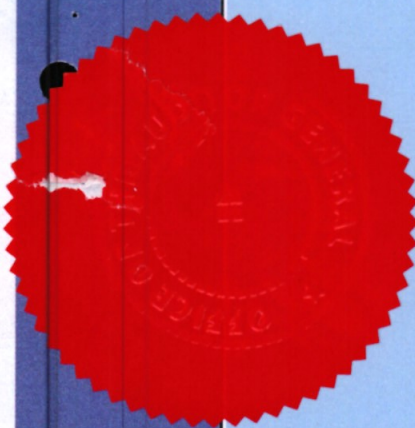


REPUBLIC OF KENYA



REPORT

DATE: 18 JUN 2026

DAY.

Thursday

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BY:

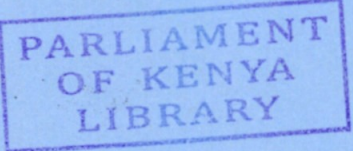
Hon. Samuel Chepkong'o
(on behalf of leader of Majority)

CLERK-AT
THE-TABLE:

hon. Ma

OF

THE AUDITOR-GENERAL

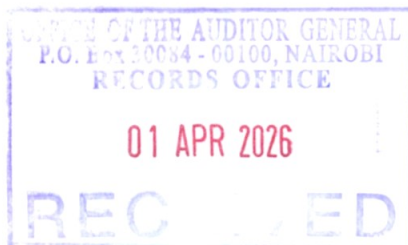


ON

HON. KHALIF GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

WAJIR COUNTY



HON. KHALIF GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

HON. KHALIF GIRLS SECONDARY SCHOOL

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

HON. KHALIF GIRLS 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.

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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 **WAJIR** County, **WAJIR WEST** Sub-County

The school was registered in **MARCH/2006** under registration number **GP/A3629/2006** and is currently categorized as a **COUNTY** public school established, owned or operated by the Government.

The school is both a boarding and a day school and had **548** number of students as at 30th June 2025. It has **3** streams and **15** teachers of which **3** 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	FARAH ABDI SAMAN	CHAIRMAN	1 ST NOVEMBER 2022
2	OSMAN M. HUSSEIN	SECRETARY - PRINCIPAL	1 ST NOVEMBER 2022
3	HABIBA ABDIRAHMAN	MEMBER	1 ST NOVEMBER 2022
4	ABDI B. MOHAMED	MEMBER	1 ST NOVEMBER 2022
5	RUKIA ABDULLAHI	MEMBER	1 ST NOVEMBER 2022
6	HALIMA ABDULLAHI	MEMBER	1 ST NOVEMBER 2022
7	ABEY NUNOW	MEMBER	1 ST NOVEMBER 2022
8	FARAH ABDI SAMAN	MEMBER – REP CEB	1 ST NOVEMBER 2022
9	ABDIHAKIM HUSSEIN	MEMBER REP TEACHERS	1 ST NOVEMBER 2022
10	SAADIA Y. SHEIKH	3 MEMBERS - SPONSOR	1 ST NOVEMBER 2022
11	ABEY MOHAMED	MEMBER - COMMUNITY	1 ST NOVEMBER 2022
12	MEYMUNA GAIYE	MEMBER SPECIAL NEEDS	1 ST NOVEMBER 2022
13	ZAHWA ABDINOOR	REP STUDENTS	4 TH MAY 2023

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	MR. FARAH ABDI SAMAN	CHAIRPERSON	2
		MRS RUKIA ABDULLAHI	MEMBER	
		MR. BIRIK OSMAN	MEMBER	
2	Audit Committee	MR. ABNEY NUNOW	MEMBER	1
		MRS HALIMA ABDULLAHI	VICE CHAIRPERSON	
		ISMAIL IROBE	MEMBER	
3	Finance, procurement and general purposes Committee	MR. OSMAN MUMIN	SECRETARY	1
		MR ABASS MAALIM	MEMBER	
		MRS.FARHIYA YUSSUF	MEMBER	
4	Academic Committee	MR ABDIRASHID ABDINOOR	MEMBER	2
		MRS HALIMA ABDULLAHI	VICE CHAIRPERSON	
		MR. OSMAN MUMIN	SECRETARY	
5	Development Committee	MR. FARAH ABDI SAMAN	CHAIRPERSON	2
		MR. OSMAN MUMIN	SECRETARY	
		MRS RUKIA ABDULLAHI	MEMBER	

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	OSMAN MUMIN HUSSEIN	418376
2	Deputy Principal	MUMINA DUGOW GARAT	871399
3	School Bursar	ABEY AHMED ABDI	24912533

(e) Schools contacts

Post Office Box: 369-70200
Telephone: 0720804947
E-mail: hkgss06@gmail.com

(f) School Bankers

Name Of Bank: Kcb
Branch: Wajir
Account Number: 1105220443 (School Fund Account)

Name Of Bank: Kcb
Branch: Wajir
Account Number: 1105189910 (Operation Account)

Name Of Bank: Equity
Branch: Wajir
Account Number: 1105189260 (Tuition Account)

Name Of Bank: Equity
Branch: Wajir
Account Number: 1212585682 (Infrastructure Account)

(g) Independent Auditors

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

HON. KHALIF GIRLS 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:

a) Financial performance:

1. Surplus / Deficit for the Last Four Years

Year	Surplus (Kshs)	Deficit (Kshs)
2021/2022	6,484,927	
2022/2023		191,126
2023/2024	513,563	-
2024/2025		1,474,655

2. Capitation Grants from the Ministry of Education for the Last Four Years

Year	Operation (Kshs)	Tuition (Kshs)	Total (Kshs)
2021/2022	7,055,928	1,560,639	8,616,567
2022/2023	6,934,380	1,418,162	8,352,542
2023/2024	7,504,613	1,540,128	9,044,741
2024/2025	1,563,604	6,576,566	8,140,170

3. Ratio of Capitation Grant Per Student

Year	Enrolment	Capitation per Student (Kshs)
2021/2022	539	16,743
2022/2023	520	13,285
2023/2024	573	16,600
2024/2025	548	11,741

4. A Three-Year Over View Of Growth of Other Income (S) Earned By The School.

Year	Parents Contribution / Fees (Kshs)
2022/2023	13,201,025
2023/2024	11,680,000
2024/2025	7,771,000
TOTAL	32,652,025

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

Year	Parents Contribution / Fees (Kshs)
2022/2023	14,725,549
2023/2024	11,386,846
2024/2025	7,648,759
TOTAL	33,761,154

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****6. Movement of debtors and creditors of the school over the last three years**

Year	Receivables (Kshs)	Payables (Kshs)
2021/2022	6,997,209	24,637
2022/2023	6,852,136	307,000
2023/2024	6,611,949	202,850
2024/2025	6,362,671	119,200

7. A Movement of cash and bank balances over the last three years

Year	Cash (Kshs)	Bank (Kshs)
2020/2021		1,024,478
2021/2022		1,727,384
2022/2023		1,963,694
2023/2024		2,613,294

b) Teacher Student ratio:

Teacher Allocation Overview						
Curriculum Based Establishmen t (CBE)	Teacher s on Duty (TOD)	Shortfal l	No. Recrui te d	No. Transfe rre d	No. of BOM Teacher s	Teacher-Studen t Ratio
18	12	6	0	0	3	1:47

c) The mean score in the 2025 KCSE:

Year / Exam	Entries	Mean Score	Grade	Students Eligible for University (C+ and above)	Previous Mean	Deviation	Performance Comment
KCSE 2020	121	5.314	C (Minus)	19	3.63725	-0.745	Improvement from previous year and increase in university threshold
KCSE 2021	126	5.698412	C (Plain)	78	5.314	0.3843	Great improvement; and surpassed the previous year of university entry mean of

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

							C+
KCSE 2022	116	6.724	C+ (Plus)	69	5.698412	+2.341	Slight improvement achieved on the mean score but the number of university entry dropped slightly.
KCSE 2023	172	5.314	C (Minus)	22	6.724	-1.410	A drop in the aggregate mean but a good number made to the university entry.
KCSE 2024	132	6.583	C (plus)	78	5.314	+1.269	Improvement achieved and surpassed university entry mean
KCSE 2025	137	5.779	C(plain)	41	6.583	-0.8042	A slight drop in the mean score but a good number made to the university.

d) Number of Candidates in the 2025 KCSE:

Year	Number of Students
2021	126
2022	116
2023	172
2024	132
2025	137

e) The capacity of the school:

The school has an Enrolment of **548** Students, Sixteen Classrooms (**16**), Five (**5**) Dormitories, One (**1**) Dining Hall, One (**1**) Laboratory, Twenty (**20**) Toilets & Bathrooms, Two (**2**) Staff Quarters, One (**1**) Admin Block, One (**1**) Store, Five (**5**) Overhead Tanks of 20,000L & One (**1**) Mosque.

HON. KHALIF GIRLS SECONDARY SCHOOL

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

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
1. Renovation of staff house & staff room	M.I	Completed	1,100,000		Completed
2. Tiling of one classroom	M.I	Completed	300,000		Completed
3. Renovation of dining hall and kitchen	M.I	Completed	1,263,000		Completed

PRINCIPAL
HON. KHALIF GIRLS' SEC. SCHOOL
P.O. BOX 369 - 70100, WAJIB



27/3/2026

School Principal

HON. KHALIF GIRLS SECONDARY SCHOOL

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

4. Statement of School Management Responsibility

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

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

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

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

.....


Name: Farah Abdi Saman

Designation: Chairman, School Board of Management

Date: 27/3/2026

.....


Name: Osman Mumin Hussein

Designation: School Principal & Secretary to Board of Management

Date: 27/3/2026

PRINCIPAL
HON. KHALIF GIRLS' SEC SCHOOL
P.O. BOX 369 - 70100, WAJIR

.....


Name: Abey Ahmed Abdi

Designation: Bursar/ Finance Officer

Date: 27/3/2026

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 HON. KHALIF GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – WAJIR 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 Hon. Khalif Girls Secondary School set out on pages 1 to 19, which comprise of the

statement of financial position as at 30 June, 2025, and the statement of financial performance, statement of cash flows and statement of budgeted versus actual amounts, for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Non-Compliance with 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 taken 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. Inaccuracies in the Government Grants for Operations

The statement of financial performance reflects government grants for operations amounting to Kshs.4,655,816 as disclosed in Note 2 to the financial statements. However, the bank statements reflect government grants for operations amounting to Kshs.6,576,566, resulting in a variance of Kshs.1,920,750. The variance is attributable to the amount transferred to the infrastructure account for maintenance and improvement of the school's facilities.

In the circumstances, the accuracy of the government grants for operations amounting to Kshs.4,655,816 could not be confirmed.

3. Unsupported School Fund Income - Parents Contribution

The statement of financial performance reflects school fund income - parents contributions amounting to Kshs.7,771,000 as disclosed in Note 4 to the financial statements. The amount was supported by a schedule indicating the student's name, admission number, the amount to be paid by the student during the year, aggregate amount paid by the student and the outstanding balance. However, the schedule was

not supported with other records such as, detailed schedule of fee payment per term, fees payment registers and student billing records.

Further, the School uses the Students and Academic Management Information System (SAMIS) to record fees collection but the system generated ledger reports, student billing statements and related transaction listings were not provided for audit review.

In the circumstances, the accuracy and completeness of school fund income - parents contributions amounting to Kshs.7,771,000 could not be confirmed.

4. Inaccuracies in the Statement of Budgeted Versus Actual Amounts

The statement of cash flows reflects total actual receipts and payments of Kshs.16,160,448 and Kshs.17,470,475 respectively. However, the statement of budgeted versus actual amounts reflects total actual receipts and payments of Kshs.10,890,937 and Kshs.17,386,853 respectively, resulting in variances of Kshs.5,269,511 and Kshs.83,622 in receipts and payments respectively.

In the circumstances, the accuracy of the amounts reflected in the statement of budgeted versus actual amounts could not be confirmed.

5. Unsupported Accounts Receivables Balance

The statement of assets and liabilities reflects accounts receivables balance of Kshs.6,362,671 in respect of fees arrears as disclosed in Note 12 to the financial statements. However, the balance was not supported by a detailed schedule, aging analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance. Included in the balance is fees arrears of Kshs.1,342,438 which had been outstanding for more than a year.

In the circumstances, the accuracy, completeness and recoverability of the accounts receivable balance of Kshs.6,362,671 could not be confirmed.

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

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.16,701,000 and Kshs.10,890,937 respectively, resulting in an under-funding of Kshs.5,810,063 or 35% of the budget. However, the School spent an amount of Kshs.17,386,853 against actual receipts amounting to Kshs.10,890,937 resulting in an over-utilization of Kshs.6,495,916 or 60 % of actual receipts.

The under-funding affected the planned activities and may have impacted negatively on the operations of the School.

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 by Public Sector Accounting Standards Board in the Financial Statements Reporting Template

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

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

The financial statements were submitted to the Auditor-General on 1 September, 2025 instead of on or before 31 August, 2025. This was contrary to The National Treasury Circular No: AG.3/88 Vol. VII (41) of 4 December, 2024 in compliance with Section 81 of the Public Finance Management Act, 2012 which required all public entities to submit financial statements for the year ended 30 June, 2025 by 31 August, 2025.

In the circumstances, Management was in breach of law.

2. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects operations grants amount of Kshs.4,655,816 as disclosed in Note 2 to the financial statements. Included in the amount is Kshs.1,920,750 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, an amount of Kshs.429,750 was transferred on 21 September, 2024 being twenty-four (24) days after receipt in the operations account. This was contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/5 2024 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 guidelines.

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

The statement of financial performance reflects Operation payments totalling Kshs.5,506,730 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.90,445 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.90,445 could not be confirmed.

4. 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.

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

5. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects payments for tuition, operations, infrastructure, boarding and school fund amount of Kshs.17,386,825 as disclosed in Note 6,7,8 and 9 to the financial statements which includes an amount of Kshs.2,864,565 in respect of procurement contracts signed with the School's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts. This was contrary to the Public Procurement Capacity Building Levy Order, 2023 which requires Public Procurement Capacity Building Levy be deducted at 0.03% on all contracts between the supplier and a procuring entity.

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

6. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which 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 guidelines.

7. Non-Compliance with the Law on Ethnic Diversity in Employment

Review of the payroll revealed that the School had fourteen (14) employees. However, all the employees, were from the dominant ethnic community. This was contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which states that all public establishments shall seek to represent the diversity of the people of Kenya in the employment of staff and no public establishment should have more than one third of its staff from the same ethnic group.

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

8. Under-Funding of Capitation Grants

The statement of financial performance reflects capitation grants for tuition and operations amount of Kshs.1,563,604 and Kshs.4,655,816 respectively as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year under review, the approved capitation rate per student was Kshs.22,244 which, based on recorded student enrollment, should have translated to total capitation funding of Kshs.13,212,936. However, the School received a total of Kshs.8,140,170 while Kshs.153,252 was retained by the Ministry for Strengthening of Mathematics and Sciences in Secondary Schools (SMASSE) and other co-curricular activities resulting in an under-funding of Kshs.4,919,514.

In the circumstances, the School was underfunded contrary to the Government Policy on Free Day Secondary Education which may have impacted negatively on the planned learning outcomes.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of Internal Audit Unit and Audit Committee

During the year under review, the School did not have an Internal Audit Unit and an Audit Committee. This was contrary to Section 73(1)(a) of the Public Finance Management Act, 2012, which provides that every National Government entity shall ensure that it has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board. Further, Regulation 174(1) of the Public Finance Management (National Government) Regulations, 2015, requires each National Government entity to establish an Audit Committee.

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

2. Lack of Risk Management Policy

During the financial year under review, the Management did not establish or implement a Risk Management Policy to identify, assess and mitigate potential risks. This lack of a formal policy may have exposed the School to unforeseen challenges, vulnerabilities, and inefficiencies in addressing operational, financial and compliance-related risks. A comprehensive risk management framework would have been critical in safeguarding the School's assets and ensuring long-term sustainability.

In the circumstances, the effectiveness of risk management systems at the School could not be confirmed.

3. Weaknesses in Students and Academic Management Information System Controls

The School uses Students and Academic Management Information System (SAMIS) to record and monitor boarding fee collections. However, there was no documented IT policy outlining procedures for user access management, password controls, system administration, data backup, or periodic review of system audit trails. User roles and access levels were not formally documented, and there was no evidence of periodic review of user rights. Further, no documented evidence was provided to confirm that regular independent reconciliations are performed between amounts recorded in SAMIS, cash received, and bank deposits. There was also no evidence of supervisory review and approval of system-generated reports used for financial reporting. Further, the School did not have an IT strategic steering committee. In addition, there were no fire suppression systems to mitigate loss in case of a fire outbreak.

In the circumstances, the effectiveness of internal controls in respect of SAMIS at the School could not be confirmed.

4. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.51,687,250 which includes land with a balance of Kshs.8,000,000. However, land ownership documents were not provided for audit. In addition, the fixed asset register maintained was not updated and did not include the details of the assets and the values. Further, assets were not tagged for easier identification.

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

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 (including the transitional provisions permitted under IPSAS 33) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

17 April, 2026

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****6. Statement Of Financial Performance for the Year Ended 30th June 2025**

Description Of Vote Head	Note	2024-2025	2023-2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	1,563,604	1,540,128
Government grants for operations	2	4,655,816	7,504,613
Government Grants for infrastructure	3	1,920,750	-
School fund income- parents' contributions	4	7,771,000	11,680,000
Miscellaneous incomes	5	-	-
Total Revenue		15,911,170	20,724,741
Expenditure			
Tuition	6	1,567,364	1,447,924
Operations	7	5,506,730	7,376,408
Infrastructure	8	2,663,972	-
Boarding and school fund	9	7,648,759	11,386,846
Total Expenditure		17,386,825	20,211,178
Surplus/Deficit		(1,475,655)	513,563

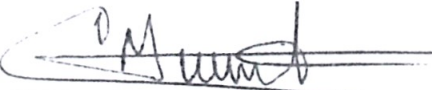
The school financial statements were approved on 27/3/2026 and signed by:


.....

Name: FARAH A. SAMAN

Chair BOM

Date: 27/3/2026


.....

Name: OSMAN MUMIN
School Principal/ Secretary to
BOM

Date: 27/3/2026


.....

Name: ABEY AHMED

Bursar/ Finance Officer

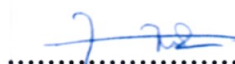
Date: 27/3/2026

PRINCIPAL
HON. KHALIF GIRLS' SEC SCHOOL
P.O. Box 369 - 70100, WAJIR

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****7. Statement of Assets and Liabilities as at 30th June 2025**

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	1,303,267	2,613,294
Cash balances	11	-	-
Short term investments		-	-
Total cash and cash equivalent		1,303,267	2,613,294
Account's receivables	12	6,362,671	6,611,949
Total financial assets (a)		7,665,938	9,225,243
Financial liabilities			
Accounts payables	13	119,200	202,850
Total Financial Liabilities (b)			
Net financial assets (a-b)		7,546,738	9,022,393
Represented by			
Accumulated fund b/fwd	14	9,022,393	8,508,830
Surplus/deficit for the year		(1,475,655)	513,563
Net Assets		7,546,738	9,022,393

The school's financial statements were approved on 27/3/2026 and signed by:



Name: FARAH A. SAMAN

Chair BOM

Date: 27/3/2026



Name: OSMAN MUMIN
School Principal/ Secretary to
BOM

Date: 27/3/2026



Name: ABEY AHMED

Bursar/ Finance Officer

Date: 27/3/2026

PRINCIPAL
HON. KHALIF GIRLS' SEC. SCHOOL
P.O. Box 369-70200, WAJIB

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,563,604	1,540,128
Government grants for operations		4,655,816	7,504,613
Government grants for infrastructure		1,920,750	-
School fund income- parents contributions/ fees		8,020,278	11,920,187
Miscellaneous incomes		-	-
Total receipts		16,160,448	20,964,928
Payments			
Cash outflows for tuition		1,567,364	1,447,924
Cash outflows for operations		5,506,730	7,376,408
Infrastructure		2,663,972	-
Cash outflows Boarding/lunch and school fund payments		7,732,409	11,490,996
Total payments		17,470,475	20,315,328
Net cash inflow/outflow from operating activities		(1,310,027)	649,600
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		(1,310,027)	649,600
Cash and cash equivalent at beginning of the FY		2,613,294	1,963,694
Cash and cash equivalent at end of the FY		1,303,267	2,613,294

HON. KHALIF GIRLS SECONDARY SCHOOL

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

The school's financial statements were approved on 27/3/2026 and signed by:


.....

Name: FARAH A. SAMAN

Chair BOM

Date: 27/3/2026


.....

Name: OSMAN MUMIN

**School Principal/ Secretary to
BOM**

Date: 27/3/2026


.....

Name: ABEY AHMED

Bursar/ Finance Officer

Date: 27/3/2026

PRINCIPAL
HON. KHALIF GIRLS' SEC SCHOOL
P.O. Box 369-70200, WAJIR

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Exercise Books	200,000	-	200,000	150,000	75%
Laboratory Equipment	350,000	-	350,000	300,000	86%
Internal Exams	280,000	-	280,000	243,610	87%
Teaching/Learning Materials	840,000	-	840,000	763,595	91%
Chalks	80,000	-	80,000	66,399	83%
Teachers Guides	60,000	-	60,000	40,000	67%
SUB TOTALS	1,810,000		1,810,000	1,563,604	86%
(2) Capitation Grant on Operations		-	-		
Personnel Emoluments	3,000,000	-	3,000,000	2,800,000	93%
Local Transport/Travelling	600,000		600,000	530,000	88%
Electricity And Water	500,000	-	500,000	430,000	86%
Medical	70,000	-	70,000	57,640	82%
Administration Costs	650,000	-	650,000	558,686	86%
Activity	300,000		300,000	279,490	88%
Gratuity					
SUB TOTALS	5,120,000		5,120,000	4,655,816	90%
3. Infrastructure					
Maintenance &Improvement MoE	2,000,000	-	2,000,000	1,920,750	96%
M&I parents' contribution		-	-		
SUB TOTALS	2,000,000	-	2,000,000	1,920,750	96%

HON. KHALIF GIRLS SECONDARY SCHOOL

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

(3) Fees Charged on Parents		-	-		
Personnel Emoluments	1,030,000	-	1,030,000	377,000	36%
Repairs And Maintenance	152,400	-	152,400	40,000	26%
Local Transport/Travelling	203,200	-	203,200	120,000	59%
Electricity And Water	374,000	-	374,000	109,000	29%
Medical	-	-	-	-	-
Administration Costs	152,400	-	152,400	121,767	94%
Activity	76,000		76,000	50,000	66%
Fee On Boarding Equipment & Stores	2,451,000		2,451,000	1,030,000	42%
Lunch Programme	3,332,000		3,332,000	903,000	27%
SUB TOTALS	7,771,000		7,771,000	2,750,767	35%
Total Income	16,701,000	-	16,701,000	10,890,937	87%
(1) Expenditure For Tuition		-	-		
Exercise Books	200,000	-	200,000	140,000	70%
Laboratory Equipment	350,000	-	350,000	311,900	89%
Internal Exams	280,000	-	280,000	210,500	85%
Teaching/Learning Materials	840,000	-	840,000	785,200	90%
Chalks	80,000	-	80,000	78,820	99%
Teachers Guides	60,000	-	60,000	39,143	0%
Bank Charges	-		-	1,801	0%
SUB TOTALS	1,810,000		1,810,000	1,567,364	87%
(4) Expenditure For Operations		-	-		0%
Personnel Emoluments	3,000,000	-	3,000,000	3,229,731	105%
Local Transport/Travelling	600,000		600,000	622,050	103%
Electricity, Water and Conservancy	500,000	-	500,000	662,042	132%

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Medical	70,000	-	70,000	53,200	76%
Administration Costs	650,000	-	650,000	640,290	99%
Activity Expenses	300,000		300,000	298,445	99%
Bank charges	-		-	972	0%
SUB TOTALS	5,120,000		5,120,000	5,506,730	107%
(3) Expenditure For infrastructure					
Maintenance & Improvement	2,000,000	-	2,000,000	2,663,000	133%
	-	-	-	972	
SUB TOTALS	2,000,000		2,000,000	2,663,972	105%
(3) Expenditure For School Fund		-	-		
Personnel Emoluments	1,030,000	-	1,030,000	1,269,704	122%
Repairs, Maintenance & Improvements	152,400	-	152,400	48,500	32%
Local Transport/Travelling	203,200	-	203,200	289,670	142%
Electricity, Water and Conservancy	374,000	-	374,000	289,200	77%
Administration Costs	152,400	-	152,400	225,759	142%
Activity	76,000		76,000	53,000	70%
Boarding Equipment and Stores	2,451,000		2,451,000	2,971,915	121%
Lunch Programme	3,332,000		3,332,000	2,501,011	75%
SUB-TOTAL	7,771,000		7,771,000	7,648,759	98%
Loan Interest Repayment	-	-	-	-	
Loan Principal Repayment	-	-	-	-	
Totals	16,701,000	-	16,701,000	17,386,853	103%

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

HON. KHALIF GIRLS SECONDARY SCHOOL

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

Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books	150,000	205,600
Laboratory Equipment	300,000	250,000
Internal Exams	243,610	213,000
Teaching / Learning Materials	763,595	750,000
Chalks	66,399	101,528
Teachers Guide	40,000	20,000
Total	1,563,604	1,540,128

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	2,800,000	3,000,000
Repairs And Maintenance	-	1,817,200
Local Transport / Travelling	530,000	500,000
Electricity And Water	430,000	650,000
Administration Costs	57,640	-
Activity	558,686	1,237,413
Medical	279,490	300,000
Gratuity		
Total	4,655,816	7,504,613

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	1,920,750	-
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
Total	1,920,750	-

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	1,030,000	1,512,000
Repairs and maintenance	152,400	252,000
Local transport / travelling	203,200	196,000
Electricity and water	374,000	504,000
Administration costs	152,400	448,000
Activity	76,000	168,000
Fee on Boarding Equipment and stores	2,451,000	6,000,000
Lunch Programme	3,332,000	2,600,000
PA Levies		
Total	7,771,000	11,680,000

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Other Income	-	-
Total	-	-

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

6 Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books	140,000	201,180
Laboratory Equipment	311,900	245,000
Internal Exams	210,500	210,000
Teaching/Learning Materials	785,200	671,870
Chalks	78,820	100,005
Exams And Assessment		
Teachers Guides	39,143	18,800
Bank Charges	1,801	1,069
Total	1,567,364	1,447,924

7 Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	3,229,731	2,596,830
Administration Cost	640,290	1,040,831
Repairs And Maintenance & Improvements		2,342,000
Local Transport / Travelling	662,042	473,079
Electricity And Water	622,050	641,900
Medical	53,200	
Activity Expenses	298,445	281,400
Insurance Cost		
Bank Charges	972	368
Total	5,506,730	7,376,408

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

8 Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	2,663,972	-
Construction of laboratory		-
Construction of dormitory		-
Purchase of furniture		-
Purchase of equipment		-
Purchase of apparatus		-
Drilling of boreholes		-
Others (specify)		-
Total	2,663,972	-

9 Boarding And School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	1,269,704	1,108,323
Repairs And Maintenance & Improvements	48,500	249,200
Local Transport / Travelling	289,670	234,700
Electricity And Water	289,200	396,375
Medical Expenses		
Administration Costs	225,759	456,585
Activity	53,000	201,500
Fee On Boarding Equipment and Stores	2,971,915	6,163,633
Lunch Programme	2,501,011	2,576,530
Total	7,648,759	11,386,846

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1105189260	283,187	286,947
Operations Account	Active	1105189910	628,845	1,618,087
School Fund Account/Boarding	Active	1105220443	385,185	178,229
Gratuity Account	-	-	-	-
Parent Association Development	-	-	-	-
Income Generating Activities Account	-	-	-	-
Infrastructure A/C	Active	1212585682	6,050	529,972
Total			1,303,267	2,613,234

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	-	-
Total	-	-

12 Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	6,362,671	6,611,949
Other Non-Fees Receivables	-	-
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	6,362,671	6,611,949

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

13 b) Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the Total	Comparative FY	% of the total
Less than 1 year	5,020,233	79%	6,611,949	100%
Between 1- 2 years	1,342,438	21%		
Between 2-3 years				
Over 3 years				
Total (should tie to note 13 a)	6,362,671	100%	6,611,949	100%

13 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	119,200	202,850
Prepaid Fees		
Retention Monies		
Total	119,200	202,850

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****14a. Ageing Analysis of Accounts Payable**

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	119,200	100%	202,850	100%
Between 1- 2 years				
Between 2-3 years				
Over 3 years				
Total (should tie to note 14)	119,200	100%	202,850	100%

14 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	2,613,294	1,963,694
Cash Balances		
Short Term Investments		
Receivables	6,611,949	6,852,136
Payables	(202,850)	(307,000)
Total	9,022,393	8,508,830

HON. KHALIF GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Other important disclosure notes

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

15 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle	-	-	-
Goats			
Trees	360	72,000	68,200
Coffee Or Tea Plantation			
Poultry			
Total	360	72,000	68,200

HON. KHALIF GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

Other important disclosure notes**16 Stock/ Inventory**

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	30,000	32,000
Lab consumables	1,500,000	1,200,000
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	-	-

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17 Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.				
2.				
3.				
4.				
5.				
6.				
7.				
8.				
9.				
10.				
11.				
12.				
13.				

PRINCIPAL
HON KHALIF GIRLS' SEC SCHOOL
P.O. Box 369 - 20200, WAJIB



27/3/2026
Principal

HON. KHALIF GIRLS SECONDARY SCHOOL
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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2025	Outstanding Balance 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
Sub-Total						
Supply Of Goods						
3.						
4.						
Sub-Total						
Supply Of Services						
5. KPLC	80,000	2025	0	80,000	-	
6. Wajir Water & Sewerage Co.	39,200	2025	0	39,200	-	
7. BOM Staff Salary	202,850	2024	20,2850	0	202,850	
8.						
Sub-Total	322,050	-	202,850	119,200	202,850	
Grand Total	322,050	-	202,850	119,200	202,850	

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Ksh)	Historical Cost c/f (Kshs) 30th June 2025
Land 1	2001	School	8,000,000	-	-	8,000,000
Land 2	-	-	-	-	-	-
Buildings and Structures	2001-2023	School	35,147,250	-	-	35,147,250
Motor Vehicles	-	-	-	-	-	-
Office Equipment, Furniture and Fittings	2006-2020	School	3,000,000	-	-	3,000,000
ICT Equipment, and Other ICT Assets	2011-2021	School	500,000	-	-	500,000
Tools and Apparatus	2010-2019	School	1,000,000	-	-	1,000,000
Textbooks	2006-2021	School	3,400,000	-	-	3,400,000
Other Machinery and Equipment	2007-2021	School	400,000	-	-	400,000
Heritage and Cultural Assets	-	School	-	-	-	-
Intangible Assets-Software	2022	School	240,000	-	-	240,000
Total			51,687,250	-	-	51,687,250