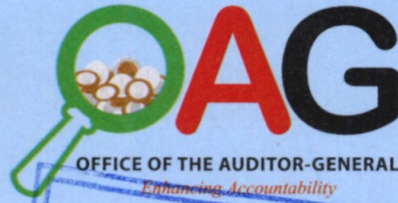


REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

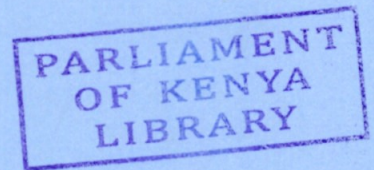
REPORT

	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 01 JUL 2026	DAY: WEDNESDAY
TABLED BY: CLERK-AT THE-TABLE:	HON. DWEN BAYA, M.P. CHRISTINE NDIRITU

OF

THE AUDITOR-GENERAL

ON



**GITHUNGUCHU
SECONDARY SCHOOL**

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

NYANDARUA COUNTY

Revised 30th June 2025.



GITHUNGUCHU 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)

(Leave this page blank)

Table of Contents

Page

1. Acronyms and Definition of Key Terms.....	ii
2. Key School Information and Management	iii
3. Summary Report of Performance of The School	ix
4. Statement of School Management Responsibility	xvi
5. Report Of The Auditors General (<i>To be attached</i>).....	xvii
6. Statement Of Financial Performance for the Year Ended 30 th June 2025.....	1
7. Statement of Assets and Liabilities As At 30 th June 2025	2
8. Statement of Cash Flows for the Year Ended 30 th June 2025	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2025	5
10. Significant Accounting Policies.....	11
11. Notes To the Financial Statements	13
12. Annexes	23

1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 7TH MARCH 2024 under registration number 18-s-0030-1065 and is currently categorized as County public school established, owned or operated by the Government.

The school is a boarding school and had 507 number of students as at 30th June 2025. It has three streams and 26 teachers of which 1 teacher is 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	Francis Waichungo Wambugu	Bom Chairman	23/5/2025
2	Solomon Ngunu	Secretary - Principal	23/5/2025
3	Rev. Samuel G. Ruiru	Bom Vice- chairman	23/5/2025
4	Patrick Ndumbo Boro	Member community	23/5/2025
5	Paul Maina Wanjau	Member community	23/5/2025
6	John Mugo Kandiri	Member community	23/5/2025
7	Joseph Njogu Karanja	Member community	23/5/2025
8	Fridah Gathoni Mwaura	Member community	23/5/2025
9	Reginah Mwende Kariuki	Member community	23/5/2025
10	Benard Kinyua Kariuki	Member – Rep CEB	23/5/2025
11	Tabitha N. Mungai	Member Rep Teachers	23/5/2025
12	Francis W. Wambugu	3 Members - Sponsor	23/5/2025
13	Cathrine Muthoni Kariuki	Members - sponsor	23/5/2025
14	Rev. Samuel G. Ruiru	Member - sponsor	23/5/2025
15	Joseph Warui Runanu	Member – special interest	23/5/2025
16	Peterson Maina Kibunja	Member Special Needs	23/5/2025
17	Rosemary N. waithaka	Students Rep	23/5/2025

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	1.Francis Wambugu 2.Solomon Ngunu 3.Eunice Mulwa 4.Rev Samuel Ruiru 5.Cathrine Kariuki	1.Chairperson 2.Secretary 3.PA Chair 4.Vice-Chair 5.Member	3 out of 3
2	Audit Committee	1.Dr. Paul Wanjau 2.Solomon Ngunu 3.Regina Kariuki 4.Rev.Samuel Ruiru 5.George Ndiritu	1.Chairperson 2.Secretary 3.Member 4.Member 5.Member	1 out of 1
3	Finance,procurement and general purposes Committee	1.Cathrine Kariuki 2.Solomon Ngunu 3.Eunice Mulwa 4.Patricia Kuria 5.Patrick Boro	1.Chairperson 2.Secretary 3.Member 4.Member 5.Member	2 out 3
5	Development Committee	1.Rev. Samuel Ruiru 2.Stephen Kangi 3.Francis Wambugu 4.Eunice Mulwa 5.Solomon Ngunu 6.Joseph Warui 7. Scde Representatives	1.Chairperson 2.Secretary 3.Bom chair 4.Pachair 5.Principal 6.Bom member	3 out of 3
6	Discipline and welfare Committee	1.Joseph Karanja 2.Solomon Ngunu 3.Peterson Kibunja 4.Eunice Mulwa 5.Fridah Mwaura	1.Chairperson 2.Secretary 3.Member 4.Member 5.Member	3 out 3
7	Adhoc Committee (if any during the year)	1.Stephen Kangi 2.Isaac Kimondo 3. Solomon Ngunu 4. Charity Irungu 5.Esther Ruhara	1.Chairperson 2.Secretary 3.Member 4.Member 5.Member	

(a) 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	SOLOMON NGUNU	TSC No. 389209
2	Deputy Principal	STEPHEN GIOKO KANGI	TSC No. 420003
3	School Bursar	ISAAC RIGUINI KIMONDO	ID. No. 30171920
4	Other (specify)		

(b) Independent Auditors

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

Account Name: Operations Account
Name of Bank: Kenya Commercial Bank
Account Number: 1102056782
Branch: NYAHURURU
Postal Address: 64-20300

(c) Schools contacts

Post Office Box: 1099-20200
Telephone: 0725149165
Email:
githunguchusecondary@yahoo.com
Website:
Facebook:
Twitter:

Account Name: Infrastructure Account
Name of Bank: Kenya Commercial Bank
Account Number: 1266643915
Branch: NYAHURURU
Postal Address: 64-20300

Account Name: saving Account
Name of Bank: Absa Bank Kenya
Account Number: 027-8302059
Branch: NYAHURURU
Postal Address: 15-20300

(d) School Bankers

Account Name: School fund
Name of Bank: Kenya Commercial Bank
Account Number: 1180286510
Branch: NYAHURURU
Postal Address: 64-20300

Account Name: Tuition Account
Name of Bank: Absa Bank Kenya
Account Number: 027- 8321312
Branch: NYAHURURU
Postal Address: 15-20300

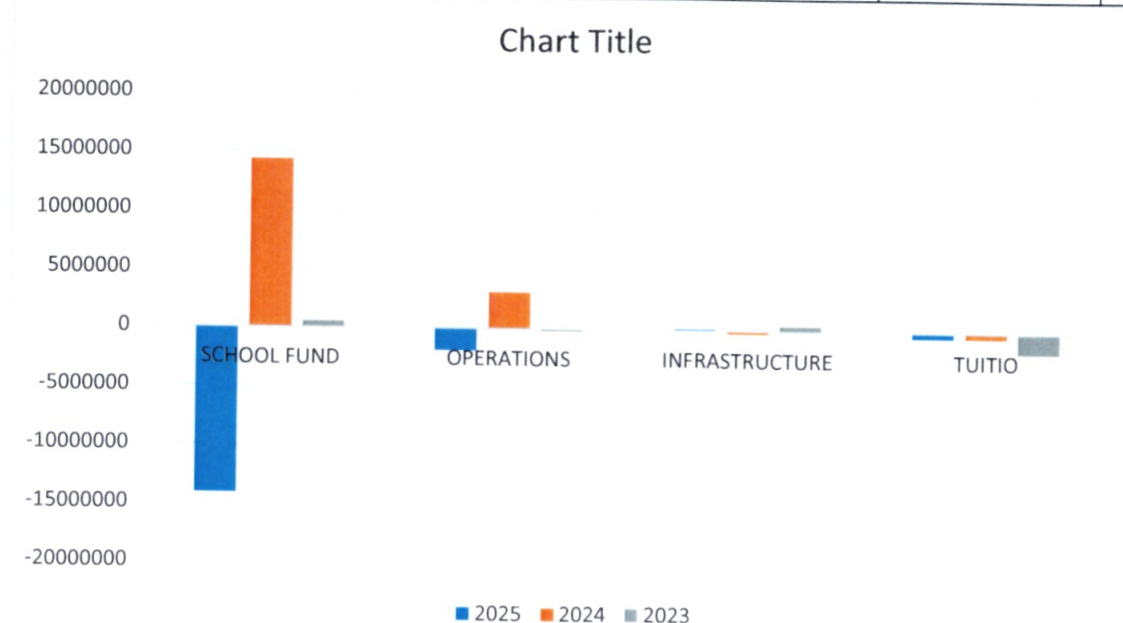
3. Summary Report of Performance of The School

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

a) Financial performance:

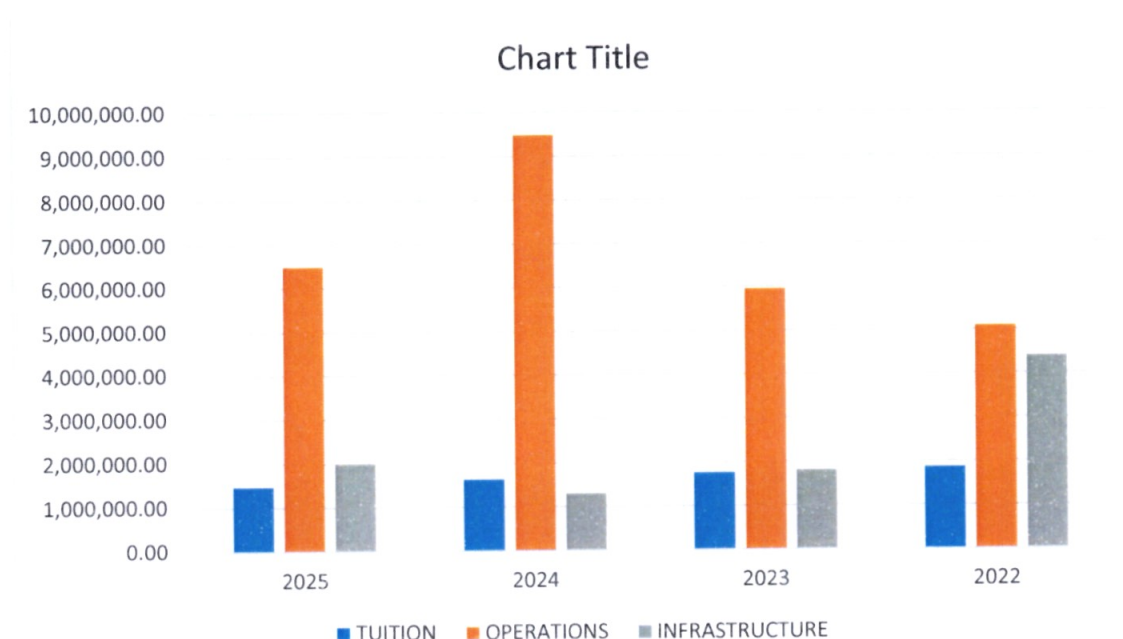
SURPLUS/ DEFICIT FOR THE YEAR AND COMPARISON OF THE SAME FOR THE LAST THREE YEARS

S/N O	ACCOUNTS	FY 2025	FY 2024	FY 2023	FY 2022
1	KSH	KSH	KSH	KSH	KSH
2	SCHOOL FUND	6,563,413.70)	7,043,716.70	1,741,069.50	(1,547,544.00)
3	OPERATIONS	(1,881,511.35)	3,103,563.55	(141,455.65)	(184,817.60
4	INFRASTRUCTURE	147,807.25	(225,715.00)	451,095.00	16,861.00
5	TUITION	(427,686.60)	(463,899.60)	(159,673.49	37,002.60
6	TOTAL	4,467,023.00	10,402,349.85	1,910,535.85	(1,678,498.00)
7	INCREASE/DECREASE				



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued) CAPITATION
GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

S/N O	ACCOUNTS	FY 2025	FY 2024	FY 2023	FY 2022
1	TUITION	1,472,196.00	1,625,755.60	1,757,438.00	1,862,244.60
2	OPERATIONS	6,488,798.90	9,485,800.80	5,943,557.35	5,089,564.40
3	INFRASTRUCTURE	1,978,800.00	1,284,000.00	1,800,000.00	4,377,500.00
	TOTAL	9,939,794.90	12,395,556.40	9,500,995.35	11,329,101.00
	INCREASE/DECREASE	(2,455,761.15)	2,894,561.05	(1,828,105.25)	6,219,732.75
	NO OF STUDENTS	507	653	666	642
	RATIO OF CAPITATION PER STUDENT	1;19,605.12	1; 18,982.48	1:16,968.46	1:22,423.05

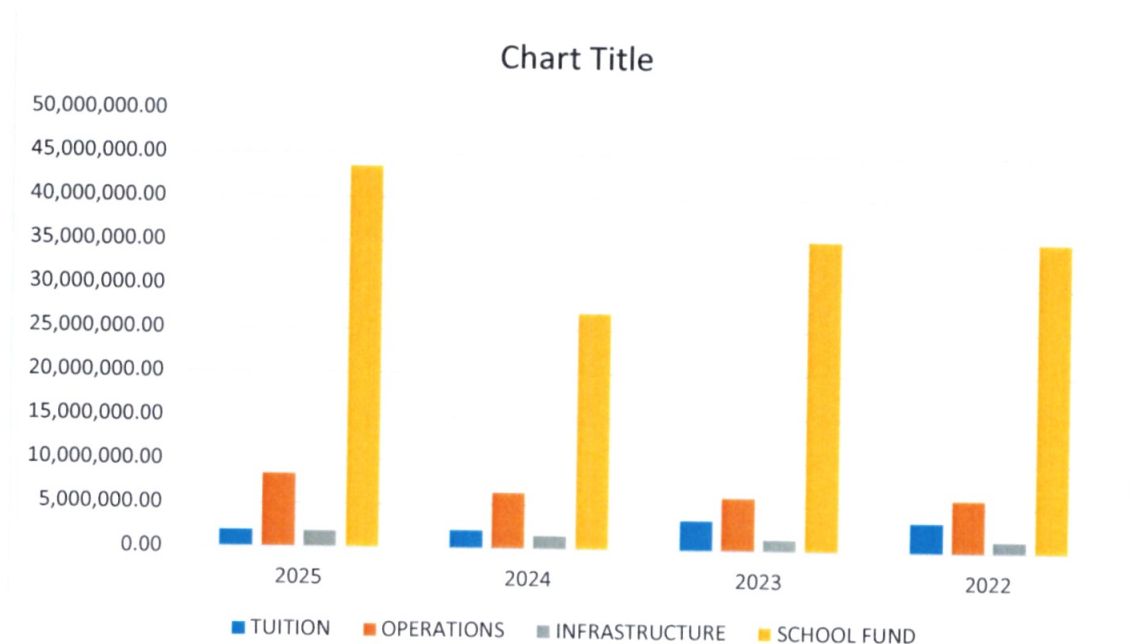


(GITHUNGU CHU SECONDARY SCHOOL)

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

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued) A THREE-YEAR
OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL.

S/N O	ACCOUNTS	FY 2025	FY 2024	FY 2023	FY 2022
1	TUITION	1,899,882.60	1,161,856.00	1,917,111.49	1,825,242.00
2	OPERATIONS	8,370,310.25	6,382,237.25	6,085,013.00	5,274,174.00
3	INFRASTRUCTURE	1,830,992.75	1,509,715.00	1,348,905.00	4,360,639.00
4	SCHOOL FUND	25,698,608.00	29,646,833.25	35,189,291.00	29,298,184.00
	TOTAL	37,799,793.60	38,700,641.50	44,540,320.49	40,758,239.00
	INCREASE/DECREASE				

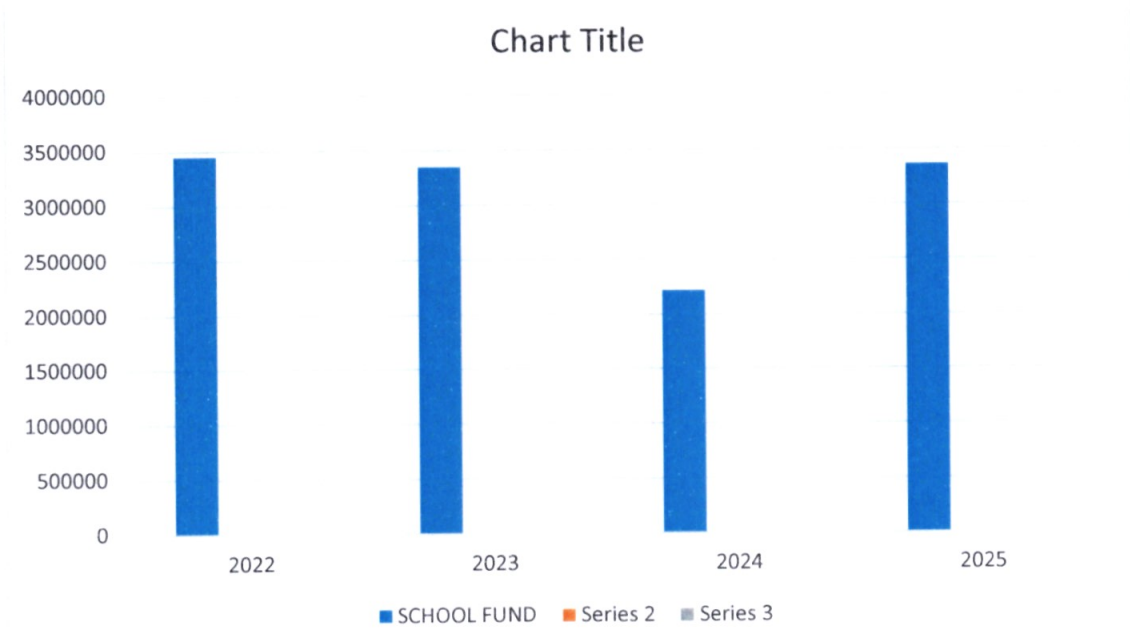


SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS

MOVEMENT OF DEBTORS

S/NO	ACCOUNTS	2025 KSHS	2024 KSHS	2023 KSHS	2022 KSHS
	School fund account	3,342,825.30	2,217,218.10	3,323,804.65	3,333,974.65
	TOTAL	3,342,825.30	2,217,218.10	3,323,804.65	3,333,974.65
	Increase / decrease	1,125,607.20	(1,128,178.55)	10,170.00	(1,025,920.00)

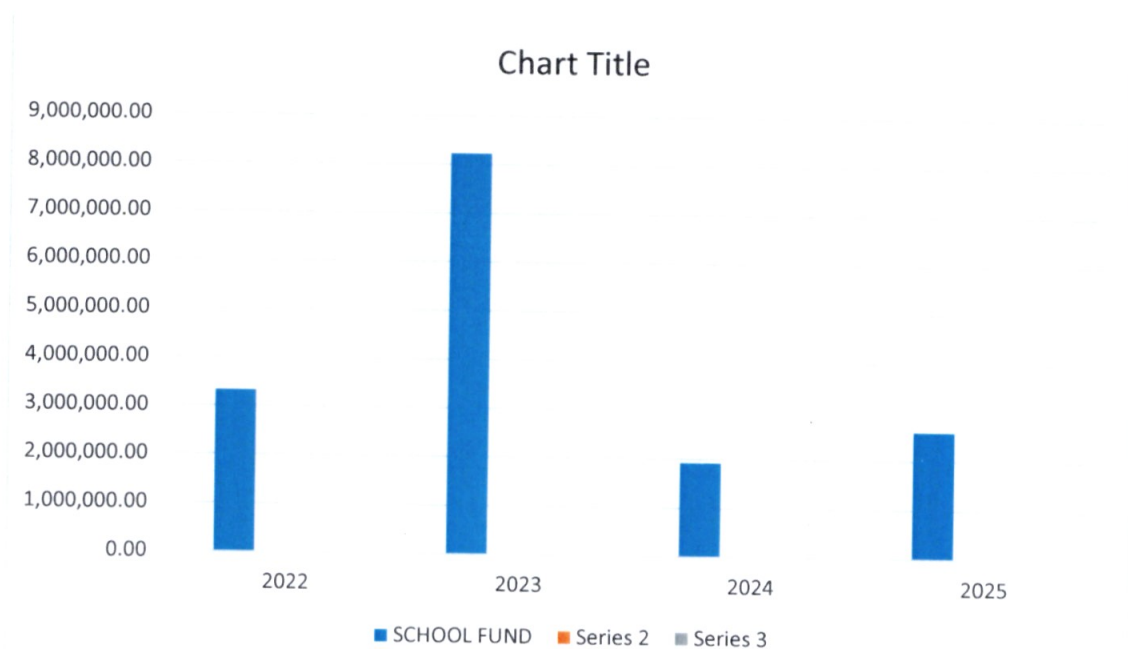


SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued)

MOVEMENT OF DEBTORS AND CREDITORS OF THE SCHOOL OVER THE LAST THREE YEARS

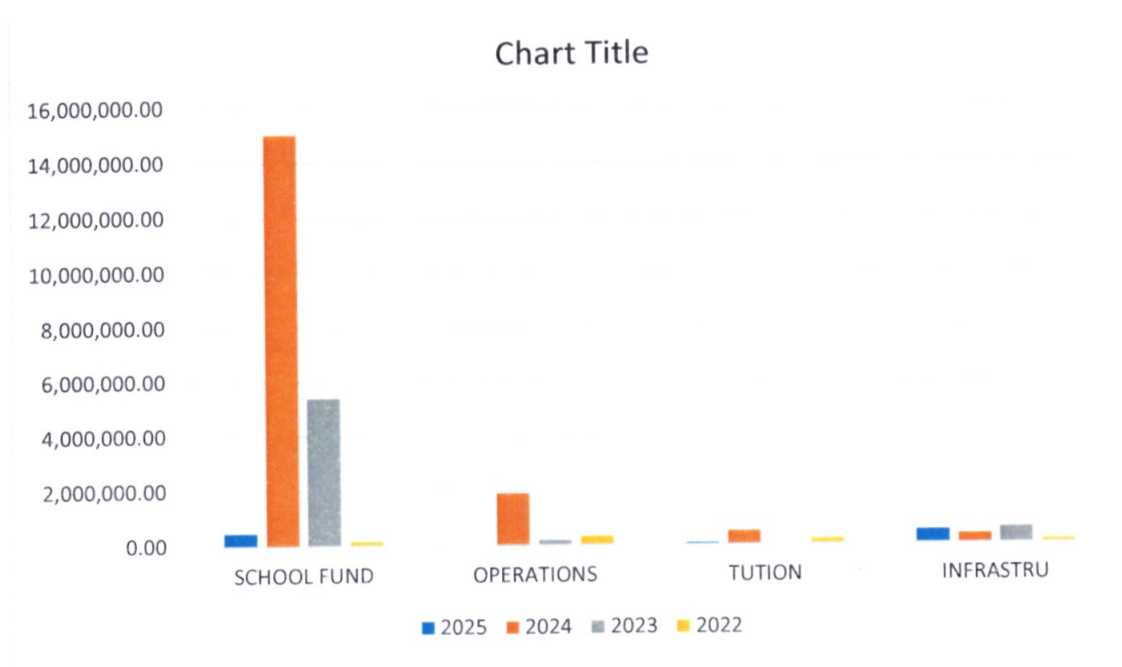
MOVEMENT OF CREDITORS

S/NO	ACCOUNTS	2025 KSHS	2024 KSHS	2023 KSHS	2022 KSH
<i>1</i>	School fund account	<i>2,514,545.00</i>	<i>1,927,685.00</i>	<i>6,439,945.50</i>	<i>3,570,661.99</i>
	TOTAL	2,514,545.00	1,927,685.00	6,439,945.50	3,570,661.99
	Increase / decrease	586,860.00	3,045,598.49	4,973,283.49	0



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (continued) MOVEMENT OF CASH AND BANK BALANCE OVER THE LAST THREE YEARS

S/NO	ACCOUNTS	2025 KSHS	2024 KSHS	2023 KSHS	2022 KSH
1	School fund	19,553,639.66	15,036,980.16	5,399,390.41	759,301.40
2	Operations	21,648.25	1,903,159.60	190,296.05	330,301.70
3	Tuition	71,784.25	499,470.85	35,571.25	195,244.25
4	Infrastructure	495,290.25	347,483.00	573,198.00	122,103.00
	Total	20,142,362.41	17,787,093.61	6,198,455.71	1,406,950,.35
	Increase / Decrease	2,355,268.80	11,588,697.90	5,380,247.35	(582,159.00)



b) Teacher Student ratio:

TSC TEACHERS	BOM TEACHERS	TOTAL	NO OF LEARNERS	RATIO
26	1	27	507	1:19

a) The mean score in the 2024 KCSE:

YEAR	MEAN	DEVATION
2022	4.5461	-0.3489
2023	4.6390	0.0930
2024	4.8190	0.19

b) Number of Candidates in the 2024 KCSE:

YEAR	STUDENTS WHO QUALIFIED TO JOIN UNIVERSITY (C+ AND ABOVE)	STUDENTS WHO QUALIFIED TO JOIN DIPLOMA COLLEGES (C PLAIN TO C MINUS)	STUDENTS WHO QUALIFIED TO JOIN CERTIFICATE COURSES (D PLAIN TO D PLUS)	STUDENTS WHO QUALIFIED TO JOIN ARTISAN COURSES (D MINUS)
2022	15	51	65	010
2023	23	56	68	11
2024	25	72	69	06

c) Development projects carried out by the school:

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Biometric Installation	Ministry of Education	completed	281,000.00	281,000.00	completed
Window Panes Repairs & Installation	Ministry of Education	completed	51,280.00	51,280.00	completed
New table & Benches	Ministry of Education	completed	157,500.00	157,500.00	completed
Water pump repair	Ministry of Education	completed	40,840.00	40,840.00	completed


Principal
GITHUNGU CHU SEC. SCHOOL
P.O. BOX 10000 NGAHURURU
School Principal

4. Statement of School Management Responsibility

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

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

The Board of Management of Githunguchu 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: Francis Waichungo Wambugu

Designation: Chairman, School Board of Management

Date:



.....
Name: : Solomon M. Ngunu

Designation: School Principal & Secretary to Board of Management

Date: 21/04/2025

PRINCIPAL
GITHUNGUCHU SEC SCHOOL
P.O. Box 1999 - 20300 N. MURU
Date:



.....
Name : Isaac Riguini Kimondo

Designation: Bursar/ Finance Officer

Date: 21/04/2025

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON GITHUNGUCHU SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NYANDARUA COUNTY

PREAMBLE

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

- A. Report on the 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 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 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, the risk management environment and the 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 Githunguchu Secondary School set out on pages 1 to 22, which comprise the statement of assets and

Report of the Auditor-General on Githunguchu Secondary School for the year ended 30 June, 2025- Nyandarua County

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

In my opinion, except for the 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 the Githunguchu Secondary School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards-Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the Public Finance Management Act, 2012, the Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of financial performance reflects school fund income of Kshs.32,262,031 as disclosed in Notes 4 to the financial statements. However, the supporting schedules provided reflect school fund income of Kshs.27,735,009 resulting to an unexplained variance of Kshs.4,527,022. Further, the statement of cash flows reflects school fund income of Kshs.37,927,410 and boarding and school fund payments of Kshs.33,410,751 which differs with the School fund income of Kshs.32,262,031 and boarding and school fund payments of Kshs.25,698,618 reflected in the statement of receipts and payments resulting in unreconciled variances of Kshs.5,665,379 and Kshs.7,712,133 respectively.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.20,142,362. Included the balance is school fund/boarding account of Kshs.19,553,639. Review of the bank reconciliation statement for the fund/boarding account for the month of June, 2025 revealed unreconciled deposits balance of Kshs.19,278,836 whose details were not provided.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.20,142,362 could not be confirmed.

3. Unsupported Accounts Receivable

The statement of assets and liabilities reflects accounts receivable balance of Kshs.3,342,825 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, detailed schedules for receivables amounting to Kshs.606,682 were not provided for verification.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.3,342,825 could not be confirmed.

4. Unsupported Accounts Payables

The statement of assets and liabilities reflects payables balance of Kshs.5,533,560 as disclosed in Note 14 to the financial statements. However, a balance of Kshs.3,019,015 was not supported by a list of creditors detailing their balances.

In the circumstances, the accuracy and completeness of the account's payables balance of Kshs.5,533,560 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the 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 PSASB in the Financial Reporting Template

The financial statements have been prepared using the 2024/2025 financial year 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 xvi which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

Report of the Auditor-General on Githunguchu Secondary School for the year ended 30 June, 2025- Nyandarua County

In connection with my audit on 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 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 operations payments amount of Kshs.8,370,310 as disclosed in Note 7 to the financial statements. Included in the expenditure was an amount of Kshs.870,725 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.870,725 could not be confirmed.

2. Inaccuracies and Under- Funding of Capitation Grants

Comparison of data from National Education Management and Information System (NEMIS) with the school records revealed inconsistencies during the financial year ended 30 June, 2025. NEMIS reported a total number of 650 students as at September 2024, 473 students in January 2025 and 494 students in May 2025 while the enrolment records provided by the School indicated a total number of 649, 495 and 508 students respectively, resulting in an unexplained variance of one (1) student for September 2024,

twenty-two (22) students for January 2025 and fourteen (14) students for May, 2025. As a result of the variances, the School was under funded by an amount of Kshs.242,887.

In the circumstances, the under-funding of the school may have affected service delivery to the public.

3. Late Transfer of Infrastructure Funds from Operations Bank Account

During the year under review, the School received Government grants totaling Kshs.8,465,599 from the Ministry of Education credited to the operations bank account. Included in the amount was Kshs.1,978,800 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only Kshs.1,678,800 was transferred to infrastructure account, leaving a balance of Kshs.843,500 as at 30 June, 2025. Further, the amount of Kshs.1,678,800 was transferred after fifteen (15) days of receipt. This was contrary to the Ministry of Education Circular Ref. MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds in the operations account.

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

4. Failure to Prepare School Improvement Plan

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

5. 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.

6. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects expenditure amount of Kshs.37,799,803 which includes an amount of Kshs.23,433,529 in respect of procurement contracts signed

with the school's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance on whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities which 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 Function

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

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

2. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects a balance of Kshs.70,245,594 in respect to fixed assets. However, review of the asset register provided revealed that it did not contain all information required including assets tag identification codes or serial numbers, acquisition date, description of assets, location, class, cost of acquisition, accumulated depreciation and net book values. As a result, the total value of Kshs.70,245,594 worth of assets disclosed in the financial statement could not be traced in the assets register provided.

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

3. Lack of Key Governance and Risk Management Policies

During the financial year under review, the Management did not establish 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. In addition, the school lacked standard operating procedures to guide key processes of the school. Further, there was no human resource policy in place to guide on staff training and continuous development, skills retention and monitoring.

In the circumstances, the effectiveness of risk management and governance systems at the school could not be confirmed.

4. Operating without an Approved Staff Establishment and Scheme of Service

During the year under review, the School had teaching staff and non-teaching members of staff employed by the Board of Management. However, the School did not maintain a comprehensive approved staff establishment outlining the optimal number of personnel required for each category. Further, the School had not developed and approved formal terms and conditions of service to define the rights and obligations of an employee and the School in the employment contract.

In the circumstances, the absence of an approved establishment, and formalized terms of service, the adequacy and appropriateness of staffing levels could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, the 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 the 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 are in compliance with the authorities which govern them, and that public money is applied in an effective manner.

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how the 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 also 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

26 May, 2026

(GITHUNGUCHU SECONDARY SCHOOL)
Annual Report and Financial Statements For the year ended 30th June 2025

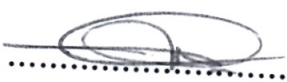
6. Statement Of Financial Performance for the Year Ended 30th June 2025

Description Of Vote Head	Note	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	1,472,196.00	1,625,755.60
Government grants for operations	2	6,488,798.90	9,485,800.80
Government Grants for infrastructure	3	1,978,800.00	1,284,000.00
School fund income- parents' contributions	4	32,262,031.70	36,690,549.95
Miscellaneous incomes	5	65,000.00	16,885.00
Total Revenue		42,266,826.60	49,102,991.35
Expenditure			
Tuition	6	1,899,882.60	1,161,856.00
Operations	7	8,370,310.25	6,382,237.25
Infrastructure	8	1,830,992.75	1,509,715.00
Boarding and school fund	9	25,698,618.00	29,646,833.25
Total Expenditure		37,799,803.60	38,700,641.50
Surplus/Deficit		4,467,023.00	10,402,349.85

The school financial statements were approved on _____ 2025 and signed by:


 Name: Francis Waichungo Wambugu

Chair BOM
 Date: 21/4/26


 Name: Solomon M. Ngunu

School Principal/ Secretary to BOM
 Date: 21/04/2026


 Name: Isaac Riguini Kimondo

Bursar/ Finance Officer
 Date: 21/04/2026

(GITHUNGUCHU 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

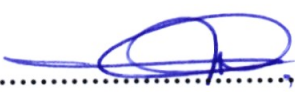
Description	Note	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	20,142,362.41	17,787,093.61
Cash balances	11	-	-
Short term investments	12	-	-
Total cash and cash equivalent		20,142,362.41	17,787,093.75
Account's receivables	13	3,342,825.30	2,217,218.10
Total financial assets (a)		23,485,187.71	20,004,311.71
Financial liabilities			
Accounts payables	14	5,533,560.00	6,519,707.00
Total Financial Labilities (b)		-	-
Net financial assets (a-b)		17,951,627.71	13,484,604.71
Represented by			
Accumulated fund b/fwd	15	13,484,604.71	3,082,254.86
Surplus/deficit for the year		4,467,023.00	10,402,349.85
Net Assets		17,951,627.71	13,484,604.71

The school's financial statements were approved on _____ 2025 and signed by:

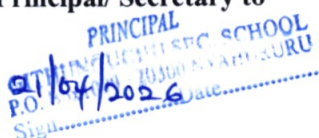

Name: Francis Waichungo
Wambugu

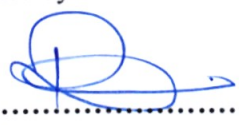
Chair BOM

Date: 21/4/26


Name: Solomon Machure Ngunu
School Principal/ Secretary to
BOM

Date:


PRINCIPAL
GITHUNGUCHU SEC SCHOOL
P.O. BOX 10300 NAIROBI
Date: 21/04/2026
Sign: _____


Name: Isaac Riguini Kimondo

Bursar/ Finance Officer

Date: 21/04/2026

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

Description	Note	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,472,196.00	1,625,755.60
Government grants for operations		6,488,798.90	9,568,560.80
Government grants for infrastructure		1,978,800.00	1,284,000.00
School fund income- parents contributions/ fees		37,927,410.50	49,080,406.55
Other income		-	
Total receipts		47,867,205.40	61,558,722.95
Payments			
Cash outflows for tuition		1,899,882.60	1,161,856.00
Cash outflows for operations		8,370,310.25	7,855,697.25
Cash outflow for infrastructure		1,830,992.75	1,509,715.00
Cash outflows Boarding/lunch and school fund payments		33,410,751.00	39,442,756.80
Total payments		45,511,936.60	(49,970,025.05)
Net cash inflow/outflow from operating activities		2,355,268.80	11,588,697.90
Changes in Equity			
Decrease in receivables			
Decrease in payables		-	
Cash flow from investing activities			
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	18	2,355,268.00	11,588,697.90,
Cash and cash equivalent at beginning of the FY		17,787,093.61	6,198,395.71
Cash and cash equivalent at end of the FY		20,142,362.41	17,787,093.61

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).

(GITHUNGU CHU SECONDARY SCHOOL)

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

The school's financial statements were approved on _____ 2025 and signed by:



.....
**Name: Francis Waichungo
Wambugu**

Chair BOM

Date: 21/4/26



.....
**Name: Solomon Machure Ngunu
School Principal/ Secretary to
BOM**

Date:

21/4/26
PRINCIPAL
GITHUNGU CHU SEC SCHOOL
P.O. BOX 24 10300 NGACHUKURU
Sign.....Date.....



.....
Name: Isaac Riguini Kimondo

Bursar/ Finance Officer

Date: 21/04/2026

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					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,693,600.00	-	2,693,000.00	1,471,092.00	54.67%
Bank charges income	-	-	-	1104.00	-
TOTALS	2,693,600.00		2,693,000.00	1,472,196.00	54.67%
(2) Capitation Grant on Operations					
Personnel Emoluments	3,835,000.00	-	3,835,000.00	886,845.60	23.12%
Repairs And Maintenance	3,250,000.00	-	3,250,000.00	1,984,000.00	61.10%
Local Transport / Travelling	1,650,000.00	-	1,650,000.00	818,290.00	49.60%
Electricity And Water	1,975,000.00	-	1,975,000.00	839,545.60	42.51%
Medical	300,000.00	-	300,000.00	536,750.00	17.89%
Administration Costs	1,650,000.00	-	1,650,000.00	1,064,107.70	64.50%
Activity	975,000.00	-	975,000.00	359,260.00	36.85%
Gratuity	-	-	-	-	-
TOTAL	13,635,000.00	-	13,635,000.00	6,488,798.90	47.59%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE				1,678,800.00	-
Window panes repair & installation					x
Biometric installation					x
School fund				300,000.00	x
Water pump repair					
Administration Block					
				1,978,800.00	
(4) Fees Charged on Parents					
Personnel Emoluments	2,900,000.00	-	2,900,000.00	1,959,547.00	66.42%
Repairs And Maintenance	2,300,000.00	-	2,300,000.00	1,703,191.00	74.16%
Local Transport / Travelling	3,900,000.00	-	3,900,000.00	1,499,318.00	37.42%
Electricity And Water	1,950,000.00	-	1,950,000.00	1,233,957.00	61.96%
Medical	-	-	-	2,855.00	-
Administration Costs	1,300,000.00	-	1,300,000.00	816,577.70	61.20%
Activity	2,600,000.00	-	2,600,000.00	264,740.00	41.23%
SMASSE	-	-	-	986,840.00	-
KCSE				71,335.00	
Fee On Boarding Equipment and Stores	19,555,250.00	-	19,555,250.00	16,395,506.00	83.8%
TOTALS	34,055,250.00		34,055,250.00	24,933,866.70	73.22%
5) Miscellaneous Income					
Loans / Borrowing					

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
Rent income					
Income From Farming Activities					
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire					
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income					
(6) Expenditure For Tuition					
Stationery				500,000.00	
Reference Materials					
Exercise Books					
Laboratory Equipment				300,000.00	
Internal Exams					
Teaching / Learning Materials	2,693,600.00	-	2,693,600.00	846,108.00	70.0%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs				238,207.00	
Bank Charges				15,567.60	
TOTALS	2,693,600.00		2,693,600.00	1,889,882.60	70.16%

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
(7) Expenditure For Operations					
Personnel Emoluments	3,835,000.00	-	3,835,000.00	1,006,946.00	26.26%
Repairs, Maintenance & Improvements	3,250,000.00	-	3,250,000.00	1,864,659.00	57.37%
Local Transport / Travelling	1,650,000.00	-	1,650,000.00	726,850.00	44.05%
Electricity, Water and Conservancy	1,975,000.00	-	1,975,000.00	1,385,628.00	70.16%
Medical	300,000.00	-	300,000.00	181,240.00	60.41%
Administration Costs	1,650,000.00	-	1,650,000.00	1,995,745.00	120.95%
Activity Expenses	975,000.00	-	975,000.00	1,202,525.00	123.3%
Bank charges	-	-	-	6,717.25	-
		-			%
TOTAL	13,635,000.00		13,635,000.00	8,370,310.25	61.39%
(8) Expenditure For infrastructure					
Administration cost	1,000,000.00	-	1,000,000.00	1,000,000.00	100%
Repair of borehole water pump	50,000.00	-	50,000.00	40,840.00	81.68%
Construction of tables & benches repair	200,000.00	-	200,000.00	157,500.00	78.50%
Purchase & installation of window panes	60,000.00	-	60,000.00	51,280.00	85.47%
Purchase & installation of biometric	300,000.00	-	300,000.00	281,000.00	93.67%
School fund				300,000.00	
Bank charges				372.75	
TOTAL	1,610,000.00		1,610,000.00	1,830,992.75	113.73%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	2,900,000.00	-	2,900,000.00	1,798,323.00	62.01%
Repairs, Maintenance and Improvements	2,300,000.00	-	2,300,000.00	1,682,944.00	73.17%
Local Transport / Travelling	3,900,000.00	-	3,900,000.00	1,790,000.00	45.90%
Electricity, Water and Conservancy	1,500,000.00	-	1,500,000.00	1,758,470.00	117.23%
Medical Expenses & Insurance	-	-	-	133,000.00	
Administration Costs	1,300,000.00	-	1,300,000.00	1,450,501.00	111.58%
Activity	2,600,000.00	-	2,600,000.00	594,340.00	22.86%
KCSE	xxx	-	xxx	79,200.00	
Lunch Programme	xxx	-	xxx	xxx	
Boarding Equipment and Stores	19,555,250.00	-	19,555,250.00	14,837,942.00	75.88%
Expenditure For Income Generating Activity		-			
Insurance Costs		-			
Other Expenses On Investments		-			
Rent Expenses		-			
Bank Charges		-		3,284.00	
Loan Interest Repayment		-			
Loan Principal Repayment		-			
Totals	34,055,250.00		34,055,250.00	24,128,004.00	70.85%

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

i. Xxx

ii. *Xxxx*

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of financial

performance both as revenue and as expenditure in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

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

5. Accounts Receivable

For the purposes of these financial statements, 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.

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	FY 2024- 2025	FY 2023-2024
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	1,471,092.00	1,625,755.60
Others (specify) * Bank charges	1,104.00	-
Total	1,472,196.00	1,625,755.60

*Include others as per MOE circulars

2 Government Grants for Operations

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Personnel Emoluments	886,845.60	1,572,000.21
Repairs And Maintenance	1,984,000.00	3,311,500.00
Local Transport / Travelling	818,290.00	997,400.00
Electricity And Water	839,545.60	1,362,410.21
Medical	536,750.00	546,975.00
Administration Costs	1,064,107.70	1,019,601.91
Activity	359,260.00	675,913.47
Other Vote Heads (specify)*	-	-
Total	6,488,798.90	9,485,800.80

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Maintenance & Improvement	1,678,800.00	1,284,000.00
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (School Fund.	300,000.00	-
Total	1,978,800.00	1,284,000.00

4 School Fund Income - Parents Contribution/Fees

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Personnel emoluments	1,959,547.00	20,705.00
Repairs and maintenance	1,703,191.00	1,433,150.00
Local transport / travelling	1,499,318.00	3,653,792.00
Electricity and water	1,233,957.00	1,783,102.00
Medical& insurance	2,855.00	-
Administration costs	816,577.70	943,093.00
Activity	264,740.00	1,828,337.00
Fee on Boarding Equipment and stores	19,131,649.00	26,954,477.85
Prepayment 2024	4,592,022.00	
PA Levies*	986,840.00	-
Kcse	71,335.00	72,618.00
Others (specify) School Bus income		-
Others infrastructure		
Total	32,262,031.70	36,690,549.95

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

5 Miscellaneous Incomes

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Rent Income	-	
Income From Farming Activities	-	-
Insurance Compensation	-	
Income Infrastructure	-	16,885.00
Income From Bus Hire	65,000.00	-
Fee For Hire of Ground and Equipment	--	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify) *	-	---
Total	65,000.00	16,885.00

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

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

6 Tuition

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Exercise Books	-	-
Stationery	500,000.00	450,000.00
Reference materials	-	13,500.00
Laboratory Equipment	300,000.00	532,408.00
Teaching / Learning Materials	846,108.00	148,000.00
Exams And Assessment	-	-
Administration Costs	238,207.00	-
Bank Charges	15,567.60	17,948.00
Others (specify)	-	-
Total	1,899,882.60	1,161,856.00

7 Operations

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Personnel Emoluments	1,006,946.00	880,689.00
Bank Charges	6,717.25	6,061.25
Administration Cost	1,995,745.00	876,500.00
Repairs And Maintenance & Improvements	1,864,659.00	1,885,497.00
Local Transport / Travelling	726,850.00	310,300.00
Electricity And Water	1,385,628.00	1,139,741.00
Medical	181,240.00	-
Activity Expenses	1,202,525.00	1,162,125.00
Insurance Cost	-	121,324.00
Others (specify)infrastructure	-	-
Total	8,370,310.25	6,382,237.25

(GITHUNGU CHU SECONDARY SCHOOL)

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

8 Infrastructure

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Construction of hot water system	-	394,500.00
Construction of school sign board	-	57,000.00
Construction of kitchen roof repairs	-	597,650.00
Purchase and installation of window panes	51,280.00	-
Purchase and installation of biometric equipment	281,000.00	-
Construction of tables and benches repair	157,500.00	-
Repairs of boreholes Water pump	40,840.00	-
Bank Charges	372.75	1,065.00
Administrations Costs	1,000,000.00	459,500.00
Others (school fund borrowing)	300,000.00	-
Total	1,830,992.75	1,509,715.00

9 Boarding And School Fund

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Personnel Emoluments	1,798,323.00	2,183,960.00
Kcse Exam	79,200.00	53,700.00
Repairs And Maintenance & Improvements	1,682,944.00	971,759.00
Local Transport / Travelling	1,790,000.00	3,305,001.00
Electricity And Water	1,758,470.00	1,242,096.00
Medical Expenses & Insurance	133,000.00	2,420,106.50
Administration Costs	1,450,501.00	1,244,467.00
Farm	-	-
Bank Charges	3,284.00	10,845.75
Expenses On Income Generating Activities**	-	-
Fee On Boarding Equipment and Stores	16,408,556.00	16,357,878.00
Activity	594,340.00	573,020.00
Insurance Cost (Life Property)	-	-
PA expenses	-	-
Others (transfer to infrastructure)	-	1,284,000.00
Total	25,698,618.00	29,646,833.25

(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	FY 2024-2025	FY 2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	0278321312	71,784.25	499,470.85
Operations Account	Active	1102056782	21,648.25	1,903,159.60
School Fund Account/Boarding	Active	1180286510	19,553,639.66	15,036,980.16
Savings Account	Active	0278302059	-	-
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account	Active	1266643915	495,290.25	347,483.00
Total			20,142,362.41	17,787,093.61

11 Cash In Hand

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Notes and Coins	-	-
Operations		(60)
Total	-	(60)

12 Short Term Investments

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

13 Accounts Receivable

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Fees Arrears	3,342,825.30	2,217,218.10
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	3,342,825.30	2,217,218.10

13 b) Ageing Analysis of Accounts Receivable

Description	FY 2024-2025		FY 2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,736,143.00	81.5%	2,217,218.10	100%
Between 1- 2 years	606,682.30	18.5%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 13 a)	3,342,825.30	100%	2,217,218.10	100%

14 Accounts Payable

Description	FY 2024 - 2025	FY 2023 - 2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	3,839,881.00	1,927,685.00
Prepaid Fees	1,715,766.00	4,592,022.00
Creditors paid/ balance		-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (specify)	-	-
Total	5,533,560.00	6,519,707.00

14a. Ageing Analysis of Accounts Payable

Description	FY 2024-2025		FY 2023-2024	
	Kshs		Kshs	
	FY 2025	% of the total	FY 2024	% of the total
Less than 1 year	2,514,545.00	65.49%	1,838,491.00	95.38%
Between 1- 2 years	1,303,249.00	34.51%	89,194.00	4.62%
Between 2-3 years		%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 14)	3,817,794.00	100%	1,927,685.00	100%

15 Fund Balance Brought Forward

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Bank Balances	17,787,093.61	6,198,455.71
Cash Balances	-	{60}
Short Term Investments	-	-
Receivables	2,217,218.10	3,345,396.65
Payables	(6,519,707.00)	(6,439,945.50)
Total	13,484,604.71	3,082,254.86

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

17 Biological assets

Description	Numbers	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Cattle		2	2
Goats		-	-
Trees		150	230
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total		152	232

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Food stuffs	xx	xx
Lab consumables	xx	xx
Farm produce	xx	xx
Medication	xx	xx
Construction Materials	xx	xx
Others (specify)	xx	xx
	xx	xx

(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)

(GITHUNGU CHU SECONDARY SCHOOL)

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

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

PRINCIPAL
GITHUNGU CHU SECONDARY SCHOOL
P.O. Box 1696, Siaya Sub County, Siaya
Sign..... Date.....

12. Annexes

Annex I - Analysis of Pending Accounts Payable AT

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	
LIST OF CREDITORS AS AT 30TH JUNE 2025						
1. 1.CHARLES MURAGE	124,500.00	BES				SUPPLY OF MEAT
2. DPL FESTIVE	402,054.00	BES				SUPPLY OF BREAD
3. BRAY & BRAV GENERAL STORES	173,300.00	RMI				SUPPLY OF HARDWARE MATERIALS
4. CHEMLAND LABORATORY SUPPLIES	212,207.00	ADM				SUPPLY OF LAB MATERIALS
5. PETER WACHIRA KIRIIBA	275,000.00	BES				SUPPLY OF FIREWOOD
6. KENYA POWER & LIGHTING COMPANY	47,167.00	EWC				SUPPLY OF POWER
7. EUNICE WANGARI KARANJA	90,700.00	BES				SUPPLY OF MILK
8. GASTON KENYA LTD	64,728.00	RMI				GENERATOR SERVICES
9. REGINA WANGUI	23,400.00	BES				SUPPLY OF FRUITS
10. PAULINE WANGECHI WAHOME	74,700.00	BES				SUPPLY OF VEGETABLES
11. BEPANI ENERGY LTD	152,543.00	EWC				SUPPLY OF FUEL

(GITHUNGU CHU SECONDARY SCHOOL)

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

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
12. NYOVANS TRADERS	248,500.00	BES				SUPPLY OF DRY FOOD STUFFS
13. SAMUEL MURAYA	60,800.00	BES				SUPPLY OF CABBAGES
14. JUSTUC CUBICU	17,000.00	BES				SUPPLY OF GAMES EQUIPMENTS
15. SAMUEL GITONGA	94,000.00	BES				MILLING SERVICES
16. JUNSLAB SUPPLIES	110,000.00	EWC				EXHAUST SERVICES
17. SAMUEL GITAU MUTUNGU	160,000.00	BES				SUPPLY OF CEREALS
18. MWAGI COMMERCIAL SERVICES	36,000.00	ADM				SUPPLY OF STATIONERLY
19. PATMART BOOKSHOP	147,986.00	ADM				SUPPLY OF STATIONERLY
20.						
21. Grand Total	2,514,545.00					

Total per votehead:

1. Boarding	1,570,614.00
2. R.M.I	238,028.00
3. E.W.C	309,710.00
4. A.D.M	396,193.00

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 20XX	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 20XX
Land				
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture and Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				

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