

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

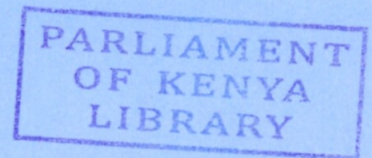
REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 17 JUN 2026	DAY: Wednesday
TABLED BY:	Deputy Majority Whip Hon. Naomi Wage, MP
CLERK-AT THE-TABLE:	Irene Ndeku

OF

THE AUDITOR-GENERAL

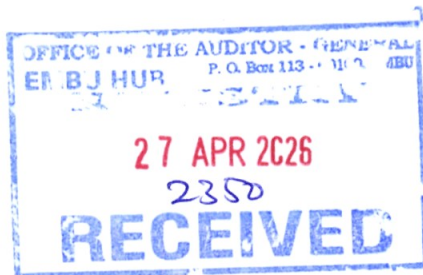
ON



THARAKA BOYS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

THARAKA NITHI COUNTY



THARAKA BOYS HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

Transitional Financial Statement, which have been prepared with the International Public Sector Accounting Standards (IPSAS) on the Accrual Basis Method of Financial Reporting

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

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1. Acronyms and Glossary of Terms

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

Tharaka Boys Secondary School
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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 Tharaka Nithi County, Tharaka south Sub-County.

The school was registered in 30th July 1980 under registration number G/A/2/27/80 and is currently categorized as an Extra County public school established, owned or operated by the Government.

The school is a boarding school and had 450 number of students as at 30th June 2025. It has 3 streams and 35 teachers of which 2 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	JULIUS GITI KIJIRU	Chairman	02/08/2022
2	LEONARD KAMUNDI	Secretary - Principal	26/09/2023
3	MONICA MAINGI	Member	02/08/2022
4	NJERU MWENDA	Member	02/08/2022
5	SILAS MAKANYA	Member	02/08/2022
6	PENINA MUTHOMI	Member	02/08/2022
7	PENINA KARIMI	Member	02/08/2022
8	LUCY MUTHONI	Member	02/08/2022
9	ZAVERIO NJAGI	Member	02/08/2022
10	SUSAN KAMBURA	Member	02/08/2022
11	JOSPHAT KIRIMI	Member	02/08/2022
12	KENNETH MUTWIRI	Member	02/08/2022
13	GEOFFREY NJERU	Rep Students	02/08/2022
14	NAOMI MAKEMBO	Member	02/08/2022
15	NJERU JOSPHAT	Member	02/08/2022

The functions of the School Board of Management are to:

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

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	- Julius Giti - Leonard Kamundi - Monica Maingi	Chairman Secretary Member	3 out of 4
2	Audit Committee	- Susan Kambura - Zaverio Njagi - Penina Muthoni	Member Member Member	1 out of 2
3	Finance,procurement and general purposes Committee	- Susan Kambura - Lucy Muthoni - Zaverio Njagi	Member Member Member	1 out of 2
4	Academic Committee	- Njeru Mwenda - Penina Karimi - Josphat Kirimi	Member Member Member	2 out of 3
5	Development Committee	- Eng. Giti Kijiru - Leonard Kamundi - Douglas Gitonga - Penina Muthoni	Chairman Secretary Member Member	2 1 out of 3
6	Discipline and welfare Committee	- Silas Makanya - Josphat Njeru - Penina	Member Member	2 out of 3

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

		Karimi	Member	
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Leonard M. Kamundi	TSC No. 358195
2	Deputy Principal	Charles Kinyua	TSC No. 316070
3	Burser	Stella K. Gaichu	ID No. 7411598
4	Accounts Clerk	Felix Kimathi	ID No. 27776885

(e) Schools contacts

Post Office Box: 120-60215
 Telephone:
 E-mail: tharakaboys@gmail.com
 Website:
 Facebook:
 Twitter:

(f) School Bankers

Provide details of the school bankers.

- Name of Bank: National Bank (Boarding)
 Branch: Meru
 Account Number: 01021039007500
- Name of Bank: National Bank (Operations)
 Branch: Meru
 Account Number: 01021039007501
- Name of Bank: National Bank (Tution)
 Branch: Meru
 Account Number: 01025039708800
- Name of Bank: National Bank (Infrastructure)
 Branch: Meru
 Account Number: 01022225914600

5. Name of Bank: Trans nation Sacco Ltd (Boarding)
 Branch: Marimanti
 Account Number: 68260900003801

6. MPESA Paybill No. 507900 attached to boarding account, 68260900003801 bank
 Account Transnation Sacco Ltd.

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

(g) Independent Auditors

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

Tharaka Boys 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:

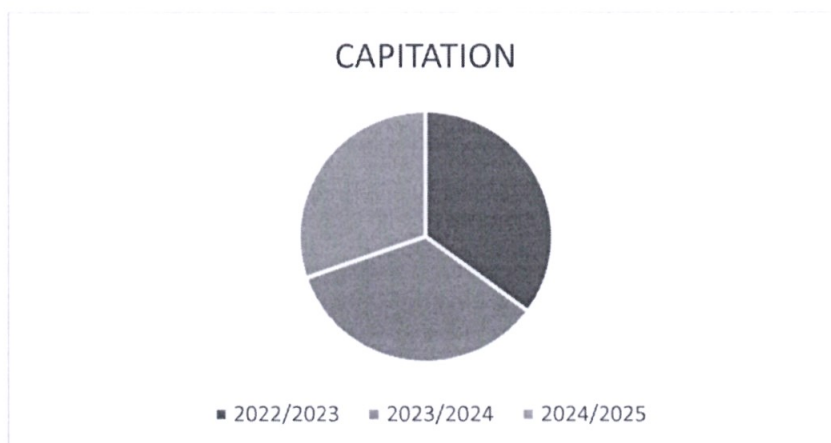
Surplus/ deficit for the year and a comparison of the same for the last three years

YEAR	2022/2023	2023/2024	2024/2025
<i>Excess of income</i>	126,105	233,347	(2,435,325)



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

YEAR	2022/2023	2023/2024	2024/2025
<i>Capitation</i>	9,213,651	6,949,631	6,491,714



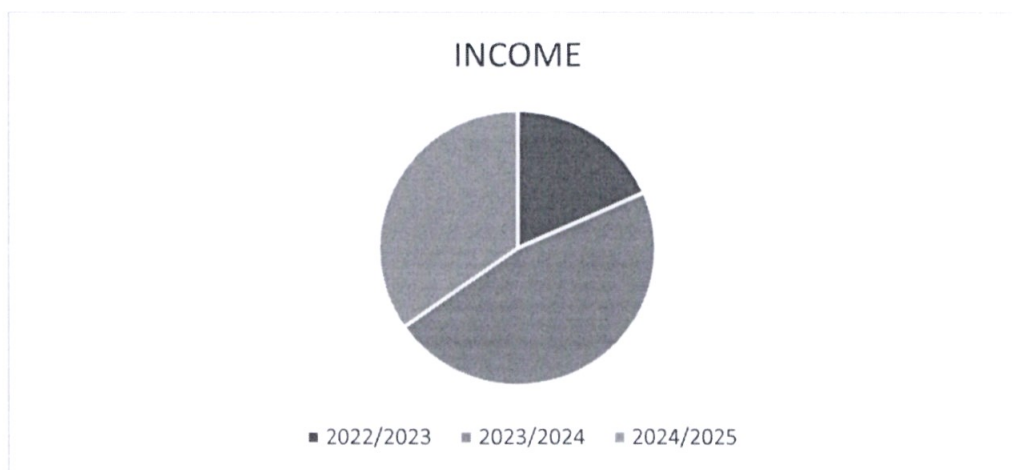
Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Ratio of capitation grant per student over the last three years

YEAR	CAPITATION	NO. OF STUDENTS	RATIO
2022/2023	9,213,651	580	1:15
2023/2024	6,949,631	580	1:12
2024/2025	6,491,714	450	1:11

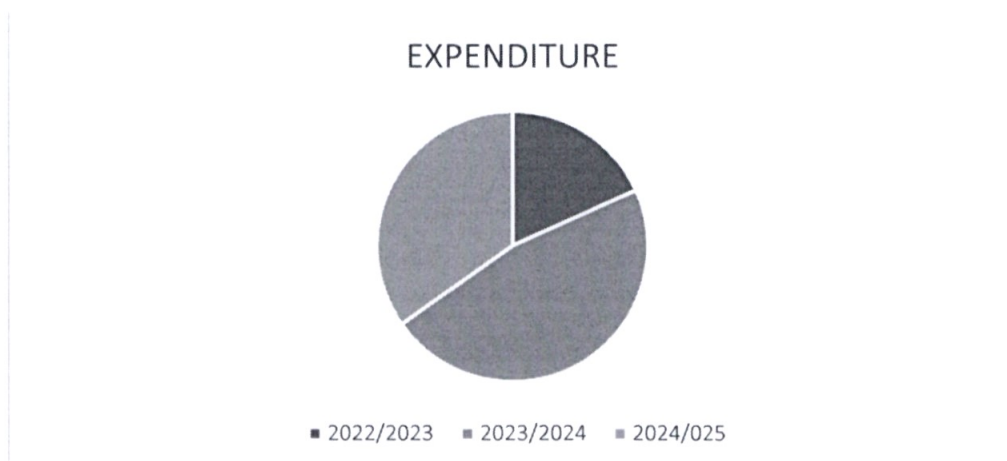
A three-year overview of growth of other income(s) earned by the school.

YEAR	2022/2023	2023/2024	2024/2025
Income		108,650	788,485



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

YEAR	2022/2023	2023/2024	2024/2025
Expenditure	251,230	12,291,685	3,325,786

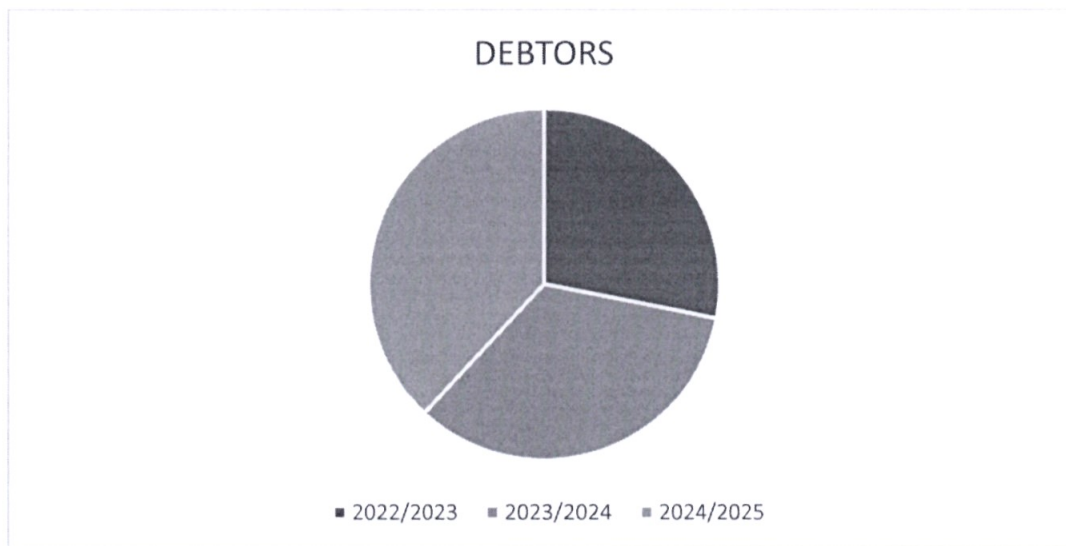


Tharaka Boys Secondary School

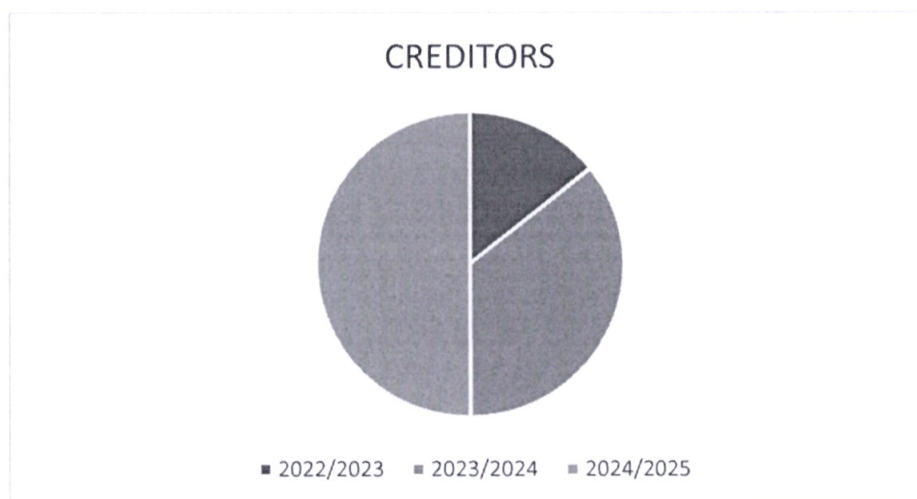
Annual Report and Financial Statements For the year ended 30th June 2025

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

YEAR	2022/2023	2023/2024	2024/2025
<i>Debtors</i>	12,658,046	16,616,926	14,296,142



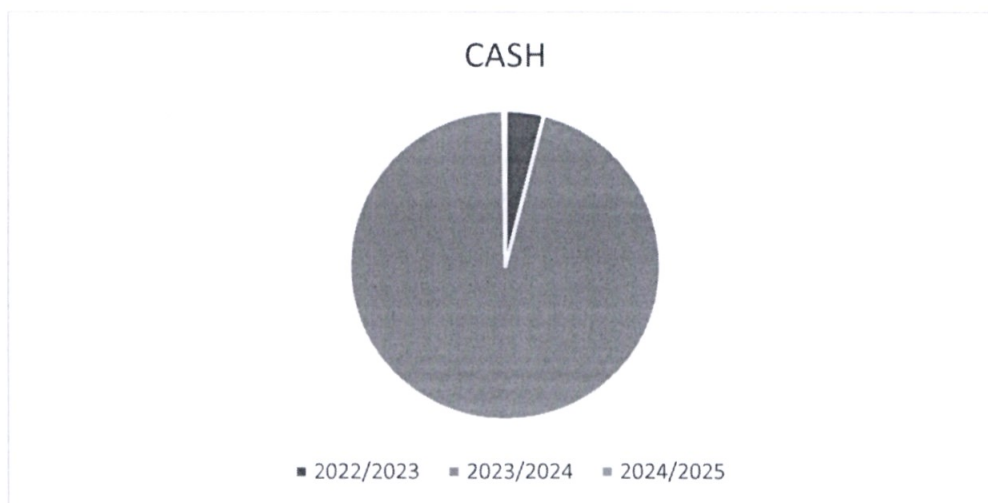
YEAR	2022/2023	2023/2024	2024/2025
<i>Creditors</i>	5,283,147	8,628,897	6,408,717



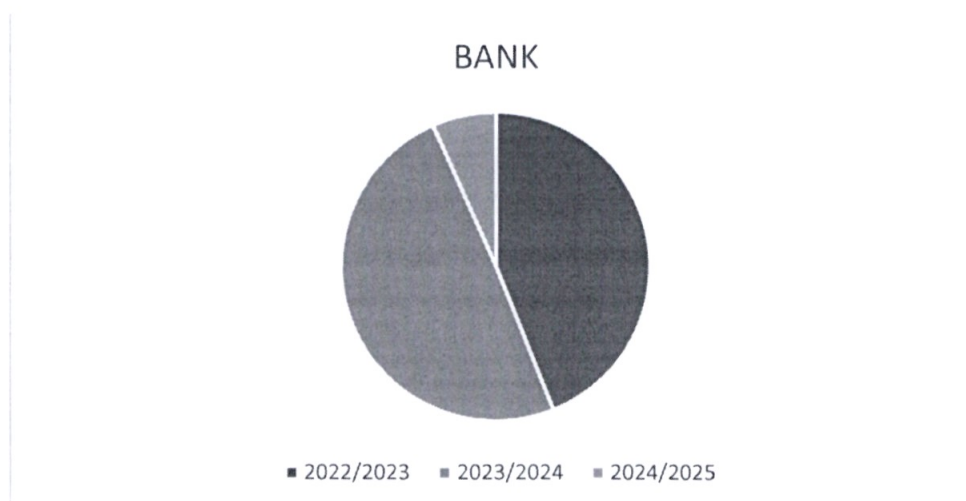
Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Movement of cash and bank balances over the last three years

YEAR	2022/2023	2023/2024	2024/2025
<i>Cash</i>	7,601	249,000	599



YEAR	2023	2024	2025
<i>Bank</i>	1,565,542	2,412,649	326,329



a) Teacher Student ratio:

Number of teachers for each subject

SUBJECTS	NO. OF TEACHERS
PHY / MATHS	3
ENG / LIT	4
MATHS / CHEM	2
HIST / CRE	4
KISW / CRE	2
BIO / CHEM	4
AGRI / BIO	2
GEO / BS	1
HIST / KISW	2
COMP / BS	1
COMP / HIST	1
PE / KISW	1
MATHS / BS	1
KISW / GEO	1
GEO/ BIO	1
GEO / MATHS	2
HIST / GEO	1
KISW / B.STD	1
FRENCH/GEO	1

Recruited teachers	-	33
TSC Teachers	-	33
BOM Teachers	-	2
Transferred	-	0
Retired	-	0
Teacher student ratio	-	1:14

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

b) Mean score in the 2024 KCSE:

YEAR	2022	2023	2024
Mean score	5.615 C	4.8993 C-	5.402 C-
Deviation	+0.303	-0.716	+0.5027
Remarks	Positive deviation	Negative deviation	Positive deviation

No of students that has transitioned

YEAR	DEGREES	DIPLOMAS	CERTIFICATES	ARTISAN
2024	33	55	32	2
2023	29	43	61	6
2022	26	48	22	1

c) Number of Candidates in the 2024 KCSE:

YEAR	2022	2023	2024
<i>No. of candidates</i>	97	139	122

d) Capacity of the school:

NO	FACILITIES	NUMBER	CAPACITY	REMARKS
1	<i>Dormitories</i>	5	570	<i>Sufficient</i>
2	<i>Dinning hall</i>	1	1200	<i>Sufficient</i>
3	<i>Laboratories</i>	3	120	<i>One not occupied</i>
4	<i>Toilets</i>	60	900	<i>Sufficient</i>
5	<i>Classes</i>	16	600	<i>Four not occupied</i>
6	<i>Library</i>	1	100	<i>Enough</i>
7	<i>Computer Laboratory</i>	1	30	<i>Shortage</i>

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Painting of the Dinning Hall	Capitation	Complete	350,000	300,000	
Replacing of window panes and painting all classes	Parents	Complete	300,000	276,060	



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School Principal

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

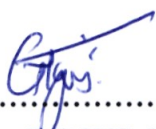
4. Statement of School Management Responsibility

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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of *Tharaka Boys Secondary school* accepts responsibility for the school's Transitional Financial Statement, which have been prepared with the International Public Sector Accounting Standards (IPSAS) on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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

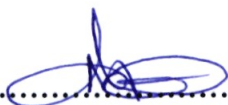


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Name: JULIUS GITI

Designation: Chairman, School Board of Management

Date: 25/04/2026



.....

Name: LEONARD M. KAMUNDI

Designation: School Principal & Secretary to Board of Management

Date: 25/04/2026



.....

Name: JACKLINE KARIMI

Designation: Bursar

Date: 25/04/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON THARAKA BOYS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - THARAKA NITHI 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 Tharaka Boys Secondary School - Tharaka Nithi County set out on pages 19 to 39, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of receipts

Report of the Auditor-General on Tharaka Boys Secondary School for the year ended 30 June, 2025 - Tharaka Nithi County

and payments, 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 Tharaka Boys Secondary School – Tharaka Nithi County 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. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.14,296,142 as disclosed in Note 13 to the financial statements. However, the supporting schedules were not provided for audit review.

In the circumstances, the accuracy and completeness of accounts receivables amounting to Kshs.14,296,142 could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.326,928 as disclosed in Notes 10 and 11 to the financial statements. Included in the balance are four (4) bank accounts with account balances Kshs.13,844, Kshs.55,115, Kshs.254,662 and Kshs.2,708. However, the bank balances were not supported by bank reconciliation statements.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.326,928 could not be confirmed.

3. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects tuition and operations capitation grants of Kshs.1,313,665 Kshs.4,078,048 respectively, as disclosed in Notes 1 and 2 to the financial statements. Review of the NEMIS capitation disbursements compared to the amounts recorded by the School revealed that the School accounted for Kshs.5,391,713 while NEMIS records indicate Kshs.6,859,971. This resulted in an unexplained variance of Kshs.1,468,258.

In the circumstances, the accuracy and completeness of tuition and operations capitation grants of Kshs.1,313,665 and Kshs.4,078,048, respectively could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Tharaka Boys 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.29,883,650 and Kshs.24,309,022 respectively, resulting to an under-funding of Kshs.337,824 of the budget. However, the School spent a balance of Kshs.26,744,495 against actual receipts of Kshs.24,309,022 resulting to an over-utilization of Kshs.2,435,325 or 10% of the actual receipts.

The underfunding may have affected the planned activities and may have impacted negatively on service delivery to the students.

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 of my report, there were no other key audit matters to report in the year under review.

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the FY 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 xvii which comprises Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the school's transitional IPSAS 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects payments for operations amount of Kshs.5,725,673 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.272,500 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 on funds transferred to KESSHA amounting to Kshs.272,500 could not be confirmed.

2. Non-Compliance with Transitional IPSAS Reporting Requirements

The financial statements presented for audit comprise the statement of receipts and payments instead of the statement of financial performance.

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

3. 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.

4. Under-Funding of Capitation Grants and Unreconciled Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition and capitation grants for operations amount of Kshs.1,313,665 and Kshs.4,078,048 respectively as disclosed in Note 1 and Note 2 to the financial statements. During the year under review, NEMIS reported a total of four hundred thirty-five (435) students while the number of students per school registers was five hundred and ninety-eighty (598) students, resulting to a variance of one hundred and sixty-three (163) students. The School was under funded by Kshs.1,580,002 for the year ended 30 June, 2025.

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

5. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 2 March, 2026, six months late, instead of the statutory deadline of 30 September, 2025. This was contrary to the Ministry of Education Circular Ref. MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the school's financial statements should be ready by 30 September, of every year in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements

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

6. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants totalling Kshs.4,078,048, as disclosed in Note 2 to the financial statements, received from the Ministry of Education and credited to the operations bank account. Included in the amount is Kshs.2,107,600 relating to infrastructure grants intended to be transferred to the infrastructure bank account for the maintenance and improvement of the school's facilities. However, only Kshs.1,600,000 was transferred to the infrastructure account, leaving a variance of Kshs.424,750 as at 30 June, 2025. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

7. Non-Deduction of Capacity Building Levy

The statement of receipts and payments reflects operations amount of Kshs.5,725,673 as disclosed in Note 7 to the financial statements which includes an amount of

Kshs.200,000 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 law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.89,358,700 which include an amount of Kshs.25,500,000 in respect of land. However, land ownership documents were not provided for audit.

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

2. Lack of internal Audit Function and Audit Committee

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

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

3. Long Outstanding Receivables

The statement of financial assets and liabilities reflects accounts receivable balance of Kshs.14,296,142 in respect of fees arrears as disclosed in Note 13 to the financial

statements. Included in the balance is accounts receivables balance of Kshs.5,657,437 which had been outstanding for more than three (3) years. However, there was no ageing analysis and policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

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

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial

statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with IFPP 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

14 May, 2026

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

6. Statement Of Receipts and Payments For the Year Ended 30th June 2025

Description Of Vote Head	Note	2024-2025
		Kshs
Receipts		
Government grants for tuition	1	1,313,665
Government grants for operations	2	4,078,048
Government Grants for infrastructure	3	1,100,000
School fund income- parents' contributions	4	16,920,163
Miscellaneous incomes	5	897,145
Total Receipts		24,309,022
Payments		
Tuition	6	1,733,790
Operations	7	5,725,673
Infrastructure	8	1,606,300
Boarding and school fund	9	17,678,584
Total Payments		26,744,347
Surplus/Deficit		(2,435,325)

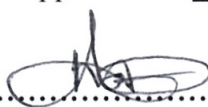
The school financial statements were approved on 25/04/2026 and signed by:



Name: JULIUS GITI

Chair BOM

Date: 25/04/2026



Name: LEONARD M. KAMUNDI
School Principal/ Secretary to BOM

Date: 25/04/2026



Name: JACKLINE KARIMI

Bursar

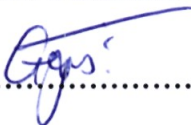
Date: 25/04/2026

Tharaka Boys 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 Kshs
Financial Assets		
Cash and cash equivalents		
Bank balances	10	326,329
Cash balances	11	599
Short term investments	12	
Total cash and cash equivalent		326,928
Account's receivables	13	14,296,142
Total financial assets		14,623,070
Financial liabilities		
Accounts payables	14	6,408,717
Net financial assets		8,214,353
Represented by		
Accumulated fund b/fwd	15	10,649,678
Surplus/deficit for the year		(2,435,325)
Net financial position		8,214,353

The school's financial statements were approved on **25/04/2026** and signed by:


 Name: JULIUS GITI

Chair BOM

Date: 25/04/2026


 Name: LEONARD M. KAMUNDI

School Principal/ Secretary to BOM

Date: 25/04/2026


 Name: JACKLINE KARIMI

Bursar/ Finance Officer

Date: 25/04/2026

Tharaka Boys 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
		Kshs
Cash from Operating Activities		
Receipts		
Government grants for tuition	1	1,313,665
Government grants for operations	2	4,078,048
Government grants for infrastructure	3	1,100,000
School fund income- parents contributions/ fees	4	16,920,163
Other income	5	897,145
Total receipts		24,309,022
Payments		
Cash outflows for tuition		1,056,099
Cash outflows for operations		5,212,505
Cash outflows Boarding/lunch and school fund payments		17,172,620
Cash outflow for infrastructure		2,305,374
Cash outflow for Other income		897,145
Total payments		26,643,743
Net cash inflow/outflow from operating activities		(2,334,721)
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	18	
Repayment of principal borrowings		
Net cash inflow/outflow from financing activities		
Net increase/decrease in cash and cash		(2,334,721)

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

equivalents		
Cash and cash equivalent at beginning of the FY		2,661,649
Cash and cash equivalent at end of the FY		326,928

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

The school's financial statements were approved on **25/04/2026** and signed by:



Name: JULIUS GITI

Chair BOM

Date: 25/04/2026



Name: LEONARD M.

KAMUNDI

**School Principal/ Secretary to
BOM**

Date: 25/04/2026



Name: JACKLINE KARIMI

Bursar

Date: 25/04/2026

Tharaka Boys 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					
Text books	290,925		290,925	131,365	113%
Exercise Books	484,875		484,875		81%
Laboratory Equipment	581,850		581,850	394,099	34%
Internal Exams	290,925		290,925	197,054	90%
Teaching / Learning Materials	290,925		290,925	262,732	45%
Exams And Assessment					
Total	1,939,500		1,939,500	1,313,665	68%
(2) Capitation Grant on Operations					
Personnel Emoluments	2,139,750		2,139,750	1,109,260	52%
Repairs And Maintenance	2,700,000		2,700,000	286,574	11%
Local Transport / Travelling	824,850		824,850	831,956	101%
Electricity And Water	517,950		517,950	277,314	54%
Medical	431,550		431,550		
Administration Costs	725,400		725,400	700,000	96%
Activity	513,900		513,900	872,944	170%
Gratuity					
Total	7,853,400		7,853,400	4,078,048	
3) FDSE for infrastructure					
Maintenance &Improvement MoE	1,100,000		1,100,000	1,100,000	100%
M&I parents' contribution					
Economic Stimulus Programs					

Tharaka Boys Secondary School
Annual Report and Financial Statements 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
Transition Infrastructure Grants					
Administration Block					
Total	1,100,000		1,100,000	1,100,000	
(4) Fees Charged on Parents					
Personnel Emoluments	1,395,000		1,395,000	2,220,513	159%
Repairs And Maintenance	1,080,000		1,080,000	2,202,487	240 %
Local Transport / Travelling	292,500		292,500	1,286,325	440%
Electricity And Water	2,205,000		2,205,000	3,192,846	145%
Medical				1,170	
Administration Costs	832,500		832,500	1,536,840	185 %
Activity	67,500		67,500	567,528	841%
SMASSE					
Fee On Boarding Equipment and Stores	12,368,250		12,368,250	5,912,454	48%
Total	18,240,750		18,240,750	16,920,163	
5) Miscellenous Income					
Loans / Borrowing					
Rent income	50,000		50,000		
Income From Farming Activities	200,000		200,000	3,030	1.5%
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire	500,000		500,000	894,115	179%
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total	750,000		750,000	897,145	

Tharaka Boys Secondary School

Annual Report and Financial Statements 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
Total Income	29,883,650		29,883,650	24,309,022	101%
(6) Expenditure For Tuition					
Textbooks	287,900		287,900	100,000	35%
Reference Materials				133,230	
Exercise Books	346,500		346,500	187,330	54%
Laboratory Equipment	679,300		679,300	950,000	140%
Internal Exams	337,900		337,900	-	
Teaching / Learning Materials	287,900		287,900	363,000	126%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges				230	
Total	1,939,500		1,939,500	1,733,790	89%
(7) Expenditure For Operations					
Personnel Emoluments	3,100,000		3,100,000	1,874,811	60.%
Repairs, Maintenance & Improvements	1,826,000		1,826,000	164,760	9%
Local Transport / Travelling	309,000		309,000	173,258	56%
Electricity, Water and Conservancy	733,000		733,000	466,960	64%
Medical and bus insurance	330,300		330,300		
Administration Costs	725,200		725,200	860,072	119%
Activity Expenses	829,900		829,900	1,407,432	170%
Gratuity				100,000	
Stationery				650,000	
Bank Charges				230	

Tharaka Boys Secondary School
Annual Report and Financial Statements 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
Creditors				200,000	
Farm				3,850	
Infrastructure				400,000	
NHIF				37,000	
NSSF				137,300	
Total	7,853,400		7,853,400	5,725,673	
(8) Expenditure For infrastructure					
OPERATIONS				400,000	
RMI				306,060	
BOARDING				900,000	
Bank charges				240	
Total				1,606,300	
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1,677,500		1,677,500	2,506,725	149%
Repairs, Maintenance and Improvements	730,000		730,000	871,864	119%
Local Transport / Travelling	379,425		379,425	678,174	179%
Electricity, Water and Conservancy	1,200,735		1,200,735	1,041,309	87%
Medical Expenses				107,940	
Administration Costs	338,000		338,000	1,402,721	415%
Activity	579,500		579,500	1,188,205	205%
Gratuity				199,163	
Uniform				161,900	
Boarding Equipment and Stores	13,755,590		13,755,590	8,589,620	62%
Farm				23,470	

Tharaka Boys Secondary School**Annual Report and Financial Statements 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
Bus Maintenance	300,000		300,000		
Infrastructure				530,000	
Farm Expenses	30,000		30,000		
Bank Charges				9,771	
Insurance				60,000	
NHIF				77,800	
NSSF				69,100	
Refund				160,822	
Total	18,990,750		18,990,750	17,678,584	93%
Grand Total	28,783,650		28,783,650	26,744,347	93%

- i. Over- utilization in the tuition account was as a result of inflation effects that led to increased prices for laboratory equipment and learning materials.
- ii. Under- utilization in the tuition account was also due to insufficient amounts due to inflation.
- iii. Over- utilization in the operation account was as a result of inflation effects that led to increased prices for laboratory equipment and learning materials.
- iv. Under- utilization in the operation account was also due to insufficient amounts due to inflation.
- v. Over- utilization in the boarding account was as a result of inflation effects that led to increased prices for laboratory equipment and learning materials.
- vi. Under- utilization in the boarding account was also due to insufficient amounts due to inflation.

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

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2024-2025
	Kshs
Stationery	328,415
Laboratory Equipment	394,099
Internal Exams	197,054
Teaching / Learning Materials	262,732
Text books	131,365
Total	1,313,665

2 Government Grants for Operations

Description	2024-2025
	Kshs
Personnel Emoluments	1,109,259
Repairs And Maintenance	286,574
Local Transport / Travelling	831,956
Electricity And Water	277,314
Administration Costs	700,000
Activity	872,944
Total	4,078,048

3 Government Grants for infrastructure

Description	2024-2025
	Kshs
Operations account transfer	1,100,000
Transition infrastructure grants	
Economic stimulus grants	
Other <i>(specify)</i> (NGCDF and County govt.	
Total	1,100,000

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025
	Kshs
Personnel emoluments	2,220,513
Repairs and maintenance	2,202,487
Local transport / travelling	1,286,325
Electricity and water	3,192,846
Medical	1,170
Administration costs	1,536,840
Activity	567,528
Fee on Boarding Equipment and stores	5,912,454
NSSF	
Gratuity	
Insurance	
Bank charges	
Total	16,920,163

5 Miscellaneous Incomes

Description	2024-2025
	Kshs
Rent Income	
Income From Farming Activities	3,030
Insurance Compensation	
Bursary	
Income From Bus Hire	894,115
Other Income (<i>specify</i>)*	
Total	897,145

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

6 Tuition

Description	2024-2025
	Kshs
Exercise Books	100,000
Stationery	133,230
Text Books	187,330
Laboratory Equipment	950,000
CREDITORS	-
Learning Materials	363,000
Bank Charges	230
Total	1,733,790

7 Operations

Description	2024-2025
	Kshs
Personnel Emoluments	1,874,811
NHIF	87,000
NSSF	87,300
Administration Cost	860,072
Repairs And Maintenance & Improvements	164,760
Local Transport / Travelling	173,258
Electricity And Water	466,960
Farm	3,850
Boarding	
Infrastructure	400,000
Activity	1,407,432
Gratuity	
Stationery	
Bank Charges	230
Creditors	200,000
Total	5,725,673

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2024-2025
	Kshs
Renovation of classrooms	306,060
Purchase of furniture	
Purchase of equipment	400,000
Purchase of apparatus	
Boarding	900,000
Bank charges	240
Total	1,606,300

9 Boarding And School Fund

Description	2024-2025
	Kshs
Personnel Emoluments	2,506,725
Repairs And Maintenance & Improvements	871,864
Local Transport / Travelling	678,174
Electricity And Water	1,041,309
Administration Costs	1,402,721
Medical	107,940
Bank Charges	9,771
Activities	1,188,205
Fee On Boarding Equipment and Stores	8,589,620
Refund	160,822
Gratuity	199,163
Infrastructure	530,000
Farm	23,470
Uniform	161,900
Bursary	-
Insurance	60,000
NHIF	77,800
NSSF	69,100
Total	17,678,584

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023/2024
	Active/Dormant		Kshs	Kshs
Tuition Account	ACTIVE	01025039708800	13,844	433,969
Operations Account	ACTIVE	01021039007501	55,115	1,065,631
School Fund Account/Boarding	ACTIVE	01021039007500	254,662	904,043
School fund (TN Sacco)				
Infrastructure Account	ACTIVE	01022225914600	2,708	9,007
Total			326,329	2,412,649

11 Cash In Hand

Description	2024-2025	2023/2024
	Kshs	Kshs.
Notes and Coins	599	249,000
Total	599	249,000

12 Short Term Investments

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

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2024-2025	2023/2024
	Kshs	Kshs
Fees Arrears	14,296,142	16,616,926
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	14,296,142	16,616,926

13 b Ageing Analysis of Accounts Receivable

Description	2024-2025		2023/2024	
	Kshs			
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,836,343	20%	1,300,235	8%
Between 1- 2 years	2,345,630	16%	2,134,789	13%
Between 2-3 years	3,456,732	24%	5,286,452	32%
Over 3 years	5,657,437	40%	7,895,450	48%
Total (should tie to note 13 a)	14,296,142		16,616,926	

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	6,408,717	8,628,897
Prepaid Fees		
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	6,408,717	8,628,897

Tharaka Boys Secondary School
Annual Report and Financial Statements For the year ended 30th June 2025

Notes to the Financial Statements (continued)

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	6,408,717	100%	8,626,897	100%
Between 1- 2 years				
Between 2-3 years				
Over 3 years				
Total (should tie to note 14)	6,408,717		8,626,897	

15 Fund Balance Brought Forward

Description	2024-2025
	Kshs
Bank Balances	326,329
Cash Balances	599
Short Term Investments	
Receivables	14,296,142
Payables	(6,408,717)
Total	8,214,353

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Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2024-2025
		Kshs
Cattle	5	100,000
Goats	15	90,000
Trees	40	400,000
Coffee Or Tea Plantation		
Poultry		
Others (specify)		
Total		590,000

18 Borrowings

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

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Other important disclosure notes

19 Stock/ Inventory

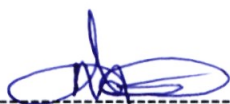
Description	2024-2025
	Kshs
Food stuffs	250,600
Lab consumables	10,200
Farm produce	3,200
Medication	1,900
Construction Materials	2,400
Others (specify)	
	268,300

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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

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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 Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Wamo tech services	120,000		0	120,000		
2. Deem	81,900		0	81,900		
3. Nkubu Galaxy	170,200		0	170,200		
Sub-Total	372,100		0	372,100		
Supply Of Goods						
4. Meru Dairy	178,150		120,000	58,150		
5. Isaac Investments	679,330		80,000	599,330		
6. KK butchery	1,301,200		150,000	1,151,200		
7. Harriet Naito	1,062,000		100,000	962,000		
8. Super loaf	200,315		80,000	120,315		
9. Joyce nthiori	829,397		40,000	789,397		
10. Haraka uniforms	180,900		0	180,900		
11. Justus Mbaabu	102,159		20,000	82,159		

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
12. Jerex Sports	135,935		0	135,935		
Sub-Total	4,669,386		590,000	4,079,386		
Supply Of Services						
13. Dabuem	799,937		300,000	499,937		
14. Palmer investment	873,146		250,000	623,146		
15. Secondina	55,780		20,000	35,780		
16. Fire Marshalls	162,700		50,000	112,700		
17. Bititec	171,000			171,000		
18. Elimu pepe	142,000			142,000		
19. Catherine Nduyo	82,968		30,000	52,968		
20. Piochem	202,000		40,000	162,000		
21. Grekins	46,200			46,200		
22. Brain waves	30,000			30,000		
23. Kathita marimanti water	151,500		70,000	81,500		
Sub-Total	2,717,231		760,000	1,957,231		
Grand Total	7,760,717		1,350,000	6,408,717		

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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 (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land 1 (51.34 HA)	1969	Tharaka	25,500,000			25,500,000
Buildings and structures		Tharaka				
- Administration block (1)						
- Dormitories (5)			10,000,000			10,000,000
- Dining Hall (1)			19,000,000			19,000,000
- Laboratories (4)			3,200,000			3,200,000
- Computer lab (1)			800,000			800,000
- Toilets (6 Blocks)			1,800,000			1,800,000
- Classes (16)			12,800,000			12,800,000
- Library (1)			1,500,000			1,500,000
Motor vehicles	2009	Tharaka	6,500,000			6,500,000
Office equipment, furniture and fittings		Tharaka				
- Staplers (8)			6,400			6,400
- Paper Punch (7)			7700			7700
- Calcurators (3)			3,600			3,600
- Computers (4)			88,000			88,000
- Printer (3)			52,000			52,000
- Photocopiers (2)			720,000			720,000
- Tr preparation table (8)			48,000			48,000
- Office tables (20)			120,000			120,000
- Office chairs (30)			81,000			81,000
- Lockers (600)			2,160,000			2,160,000

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Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
- Chairs (600)			1,500,000			1,500,000
- Decker beds (260)			3,120,000			3,120,000
ICT Equipment, and Other ICT Assets		Tharaka				
- White boards (11)			77,000			77,000
- Laptop (3)			175,000			175,000
- Projectors (2)			100,000			100,000
TOTAL			89,358,700			89,358,700