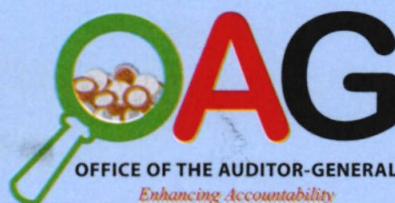


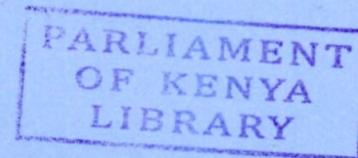
REPUBLIC OF KENYA



REPORT	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2026	DAY: WEDNESDAY
TABLED BY:	HON MARIANG KITANY OF ON BEHALF OF LOM
CLERK-AT THE-TABLE:	ESTHER NGINTO

THE AUDITOR-GENERAL

ON



AIC MOROP SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

NAKURU COUNTY





AIC MOROP GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education
TSC	Teachers Service Commission
SMASSE	Strengthening of Mathematics and Science in Secondary Education
MOE	Ministry of Education
EWC	Electricity Water and Conservancy
LTT	Local Transport and Travel
RMI	Repairs Maintenance and improvement
NGCDF	National Government Constituency Development Fund

B. Definition of Key Terms

Comparative Year- Means the prior period.

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 Nakuru County, Rongai Sub-County.

The school was registered in May 2024 under registration number 32S30000157 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 587 number of students as at 30 June 2025. It has 4 streams and 29 teachers of which 2 teachers are employed by the School Board of Management.

(a) 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	Gabriel Cherop	Chairman	23 May 2022
2	Susan Wachira	Secretary - Principal	23 May 2022
3	Harun Cherop	Member	23 May 2022
4	Betty Chepchichir Lel	Member	23 May 2022
5	Rebecca Chelangat	Member	23 May 2022
6	Elizabeth Chesang	Member	23 May 2022
7	Catherine Komen	Member	23 May 2022
8	Kennedy Orina	Member	23 May 2022
9	Vincent Kipngetich	Member – Rep CEB	23 May 2022
10	Wycliff Nyaundi	Member Rep Teachers	23 May 2022
11	Joseph Wendot	Member - Sponsor	23 May 2022
12	Mercy Kemei	Member - Sponsor	23 May 2022
13	Jackson Toroitich	Member - Community	23 May 2022
14	Pius Chebon	Member Special Needs	23 May 2022
15	Mitchel Owino	Rep Students	23 May 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, 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.

(b) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Gabriel Cherop 2.Susan Wachira 3.Evans Kering 4.Mercy Kemei 5.Harun Cherop	Chairman Secretary Member Member Member	2 out of 3
2	Audit Committee	1.Rebecca Chelangat 2.Evans Kering 3.Gabriel Cherop 4.Betty Lel	Chairperson Member Member Member	1 out of 3
3	Finance,procurement and general purposes Committee	1.Joseph Wendot 2.Susan Wachira 3.Vincent Kipngetich 4.Pius Chebon 5.Mercy Kemei	Chairman Member Member Member Member	2 out of 3
4	Academic Committee	1.Vincent Kingetich 2.Susan Wachira 3.Gabriel Cherop 4.Harun Cherop	Chairman Member Member Member	3 out of 3

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

		5.Wycliff Nyaundi 6.Elizabeth Chesang	Member Member	
5	Development Committee	1.Harun Cherop 2.Esther Onditi 3.Susan Wachira 4.Gabriel Cherop 5.Evans Kering 6.William kipchumba	Chairman Secretary Member Member Member Member	2 out of 3
6	Discipline and welfare Committee	1.Elizabeth Chesang 2.Kennedy Orina 3.Mercy Kemei 4.Catherine Komen 5.Betty Lel 6.Harrison Kingori 7.Evans Kering	Chairperson Member Member Member Member Member Member	2 out of 3

(c) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Susan V. Wachira	TSC No.33519
2	Deputy Principal	Esther Onditi	TSC No.336108
3	School Bursar	Benson B. Korir	

(d) Schools contacts

Post Office Box: 13340-20100
Telephone: 0708 671 450
E-mail: aicmorop@yahoo.com

(e) School Bankers

1. National Bank of Kenya
Nakuru Branch
P.O Box 1013-20100
Nakuru
2. Kenya Commercial Bank
Nakuru Main Branch
P.O Box 18-20100
Nakuru.

(f) Independent Auditors

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

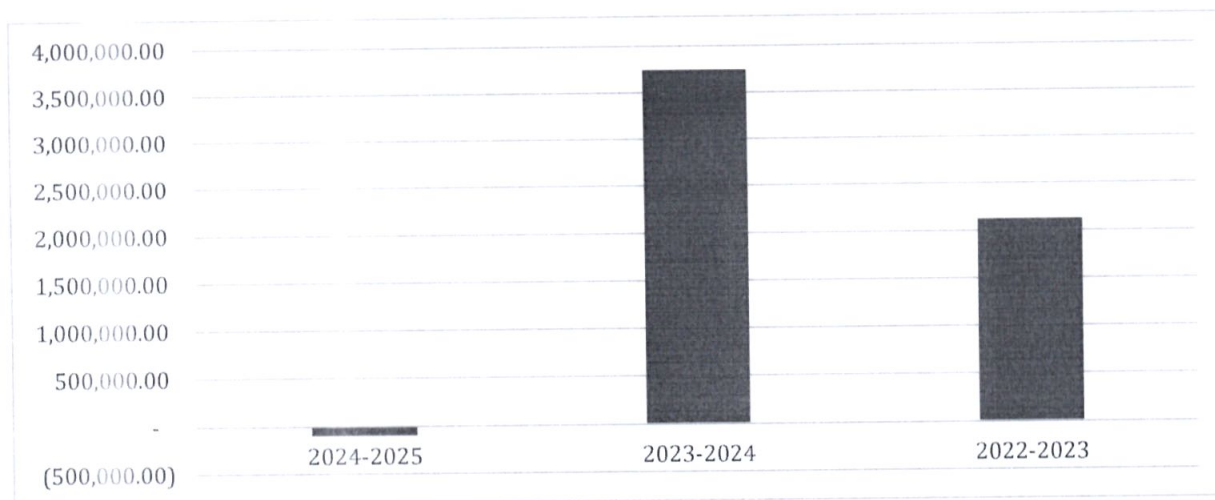
3. Summary Report of Performance of the School

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

a) Financial performance:

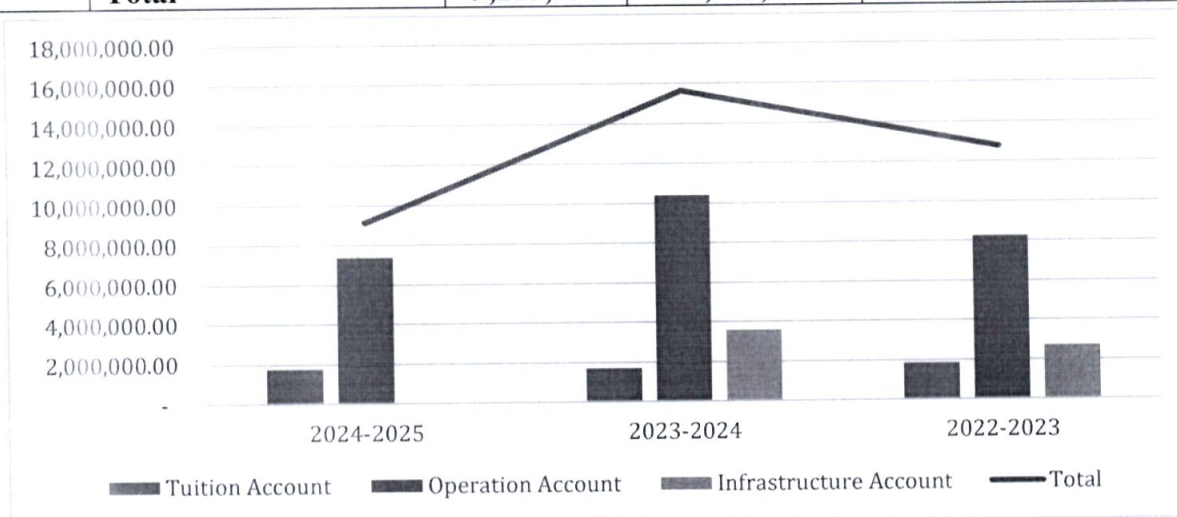
Surplus/ deficit for the year and a comparison of the same for the last three years

SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	surplus/Deficit	(98,645)	3,743,638	2,120,623



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

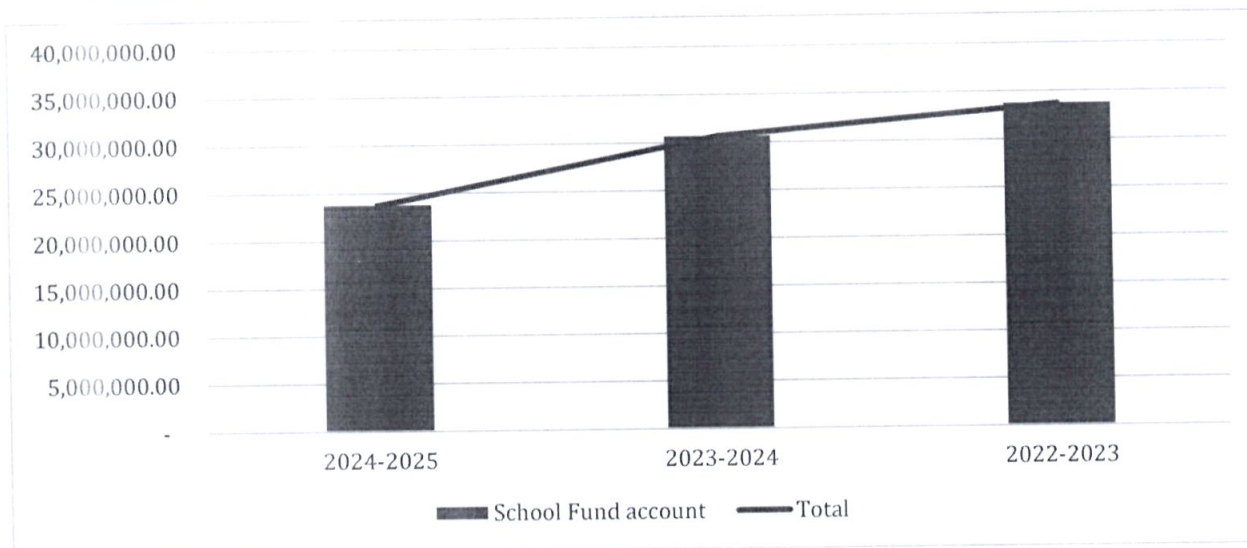
SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	Tuition Account	1,747,060	1,683,609	1,838,535
2	Operation Account	7,377,974	10,404,455	8,250,725
3	Infrastructure Account		3,571,540	2,680,000
	Total	9,125,034	15,659,604	12,769,260



AIC MOROP GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2025

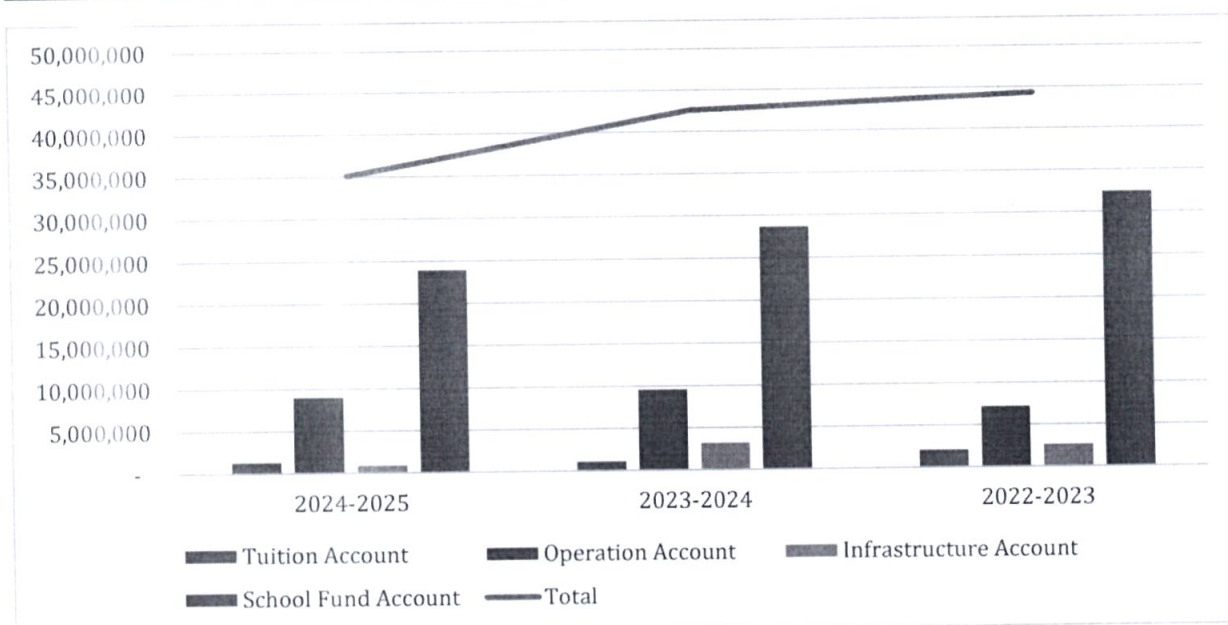
A three-year overview of growth of other income(s) earned by the school.

SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	School Fund account	23,712,367	30,470,248	33,670,232
	Total	23,712,367	30,470,248	33,670,232



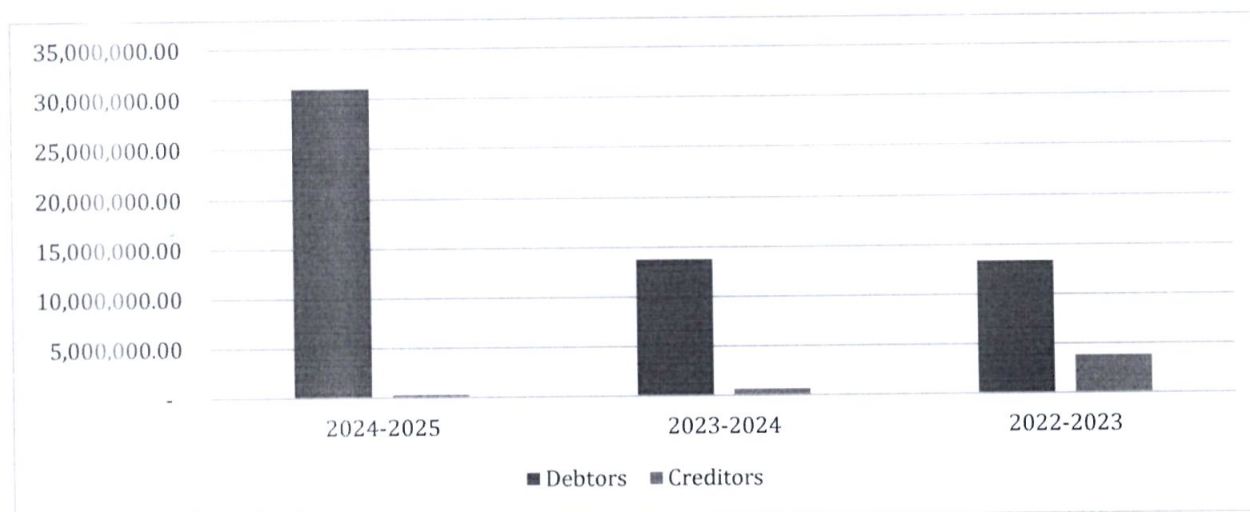
A three-year overview of growth in expenditure of the school

SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	Tuition Account	1,315,505	1,105,899	2,066,763
2	Operation Account	9,031,211	9,597,993	7,206,810
3	Infrastructure Account	859,965	3,182,552	2,621,176
4	School Fund Account	23,932,115	28,648,771	32,424,120
	Total	35,138,796	42,535,215	44,318,869



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

SNO	ACCOUNTS	2024-2025	2023-2024	2022-2023
1	Debtors	31,012,360.00	13,768,246.00	13,358,303.00
2	Creditors	289,124.00	650,717.00	3,795,620.00



b) Teacher Student ratio:

	Particulars	Number
1	Number of teachers employed by TSC	29
2	Number of teachers employed by BOM	2
3	Number of teachers recruited and posted to the school	1
4	Number of teachers transferred during the period	0
5	Number of retired teachers during the period	0
6	Teacher student ratio	1:21

S/n	Subject	No of teachers	Shortage
1	English	4	
2	Kiswahili	6	
3	Mathematics	6	
4	Chemistry	5	
5	Physics	2	

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

6	Biology	7	
7	Geography	4	
8	History and Government	4	
9	C.R.E	7	
10	Agriculture	3	
11	Home Science	1	
12	Computer Studies	1	
13	Business Studies	1	1

c) Mean score in the 2022-2024 KCSE:

Year	Mean	Grade	No of students transitioned to university	Target	Deviation
2022	5.54	C	34	6.10	0.6
2023	5.38	C- (Minus)	42	6.30	-0.16
2024	4.84	C- (Minus)	19	7.0	-0.54

d) Number of Candidates in the 2022-2024 KCSE:

Year	No of candidate
2022	166
2023	167
2024	154

e) Capacity of the school:

Capacity of the School	S/N	Facilities	Number
587 Students	1	Classes	16
	2	Laboratories	2
	3	Home science Lab	1
	4	Computer Lab	1
	5	Dormitories	5
	6	Ablutions/Toilets	42

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Storeyed Dormitory	MOE	Complete	29,422,029	26,020,958	complete

**School Principal**

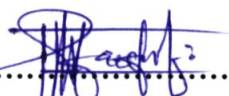
4. Statement of School Management Responsibility

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 AIC Morop Girls Secondary School accepts responsibility for the school's financial statements, which have been prepared on transitional financial statements 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 30 June, 2025, and of the school's financial position as at that date.



.....
Name: Gabriel K. Cherop

Designation: Chairman, School Board of Management

Date: 31/03/2026



.....
Name: Susan V. Wachira

Designation: School Principal & Secretary to Board of Management

Date:



.....
Name: Benson B. Korir

Designation: Bursar/ Finance Officer

Date: 31/3/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON AIC MOROP GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - NAKURU 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 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 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 AIC Morop Secondary School - Nakuru County set out on pages 1 to 19, which comprise of the statement of assets and 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 AIC Morop Secondary School-Nakuru County as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with Transitional International Public Sector Accounting Standards (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

Non-Compliance with Transitional IPSAS Reporting Requirements

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

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

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the AIC Morop 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 opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects revenue budget and actual on comparable amounts of Kshs.39,473,915 and Kshs.31,224,683 respectively, resulting in an underfunding of Kshs.8,249,232 or 21% of the budget.

The underfunding may have affected the planned activities of the School and may have negatively impacted on service delivery.

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. There were no key audit matters to report in the year under review.

Other Matter

1. Significant Exemptions in the PSASB Reporting Templates

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

2. Unresolved Prior Year Issues

The Auditor General's report for the year ended 30 June, 2024 raised several audit issues which remained unresolved as at 30 June, 2025. Management has not taken adequate action to address these matters. The issues relate to prior periods and have been reported for emphasis of matter purposes.

No.	Audit Issue
1	Long Outstanding Accounts Receivables
2	Irregular Transfer of Funds to KESSHA
3	Inadequate Facilities
4	Late Transfer of Infrastructure Funds from Operations Bank Account
5	Non-compliance with Affirmative Action on Ethnicity and Regional Balance
6	Unconfirmed Students Enrollment Data
7	Grounded Motor Vehicle

Other Information

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

In connection with my audit on AIC Morop Secondary School financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other

Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Transfer of Infrastructure Funds from Operations Account

The statement of financial performance reflects capitation grants for operations of Kshs.7,377,974 as disclosed in Note 2 to the financial statements. Included in this amount is maintenance and improvement funds of Kshs.2,141,752 which were to be transferred to the infrastructure account. However, review of bank statements revealed that the School transferred Kshs.558,000, twenty-nine (29) days after receipt of capitation received on 28 August, 2024 for term 3 2024 and 587,000 twenty-seven (27) days after receipt of capitation received on 30 January, 2025 for tranche 1, term 1 2025.

Management was therefore in contravention of 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 Ministry of Education guidelines on utilization of infrastructure grants.

2. Irregularities in Procurement of Goods and Services

The school advertised twenty-nine (29) tenders for the financial period under review on 28 June, 2024 which attracted several bidders. Review of the tender documents and procurement proceedings revealed irregularities in the tender processes as detailed below;

2.1 Irregular appointment of Evaluation Committee Chairperson

A review of the evaluation report dated 12 July, 2024 revealed that the chairperson and the secretary of the ad hoc evaluation committee with respect to tenders MGSS/01/2024 to tender MGSS/29/2024 were appointed by the evaluation committee itself, rather than by the Accounting Officer.

Management was therefore in contravention of Regulation 29(2) of the Public Procurement and Asset Disposal Regulations, 2020 which stipulates that the Accounting Officer shall designate one of the members of the evaluation committee as the chairperson.

2.2 Irregular Award of Tender to Non-Prequalified Suppliers

In respect of tender No. MGSS/24/2024 for supply of bread, the evaluation committee recommended Bidder No. 1 for award of tender to supply bread. However, a review of the payment vouchers revealed that Bidders No. 3 and 4 were instead sourced to supply bread despite not having been prequalified for the period under review.

Management was therefore in contravention of Section 106 (2)(a) of the Public Procurement and Asset Disposal Act, 2015 which requires an accounting officer of a procuring entity to give the request for quotations to such persons as are registered by the procuring entity.

2.3 Non-Compliance with Supplier Registration and Prequalification Procedures

Review of procurement records and the list of prequalified suppliers revealed that the list of prequalified suppliers was exclusively generated from suppliers who participated in specific open tenders for the period 2024-2025. There was no evidence of a formal, standalone registration and prequalification process designed to categorize suppliers based on the entity's broader procurement needs.

Management therefore, contravened Section 57 of the Public Procurement and Asset Disposal Act 2015, which stipulates that the head of the procurement function of a procuring entity shall maintain and update lists of registered suppliers, contractors and consultants in the categories of goods, works or services according to its procurement needs and submission of names shall be continuous and the registration list shall be updated periodically as prescribed in Regulations and in accordance with the Act.

In the circumstances, Management was in breach of law.

3. Irregular Transfer of funds to Kenya Secondary Schools Heads Association (KESSHA)

The statement of financial performance reflects payments for boarding and school fund amount of Kshs.23,932,115 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.856,400 transferred to both Kenya Secondary Schools Heads Association (KESSHA) and Rongai District School Heads Association (RDSSHA) which is related to 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, effectiveness in use of the funds could not be confirmed.

4. Failure to Deduct and Remit Statutory Deductions

The statement of financial performance reflects total payments of Kshs.35,138,796. Included in the amount was Kshs.1,096,500 in respect of gross salaries for Board of Management teachers. However, the salaries were not subjected to statutory deductions relating to contributions to the National Social Security Fund and the Social Health Insurance Fund contrary to Section 20(1) of the National Security Fund Act, 2014 which requires an employer to pay to the Pension Fund in respect of each employee in his or her employment, the employer's contribution at six per centum of the employee's monthly pensionable earnings and the employee's contribution at six per centum of the employee's pensionable earnings deducted from the employee's earnings and Section 27(2) of the Social Health Insurance Act, 2023 which states that Contributions under this Act shall be paid, in the case of a household whose income is derived from salaried employment, by a monthly statutory deduction from the wages or salary by the employer at a rate prescribed under this Act.

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

5. Non-Compliance with Law on Affirmative Action

5.1 Failure to Observe Ethnicity Balance

During the year under review, employee records provided for audit review showed that out of the twenty-two (22) employees employed by the Board of Management, twenty-one (21) employees or 95% were from the same ethnic community, contrary to Section 7(2) of the National Cohesion and Integration Act, 2008 which states that no public establishment shall have more than one third of its staff from the same ethnic community.

5.2 Failure to Observe Persons with Disability Thresholds

Human resource records provided for audit revealed that the School had twenty-two (22) Board of Management employees out of whom none was a person with disability, contrary to Section 13 of the Persons with Disability Act, 2003 which states that at least five (5) percent of all appointments shall be to persons with disabilities.

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

6. Inadequate Supply of Textbooks

During the year under review, the School did not receive any textbooks from the Ministry of Education despite having an enrolment of five hundred and eighty-eight (588) students at the beginning of the 2025 calendar year. As a result, the School continued to rely on textbooks that were last supplied during the 2018/2019 financial year indicating that the School may not have achieved the recommended 1:1 student-to-textbook ratio for instructional materials, which is required to support effective teaching and learning.

In the circumstances, inadequate provision of textbooks may compromise the quality and effectiveness of teaching and learning, as students may lack access to essential instructional materials.

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

Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.13,012,360, in respect to fees arrears as disclosed in Note 12 to the financial statements. Included in the balance are accounts receivable balances totaling Kshs.9,196,892 representing approximately seventy-one percent (71%) of the total receivables which had been outstanding for more than one (1) year.

Further, review revealed that Kshs.8,620,349 of the outstanding receivables had remained unpaid for more than three (3) years. The amount relates to school fees arrears owed by students who had already left the school, thereby significantly reducing the likelihood of recovery. The continued recognition of these long-outstanding balances without evidence of recovery efforts or provision for doubtful debts raises concerns regarding the recoverability, accuracy and valuation of the receivables balance reported in the financial statements.

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 control, 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 governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the

effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

29 April, 2026

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

DESCRIPTION OF VOTE HEAD	Note	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
			Kshs
RECEIPTS			
Government grants for tuition	1	1,747,060	1,683,609
Government grants for operations	2	7,377,974	10,404,455
Government grants for infrastructure	3	2,161,750	3,571,540
School Fund Income- Parents contributions	4	23,712,367	30,470,248
Miscellaneous incomes	5	41,000	149,000
TOTAL RECEIPTS		35,040,151	46,278,852
PAYMENTS			
Tuition	6	1,315,505	1,105,899
Operations	7	9,031,211	9,597,993
Infrastructure	8	859,965	3,182,552
Boarding and school fund	9	23,932,115	28,648,771
TOTAL PAYMENTS		35,138,796	42,535,214
SURPLUS/DEFICIT		(98,645)	3,743,638

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



.....
Name: Gabriel k. Cherop

Chair BOM

Date: 31/03/2026

Name: Susan V. Wachira
School Principal/ Secretary to
BOM

Date:

.....
Name: Benson B. Korir

Bursar/ Finance Officer

Date: 31/3/2026

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

	Note	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	2,932,128	2,643,772
Cash Balances	11	15,377	8,085
Short term Investment		-	-
Total Cash and Cash Equivalents		2,947,505	2,651,857
Account's receivables	12	13,012,360	13,768,246
TOTAL FINANCIAL ASSETS		15,959,865	16,420,103
FINANCIAL LIABILITIES			
Accounts Payable	13	289,124	650,717
NET FINANCIAL SSETS		15,670,741	15,769,386
REPRESENTED BY			
Fund balance b/fwd 1st July...	14	15,769,386	12,025,748
Surplus/Defict for the year		(98,645)	3,743,638
NET FINANCIAL POSITION		15,670,741	15,769,386

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

.....
Name: Gabriel K. Cherop
Chair BOM
Date: 31/03/2026

.....
Name: Susan V. Wachira
School Principal/Secretary to BOM
Date:

.....
Name: Benson B. Korir
Bursar/ Finance Officer
Date: 31/3/2026

AIC MOROP GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2025

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

		1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
		Kshs	Kshs
Receipts from operating activities			
Government grants for tuition	1	1,747,060	1,683,609
Government grants for operations	2	7,377,974	10,404,455
Government grants for infrastructure	3	2,161,750	3,571,540
School fund income-parents contribution/fees	4	25,232,976	30,961,319
Other income	5	41,000	149,000
Total receipts		36,560,760	46,769,923
Payments			
Cash outflows for tuition	6	1,792,150	1,884,625
Cash outflows for operations	7	9,031,211	9,597,993
Cash outflows for Boarding/ school fund payments	9	24,581,786	31,915,962
Total Payments		35,405,147	43,398,579
Net cash flow from operating activities		1,155,613	3,371,344
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			
Acquisition of Assets	8	(859,965)	(3,182,552)
Proceeds from investments			
Net cash flows from Investing Activities		(859,965)	(3,182,552)
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		295,648	188,792
Cash and cash equivalent at BEGINNING of the year		2,651,857	2,463,065
Cash and cash equivalent at END of the year		2,947,505	2,651,857

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

.....


Name: Gabriel K. Cherop

Chair BOM

Date: 31/03/2026

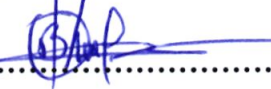
.....



Name: Susan V. Wachira

Principal/Secretary to BOM

Date:

.....


Name: Benson B. Korir

Bursar/ Finance Officer

Date: 31/3/2026

AIC MOROP GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2025

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
<i>(1) CAPITATION GRANT ON TUITION</i>						
Tuition						
Exercise books						
Laboratory equipments and apparatus						
Teaching/learning materials	2,049,000		2,049,000	1,747,060	301,940	85%
Sub totals	2,049,000		2,049,000	1,747,060	301,940	85%
<i>(2) CAPITATION GRANT ON OPERATIONS</i>						
EWC	848,969		848,969			
LT @T	566,890		566,890			
RMI	3,415,000		3,415,000	2,141,750	1,273,250	63%
Personal emolument	3,930,665		3,930,665			
Admin cost	1,073,676		1,073,676			
Activity	1,024,500		1,024,500	421,455	603,045	41%
Medical and insurance	443,950		443,950	641,070	(197,120)	144%
SMASSE	136,600		136,600			
Other Vote Heads(EWC,LT&T,PE,ADM)				4,173,699	(4,173,699)	
Sub totals	11,440,250		11,440,250	7,377,974	4,062,277	64%
Maintenance and Improvement			0	2,161,750	(2,161,750)	
Transition infrastructure Grants						
Administration block						
Economic stimulus grants						
Others(NGCDF,County government)						
Sub total	0		0	2,161,750	(2,161,750)	

AIC MOROP GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2025

(4) FEES CHARGED ON PARENTS					0	
Boarding/Lunch	17,422,431		17,422,431	12,997,077	4,425,354	75%
Repairs and Maintenance	1,300,001		1,300,001	849,673	450,328	65%
Personal Emoluments	3,366,429		3,366,429	2,777,207	589,222	82%
LTT	1,217,176		1,217,176	1,241,936	(24,760)	102%
Activity	279,373		279,373	96,669	182,704	35%
EWC	1,521,399		1,521,399	1,163,079	358,320	76%
Admin costs	877,856		877,856	771,258	106,598	88%
Sub total	25,984,665		25,984,665	19,896,899	6,087,766	77%
(5) MISCELLANEOUS INCOME						
<i>Tender</i>				41,000	(41,000)	
SUB TOTAL				41,000		
GRAND TOTAL INCOME	39,473,915		39,473,915	31,224,683	8,249,232	79%
(1) EXPENDITURE FOR TUITION						
Laboratory equipments and apparatus						
Teaching/learning materials	2,049,000		2,049,000	1,309,000	740,000	64%
Creditor						
Bank charges				6,505	(6,505)	
sub totals	2,049,000		2,049,000	1,315,505	733,495	64%
PAYMENTS FOR OPERATIONS						
EWC	848,969		848,969	819,135	29,834	96%
LT @T	566,890		566,890	193,000	373,890	34%
RMI	3,415,000		3,415,000	2,201,550	1,213,450	64%
Personal emolument	3,930,665		3,930,665	4,517,805	(587,140)	115%
Admin cost	1,073,676		1,073,676	1,055,400	18,276	98%
Activity	1,024,500		1,024,500	224,900	799,600	22%
Medical and insurance	443,950		443,950			
SMASSE	136,600		136,600			
Bank charges			0	19,421	(19,421)	
SUBTOTALS	11,440,250		11,440,250	9,031,211	2,409,040	79%

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

INFRASTRUCTURE PAYMENTS						
construction of dormitory	0		0	851,505	(851,505)	
Bank Charges				8,460	(8,460)	
SUBTOTALS	0		0	859,965	(859,965)	
BOARDING AND SCHOOL FUND PAYMENTS						
Activity	279,373		279,373	901,950	(622,577)	323%
Bank Charges			0	9,970	(9,970)	
Bus hire			0	0	0	
Tender			0	23,000	(23,000)	
Personnel emoluments	3,366,429		3,366,429	3,251,598	114,831	97%
Repairs and maintenance & Improvements	1,300,001		1,300,001	754,003	545,998	58%
Local transport / travelling	1,217,176		1,217,176	1,684,319	(467,143)	138%
Electricity and water	1,521,399		1,521,399	931,760	589,639	61%
Administration costs	877,856		877,856	1,966,689	(1,088,833)	224%
Fee on Boarding Equipment and Stores	17,422,431		17,422,431	14,408,826	3,013,605	83%
SUBTOTALS	25,984,665		25,984,665	23,932,115	2,052,550	92%
TOTAL	39,473,915		39,473,915	35,138,796	4,335,120	89%

Underutilization

1. Teaching and Learning Materials – Funds were reallocated to settle prior year creditors, resulting in minimal procurement during the year.
2. Infrastructure – Delay in approval of maintenance and improvement funds led to underutilization.
3. Activity (Operations Account) – Most student activities were financed through the School Fund rather than the Operations Account.
4. Repairs & Maintenance (Operation Account) –capitation from the ministry was not to the budgeted
5. Local Travel & Transport (Operations) – Travel was scaled down as part of cost-control measures.
6. Electricity & Water (EWC – School fund account) – Majority of utility bills were settled through operation account.

Overutilization

1. Personal Emoluments (Operation account) – Non teaching and BOM teachers' salaries were majorly paid from operation account.
2. Activity (School Fund Account) – Expenditure increased due to students' participation in national-level competitions, which were not fully budgeted.
3. Administration Costs (School Fund Account) – The vote head was used to purchase tuition materials owing to insufficient funding under the tuition capitation.
4. Boarding Equipment & Stores – Expenditure exceeded budget due to unexpected increases in the cost of goods and serv

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-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 30 June 2025.

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025****11. Notes to the Financial Statements****1 Government Grants for Tuition**

		1 JULY 2024- 30 JUNE, 2025	1 JULY 2023- 30 JUNE, 2024
Exercise books			
Laboratory equipments and apparatus			
Teaching/learning materials		1,747,060	1,683,609
Total		1,747,060	1,683,609

2 Government Grants for Operations

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE, 2024
EWC		
LT @T		
RMI	2,141,750	3,023,540
Personal emolument		
Admin cost		
Activity	421,455	546,593
Medical and insurance	641,070	306,075
Other Vote Heads(EWC,LT&T,PE,ADM)	4,173,699	6,528,247
Total	7,377,974	10,404,455

3 Government Grants for infrastructure

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE, 2024
Maintenance and Improvement	2,161,750	3,571,540
Transition infrastructure Grants		
Administration block		
Total	2,161,750	3,571,540

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025****4 School Fund Income - Parents Contribution/Fees**

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Boarding/Lunch	12,997,077	17,313,587
Repairs and Maintenance	849,673	1,047,265
Personal Emoluments	2,777,207	3,094,688
LTT	1,241,936	1,490,563
Activity	96,669	110,934
EWC	1,163,079	1,375,276
Admin costs	771,258	890,038
Fees Arrears	3,815,468	5,147,897
Total	23,712,367	30,470,248
Add: Fees Arrears recovered during the year	4,571,354	4,737,954
: Prepaid Fees	764,723	901,014
Less: Fees Arrears for the period	(3,815,468)	(5,147,897)
Total as per cash flow	25,232,976	30,961,319

5 Miscellaneous Incomes

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Tender	41,000	54,000
Income from bus hire	-	95,000
Fee for hire of ground and equipment		
Income from grants and donations	-	
Interest income	-	
Loans/Borrowings	-	
Total	41,000	149,000

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025****6 Tuition**

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Laboratory equipments and apparatus		76,750
Teaching/learning materials	1,309,000	581,953
Creditor		440,094
Bank charges	6,505	7,102
Total	1,315,505	1,105,899
Add: Creditor paid during the year	476,645	1,218,820
Less: Creditor for the year		(440,094)
Total as per cash flow	1,792,150	1,884,625

7 Operations

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
EWC	819,135	1,007,510
LT @T	193,000	62,000
RMI	2,201,550	3,571,540
Personal emolument	4,517,805	4,378,513
Admin cost	1,055,400	371,550
Activity	224,900	205,200
Bank charges	19,421	1,680
TOTAL	9,031,211	9,597,993

8 Infrastructure

	1 JULY 2024- 30JUNE 2025	1JULY 2023- 30 JUNE,2024
construction of dormitory	851,505	3,173,127
Bank Charges	8,460	9,425
Total	859,965	3,182,552

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

9 School Fund

	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE 2024
Activity	901,950	532,680
Bank Charges	9,970	11,790
Bus hire		33,000
Tender	23,000	32,000
Personnel emoluments	3,251,598	3,776,092
Repairs and maintenance & Improvements	754,003	988,425
Local transport / travelling	1,684,319	1,229,760
Board transport allowances		433,500
Electricity and water	931,760	968,667
Administration costs	1,966,689	2,723,377
Fee on Boarding Equipment and Stores	14,408,826	17,919,480
TOTAL	23,932,115	28,648,771
Add: Creditors/prepayments paid during the year	174,072	2,499,693
: Prepaid Fees	475,599	767,498
Total as per cash flow	24,581,786	31,915,962

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025****10 Bank Accounts**

Name of Bank, Account No. & currency	Bank Account Number	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Tuition Account	1101613181	75,040	120,130
Operations Account	7700417326	211,112	1,867,699
School Fund Account/Boarding	7700087288	845,279	157,031
Savings Account			
Income generating activities Account-School Vn Project			
Infrastructural Account	7700104743	1,800,697	498,912
Farm Account			
Total		2,932,128	2,643,772

11 Cash In Hand

Description	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Tuition Account		
Operation Account	8,000	4,650
School Fund account	7,377	3,435
Total	15,377	8,085

AIC MOROP GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2025

12 Accounts Receivable

Description	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Fees arrears	13,012,360	13,768,246
Other Non-Fees Receivables		
Salary Advances(list/schedule attached)		
Imprest(list/schedule attached)		
Rent Arrears (list/schedule attached)		
Total	13,012,360	13,768,246

12b) Ageing Analysis of Accounts Receivable

Description	1 JULY 2024-30 JUNE 2025		1 JULY 2023-30 JUNE,2024	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	3,815,468	30%	5,147,897	37%
Between 1-2 years	576,543	4%	1,488,995	11%
Over 3 years	8,620,349	66%	7,131,354	52%
Total	13,012,360	100%	13,768,246	100%

13 Accounts Payable

Description	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Trade creditors (See ageing below and appendix 1)	-	479,645
Prepaid fees	289,124	171,072
Retention monies		
Total	289,124	650,717

13b. Ageing Analysis of Accounts Payable

Description	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE,2024
Less than 1 year		440,094
Between 1-2 years		39,551
Between 2-3 years		
Over 3 years		
Total	-	479,645

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

14 Fund Balance Brought Forward

Description	1 JULY 2024- 30 JUNE 2025	1 JULY 2023- 30 JUNE, 2024
Bank balances	2,643,772	2,455,965
Cash balances	8,085	7,100
Short Term Investments		
Receivables	13,768,246	13,358,303
Payables	(650,717)	(3,795,620)
Total	15,769,386	12,025,748

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

Other important disclosure notes

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

15 Biological assets

Description	1 JULY 2024-30 JUNE 2025		1 JULY 2023-30 JUNE 2024	
	Numbers	Kshs	Numbers	Kshs
Cattle				
Goats				
Trees	934		784	
Coffee Or Tea Plantation				
Poultry				
Others (specify)				
Total	934		784	

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

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

Description	1 JULY 2024-30 JUNE 2025	1 JULY 2023-30 JUNE 2024
	Kshs	Kshs
Food stuffs	494,194	655,996
Lab consumables	40,700	22,844
Book store consumables	63,930	9,180
Total	598,824	688,020

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

Progress on Follow up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Long outstanding accounts receivables		Not Resolved	
2	Irregular transfer of funds to Kenya secondary heads association		Not Resolved	
3	Inadequate facilities		Not Resolved	
4	Late transfer of infrastructure funds		Not Resolved	
5	Non-Compliance with affirmative on ethnicity and regional distribution		Not Resolved	
6	Unconfirmed students enrolment Data		Not Resolved	


Sign and Date
Principal

AIC MOROP GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30 June 2025

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.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025****Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1 July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 June 2025
Land	6.475 Hectares			6.475 Hectares
Buildings And Structures				
i. Classes	15			15
ii. Dormitories	5			5
iii. Laboratories	2			2
iv. Computer Lab	1			1
v. Home Science Lab	1			1
vi. Ablution Block	8			8
vii. Teachers Quarters	2			2
viii. Gate	1			1
ix. Gate house	2			2
x. Kitchen	1			1
Motor Vehicles				
i. School bus	1			1
ii. School Van	1			1
Office Equipment, Furniture And Fittings				
i. Student Desks/Chairs	882			882
ii. Teachers Desks	28			28
iii. Teachers Chairs	42			42
iv. Beds	385			385
Textbooks	14967			14,967
ICT Equipment				
i. Computers	28			28
ii. Printers	6			6

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AIC MOROP GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30 June 2025**

Asset Class	Historical Cost b/f (Kshs) 1 July 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 June 2025
iii. Projectors	3			3
iv. TV	2			2
v. CCTV(DVR,Cameras)	45			45
Tools And Apparatus				
i. Jembe	5			5
ii. Panga	1			1
iii. Axe	1			1
Other Machinery And Equipment				
i. Kitchen Boilers	7			7
ii. Vegetables cutter	1			1
iii. Borehole	1			1
iv. Kitchen utensils/Home science	788			788
v. Water tanks(Concrete/plastic)	8			8
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
i. Accounts/Exam/Time table software	1			1
Total				

1

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AIC MOROP GIRLS SECONDARY SCHOOL

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

TRIAL BALANCE AS AT 30 JUNE 2025			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	2,932,128	
	Cash Balances	15,377	
	Short term investments		
	Receivables	13,012,360	
Payments			
	Payments for Tuition	1,315,505	
	Payments for operations	9,031,211	
	Payment for infrastructure	859,965	
	Boarding and school fund payments	23,932,115	
Receipts	Government grants for tuition		1,747,060
	Government grants for operations		7,377,974
	Government grants infrastructure		2,161,750
	School Fund Income- Other receipts		23,712,367
	Other receipts		41,000
	Payables		289,124
Prior Year Adjustment			
Fund Balance b/f			15,769,386
TOTAL		51,098,661	51,098,661

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

Ref: OAG/NKR/AUD/MGS/11/15/2024/2025/20

16 June, 2026

Mr. Samuel Josephat Njoroge, CBS

Clerk of the National Assembly

Parliament Buildings

P. O. Box 41842-00100

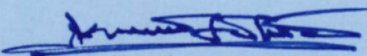
NAIROBI

Dear Sir,

REPORT OF THE AUDITOR-GENERAL ON AIC MOROP GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NAKURU COUNTY

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

Yours sincerely


CPA Justus O. Okumu
For: AUDITOR-GENERAL

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

Mr. John Lekakeny Ololtuaa, CBS
Principal Secretary
Ministry of Education
State Department for Basic Education
P. O. Box 30040-00100
NAIROBI

Mrs. Susan Wachira
The Principal
AIC Morop Girls' Secondary School
P.O. Box 13340 - 20100
NAKURU



ORIGINAL ARTICLES	REPORTS	EDITORIAL
1. The Problem of the Medical Student in the United States 2. The Medical Student in the United States 3. The Medical Student in the United States 4. The Medical Student in the United States 5. The Medical Student in the United States 6. The Medical Student in the United States 7. The Medical Student in the United States 8. The Medical Student in the United States 9. The Medical Student in the United States 10. The Medical Student in the United States	1. The Problem of the Medical Student in the United States 2. The Medical Student in the United States 3. The Medical Student in the United States 4. The Medical Student in the United States 5. The Medical Student in the United States 6. The Medical Student in the United States 7. The Medical Student in the United States 8. The Medical Student in the United States 9. The Medical Student in the United States 10. The Medical Student in the United States	1. The Problem of the Medical Student in the United States 2. The Medical Student in the United States 3. The Medical Student in the United States 4. The Medical Student in the United States 5. The Medical Student in the United States 6. The Medical Student in the United States 7. The Medical Student in the United States 8. The Medical Student in the United States 9. The Medical Student in the United States 10. The Medical Student in the United States