

REPUBLIC OF KENYA



REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 02 JUN 2026

DAY

REPORT

TABLED
BY:

Deputy Majority Whip
Hon. Njoroge

CLERK-AT
THE-TABLE:

Halima Ahmed

OF

THE AUDITOR-GENERAL

ON

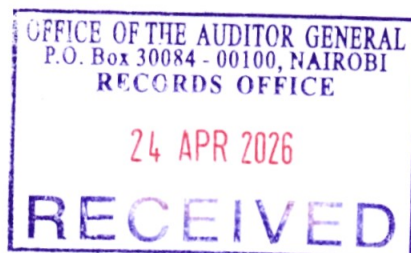
PARLIAMENT
OF KENYA
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MAKURI GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

THARAKA NITHI COUNTY

1. Revised 30th June 2025.



MAKURI GIRLS SECONDARY SCHOOL.

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

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2. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

3. KEY SCHOOL INFORMATION AND MANAGEMENT**(a) Background information**

The School domiciled in Kenya and its operations are governed under the Basic Education Act. 2013. It is located in Tharaka/Nithi County, Maara Sub County.

The school is registered in 12/7/2021 under registration number 13S00300791 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 1150 number of students as at 30th June 2025. It has six streams and 46 teachers of which 7 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	MRS. DOROTHY KAGENDO KITHINJI	Chairman	30 TH JUNE 2022
2	MS KAHURA NANCY	Secretary – Principal	30 TH JUNE 2022
3	ENG. DENIS MWENDA KINYUA	Member	30 TH JUNE 2022
4	MR. ADAM'S MURAGE	Member	30 TH JUNE 2022
5	ROMANS MWENDA BENSON	Member	30 TH JUNE 2022
6	ERASTUS MUGENDI INGANE	Member	30 TH JUNE 2022
7	KENN MWITI	Member – Rep CEB	30 TH JUNE 2022
8	MRS. LENITY MUYIA	Member Rep Teacher	30 TH JUNE 2022
9	MRS. BETH KAWIRA MARETE	3 Members - Sponsor	30 TH JUNE 2022
10	JULIUS MURIUKI	Member	30 TH JUNE 2022
11	JOSEPH KABII CHABARI	Member	30 TH JUNE 2022
12	ALICE GACHERI NYAGA	Member community	30 TH JUNE 2022
13	MR. HENRY MAWIRA	Member special Needs	30 TH JUNE 2022
14	BLESSY KATHAMBI	Rep Students	30 TH JUNE 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.

(a) Committees of the Board

Ref	Name of committee	Name of Members	Designation	Number of meetings attended during the year
1.	Executive committee	Ms Nancy Kahura Mrs. Dorothy Kagendo Mr. frankline mutembei	Principal Chairman P.A. Chairlady	3
2.	Audit Committee	Mr. Joseph Kabii Chabari Mrs. Beth Kawira Marete Pastor Romans mwenda	Chairman Vice Chairman Member	0
3.	Finance, Procurement and general purposes committee	Eng. Erastus Mugendi Kiruja Mrs. Dorothy Kagendo Mrs. Beth Kawira Marete	Chairlady Vice Chairman Member	0
4,	Academic committee	Mrs. Doriothy Kagendo Mrs. Linet Muyia Eng. Mwenda Kinyua	Chair person	0
5.	SIC committee	Eng Erastus MUgendi Mrs. Murigu J.K. Mrs. Dorothy Kagendo Ms. Nancy Kahura Mr. frankline mutembei SCDE (Mandatory)	Chairman Secretary B.O.M Chairlady Principal P.A. Chairman Member	0
6	Discipline and Welfare	Mrs Dorothy Kagendo	Chairlady	

	Committee	Ms Nancy Kahura Jasper Gitonga Mr. frankline mutembei Alice Gacheri Nyaga	Principal(B.O.M Secretary) BOM chairman P.A Chairman Member	0
--	-----------	--	---	---

(b) School operation Management

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

Ref	Designation	Name	Tsc.No/I.D
1.	Principal	Ms Nancy N. Kahura	TSC NO.334505
2.	Deputy Principal	Mrs. Jeniffer Kaari Ileri	TSC NO. 371661
3.	School Bursar	Eunice Mwendwa Muthamia	ID NO.22011913

(c) Schools contacts

Post Office Box: Box 38 - 60401 CHOGORIA

Telephone: 0733429929/0743157886

E-mail: makurigirlssec@yahoo.com

Website:

Facebook: MAKURI GIRLS SECONDARY SCHOOL

Twitter:

(d) School Bankers

The following school operated 5 number OF Bank accounts in the following banks.

1. Name of bank: Kenyua Commercial Bank
Branch: Chogoria
Account Number: 1103770357
2. Name of bank: Kenyua Commercial Bank
Branch: Chogoria
Account Number: 1103508717
3. Name of bank: Kenyua Commercial Bank
Branch: Chogoria
Account Number: 1103772473
4. Name of bank: Equity Bank
Branch: Chuka
Account Number: 0210291771216
5. MPESA pay Bill Number 0743157886 attached to K.C.B bank account
6. Infrastructure a/c equity bank
Branch: Chuka
Account Number: 0210291771216

(e) Independent Auditors

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

4. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

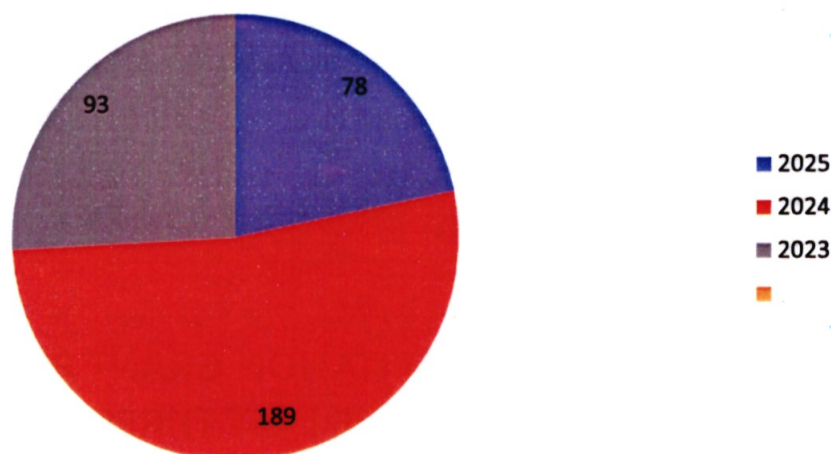
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

1. SURPLUS/DEFICIT FOR THE YEAR.

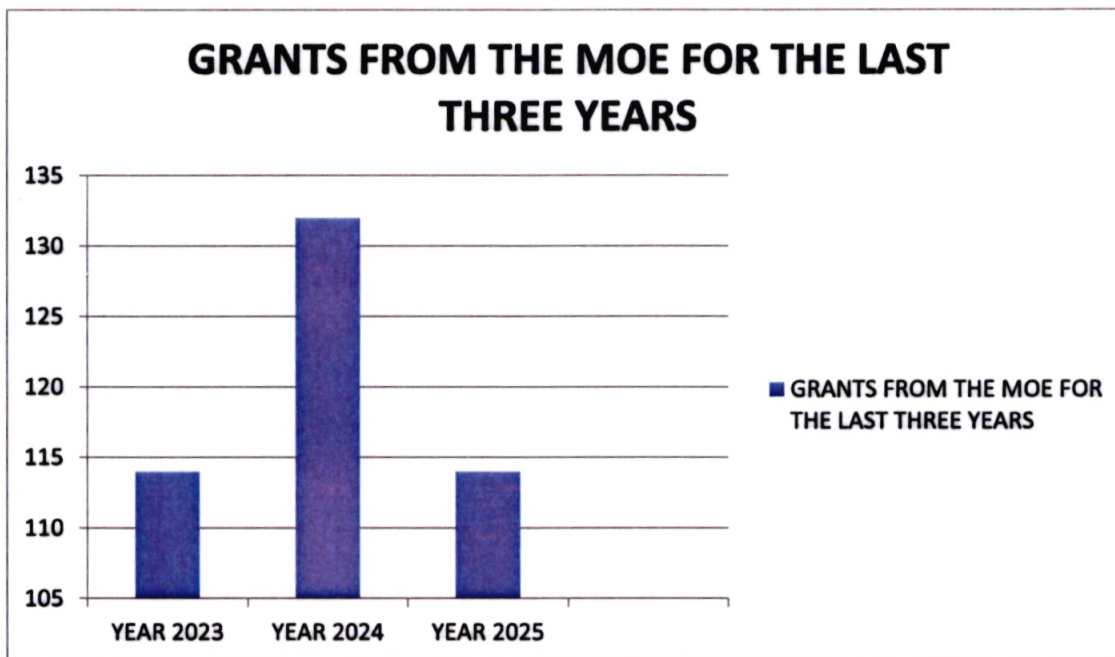
TOTAL	YEAR 2023	YEAR 2024	Year 2025
6,345,586.63	1,636,278	3,326,962.50	1,382,346.83
360°	93°	189°	78

SURPLUS/DEFICIT FOR THE YEAR.



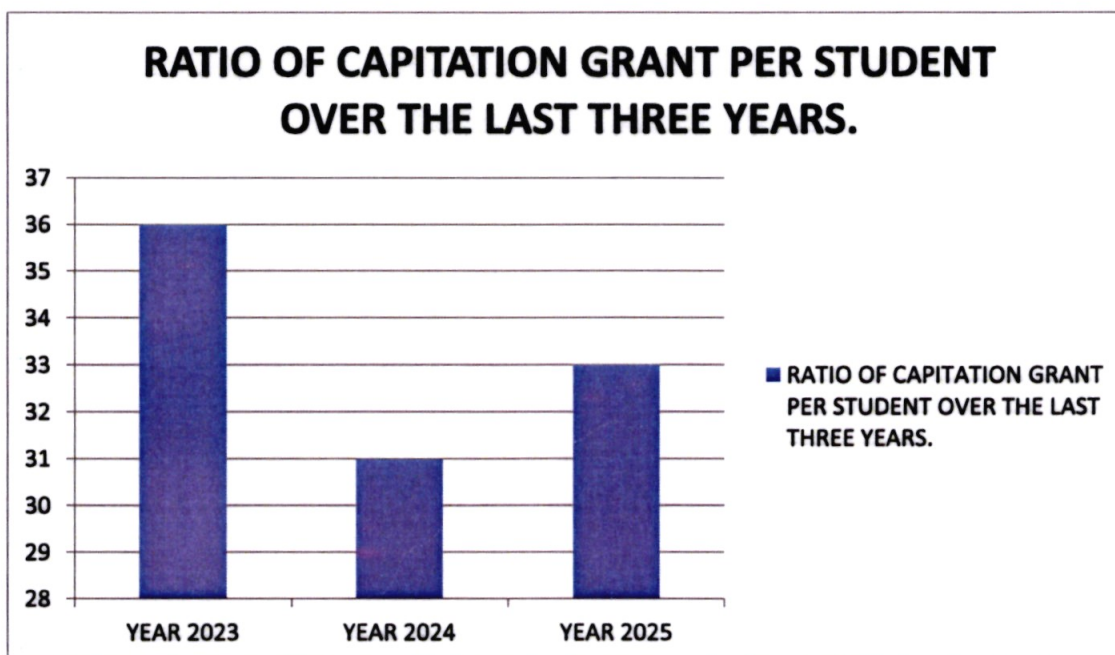
CAPITATION GRANTS FROM THE MOE FUNDS FOR THE LAST THREE YEARS.

TOTAL	YEAR 2023	YEAR 2024	Year 2025
57,324,515.92	18,124,112.3	20984883	18,215,520.62
360	114	132	114



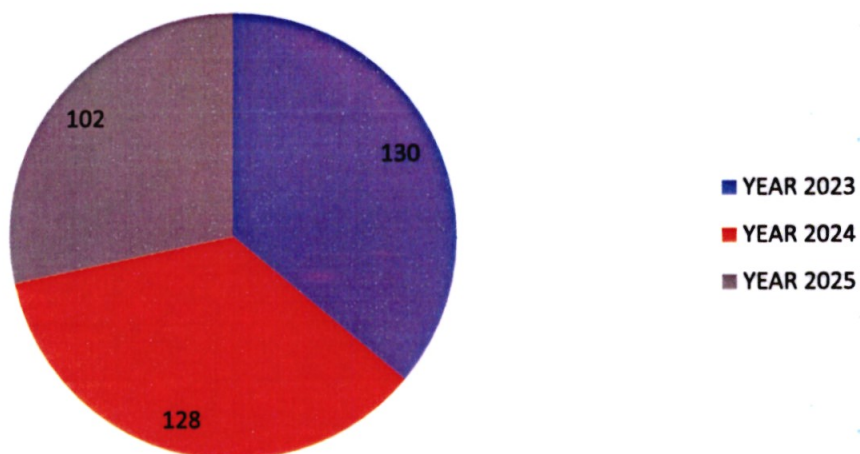
RATIO OF CAPITATION PER STUDENT OVER THE LAST THREE YEARS.

TOTAL	YEAR 2023	YEAR 2024	Year 2025
48,140	1:17,327	1:14778	1:16035
100	36%	31%	33

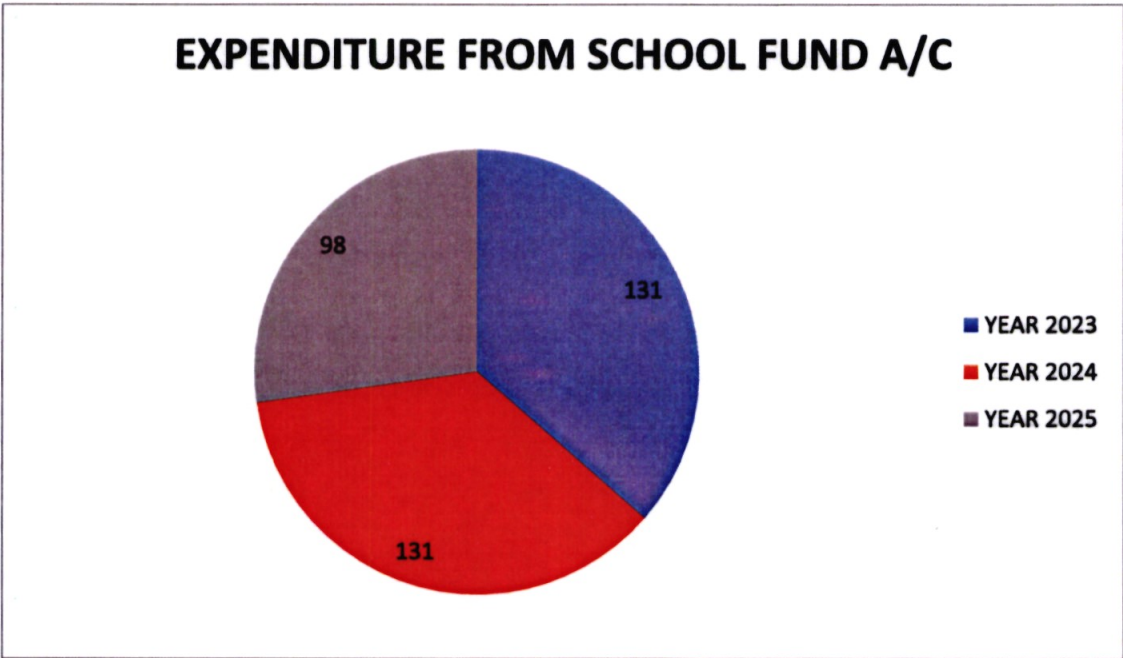


INCOME FROM SCHOOL FUND A/C

TOTAL	YEAR 2023	YEAR 2024	Year 2025
178,907,222	64,280,129	64,327,201	50,350,886.70
360°	128	130	102

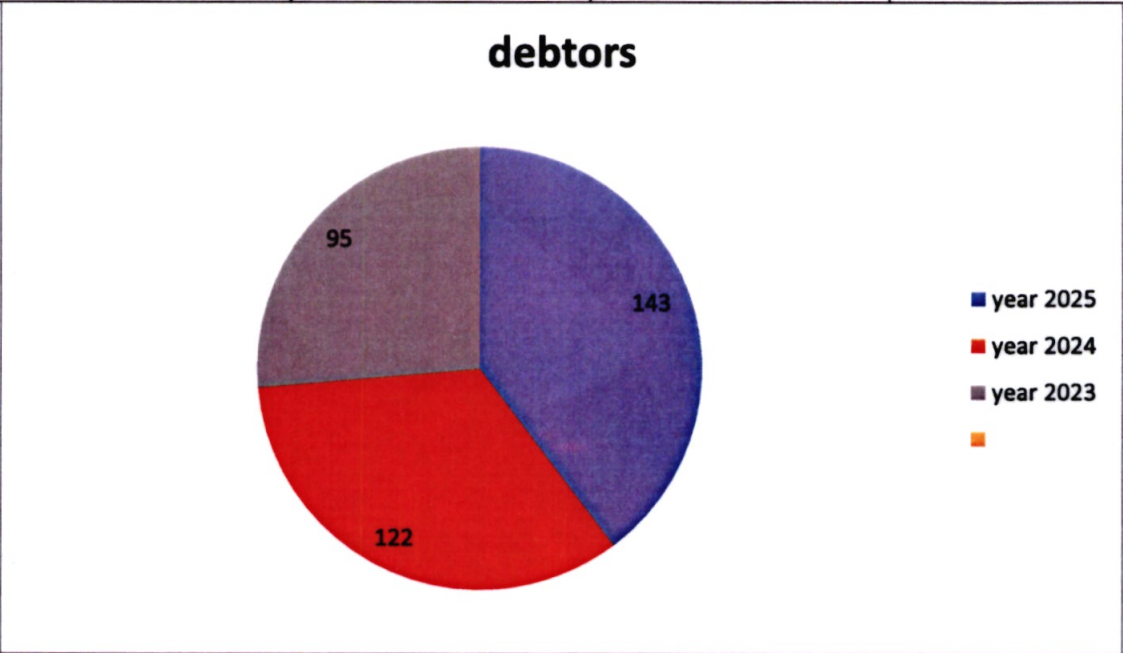
INCOME FROM SCHOOL FUND ACCOUNT**EXPENDITURE FROM SCHOOL FUND A/C.**

TOTAL	YEAR 2023	YEAR 2024	Year 2025
162,807,305.7	59,695,322	59,093,698	44,018,285.70
360°	131°	131°	98



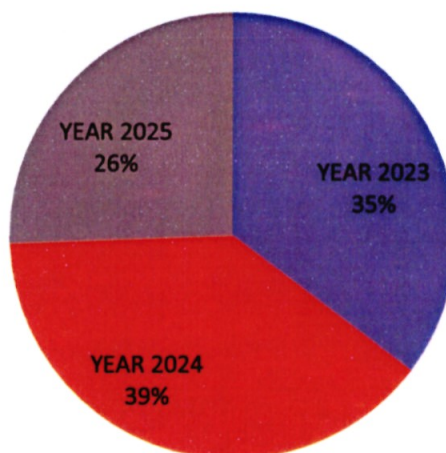
DEBTORS

TOTAL	YEAR 2023	YEAR 2024	Year 2025
27,565,847	7,272,296	9,368,337	10,925,214
360	95	122	143

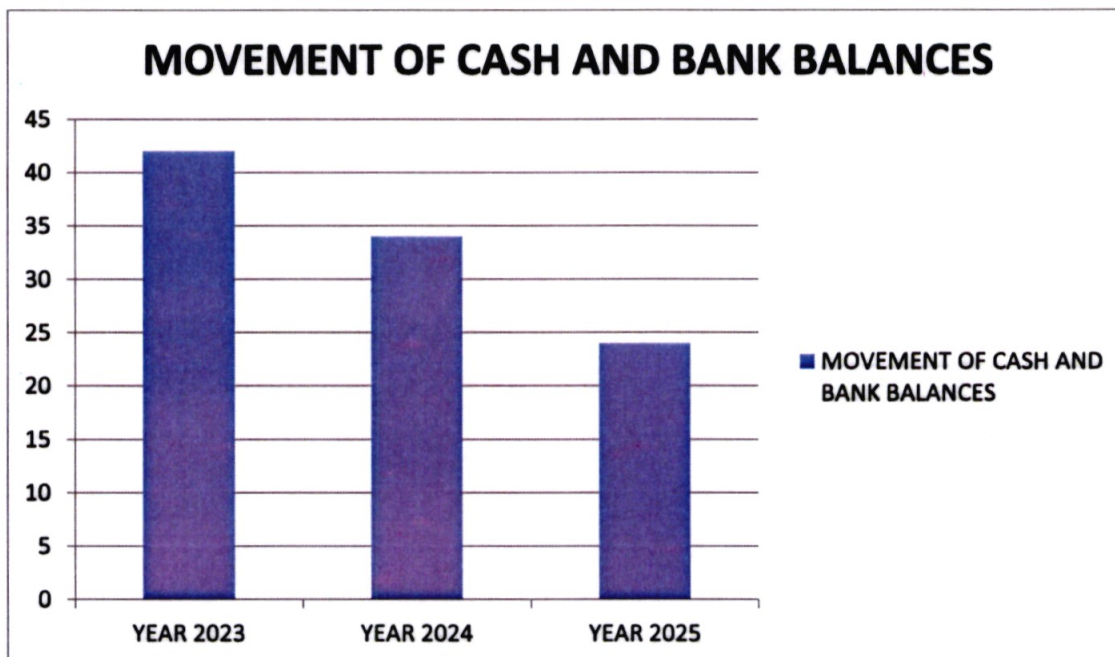


SUNDRY CREDITORS.

TOTAL	YEAR 2023	YEAR 2024	Year 2025
10,347,581	3,661,995	4046477	2,639,109
360	127	141	92

SUNDRY CREDITORS**MOVEMENT OF CASH AND BANK BALANCES**

TOTAL	YEAR 2023	YEAR 2024	Year 2025
26,661,442.27	11,091,120.87	9,007,596.5	6,562,724.9
100	42	34	24



b) Teacher Student ratio:

SERIAL	SUBJECT COMBINATION	EMPLOYEES	B.O.M	TOTAL	TRANSFERRED	EMPLOYEES	RETIRED	SHORTAGE
1.	ENG/LIT	8	1	10	1	0	0	0
2.	CHEM/GEO	1	0	1	0	0	0	0
3.	MATHS/PHY	3	0	3	0	0	0	1
4.	MATHS/CHEM	5	1	6	0	0	0	2
5.	MATHS/BIO	1	0	1	0	0	0	0
6.	MATHS/B.STUDIES	3	1	4	1	0	0	0
7.	BIO/CHEMISTRY	2	2	2	1	0	0	2
8.	BIO/AGRIC	4	2	5	0	0	0	2
9.	PHYSICS/CHEM	1	0	1	0	0	0	0
10.	HIST/GEO	1	0	2	0	0	0	0
11.	HIST/CRE	6	1	6	1	0	0	0
12.	HIST/KISW	4	1	4	0	0	0	1
13.	KISW/CRE	2	0	2	0	0	0	0
14.	KISW/GEO	1	0	1	0	0	0	0
15.	C.R.E/GEO	2	0	2	0	0	0	0
16.	Agri/hsc	1	0	1	0	0	0	0
17.	HOMESCIENCE/BIO	1	0	1	0	0	0	0
18.	GERMAN	0	1	1	1	0	0	1
19.	COMPUTER	0	2	2	0	0	0	1

c) Mean score in the K.C.S.E 2024 - 2022

YEAR	ENTRY	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	MEAN SCORE	MEAN GRADE
2024	304		1	5	16	34	57	71	50	16	1	0	0	5.9114	c
2023	286	0	1	10	24	33	51	47	69	40	11	0	0	6.1958	c
2022	360	-	-	-	3	11	15	59	135	102	26	6	-	4.8778	C-

d) Number of Candidates in the last three years:

YEAR	ENTRY
2024	304
2023	286
2022	360

e) The capacity of the school:

	No.	Capacity	Comment
Laboratories	4	1285	Adequate
Dormitories	12	1285	Adequate
Classes	24	1285	Adequate
Dining Hall	1	1285	Adequate
Toilets	Pit latrines – 51 Flush toilets - 108	1285	Adequate
bakery	1		adequate
Administration Block	1	8	Adequate
Staffroom	2	60	Adequate
Store	2	1	Adequate
Library	1	100	Adequate

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Abolition block	Infrastructure funds transferred from operations account	complete	7,363,740	7,363,740	complete

Nancy Kaluwa
 School Principal *Kaluwa*

5. 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 *MAKURI GIRLS SECONDARY SCHOOL* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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



.....

Name: Samuel Majuri

Designation: Chairman, School Board of Management

Date: 22/4/26



.....

Name: Nancy Kalungu

Designation: School Principal & Secretary to Board of Management

Date: 22/4/26



.....

Name: Eunice Mwendwa

Designation: Bursar/ Finance Officer

Date: 22/4/26

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON MAKURI GIRLS 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 Makuri Girls Secondary School set out on pages 1 to 18, 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 Makuri Girls Secondary School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracies in the School Fund Income

The statement of Financial Performance reflects Kshs.50,350,886.70 in respect to school fund income from parents' contribution. However, the statement of cash flows reflects corresponding actual school fund income of Kshs.47,877,220. The actual school fund income from parents' contribution was therefore lesser than the accrued income by Kshs.2,473,666.7 and for that reason the receivable from fees arrears was expected to increase by Kshs.2,473,667 and not Kshs.3,471,007 as indicated, thus an unexplained variance of Kshs.997,340.

In the circumstances, the accuracy and completeness of school fund income amounting to Kshs.50,350,887 could not be confirmed.

2. Variances between the Financial Statements and the Supporting Schedules

Review of financial statement against the corresponding supporting schedules revealed variances that have not been explained detailed below;

Component	Financial Statement (Kshs)	Supporting Schedule (Kshs)	Variance (Kshs)
School Fund Income- Parents' Contributions	50,350,886.70	-	50,350,887
Capitation Grants for Operations	14,772,803.62	14,533,392.62	239,411
Capitation Grants for Tuition	3,442,717.00	-	3,442,717
Payments for Tuition	4,848,241.00	7,137,207.00	(2,288,966)
Payments for Operations	15,095,302.29	28,882,024.91	(13,786,723)
Boarding and School Fund Payments	44,018,285.70	69,438,260.01	(25,419,974)

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

3. Variances in Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.17,740,293 as disclosed in Note 13 to the financial statements. However, the ledger balance reflects accounts receivable balance of Kshs.14,792,378.5 resulting in an unexplained difference of Kshs.2,947,914.50. However, review of the aging analysis revealed that fees arrears of Kshs.6,815,079 were outstanding for more than one (1) year.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.17,740,293 could not be confirmed.

4. Unsupported Accounts Payables

The statement of assets and liabilities reflects Accounts payables balance of Kshs.4,146,965.50 as disclosed in Note 14 to the financial statements. However, the balance varies with a balance of Kshs.2,639,109 reflected in the ledger (Annex 1 of 2024/2025 Financial Statements) resulting in an unexplained or an unreconciled variance of Kshs.1,507,856.50. Further, included in this balance are trade creditors' balance of Kshs.510,516 which have been outstanding for more than one (1) year.

In the circumstances, the accuracy, existence and completeness of Accounts payables balance of Kshs.4,146,965.50 could not be confirmed.

5. Lack of Ownership Documents for Land

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.233,482,733 in respect of fixed assets. Included in this balance is Kshs.880,000 in respect to land owned by the School which is grossly undervalued. The school land acreage was unknown. Further, land ownership documents were not provided for audit and no explanation or disclosure was provided on the method of depreciation including the rate used to depreciate the other assets. Tagging of the assets for ease of identification was not done and the management did not insure assets with the exception of motor vehicle in the institution hence exposure to risk of total loss in case of a disaster or theft.

In the circumstances, the accuracy, existence and completeness of the fixed assets register could not be confirmed.

6. Unsupported School Fund Income-Parents Contributions

The statement of financial performance reflects School Fund Income-Parents Contributions amount of Kshs.50,350,886.70 as disclosed in Note 3 to the financial statements. However, supporting schedules were not provided to confirm accuracy and completeness of the amount.

In the circumstances, the accuracy and completeness of the School Fund Income-Parents Contributions amounting to Kshs.50,350,886.70 could not be confirmed.

7. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.6,562,724.90 as disclosed in Notes 10 and 11 to the financial statements. Included in the balance are five (5) bank accounts with account balances of Kshs.7,740.25, Kshs.1,721,533.91, Kshs.1,885,038.44, Kshs.350,924.30, Kshs.2,395,766 and cash in hand of Kshs.201,722. However, review of the cash books revealed significant variances between financial statement balances and cash book balances, resulting in a total unexplained variance of Kshs.2,999,349.02 as documented below:-

- i) The Operations Account reflected a variance of Kshs.1,727,436.58.
- ii) The School Fund/Boarding Account had a variance of Kshs.920,988.14.
- iii) The School Fund/Boarding-Savings Account had no cash book in place, resulting in an unsupported balance of Kshs.350,924.30.

Further, cash surveys had not been conducted in the course of the year by an independent person for cash in hand to confirm accuracy and completeness.

In the circumstances, the accuracy, completeness, existence and fair presentation of cash and cash equivalents balance of Kshs.6,562,724.90 could not be confirmed.

8. Unsupported Inventories

Further, Note 16 to the financial statements disclosed an inventory closing balance of Kshs.23,230,460. However, a supporting stock take report was not provided for audit review, and quarterly stock takes were not conducted. In addition, inventory was managed through a manual stores ledger instead of a structured inventory management system.

In the circumstances, the accuracy, completeness and valuation of inventories balance of Kshs.23,230,460 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Makuri Girls Secondary School in accordance with ISSAI 130 on 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.82,472,537 and Kshs.69,566,407.32 respectively, resulting to an under-collection of Kshs.12,906,130 or 16% of the budget.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on

Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

Treasury Circular Ref. AG.3/88 Vol. VII (41), 1.8 dated 4 December, 2024 stated that the financial statements should be prepared and submitted by 31 August, 2025. During the year under review, Management submitted the financial statements to the Auditor-General on 23 January, 2025 instead of the statutory deadline of 31 August, 2025 for 2024/2025 financial year. This was contrary to the Treasury Circular Ref. AG.3/88 Vol. VII (41) dated 4 December, 2024 which stated that the school's financial statements should be ready by 31 August, 2025.

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

2. 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 law.

3. Failure to Submit for Approval the Estimates of Revenue and Expenditure

Audit review revealed that the school management failed to submit estimates of revenue and expenditure for approval to the cabinet secretary of education in the manner and format issued by the Cabinet Secretary, contrary to provisions of Section 16(1) and (2) of the Basic Education Act, 2013.

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

4. Non-Deduction of Capacity Building Levy

Audit review revealed that management did not deduct the Capacity Building Levy of 0.03% from payments made to suppliers and service providers in respect of procurement contracts, local purchase orders, and local service orders executed during the year. The statement of financial performance reflects infrastructure payments amount of Kshs.4,222,231.50 as disclosed in Note 8 to the financial statements which includes an amount of Kshs.4,221,944 in respect of procurement contract signed with the School's supplier. Review of payments for procurement contracts revealed that there was no

deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

5. Non-Compliance with Staff Ethnic Composition

The statement of financial performance, as disclosed in Note 6 to the financial statements, indicates payment for operations amounting to Kshs.15,095,302.29 which includes employee costs. However, review of staff records indicates that 87% of the staff employed by board and support staff were from the dominant ethnic community, contrary to the requirements of Section 7(2) of the National Cohesion and Integration Act of 2008. Raising concerns about adherence to fair recruitment and inclusivity principles.

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

6. Non-Compliance with Affirmative Action

The statement of financial performance, as disclosed in Note 6 to the financial statements, indicates payment for operations amounting to Kshs.15,095,302.29 which includes employee costs. Review of staff records revealed that the Institution has not recruited any persons with disabilities. This is below the minimum requirement of 5% as stipulated under Section 13 of the Persons with Disabilities Act, 2003, and reinforced by Article 54(2) of the Constitution of Kenya (2010), which requires Public Institutions to ensure that at least five percent of their workforce comprises persons with disabilities.

In addition, the school amenities do not accommodate the disabled students as they lack the ramp, well-built grills, special toilets/bathrooms and other equipment's to support disabled students.

Non-compliance with statutory employment requirements exposes the school to legal and regulatory sanctions, potential reputational damage, and missed opportunities for diversity and inclusion in the workplace. It also reflects the ineffective implementation of equal opportunity employment policies.

7. Failure to Deduct and Remit Statutory Deductions

The statement of financial performance, as disclosed in Note 6 to the financial statements, indicates payment for operations amounting to Kshs.15,095,302.29 which includes employee costs. Review of payroll records and statutory deduction schedules for the period under audit revealed that the school failed to deduct and remit the Housing Levy from support staff employees' gross salaries as required by law. No evidence was provided to confirm remittance of both employee and employer contributions to the relevant authority for the months between January, 2025 to December, 2025 reviewed.

In addition, review of payroll records for the financial year 2024/2025 revealed that statutory deductions relating to NHIF, NSSF, and the Affordable Housing Levy were not deducted when making salary payments to Board of Management Teachers.

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

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

The statement of financial performance for the year ended 30 June, 2025 reflects payments for operations and boarding and school fund amounting to Ksh.15,095,302.29 and Kshs.44,018,285.70 as disclosed in Note 6 and 7 respectively to the financial statements. Included in the expenditure is an amount of Kshs.1,372,755 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,372,755 could not be confirmed.

9. Unconfirmed Students Enrolment Data

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations amount of Kshs.3,442,717 and Kshs.14,772,803.62 respectively as disclosed in Notes 1 and 2 to the financial statements. Comparison of data from National Education Management and information System (NEMIS) with enrollment records from the school revealed that during the financial year 2024/2025, NEMIS reflected 1136 students while school enrollment records had 1109 students as summarized below resulting in an unexplained variance of 27 students in the financial year.

Term/Period	Students No. (NEMIS)	Students No. (School Records)	Variance	Capitation per term (22,244) (Kshs)	Underfunding (Kshs)
02.08.2024- Term 2	1445	1422	23	7,414.67	170,537.33
25.11.2024 - Term 3	1142	1420	-278	7,414.67	(2,061,277.33)
22.04.2025 - Term 1	1136	1109	27	7,414.67	200,196.00
Total			-228	22,244.00	(1,690,544.00)

As a result of the variance, the school was underfunded by an amount of Kshs.1,690,544. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

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

In the circumstances, Management was in breach of the Ministry of Education circular.

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. Failure to Submit Annual Report on Governance

A review of the Board of Management (BOM) documents and minutes held by various committees during the year revealed that there was no evidence that the BOM submitted on annual basis report on governance to the Director general of basic education as required by the Basic Education Act, 2013.

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

2. Failure of Board of Management and Board Committees to adhere to Frequency of Holding Meetings

During the year under review, the Board of Management Committees that are supposed to direct the School in achieving its strategic objectives was not operationalized. The school board of management had fifteen members who are part of six board committees instituted in the school. During the year, the School failed to hold the expected number of committee meetings as stipulated in the guidelines. Further, the various committees did not adhere to the required professional qualifications.

In the circumstances, the School will not achieve its strategic objectives.

3. Lack of Internal Audit Function

During the year under review, the school had not established a functionally independent internal audit department to oversee its internal operations 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 is to assess effectiveness of the school through an internal performance appraisal commenting on its effectiveness in

the annual report to The National Treasury. Further, the audit committee failed to hold any meeting during the year. In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

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

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

Responsibilities of Management and 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.

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 ISSAI will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

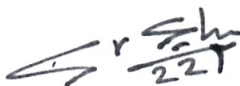
Nairobi

13 May, 2026

7. Statement of Financial Performance for the Year Ended 30th June 2025

DESCRIPTION OF VOTE HEAD	Note	2024-2025	2023-2024
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	3,442,717.00	3,025,378.00
Capitation grants for operations	2	14,772,803.62	17,959,505.00
School Fund Income- Parents' Contributions	3	50,350,886.70	64,327,201.00
grants for infrastructure	4	1,000,000.00	3,000,000.00
Proceeds from borrowings		-	-
TOTAL RECEIPTS		69,566,407.32	88,312,084.00
PAYMENTS			
Payments for Tuition	5	4,848,241.00	2,760,125.00
Payments for operations	6	15,095,302.29	17,251,346.00
Boarding and school fund payments	7	44,018,285.70	59,093,698.00
Payments for infrastructure	8	4,222,231.50	5,879,952.50
TOTAL PAYMENTS		68,184,060.49	84,985,121.50
SURPLUS/DEFICIT		1,382,346.83	3,326,962.50

The school financial statements were approved on 30th 8 2025 and signed by:


.....

Name: Samuel Majuri

Chair BOM

Date: 22/4/26


.....

Name: Vainey Kshere
School Principal/ Secretary to
BOM

Date: 22/4/26


.....

Name: Eime Mwendu

Bursar/ Finance Officer

Date: 22/4/26

8. Statement of Assets and Liabilities As At 30 th June 2025			
FINANCIAL ASSETS	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash and Cash Equivalents			
Bank Balances	8	6,361,002.90	8,877,030
Cash Balances	9	201,722.00	130,567
Short term Investment	10	-	-
Total Cash and Cash Equivalents		6,562,724.90	9,007,597
Account's receivables	11	17,740,293.00	14,269,286
TOTAL FINANCIAL ASSETS		24,303,017.90	23,276,883
TOTAL FINANCIAL LIABILITIES			
Accounts Payable	12	4,146,965.50	4,503,177
NET FINANCIAL SSETS		20,156,052.40	18,773,706
REPRESENTED BY			
Accumulated fund b/fwd	13	18,773,705.57	18,773,706
Surplus/Defict for the year		1,382,346.83	-
		-	
NET FINANCIAL POSITION		20,156,052.40	18,773,706

The school's financial statements were approved on 30.8 2025 and signed by:

.....
Samuel Mageri *NK*

Name: *Samuel Mageri*

Chair BOM

Date: *22/4/26*

Name: *Nancy Kabungu*
 School Principal/ Secretary to
 BOM

Date: *22/4/26*

.....
Eg.

Name: *Emilie Mwendwa*

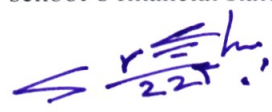
Bursar/ Finance Officer

Date: *22/4/26*

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

		2024-2025	2023-2024
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	3,442,717.00	3,025,378.00
Capitation grants for operations	2	14,772,803.62	17,959,505.00
School fund income- Parents contributions/ fees	3	47,877,220.00	59,332,014.00
Grants for infrastructure	4	1,000,000.00	3,000,000.00
TOTAL RECIEPTS		67,092,740.62	83,316,897.00
Payments			
Cash outflows for Tuition		4,848,241.00	2,760,125.00
Cash outflows operations		15,095,302.29	17,251,346.00
Cash outflows for Boarding and school fund		45,371,837.70	59,506,947.80
Cash outflows for infrastructure		4,222,231.50	5,879,952.50
Net cash inflow/outflow from operating activities		69,537,612.49	85,398,371.30
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Net cash flows from Investing Activities		-	-
Net Cashflow From Borrowing Activities		(2,444,871.87)	(2,081,474.30)
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flows from Investing Activities			
Net Increase in Cash and Cash Equivalent		(2,444,871.87)	(2,081,474.30)
Cash and cash equivalent at Beginning of the year 2024/2025	10	9,007,596.57	9,007,597
Cash and cash equivalent at End of the year		6,562,724.70	9,007,597

The school's financial statements were approved on 30th 8 2025 and signed by:


.....
Name: Samuel Magui
Chair BOM
Date: 22/4/26


.....
Name: Nancy Kalua
School Principal/ Secretary to
BOM
Date: 22/4/26


.....
Name: Emerica Mwenda
Bursar/ Finance Officer
Date: 22/4/26

10. 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	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials						
Exercise books	1,122,450	N/A	1,122,450	1,148,842	26,392	102%
Laboratory equipment	936,600	N/A	936,600	1,047,776	(111,176)	111%
Internal exams		N/A		-		
Teaching / learning materials	748,650	N/A	748,650	828,760	(80,110)	110%
Ref/lirary	561,750	N/A	561,750	-	561,750	0%
Exams and assessment	374,850	N/A	374,850	-	374,850	0%
Teachers guides		N/A				
SUBTOTAL	3,774,300		3,774,300	3,025,378		
(2) CAPITATION GRANT ON OPERATIONS		N/A				
Personnel emoluments	5,985,000	N/A	5,985,000	3,663,644	2,321,356	61%
Repairs and maintenance	5,250,000	N/A	5,250,000	5,412,140	162,140	103%
Local transport / travelling	-	N/A	-		-	
Electricity and water	2,310,000	N/A	2,310,000	1,714,911	595,089	74%
Medical	-	N/A	-	927,665	927,665	
Administration costs	1,890,000	N/A	1,890,000	2,722,959	(832,959)	144%
Activity	1,575,000	N/A	1,575,000	938,186	636,814	60%
Gratuity	-		-			

MAKURI GIRLS SECONDARY SCHOOL

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

SUBTOTAL	17,010,000		17,010,000	15,379,505		
<i>(3) FEES CHARGED ON PARENTS</i>						
Personnel emoluments	3255000	3255000		4,519,250	(1,264,250)	130%
Repairs and maintenance	2520000	2520000		4,173,040	(1,653,040)	166%
Local transport / travelling	6825000	6825000		1,008,475	(325,975)	140%
Electricity and water	5145000	5145000		7,124,130	(1,979,130)	130%
Medical				-		
Administration costs	1942500	1942500		2,559,475	(616,975)	130%
Activity	157,500	157,500		252,250	(94,750)	160%
DEBTORS			9368337			
Fee on Boarding Equipment and Stores	36,131,546	36,131,546		36,943,014	(811,468)	102%
SUBTOTAL	49,834,046	49,834,046		65,947,971		
Rent income	N/A	N/A		-	-	
Income from farming activities	0	0		-	--	
Insurance compensation	-	-		-	-	
Income from savings a/c	0	0		550,000	-	
Income from Bus Hire	N/A	N/A		1,118,000	-	
TUITION A/C	N/A	N/A			-	
Biometric	-	-			-	
Form three uniform	1,715,000	1,715,000		1084380	-	
SUB TOTAL	54,549,046	54,549,046		68700351		
<i>(1) EXPENDITURE FOR TUITION</i>					-	
Textbooks and reference materials		-				
Exercise books	1031800	-	1,031,800	840,840	190,960	80%
Laboratory equipment	1,247,101	-	1,247,101	1,440,315	(193,214)	110%
Internal exams		-				
Teaching / learning materials	571,100	-	571,100	135,000	436,100	20%
Chalks	-	-	-			

Exams and assessment	-	443,640	443,640	135,000	443,640	-
Teachers guides	409,560	-	409,560	342,200	67360	80%
Administration costs	-	-	-	-	-	
Bank Charges	-	-	-	1770	-	-
SUBTOTAL	3,703,201	-	3,703,201	2,760,125		
(2) EXPENDITURE FOR OPERATIONS		-				
Personnel emoluments	6,314,520	-	6,314,520	5114266	1,200,254	80%
Repairs, maintenance & improvements	5,250,000	-	5,250,000	788220	-	
Local transport / travelling	-	-	-	75566	75,566	
Electricity, water and conservancy	2,927,800	-	2,927,800	700587	2,227,213	24%
Medical	-	-	-	-	-	
Administration costs	1,947872		1,947872	4,786,693	(2,838,821)	240%
Activity Expenses	1,627,500	-	1,627,500	766,477	861,023	
Bank charges	-	-	-	18,401		
NHIF/NSSF/WELFARE	-	-	-	2,001,136	-	
SUBTOTAL	18,067,692		18,067,692	14,251,346	-	
(3) EXPENDITURE FOR SCHOOL FUND						
Personnel emoluments	3345000	-	3345000	2,330,158	1,014,842	70%
Repairs, maintenance and improvements	2,032250	-	2,032250	1,267,055	765,195	62%
Local transport / travelling	2019000		2019000	1,338,684	680,316	60%
Electricity, water and conservancy	3263500		3263500	2,548,859	714,641	70%
Medical Expenses	N/A		N/A			
Administration costs	2,064,730		2,064,730	4,153,203	(2,088,473)	
Activity	526,500		526,500	1,123,733	597,233	
Gratuity	-		-			
School Bus	-		-			
Boarding Equipment and Stores	35,066,600		35,066,600	42,280,738		160%
Creditors	3,661,995		3,661,995	9,368,337		

Prepaid fees	423,201		423,201	456,700		
Other expenses on investments	-		-	N/A		
Rent Expenses	-		-	N/A		
Bank Charges	-		-	16,850		
Loan Interest Repayment	-		-	-		
Loan Principal Repayment				712,061		
UNIFORM	1,715,000		1,715,000	1,423,300		
TOTALS	54,117,776		54,117,776			

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

1. Activity- MOE funds for activity were not enough to cater for the activities.
2. Bes – construction and equipping of school bakery to reduce on cost of buying of loaves by the school.
3. Administration cost- due to increased revision work by the students and teachers, more stationary materials were used, printing papers for printing rats and exams, more toner was also used and more machine accessories for printing were used.
4. Personal emoluments-more casual were engaged due to an increased number in form ones hence more need for workers on contract basis.
5. RMI- FDSE money credited to the operations accounts in the school as rmi funds were transferred to the infrastructure account for the construction of a storeyed abolution block with 48 toilets.

11. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles,

equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of financial performance both as revenue and as expenditure in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

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

DESCRIPTION		2024-2025	2023-2024
		Kshs	Kshs
Exercise books		1,102,883.05	1,148,842.00
Teaching / learning materials		1,018,433.95	828,760.00
lab equipments		1,321,400.00	1,047,776.00
Total		<u>3,442,717.00</u>	<u>3,025,378.00</u>

2 Government Grants for Operations

DESCRIPTION		2024-2025	2023-2024
		Kshs	Kshs
Maintenance and Improvement		3,168,142.26	5,412,140.00
ewc		1,842,022.61	1,714,911.00
PE		4,529,386.82	3,663,644.00
Admin costs		4,132,911.80	2,722,959.00
Medical		-	927,665.00
Activity		1,100,340.13	938,186.00
RMI account		-	2,580,000.00
Total		<u>14,772,803.62</u>	<u>17,959,505.00</u>

3 Government Grants for infrastructure

		2024-2025	2023-2024
DESCRIPTION		Kshs	Kshs
RMI		1,000,000.00	3,000,000

4 School Fund Income - Parents Contribution/Fees

		2024-2025	2023-2024
		Kshs	Kshs
Personnel emoluments		2,034,864	5354800
BES		36,161,072.7	39,127,700.00

savings		-	
Maintenance and Improvement		2,550,294	3759980
Local transport / travelling		1,198,117	1121310
Electricity and water		3,476,762	9523930
uniform		41350	1197080
Administration costs		1,852,340	2,840,570
Activity		1,627,588	284392
Total		<u>48,942,386.7</u>	<u>63,209,201.00</u>

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Income From Farming Activities	1500	00
Income From Bus Hire	1407000	1,118,000
Total	1408500	1,118,000

6 Tuition

description	2024-2025	2023-2024
	Kshs	Kshs
Textbooks and reference materials	-	342,200.00
Exercise books	1,338,042.00	840,840.00
Laboratory equipment	2,355,981.00	1,440,315.00
Internal exams		
Teaching / learning materials	1,153,966.00	135,000.00
Bank Charges	252.00	1,770.00
Total	4,848,241.00	2,760,125.00

7 Operations

DESCRIPTION	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	6,265,267.48	5,114,266.00
shif	34,353.00	
Administration Cost	5,095,712	4,786,693.00

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Maintenance and Improvement		-	788,220.00
Local transport / travelling		-	75,566.00
Electricity and water		1,098,860.00	700,587.00
WELFARE		188,165.00	1,170,162.00
Activity Expenses		878,260.00	766,477.00
hospitality		5,400.00	
loan recovery		81,480.00	
Ndosha sacco		31,635.00	
NSSF		349,608.00	589,246.00
Bank Charges		23,811.81	18,401.00
NHIF		42,750.00	241,728.00
RMI		1,000,000.00	3,000,000
TOTAL		15,095,302.29	17,251,346.00

8. INFRASTRUCTURE

DESCRIPTION		2024-2025	2023-2024
<i>RMI</i>		4,221,944.00	5,879,665.00
<i>Bank charges</i>		287.50	287.50
TOTAL		4,222,231.50	5,879,952.50

9. Boarding And School Fund

DESCRIPTION		2024-2025	2023-2024
		Kshs	Kshs
Personnel emoluments		1607508.7	2,330,158.00
BES		32,477,994	42,140,875
Maintenance & Improvements		472440	1,267,055.00
Local transport / travelling		1078590	1,338,684.00
Electricity and water		2,780,955	2,697,209
Administration costs		1546810	4,503,203
bus		1437849	1,514,575.00

savings		-	738,056
others		152,273	
Activity Expenses		1653705	1,123,733.00
uniform		796,800	1,423,300
bank charges		13361	16,850.00
Loan Interest repayment		-	-
Acquisition of Assets		-	-
TOTAL		44,018,285.70	59,093,698.00

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	ACTIVE	1103508717	7,740.25	259,514
Operations Account	ACTIVE	0210291771216	1,721,533.91	1,727,43
School Fund Account/Boarding	ACTIVE	1103770357	1,885,038.44	1,104,42
Savings Account	ACTIVE	1103772473	350,924.30	167,657
Infrastructural Account	ACTIVE		2,395,766.00	5,617,99
Total			6,361,002.90	8,877,02

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	201,722	130,567
Total	201722	130567

12 Short Term Investments

Description	2024-2025	2023-2024

Cooperative Shares	00	00
Treasury Bills	00	00
Fixed Deposit accounts	00	00
Other Investments	00	00
Total	00	00

13 Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	17,740,293.00	14,269,286.00
Total	17,740,293.00	14,269,286.00

13 b) Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	<i>Kshs</i>		<i>Kshs</i>	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	10925215	61.58%	9,368,337.00	65.67%
Between 1- 2 years	3,867,164	21.80%	1,953,035	13.67%
Over 3 years	2,947,914.50	16.62%	2,947,914.50	20.66%
Total (should tie to note 13 a)	17,740,293.00	100%	14,269,286.00	100%

14 Accounts Payable

Description		2024-2025	2023-2024
		Kshs	Kshs
Trade creditors (See ageing below and appendix 1)		3,149,625.00	4,046,477.00
Prepaid fees		997,340.50	456,700.00
Total		4,146,965.50	4,503,177.00

14a. Ageing Analysis of Accounts Payable

Description	2024-2025	2023-2024
	<i>Kshs</i>	<i>Kshs</i>

	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,639,109.00	83.79%	4,046,477	100%
Between 1- 2 years	510,516.00	16.21%	0	%
Total (should tie to note 14)	3149625	100%	4046477	100%

15 Fund Balance Brought Forward

Description		2024-2025	2023-2024
		Kshs	Kshs
Bank balances		8,877,029.57	8,877,029.57
Cash balances		130,567.00	130,567.00
Short Term Investments		-	-
Receivables		14,269,286.00	14,269,286.00
Payables		4,503,177.00	4,503,177.00
Total		18,773,705.57	18,773,705.57

OTHER IMPORTANT DISCLOSURES.

16 Stock/ Inventory

Description	2024-2025	2023-2024
	KShs	KShs
FOOD STUFFS	20,586,900	19,800,500
LAB CONSUMABLES	2,643,560	2,800,000
FARM PRODUCE	-	
CONSTRUCTION MATERIALS		7,570,000
	23,230,460	30,170,550
	-	-

17 Progress On Follow Up of Auditor Recommendations

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

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



Sign and Date

Principal

22/4/22

13. Annexes

Annex I - Analysis of Pending Accounts Payable

2024-2025 Supplier of Goods or Services	Original Amount	Date Contracted	OUTSTANDING BALANCE
	a	b	
	Kshs	Kshs	
SCHOOL FUND ACCOUNT			
Supply of goods			
1. PATRICK MBAKA NTHIIRI	50,000	30/7/24	50,000
2. CHERIMOYO TRADERS	180,000	30/7/24	180,000
3. MERUTEX OUTFITTERS AND UNIFORMS	84,800	30/7/24	84,800
4. WILLY AND WILL LTD	52,475	30/7/24	52,475
5. PCEA CHOGORIA HOSPITAL	114,603		114,603
6. WEAVERBIRD GARMENT MANUFACTURERS LTD	286,000		286,000
7. TIMS AUTO CARE GARAGE	40,000	30/7/24	40,000
8. MANJAS HARDWARE AND TOOLS	110,310	30/7/24	110,310
9. HARRIET KAGENI NGERE	130,000	30/7/24	130,000
10. PAUL COMFORT LOGISTICS	114,500	30/7/24	114,500
11. JAMARA UNIFORMS AND CLOTHING	26,000		26,000
SUB TOTAL	1,188,688		1,188,688
OPERATIONS ACCOUNT			
1. BETHANY TECHNOLOGY	181,170	30/7/24	181,170
2. DESCANA MACHINES	21,000	30/7/24	21,000
3. STIMAPOINT ELECTRICALS(LLYOD MUGENDI)	22,000	30/7/24	22,000
4. CHERIMOYO TRADERS	72,500	30/7/24	72,500
SUBTOTAL	296,670		296,670
TUITION ACCOUNT			
1. LENHAM ENTERPRISES	1,153,751	30/7/24	1,153,751
Grand Total	2,639,109		2,639,109

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2023-2024 Supplier of Goods or Services	Original Amount	Date Contracted	BALANCE 2025
	a	b	
	Kshs	Kshs	
SCHOOL FUND ACCOUNT			
Supply of goods			
1. MORRIS MWENDA MUCHUNKU	69,000	30/7/2023	69000
2. KAMUGA GENERAL SUPPLIERS	1,342,500	30/7/2023	241000
3. DPL FESTIVE	462456	30/7/23	200,516
TOTAL			510516

Annex 2 – Summary of Fixed Assets Register

Asset class	Historical Cost b/f (Kshs) 1st JULY 2023	Historical Cost c/f (Kshs) 30th June 2024
Land 1	700,000	700,000
Land 2	180,000	180,000
Buildings and structures	159,544,800	159,544,800
Motor vehicles	7,100,000	7,100,000
Office equipment, furniture and fittings	18,222,674	18,222,674
ICT Equipment, and Other ICT Assets	5,925,000	5,925,000
Tools and apparatus	17,911,190	17,911,190
Textbooks	16,022,069	16,022,069
Other Machinery and Equipment	5,877,000	5,877,000
Heritage and cultural assets		
Intangible assets- soft ware	2,200,000	2,200,000
Total	233,482,733	233,482,733

The school's financial statements were approved on 30.6 2024 and signed by:

.....
 Name: Samuel Majuri

Chair BOM

Date: 22/4/26

.....
 Name: Nancy Kahura

School Principal/ Secretary to BOM

Date: 22/4/26

.....
 Name: Eunice Mwendwa

Bursar/ Finance Officer

Date: 22/4/26

