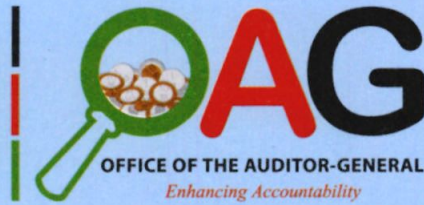


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

ON

KIPSING SECONDARY SCHOOL

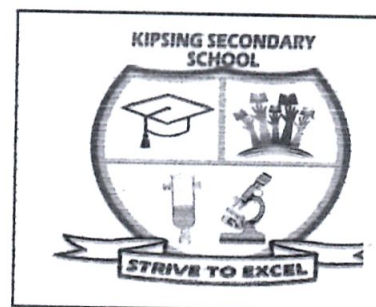
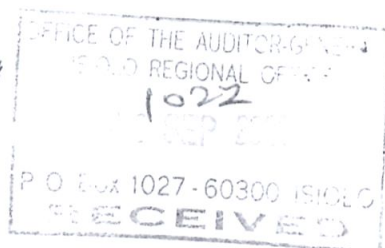
FOR THE YEAR ENDED

30 JUNE, 2025



ISIOLO COUNTY	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 28 JUL 2026	DAY: Tue
TABLED BY:	Dooney Masonby teacher Hon. Owen Bayo
CLERK-AT-THE-TABLE:	Mr. Inzoku Muecho

Revised 30th June 2025.



KIPSING 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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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

(a) Background information

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

The school was registered in **03/2010** under registration number **PS/5/2/8429/13** and is currently categorized as a **COUNTY** public school established, owned or operated by the Government.

The school is a boarding school and had 133 number of students as at 30th June 2025. It has 4 streams and 13 teachers of which 2 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

The School Board of Management established under Section 55 of the Basic Education Act, 2013; is composed of the following members:

Ref:	Name of Board Member	Designation	Date of appointment
1	PAUL LEMERIWAS	Chairman	22/01/2025
2	GEOFFREY MUREGA	Secretary - Principal	22/01/2025
3	JOSPHAT LENAISULA	Member	22/01/2025
4	DOMINA NASIEKU	Member	22/01/2025
5	SUSAN LETOKOYA	Member	22/01/2025
6	JAMES LOSEPICHO	Member	22/01/2025
7	JULIUS LOKINYATI	Member	22/01/2025
8	JOHN LEKURIYE	Member – Rep CEB	22/01/2025
9	SIMON PETER KINOTI	Member Rep Teachers	22/01/2025
10	PAUL LEMERIWAS	3 Members - Sponsor	22/01/2025
11	FRANCIS LERANTILE	Member - Community	22/01/2025
12	ELIZABETH LESAPOWA	Member - Community	22/01/2025
13	FELISTER MANTI	Member Special Needs	22/01/2025
14	JOSEPH LOGOI	Rep students	22/01/2025
15	AGNES LEMUGESI	Rep students	22/01/2025
16	MARTIN MIRITI	Rep students	22/01/2025

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.PAUL LEMERIWAS 2.FRANCIS LERANTILE 3.MUREGA GEOFFREY 4.AGNES LEMUGESI 5.FELISTER MANTI	CHAIRPERSON VICE CHAIR SECRETARY MEMBER MEMBER	2 out of 3
2	Audit Committee			0 out of 0
3	Finance,procurement and general purposes Committee	PAUL LEMERIWAS AGNES LEMUGESI ELIZABETH LESAMPOWA JOHN LEKULIYE DOMINA NASIEKU	CHAIRPERSON MEMBER MEMBER MEMBER MEMBER	0 out of 0
4	Academic Committee	1.SIMON PETER KINOTI	CHAIRPERSON	0 out of 0

		2.FELISTER MANTI	MEMBER	
		3.JAMES LOGOROI	MEMBER	
		4.SUSAN LETOKOYE	MEMBER	
		5. FRANCIS LERANTILE	MEMBER	
5	Development Committee			
6	Discipline and welfare Committee	1.JAMES LOROGOI 2.JOHN LEKURIYE 3.AGNES LEMUGESI 4.SUSAN LETOKOYE 5. SIMON PETER KINOTI 6.JULIUS LOKINYATI 7.MARTIN MIRITI		0 out of 0
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	MUREGA GEOFFREY	TSC No. 393689
2	Deputy Principal	GERALD KIMAITA	TSC No. 352463
3	School Bursar	LILIAN MUTHONI	ICPAK No.
4	Other (specify)		

(e) Schools contacts

Post Office Box: P.O BOX 606 -60300
Telephone: 07 25 643 721
E-mail: kipsingsecschool@gmail.com
Website:
Facebook:
Twitter:

(f) School Bankers

- 1. Name of Bank:** Equity Bank
Branch Isiolo
Account number 0410296615569 – Main Account
- 2 Name of Bank:** Kenya Commercial Bank [KCB]
Branch Isiolo
Account number 1225407370 – Operation Account
- 3. Name of Bank:** Kenya Commercial Bank [KCB]
Branch Isiolo
Account number 1119848032 – Tution Account
- 4. Name of Bank:** Kenya Commercial Bank [KCB]
Branch Isiolo
Account number 1251267742 - Infrastructure Account

2. Independent Auditors

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

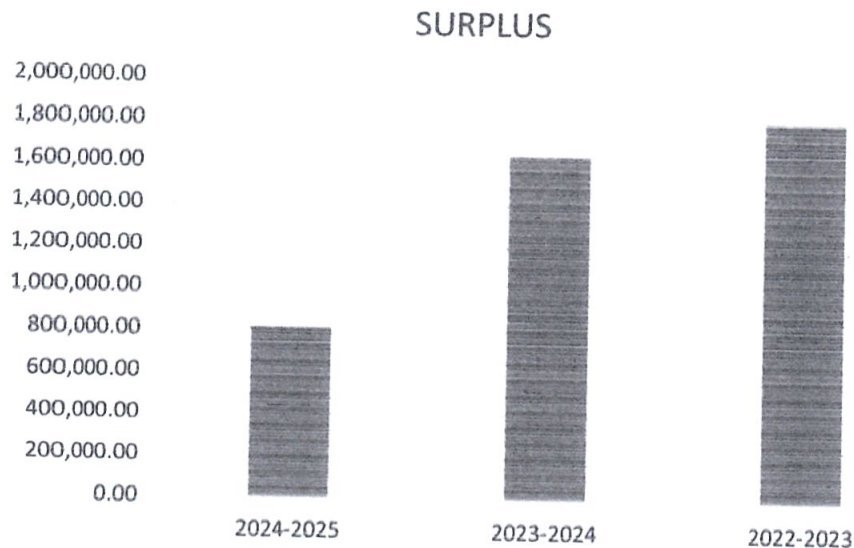
3. Summary Report of Performance of The School

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*

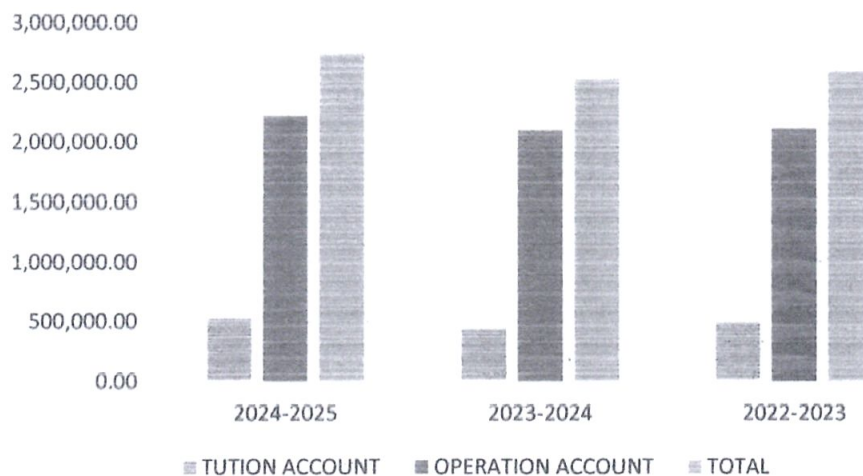
YEAR	2024-2025	2023-2024	2022-2023
SURPLUS	811,510.00	1,638,072.00	1,806,360.25



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

YEAR	2024-2025	2023-2024	2022-2023
TUTION ACCOUNT	525,921.00	432,746.60	483,941.00
OPERATION ACCOUNT	2,217,383.40	2,092,114.05	2,108,427.25
TOTAL	2,743,304.40	2,524,860.65	2,592,368.25

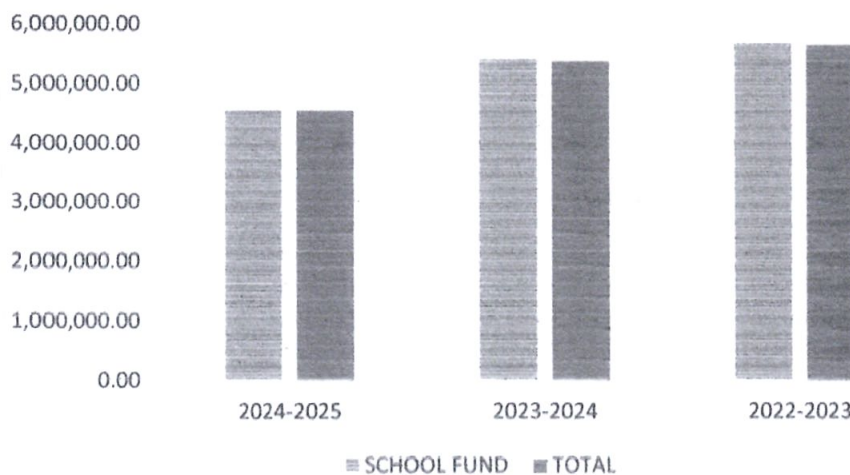
CAPITATION GRANTS



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

YEAR	2024-2025	2023-2024	2022-2023
SCHOOL FUND	4,547,954.00	5,376,695.00	5,639,744.00
TOTAL	4,547,954.00	5,376,695.00	5,639,744.00

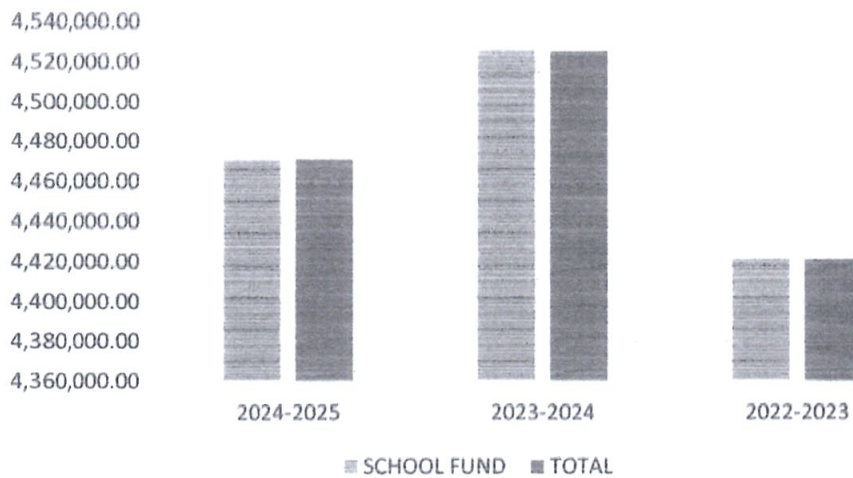
SCHOOL FUND INCOME



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

YEAR	2024-2025	2023-2024	2022-2023
SCHOOL FUND	4,470,830.00	4,525,367.50	4,421,031.00
TOTAL	4,470,830.00	4,525,367.50	4,421,031.00

SCHOOL FUND EXPENDITURE



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

YEAR	2024-2025	2023-2024	2022-2023
SUNDRY DEBTORS	17,512,266.00	15,843,820.00	13,405,806.00
SUNDRY CREDITORS	2,717,640.00	2,155,410.00	1,905,772.00

DEBTORS AND CREDITORS



b) Teacher Student ratio:

Subject	ENG	KISW	MATH	BIO	CHEM	PHYS	AGRI	B/S	HISTO	CRE	GEO
No. of TSC teachers	1	4	3	1	2	2	0	2	2	2	2
No. of BOM Teachers	0	0	0	0	0	0	1	0	0	0	1
Surplus	0	1	0	0	0	0	0	0	0	0	0
Shortages	1	0	0	1	0	0	1	0	0	0	0

c) The mean score in the 2025 KCSE:

YEAR	KCSE MEAN SCORE	NO.of students that have transitioned to institutions of higher learning
2025		
2024	2.50	4
2023	2.65	3
2022	2.50	3

d) Number of Candidates in the 2025 KCSE:

YEAR	2025	2024	2023
NO. of candidates	19	20	30

e) The capacity of the school:

FACILITY	Available infrastructure	Quantity required	Infrastructure gap	Comments
Classroom	7	4	0	Adequate
Science Laboratories	2	3	2	Satisfactory
Computer Lab	0	1	1	Urgent
Dining hall	1	1	0	Adequate
Dormitories	2	2	0	Satisfactory
Modern Library	0	0	1	Urgent
Pitches	5	5	6	Satisfactory
School Bus	0	0	1	Satisfactory
Student Toilets	16	16	0	Satisfactory
Students Bathrooms	16	16	0	Adequate
Staff washrooms	2	2	0	Adequate
Water tank storage	8	13	6	Satisfactory
Department offices	0	4	4	Satisfactory
Boardrooms	0	1	1	Satisfactory
Staffroom	1	1	0	Satisfactory
Staff Houses	9	13	4	Satisfactory

f) Development projects carried out by the school:

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

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time

PRINCIPAL

KIPSING MIXED SEC. SCHOOL

P. O. Box 606 - 60300, ISHOLLO

Date: 20/9/2025

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 *KIPSING 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.

PAUL LEMERIWAS 

Name:

Designation: Chairman, School Board of Management

Date: 25/9/2025

.....
Name: MUREGA GEOFFREY

Designation: School Principal & Secretary to Board of Management

Date: PRINCIPAL

KIPSING MIXED SEC. SCHOOL

P. O. Box 606 - 60300, ISHGLD

Date: 22/9/2025 

JULIAN MUTHONI 

Name:

Designation: Bursar/ Finance Officer

Date: 22/9/2025

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KIPSING SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - ISIOLO COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure 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 the 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 Kipsing Secondary School set out on pages 1 to 22, which comprise of the statement of financial

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

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 Kipsing 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 Basic Education Act, 2013.

Basis for Qualified Opinion

1. Unsupported Payments

The statement of financial performance reflects payments for tuition, operations, infrastructure, and boarding and school fund of Kshs.403,557, Kshs.1,392,034, Kshs.213,327 and Kshs.4,478,830 respectively, totalling Kshs.6,487,748, as respectively disclosed in Notes 6, 7, 8 and 9 to the financial statements.

However, out of the total expenditure of Kshs.6,487,748, payments amounting to Kshs.5,111,507 were not supported by relevant documents including: requisitions, local purchase orders, invoices, delivery notes, work tickets, bus tickets and attendance registers for conferences.

In the circumstances, propriety of the expenditure totalling Kshs.5,111,507 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.17,512,267 which, as disclosed in Note 13 to the financial statements, relates to fees arrears. However, supporting schedules provided for audit reflected Kshs.1,695,447 resulting in unreconciled variance of Kshs.15,816,820. Further, an ageing analysis was not provided for audit.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.17,512,266.74 could not be confirmed.

3. Unsupported Accounts Payables

The statement of assets and liabilities reflects accounts payables balance of Kshs.2,717,640 which, as disclosed in Note 14 to the financial statements, comprises of Kshs.2,258,090 and Kshs.459,550 relating to trade creditors and prepaid fees respectively. However, the balances were not supported by detailed schedules.

In the circumstances, the accuracy and completeness of the accounts payables balance of Kshs.2,717,640 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects receipts budget and actual on comparable basis amounts of Kshs.6,449,452 and Kshs.5,595,812 respectively, resulting in under-funding of Kshs.853,640 or 13% of the budget. The statement also reflects actual expenditure for of Kshs.4,461,890 against actual receipts of Kshs.5,595,812 resulting in under-utilization of Kshs.1,133,922 or 20% of the budget.

The under-funding and under-utilization affected the planned activities and may have adversely impacted 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 financial year 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

Management is responsible for the Other Information set out on pages iii to xiii, which comprise of Key School Information and Management, Summary Report of Performance of the School, and Statement of School Management Responsibility. The Other Information does not include the financial statements and our auditor's report thereon.

In connection with my audit of the schools' 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 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 Use of Public Resources, 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. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to Section 2.2 of the Ministry of Education Operations 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.

2. Failure to Deduct Capacity Building Levy

The statement of financial performance reflects expenditure on tuition, operations, infrastructure, and boarding and school fund amounts of Kshs.403,557, Kshs.1,392,034, Kshs.213,327 and Kshs.4,478,830 as disclosed in Notes 6, 7, 8 and 9 to the financial statements, respectively, all totalling Kshs.6,487,748. However, review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

3. Irregularities in Procurement Processes

3.1 Failure to Prepare Annual Procurement Plan

The statement of financial performance reflects total expenditure for the year amount of Kshs.6,487,748. However, during the year under review, the School did not prepare an annual procurement plan to guide on the procurement needs of the School for the year. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that a procuring entity should prepare a procurement plan for each financial year as part of the annual budget preparation process.

3.2 Lack of Evaluation Committee Initials on Evaluation Report

Review of tender evaluation reports revealed that committee members did not initial the evaluation reports as required by Section 83(3) of the Public Procurement and Asset Disposal Act, 2015, which requires each member of a tender evaluation committee to initial every page of the report to confirm that they are a true reflection of the proceedings.

3.3 Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

3.4 Failure to Maintain Procurement Records

The School did not maintain complete procurement records including: professional opinion, inspection and acceptance reports and contract performance monitoring reports. This was contrary to Section 68 of the Public Procurement and Asset Disposal Act, 2015 and limits audit trail and transparency.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance 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, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of Internal Audit Function and Audit Committee

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

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

2. Failure to Provide Ownership Documents for the School's Land

Annex 2 to the financial statements on summary of fixed assets register reflects a balance of Kshs.22,250,000 in respect of the School's assets. The balance includes Kshs.700,000 as the value of the School's land. However, ownership documents for the land were not provided for audit review.

In the circumstances, ownership of the land could not be confirmed.

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards 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 control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable 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 the Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I 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 May, 2026

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

Description Of Vote Head	Note	Insert Current FY	Insert Comparative FY
		Kshs	Kshs
Revenue			
Government grants for tuition	1	525,921.00	432,746.00
Government grants for operations	2	2,217,383.00	2,092,114.50
Government Grants for infrastructure	3	-	-
School fund income- parents' contributions	4	4,547,954.00	5,376,695.00
Miscellaneous incomes	5	-	-
Total Revenue		7,291,258.00	7,901,555.50
Expenditure			
Tuition	6	403,557.00	428,267.25
Operations	7	1,392,034.00	619,728.00
Infrastructure	8	213,327.00	690,120.75
Boarding and school fund	9	4,470,830.00	4,525,367.50
Total Expenditure		6,479,748.00	6,263,483.50
Surplus/Deficit		811,510.00	1,638,072.00

The school financial statements were approved on 22/9/ 2025 and signed by:

Paul Luma-Kwas 

LILIAN MUTHONI 

Name:

Name: MURZENA GEOFREY

Name:

Chair BOM

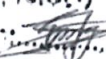
School Principal/ Secretary to
BOM **PRINCIPAL**

Bursar/ Finance Officer

Date: 25/9/2025

KIPSING MIXED SEC. SCHOOL
Date: P. O. Box 608 - 80300, ISHARA

Date: 22/9/2025

Date: 22/9/2025 

7. Statement of Assets and Liabilities As At 30th June 2025

Description	Note	Insert Current FY Kshs	Insert Comparative FY Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	767,046.50	1,068,167.85
Cash balances	11	7025.01	610.00
Short term investments	12	-	-
Total cash and cash equivalent		774,071.51	1,068,777.85
Account's receivables	13	17,512,266.74	15,843,820.00
Total financial assets (a)		18,286,337.51	16,912,597.85
Financial liabilities			
Accounts payables	14	2,717,640.00	2,155,410.00
Total Financial Labilities (b)		2,717,640.00	2,155,410.00
Net financial assets (a-b)		15,568,698.00	14,757,188.00
Represented by			
Accumulated fund b/fwd	15	14,757,188	13,119,116.00
Surplus/deficit for the year		811,510.00	1,638,072.00
Net Assets		15,568,698.00	14,757,188.00

The school's financial statements were approved on 22/9/2025 and signed by:

PAUL LEMERIWAS

Name:

Chair BOM

Date: 25/9/2025

Name: MUREGA GEOFFREY

School Principal/ Secretary to
BOM PRINCIPAL

KIPSING MIXED SEC. SCHOOL

Date: P.O. Box 608 - 60300, ISHOLLO

Date: 22/9/2025

LILIAN KOUTHONI

Name:

Bursar/ Finance Officer

Date: 22/9/2025

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

Description	Note	Insert Current FY Kshs	Insert Comparative FY Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		525,921.00	432,746.60
Government grants for operations		1,831,213.40	2,101,113.05
Government grants for infrastructure		400,000.00	-
School fund income- parents contributions/ fees		4,195,414.51	4,059,181.00
Other income		-	-
Total receipts		6,952,548.91	6,593,040.65
Payments			
Cash outflows for tuition		403,557.00	274,427.25
Cash outflows for operations		1,434,184.00	1,749,228.00
Cash outflows Boarding/lunch and school fund payments		5,196,187.25	4,429,567.50
Total payments		7,033,928.25	6,453,222.75
Net cash inflow/outflow from operating activities		(81,379.34)	139,817.90
Cash flow from investing activities			
Acquisition of assets		213,327.00	690,120.75
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities		213,327.00	690,120.75
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings	s	-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(294,706.34)	(550,302.15)
Cash and cash equivalent at beginning of the FY		1,068,777.85	1,619,080.00
Cash and cash equivalent at end of the FY		774,071.51	1,068,777.85

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

(The above presentation of the cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cash flow as recommended by PSASB).

KIPSING SECONDARY SCHOOL

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

The school's financial statements were approved on 22/9/ 2025 and signed by:

PAUL LEMERWAS Chair

Name:

Chair BOM

Date: 25/9/2025

Name: MUREGA GEOFFREY

School Principal/ Secretary to

BOM PRINCIPAL

KIPSING MIXED SEC. SCHOOL

Date: P. O. Box 608 - 60300, ISIOLO

Date: 22/9/25

LILIAN MUTHONI Bursar

Name:

Bursar/ Finance Officer

Date: 22/9/2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	55,115.20	-	55,115.20	52,592.10	95%
Exercise Books	165,345.60	-	165,345.60	157,776.30	95%
Laboratory Equipment	137,788.00	-	137,788.00	131,480.26	95%
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	110,230.40	-	110,230.40	105,184.20	95%
Exams And Assessment	82,672.80	-	82,672.80	78,888.14	95%
TOTAL	551,152.00	-	551,152.00	525,921.00	
(2) Capitation Grant on Operations					
Personnel Emoluments	495,000.00	-	495,000.00	332,607.50	67%
Repairs And Maintenance	665,000.00	-	665,000.00	665,215.02	100%
Local Transport / Travelling	300,000.00	-	300,000.00	221,738.34	74%
Electricity And Water	150,000.00	-	150,000.00	288,259.85	192%
Medical	117,000.00	-	117,000.00	243,912.16	208%
Administration Costs	454,200.00	-	454,200.00	288,259.85	63%
Activity	199,500.00	-	199,500.00	177,390.68	89%
Gratuity	-	-	-	-	-
TOTAL	2,380,700.00	-	2,380,700.00	2,217,383.40	

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance &Improvement MoE	-	-	-	-	-
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
(4) Fees Charged on Parents					
Personnel Emoluments	665,000.00	-	665,000.00	130,000.00	20%
Repairs And Maintenance	106,400.00	-	106,400.00	22,000.00	21%
Local Transport / Travelling	146,300.00	-	146,300.00	31,600.00	22%
Electricity And Water	266,000.00	-	266,000.00	48,000.00	18%
Medical	-	-	-	-	-
Administration Costs	133,000.00	-	133,000.00	24,200.00	18%
Activity	97,500.00	-	97,500.00	211,600.00	217%
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	2,103,400.00	-	2,103,400.00	2,385,107.26	113%
5) Miscellaneous Income					
Loans / Borrowing	-	-	-	-	-
Rent income	-	-	-	-	-
Income From Farming Activities	-	-	-	-	-
Insurance Compensation	-	-	-	-	-

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Posho Mill	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-
Fee For Hire of Ground and Equipment	-	-	-	-	-
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
Total Income	6,449,452.00		6,449,452.00	5,595,811.66	
(6) Expenditure For Tuition					
Textbooks	-	-	-	-	-
Reference Materials	92,000.00	-	40,000.00	78,090.00	85%
Exercise Books	150,000.00	-	150,000.00	19,830.00	13%
Laboratory Equipment	100,000.00	-	100,000.00	74,520.00	74%
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	107,500.00	-	107,500.00	110,000.00	102%
Chalks	-	-	-	-	-
Exams And Assessment	82,000.00	-	82,000.00	74,400.00	91%
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Bank Charges	-	-	-	-	-
TOTAL	531,500.00	-	531,500.00	356,840.00	
(7) Expenditure For Operations					
Personnel Emoluments	495,000.00	-	495,000.00	685,990.00	139%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Repairs, Maintenance & Improvements	665,000.00	-	665,000.00	9,830.00	2%
Local Transport / Travelling	300,000.00	-	300,000.00	105,000.00	35%
Electricity, Water and Conservancy	150,000.00	-	150,000.00	125,880.00	84%
Medical	117,000.00	-	117,000.00	-	-
Administration Costs	454,200.00	-	454,200.00	37,015.00	8%
Activity Expenses	199,500	-	199,500	427,350.00	214%
Gratuity	-	-	-	-	-
SMASSE	-	-	-	-	-
TOTAL	2,380,700.00	-	2,380,700.00	1,391,065.00	
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	-
Construction of LAB	-	-	-	-	-
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	693,000.00	-	693,000.00	475,600.00	69%
Repairs, Maintenance and Improvements	106,400.00	-	106,400.00	8,000.00	8%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	D	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	146,300.00	-	146,300.00	124,675.00	85%
Electricity, Water and Conservancy	266,000.00	-	266,000.00	183,690.00	69%
Medical Expenses	-	-	-	-	-
Administration Costs	133,000.00	-	133,000.00	61,125.00	46%
Activity	97,500.00	-	97,500.00	67,500.00	69%
Gratuity	-	-	-	-	-
Lunch Programme	-	-	-	-	-
Boarding Equipment and Stores	2,103,400	-	2,103,400	3,541,300.00	168%
Expenditure For Income Generating Activity	-	-	-	-	-
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Totals	3,545,600.00	-	3,545,600.00	4,461,890.00	-

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

- i. Delay of grants
- ii. Inflation of commodities prices

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

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

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Reference Materials	52,592.10	43,274.00
Exercise Books	157,776.30	129,823.00
Laboratory Equipment	131,480.26	108,186.00
Internal Exams	78,888.14	64,914.60
Teaching / Learning Materials	105,184.20	86,549.00
Others (specify)*	-	-
Total	525,921.00	432,746.60

2 Government Grants for Operations

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Personnel Emoluments	332,607.50	342,273.00
Repairs And Maintenance	665,215.02	647,300.00
Local Transport / Travelling	221,738.34	228,182.05
Electricity And Water	288,259.85	285,228.00
Medical	243,912.16	171,525.00
Administration Costs	288,259.85	285,228.00
Activity	177,390.68	132,378.00
Other Vote Heads (specify)*	-	-
Total	2,217,383.40	2,092,114.05

3 Government Grants for infrastructure

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Maintenance & Improvement	-	-
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify) (NGCDF and County govt.	-	-
Total	-	-

4 School Fund Income - Parents Contribution/Fees

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Personnel emoluments	130,000.00	401,330.00
Repairs and maintenance	22,000.00	7,200.00
Local transport / travelling	31,600.00	12,600.00
Electricity and water	48,000.00	16,000.00
Medical	-	200.00
Administration costs	24,200.00	8,800.00
Activity	211,600.00	7,900.00
Fee on Boarding Equipment and stores	4,080,554.00	4,922,665.00
PA Levies*	-	-
Others (specify)	-	-
Total	4,547,954.00	5,376,695.00

5 Miscellaneous Incomes

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	-
Total	-	-

6 Tuition

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Exercise Books	19,830.00 ✓	71,000.00
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment ✓	74,520.00 ✓	216,020.00
Teaching / Learning Materials ✓	110,000.00 ✓	117,180.00
Exams And Assessment ✓	74,400.00 ✓	15,600.00
Teachers Guides ✓	78,090.00 ✓	7,640.00
Bank Charges	717.00 ✓	827.25
Others Refilling of Toners	46,000	-
Total	403,557.00	428,267.25

7 Operations

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Personnel Emoluments	685,990.00 ✓	288,700.00
Service Gratuity	-	-
Administration Cost	37,015.00 ✓	128,640.00
Repairs And Maintenance & Improvements	9,830.00 ✓	-
Local Transport / Travelling	105,000.00 ✓	66,000.00
Electricity And Water	125,880.00 ✓	18,140.00
Medical	-	900.00
Activity Expenses	427,350.00 ✓	-
Insurance Cost	-	-
Others (specify) Bank charges	969.00 ✓	948.00
Total	1,392,034.00	619,728.00

8 Infrastructure

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Construction of classrooms	-	-
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	213,075.00 ✓	-
Renovation	-	690,000.00
Others (specify) Bank charges	252.00 ✓	120.75
Total	213,327.00	690,120.75

9 Boarding And School Fund

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Personnel Emoluments	475,600.00 ✓	739,650.00
Service Gratuity	-	-
Repairs And Maintenance & Improvements	8,000.00 ✓	51,000.00
Local Transport / Travelling	124,675.00 ✓	62,000.00
Electricity And Water	183,690.00 ✓	73,160.00
Medical Expenses	4,575.00 ✓	1,900.00
Administration Costs	61,125.00 ✓	131,745.00
Lunch Programme	-	-
Bank Charges	4,365.00 ✓	2,572.50
Expenses On Income Generating Activities**	-	-
Fee On Boarding Equipment and Stores	3,541,300.00	3,412,080.00
Activity	67,500.00 ✓	51,260.00
Insurance Cost (Life Property)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	-	-
Others (specify)	-	-
Total	4,470,830.00	4,525,367.50

KIPSING SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	Insert Current FY	Insert Comparative FY
	Active/Dormant		Kshs	Kshs
Tuition Account		1119848032	280,932.50	158,568.50
Operations Account		1225407370	238,731.10	718,731.70
School Fund Account/Boarding		0410296615569	47,061.65	98,219.40
Savings Account		-	-	-
Parent Association Development Account		-	-	-
Income Generating Activities Account		-	-	-
Infrastructural Account		1251267742	200,321.25	92,648.25
Total			767,046.50	1,068,167.85

11 Cash In Hand

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Notes and Coins	7,025.01	610.00
Total	7,025.01	610.00

12 Short Term Investments

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

13 Accounts Receivable

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Fees Arrears	17,512,266.74	15,843,820.00
Other Non-Fees Receivables		-
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	17,512,266.74	15,843,820.00

13 b) Ageing Analysis of Accounts Receivable

Description	Insert Current FY		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,695,446.74	10%	2,438,014.00	15%
Between 1- 2 years	2,411,014.00	14%	2,082,344.00	13%
Between 2-3 years	2,082,344.00	12%	2,119,671.00	13%
Over 3 years	11,323,462.00	64%	9,203,791	58%
Total (should tie to note 13 a)	17,512,266.74	100%	15,843,820.00	100%

14 Accounts Payable

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	2,258,090.00	1,894,860.00
Prepaid Fees	199,000.00	98,950.00
Retention Monies	260,550.00	161,600.00
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	2,717,640.00	2,155,410.00

14a. Ageing Analysis of Accounts Payable

Description	Insert Current FY		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	834,350.00	37%	858,990.00	45%
Between 1- 2 years	387,870.00	17%	86,440.00	5%
Between 2-3 years	86,440.00	4%	512,150.00	27%
Over 3 years	949,430.00	42%	437,280.00	23%
Total (should tie to note 14)	2,258,090.00	100%	1,894,860.00	100%

15 Fund Balance Brought Forward

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank Balances	1,068,167.85	1,584,505.00
Cash Balances	610.00	34,575.00
Short Term Investments	-	-
Receivables	15,843,820.00	13,405,806.00
Payables	2,155,410.00	1,905,770.00
Total	14,757,187.85	13,119,116.00

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	Insert Current FY	Insert Comparative FY
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees		-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total		-	-

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Food stuffs	30,840.00	84,720.00
Lab consumables	148,500.00	150,000.00
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	179,340.00	234,720.00

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

KIPSING SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****20 Progress On Follow Up of Auditor Recommendations**

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

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

PRINCIPAL
KIPSING MIXED SEC. SCHOOL
P.O. Box 808 - 80300, ISHIOLO
Date: 22/9/25

Sign and Date
Principal

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.						
Sub-Total						
Supply Of Goods						
2. KIPSING ONE ENTERPRISE	155,000.00	1 ST JULY 2024	155,000.00	472,750.00	418,150.00	
3. DOMTAL LTD	287,800.00	1 ST JULY 2024	287,800.00	-	287,800	
4.NYAMBENE CEREALS	-	4 TH FEB 2025	-	350,000	-	
5.NSSF	28,320		28,320.00	-	-	
Sub-Total	471,120.00		471,120.00	822,750.00	705,950.00	
Supply Of Services						
6.						
Sub-Total						
Grand Total						

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	700,000.00	-	-	700,000.00
Buildings And Structures	14,000,000.00	-	-	14,000,000.00
Motor Vehicles	-	-	-	-
Office Equipment, Furniture and Fittings	800,000.00	-	-	800,000.00
Textbooks	200,000.00	-	-	200,000.00
ICT Equipment	50,000.00	-	-	50,000.00
Tools And Apparatus	200,000.00	-	-	200,000.00
Other Machinery and Equipment	-	-	-	-
Heritage And Cultural Assets	-	-	-	-
Intangible Assets- Soft Ware	-	-	-	-
Total	22,250,000.00	-	-	22,250,000.00

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

