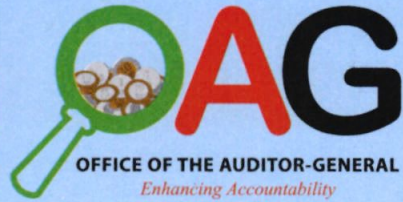


REPUBLIC OF KENYA

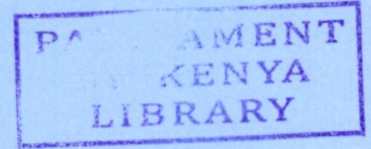


REPUBLIC OF KENYA

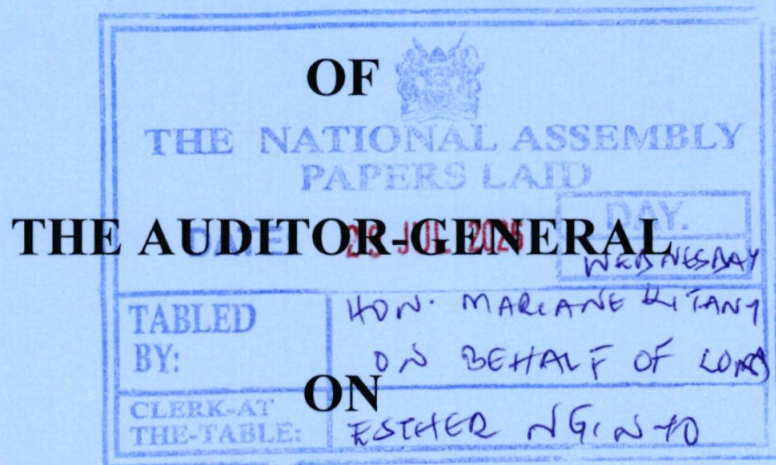


OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



REPORT



**ST. GEORGE'S GIRLS SECONDARY
SCHOOL**

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

NAIROBI CITY COUNTY

Revised 30th June 2025.



ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI

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)

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

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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.

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 **Nairobi** County, **Westlands** Sub-County.

The school was registered in **December, 2019** under registration number **47S30000780** 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 **1526** number of students as at 30th June 2025. It has 9 streams and 68 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	FRED KAIGUA	Chairman	05/05/2022
2	ASSUMPTA MWANGI	Secretary - Principal	05/05/2022
3	AGNES JACOB	Member	05/05/2022
4	GIDEON THURANIRA	Member	05/05/2022
5	ALPHONCE OWINO	Member	05/05/2022
6	MARGARET NGARI	Member	05/05/2022
7	HON. TOM OBONDO	Member	05/05/2022
8	ROSELYNE KIMIRRI	Member – Rep CEB	05/05/2022
9	EVELYN LUGALIA	Member Rep Teachers	05/05/2022
10	REV. DANSON KANGA EVANS GATURU FENNY MWAKISHA	3 Members - Sponsor	05/05/2022
11	MARGARET MUYA	Member - Community	05/05/2022
12	MARY SIAMETO	Member Special Needs	05/05/2022
13	MITCHELLE WANJIKU	Rep Students	05/05/2022

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.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.FRED KAIGUA 2.ASSUMPTA MWANGI 3.ALPHONCE OWINO 4. MARGARET NGARI 5. AGNES JACOB 6. FENNY MWAKISHA 7. HON. TOM OBONDO 8. EVELYN LUGALIA	BOM CHAIR BOM SECRETARY BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER	5 out of 5 5 out of 5 4 out of 5 4 out of 5 1 out of 5 5 out of 5 5 out of 5 5 out of 5
2	Finance, Audit, procurement and general purposes Committee	1. FRED KAIGUA 2. ASSUMPTA MWANGI 3. AGNES JACOB 4. ALPHONCE OWINO 5. HON. TOM OBONDO 6. MARGARET NGARI 7. GIDEON THURANIRA 8. ROSELYN KIMIRRI 9. EVELYN LUGALIA	BOM CHAIR BOM SECRETARY CHAIRPERSON BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 2 out of 3 1 out of 3 1 out of 3 3 out of 3
3	Academic Committee	1. FENNY MWAKISHA 2. FRED KAIGUA 3. ASSUMPTA MWANGI 4. HON. TOM OBONDO 5. MARGARET NGARI 6. ROSELYN KIMIRRI	CHAIRPERSON BOM CHAIR BOM SECRETARY BOM MEMBER BOM MEMBER BOM MEMBER	1 out of 1 0 out of 1 0 out of 1 1 out of 1 1 out of 1 0 out of 1

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI

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

		7. REV. DANSON KANGA 8. ALPHONCE OWINO 9. EVELYN LUGALIA	BOM MEMBER BOM MEMBER BOM MEMBER	1 out of 1 1 out of 1 1 out of 1
4	Development /School Infrastructure Committee	1. HON. TOM OBONDO 2. FRED KAIGUA 3. ASSUMPTA MWANGI 4. ALPHONCE OWINO 5. MARGARET NGARI 6. EVELYN LUGALIA 7. ENG. KINYANJUI 8. ROSA MBUNO	CHAIR PERSON BOM CHAIR BOM SECRETARY PA CHAIR BOM MEMBER DEPUTY PRINCIPAL PUBLIC WORKS SCDE	7 out of 7 4 out of 7 5 out of 7 7 out of 7 5 out of 7 7 out of 7 6 out of 7 2 out of 7
5	Discipline, Ethis and Integrity Committee	1. EVANS GATURU 2. FRED KAIGUA 3. ASSUMPTA MWANGI 4. REV. DANSON KANGA 5. MARY SIAMETO 6. ALPHONCE OWINO 7. MARGARET NGARI 8. MARGARET MUYA 9. EVELYN LUGALIA	CHAIRPERON BOM CHAIR BOM SECRETARY BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
6	Human Rights and Students' welfare Committee	1. MARGARET MUYA 2. ASSUMPTA MWANGI 3. AGNES JACOB 4. REV. DANSON KANGA 5. FENNY MWAKISHA 6. ALPHONCE OWINO 7. MARY SIAMETO 8. EVANS GATURU 9. GIDEON THURANIRA 10. EVELYN LUGALIA	CHAIRPERSON BOM SECRETARY BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER BOM MEMBER	1 out of 1 1 out of 1 0 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 0 out of 1 0 out of 1 1 out of 1
7	Adhoc - Disaster Management Committee	1. JULIAN KOMUNGA 2. S. M. OCHUNGO 3. FRED MUNGAI 4. FRED KAIGUA 5. ASSUMPTA MWANGI 6. EVELYN LUGALIA 7. JULIA MULWA	SCDE PA REP. PA REP BOM MEMBER BOM SECRETARY BOM MEMBER HOD BOARDING	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

(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	ASSUMPTA N. MWANGI	TSC No.353033
2	Deputy Principal	EVELYN M. LUGALIA	TSC No.358994
3	School Bursar	MARY M. GITHINJI	ICPAK No. 32297
4	Other (specify)		

(e) Schools contacts

Post Office Box: 11635 - 00400
Telephone: 0722-260022
E-mail: stgeorgesgirls440@gmail.com
Website: www.stgeorgesgirlsnairobi.ac.ke
Facebook:
Twitter:

(f) School Bankers

- Name of Bank: KENYA COMMERCIAL BANK
Branch: HURLINGHAM BANK
Postal Address: P.o. Box 49666 - 00100
Account Number: (I) SCHOOL FUND ACCOUNT – 1172853126
(II) TUITION ACCOUNT – 1172853444
(III) OPERATION ACCOUNT – 1172853762
(IV) INFRASTRUCTURE ACCOUNT – 1214937942
(V) INCOME GENERATING ACCOUNT - 1252308582
- Name of Bank: CO-OPERATIVE BANK OF KENYA
Branch: NAIROBI BUSINESS CENTRE BRANCH
Postal Address: P.o. Box 19555 - 00202
Account Number: SCHOOL FUND ACCOUNT - 01129123266000
- MPESA Pay Bill No. (1) 522123 ACCOUNT NO.10120K attached to ACCOUNT NO. 1172853126 SCHOOL FUND ACCOUNT
(2) 400222 ACCOUNT NO.1591# attached to ACCOUNT NO.01129123266000 SCHOOL FUND ACCOUNT
(3) 522123 ACCOUNT NO.86473K attached to ACCOUNT NO.1252308582 INCOME GENERATING ACCOUNT

(g) Independent Auditors

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

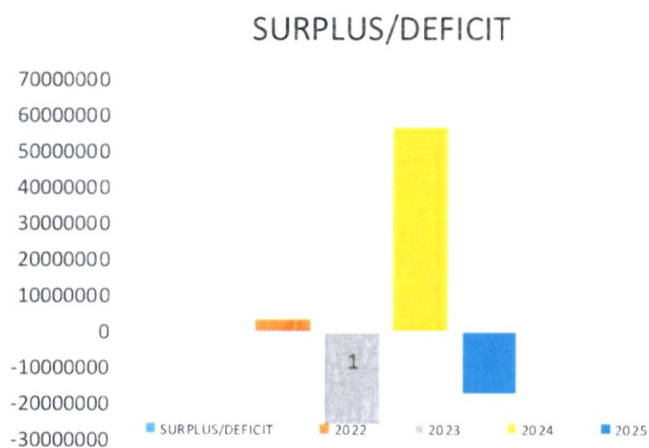
3. Summary Report of Performance of The School

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

a) Financial performance:

SURPLUS/DEFICIT

2022	3,157,741.25
2023	(25,859,778.52)
2024	56,471,840.00
2025	(17,374,311.00)

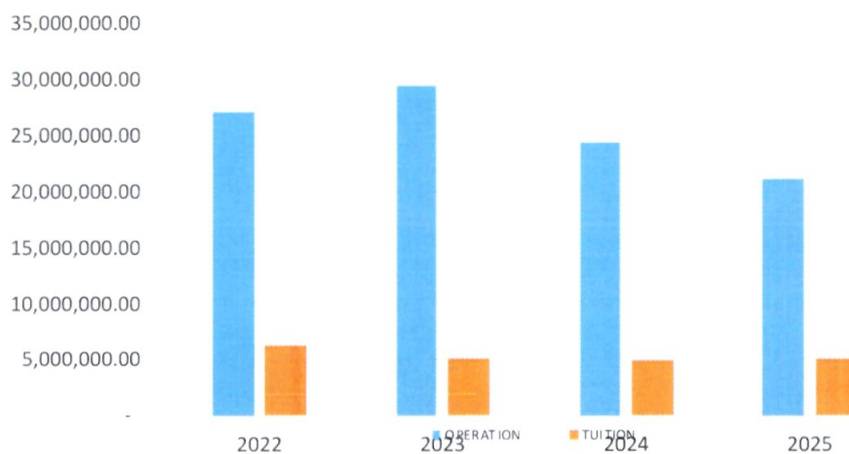


ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

CAPITATION GRANT FROM MINISTRY

	OPERATION	TUITION
2022	27,205,900.00	6,268,107.30
2023	29,474,343.55	4,985,132.00
2024	24,523,928.00	4,846,902.00
2025	21,295,876.00	5,049,135.00

CAPITATION GRANT FROM MINISTRY



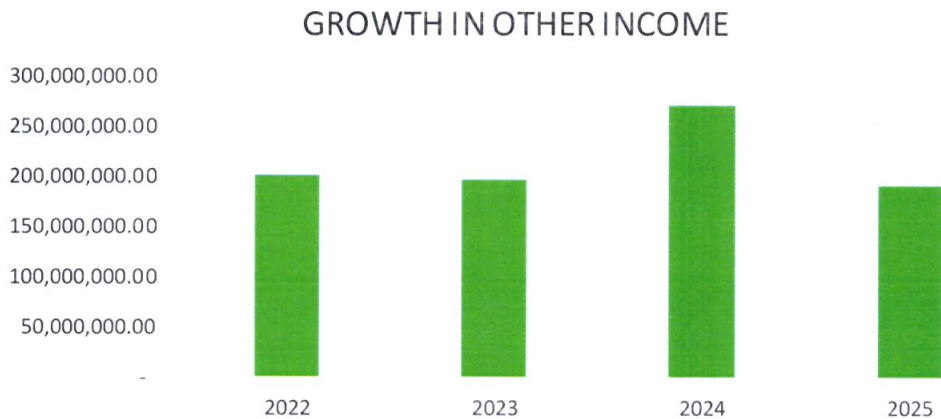
RATIO OF CAPITATION GRANT PER STUDENT

RATIO OF CAPITATION GRANT PER STUDENT			
YEAR	GRANT	NO OF STUDENTS	
2022	33,474,007.30	1733	19315.6
2023	34,459,475.55	1866	18467.0
2024	29,370,830.00	2059	14264.6
2025	26,345,011.00	1583	16642.5

OVERVIEW OF GROWTH OF OTHER INCOME

GROWTH OF OTHER INCOME

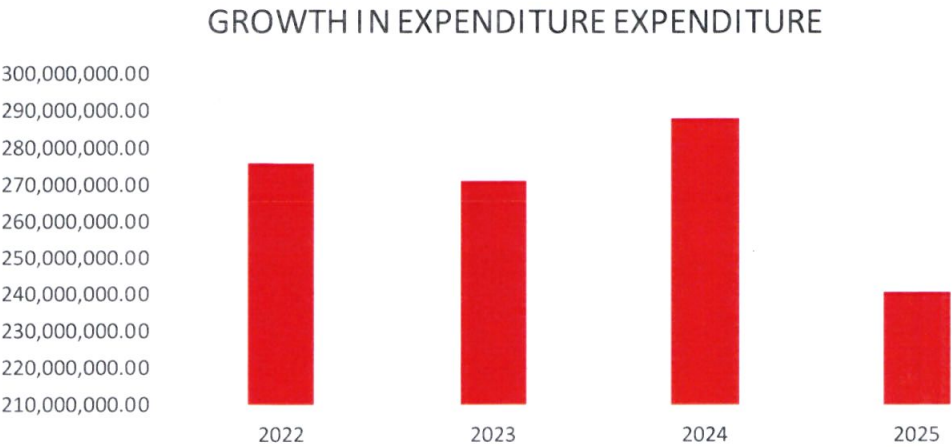
YEAR	INCOME
2022	200,492,257.50
2023	196,742,428.72
2024	269,258,805.00
2025	191,196,265.00



OVERVIEW OF GROWTH IN EXPENDITURE

GROWTH IN EXPENDITURE

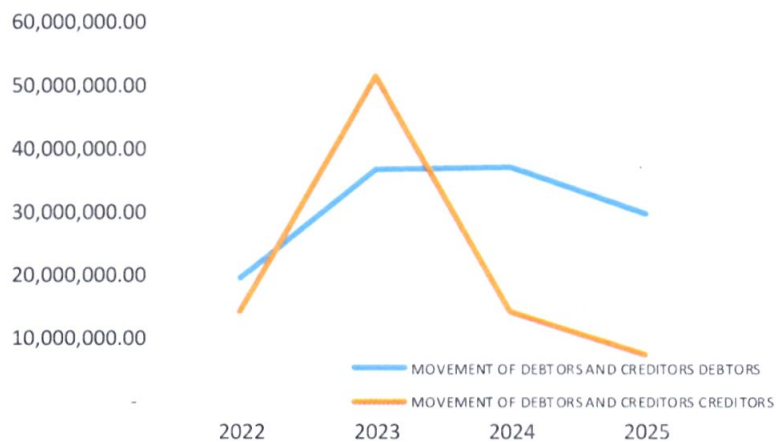
YEAR	EXPENDITURE
2022	275,855,736.94
2023	271,390,905.03
2024	288,349,235.00
2025	240,521,426.00



MOVEMENT OF DEBTORS AND CREDITORS

YEAR	DEBTORS	CREDITORS
2022	19,379,569.06	14,089,924.10
2023	36,568,725.97	51,478,900.67
2024	36,769,518.00	13,949,592.00
2025	29,558,326.00	7,313,561.00

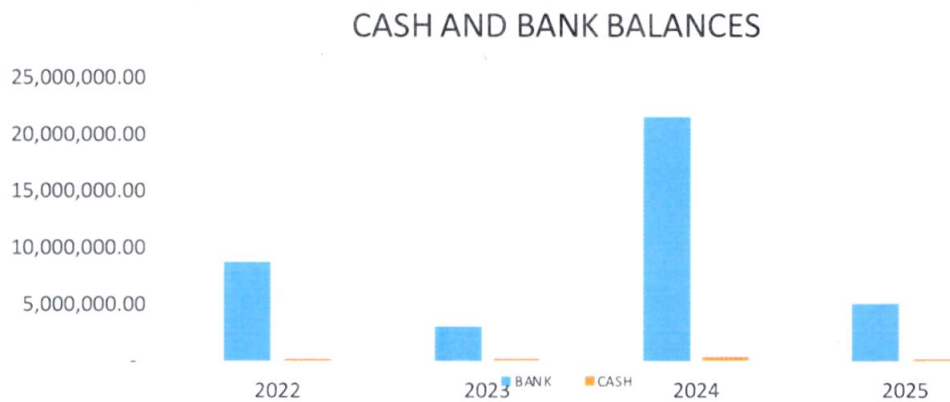
MOVEMENT OF DEBTORS AND CREDITORS



ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

CASH AND BANK BALANCES

YEAR	BANK	CASH
2022	8,752,389.00	100,960.11
2023	3,092,435.29	100,954.96
2024	21,661,793.00	273,337.00
2025	5,089,179.00	46,801.00



b) Teacher Student ratio:

Teacher :Student	No. of Recruited /Posted Teachers	No. of Transferred/Retired	TSC Employed Teachers	BOM Teachers
68:1526 1:23	3	6	61	7

No.	SUBJECT	FORM 2	FORM 3	FORM 4	TOTAL NO. OF PERIOD	NO. OF TEACHERS REQUIRED
1	ENGLISH	54	64	64	182	6.74
2	KISWAHILI	45	48	48	141	5.22
3	MATHS	54	56	56	166	6.15
4	BIOLOGY	36	40	40	116	4.30
5	CHEMISTRY	36	40	40	116	4.30
6	PHYSICS	36	30	30	96	3.56
7	GEOGRAPHY	27	20	20	67	2.48
8	HISTORY	27	20	20	67	2.48
9	C.R.E	36	25	25	86	3.19
10	H/SCIENCE	24	15	15	54	2.00
11	AGRICULTURE	8	5	5	18	1.33
12	COMPUTER	16	10	10	36	0.67
13	FRENCH	8	5	5	18	0.67
14	GERMAN	8	5	5	18	0.67
15	ART AND DESIGN	8	5	5	18	0.67
16	MUSIC	8	5	0	13	0.48
17	B/STUDIES	24	20	20	64	2.37
18	LIFE SKILLS	9	8	8	25	0.93
19	P.E	9	16	16	41	1.52
	TOTAL	473	437	432	1342	49.73

Summary**Designation****No. of Teachers in School**

Principal	1
Deputy Principal	2
H.O.D – Job Group N	7
H.O.D – Job Group M	13
Teachers	<u>38</u>
Total on Duty	61

Shortfall from Establishment

Principal	$(27 - 3) \times 1 =$	24 periods
Deputy Principal	$(27 - 12) \times 2 =$	30 periods
Head of Department – Job group 'N'	$(27 - 18) \times 7 =$	63 periods
Heads of Department – Job group 'M'	$(27 - 20) \times 13 =$	<u>91 periods</u>

Total Shortfall

208 periods

No. of Teachers Required

$$\text{Teachers required from shortfall} = \frac{\text{Total Shortfall}}{27} = \frac{208}{27} = 7.70$$

= Total No. of teachers required:

$$(1) \ 49.73$$

$$(2) \ + \ 7.70$$

$$\underline{57.43} = \mathbf{58 \ Teachers}$$

Total No. of Teachers on Duty = **61**

Total No. of Teachers Required = **58** i.e. the no. of teachers are excess by **3** but considering that the year 2025 there were no Form 1s by the year 2026 the school will require more teachers.

c) The mean score in the year 2022, 2023 and 2024 KCSE:

Year	Entry	School Mean Grade	No. of Students joining universities	No. of students joining other learning institutions
2022	367	6.703 (C+) Dropped	188	179
2023	383	6.8 (C+) Improved	205	178
2024	438	6.95 (C+) Improved	351	87

d) Number of Candidates in the 2022,2023 and 2024 KCSE:

Year	No. of Candidates
2022	367
2023	383
2024	438

e) The capacity of the school:

No. of students	No. of Classrooms	No. of dormitories	No. of Dining Halls	No. of Laboratories	No. of Toilets	No. of Libraries
1526	42	4	3	7	163	1

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

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
Construction of Classes	Parents & MOE M&I	Complete	15,321,325	15,931,849	Complete


.....
School Principal

PRINCIPAL
ST. GEORGE'S GIRLS' SECONDARY SCHOOL
P. O. Box 11635 - 00400,
NAIROBI.
TEL: 2719857

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.

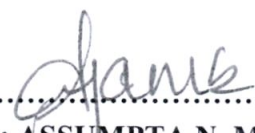
The Board of Management of *ST. GEORGE'S GIRLS' SECONDARY SCHOOL* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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: FRED KAIGUA

Designation: Chairman, School Board of Management

Date: 04/05/2026


.....
Name: ASSUMPTA N. MWANGI

Designation: School Principal & Secretary to Board of Management

Date: 04/05/2026


.....
Name: MARY M. GITHINJI

Designation: Bursar/ Finance Officer

Date: 04/05/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. GEORGE'S GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NAIROBI CITY 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 St. George's Girls Secondary School set out on pages 1 to 21, 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 effects of the matter 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 St. George's 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, the Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.5,135,980 consisting of bank and cash balances of Kshs.5,089,170 and Kshs.46,801 respectively as disclosed in Note 10 and Note 11 to the financial statements. However, included in the June, 2025 school fund bank account reconciliation statement were six (6) uncredited deposits totalling Kshs.359,222. Management explained that the deposits amounting to Kshs.359,222 were not receipted due to being unclaimed by respective depositors.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.5,135,980 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effects of the matter 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.

Unresolved Prior Year Matters

In the audit of previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in the Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2025 as analysed below;

No.	Audit Issue
1	Long Outstanding Student Accounts Receivables
2	Lack of School Land Ownership Document
3	Failure to Prepare School Improvement Plan
4	Inadequate Classrooms
6	Lack of Risk Assessment Policy and Disaster Recovery Plan

Other Information

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

In connection with my audit on 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 THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I

confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Unbalanced Budget

The School budgeted to receive and expend amounts of Kshs.209,212,560 and Kshs.206,984,460 resulting to a budget imbalance of Kshs.2,228,100. This was contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which requires that budget shall be balanced.

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

2. Non-Deduction of Capacity Building Levy

Review of operations in the School revealed that Management made payments amount of Kshs.4,906,276 in respect to suppliers of goods and services. However, the School did not deduct 0.03% capacity building levy contrary to Paragraph 3(1) of the Public Procurement Capacity Building Levy Order, 2023.

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

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

The statement of financial performance reflects boarding and school fund payments amount of Kshs.188,340,633 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.1,681,400 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.1,681,400 could not be confirmed.

4. Irregular Procurement of Consultants

The Management appointed four (4) consulting firms through single sourcing to offer various consulting services as shown below;

Name	Service	Percentage of Payment (Kshs)	Amount (Kshs)
Firm 1	Mechanical & Electrical Services	2.5% of Kshs.15,321,325	383,033
Firm 2	Quantity Surveying Services	3.5% of Kshs.15,321,325	536,246
Firm 3	Structural Services	2.5% of Kshs.15,321,325	383,246
Firm 4	Architectural Services	6% of Kshs.15,321,325	919,279
Total			2,221,804

Further, it was not clear why Management used external consultants instead of obtaining the services from the Ministry of Public Works or the Parent Ministry. In addition, the rates used to charge the services were not supported with the authority cited in the appointment letters as remuneration guide.

In the circumstances, the propriety and value for money for the consultant's expenditure amount of Kshs.2,221,804 could not be confirmed.

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. Lack of Internal Audit Function and Audit Committee

Review of the governance structure and management framework of the School revealed that the School had not established an Internal Audit Function. However, there was no evidence of an appointed internal auditor, internal audit charter, risk-based audit plans, or periodic internal audit reports submitted to the Board of Management. This was contrary to Regulation 166(1) and (2) of the Public Finance Management (National Government), 2015 which requires, the Internal Audit unit of a National Government entity to assess effectiveness of the School through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

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

2. Board of Management

2.1 Lack of Board of Management Annual Work-Plan

Review of governance documents revealed that the Board of Management did not prepare or maintain an annual work-plan to guide its activities during the financial year under review. Although the School has a school operational work-plan prepared by the Management, there was no documented annual work-plan outlining the Board's planned meetings, committee activities, monitoring of projects, financial oversight, and policy review functions.

2.2 Delay in Holding the Inaugural Meeting of the Board of Management

Review of the Board of Management (BoM) records of the School revealed that the current Board was appointed on 1 June, 2025 for a term of three years. However, records indicated that the Board held its inaugural meeting on 29 July, 2025, approximately two months after the date of appointment contrary to Regulation 10 of the Basic Education Regulations, 2015, which provides that a newly appointed Board of Management shall hold its inaugural meeting, convened and chaired by the Secretary to the County Education Board or his/her representative, within two weeks after appointment.

2.3 Failure by the Board of Management to Establish Mandatory Committees

Review of Board minutes, committee attendance registers, and other governance documents revealed that the Board of Management (BOM) had not established an Audit Committee. As a result, critical functions that required specialized oversight were being handled by the full Board without delegation to specialized sub-committees, which undermined effective governance and weakened internal control systems.

2.4 Failure by Board of Management Committees to Hold Regular Meetings

Review of Board meetings minutes for the year revealed that the discipline, ethics and integrity committee, school infrastructure, finance, procurement and general-purpose committee and academic committees did not meet regularly as required by law, which stipulates that each committee should hold at least one meeting every four months.

In the circumstances, the effectiveness of the governance mechanism at the School could not be confirmed.

3. Lack of Disaster Recovery and Business Continuity Planning

During the year under review, the Management did not develop or implement a formal Disaster Recovery Plan (DRP). This is a critical component of an institution's risk management framework and ensures that operations can continue, or be quickly restored, in the event of disruptions such as system failures, cyber-attacks, fire, natural disasters, or other unforeseen events. The absence of a DRP indicates that the School had no structured approach for the recovery of critical data, IT systems, and essential operational processes.

In the circumstances, the School's continuity of operations in an event of a disaster could not be confirmed.

4. Lack of Policies and Manuals

Review of the School's internal controls revealed that the School had not developed and implemented ICT policy and human resource policy and procedure manual documents that would provide formal guidance on the conduct and management of internal procedures and processes for its key operations.

In the absence of approved policy documents to guide processes and procedures, the School may not be able to detect and take appropriate measures to mitigate internal control weaknesses.

5. Lack of School Land Ownership Documents

Annex 2 to the financial statements reflects summary of fixed assets register with a balance of Kshs.988,326,472. However, the land ownership documents were not provided for audit. Further, although an assets register was maintained to record the assets, the register lacked important information such as barcode identification numbers, accumulated depreciation and net book value.

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

6. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.29,558,326 as disclosed in Note 13 to the financial statements. Included in the balance is Kshs.5,439,677 in respect of uncollected fees from students that was outstanding for more than two (2) years. However, there was no documentary evidence to show the steps Management had taken to recover the receivables.

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

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

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal 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.

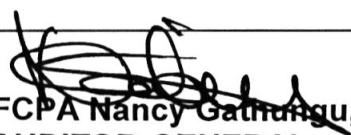
Auditor-General's Responsibilities for the Audit

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 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

22 May, 2026

Report of the Auditor-General on St. George's Girls' Secondary School for the year ended 30 June, 2025 – Nairobi City County

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

Description Of Vote Head	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Receipts			
Government grants for tuition	1	5,049,135	4,846,902
Government grants for operations	2	21,295,877	24,523,927
Government Grants for infrastructure	3	6,181,000	8,461,340
School fund income- parents' contribution	4	118,705,021	171,195,372
Miscellaneous incomes	5	60,166,625	110,073,192
Total Receipts	-	211,397,658	319,100,733
-	-	-	-
Payments	-	-	-
Tuition	6	6,662,800	3,298,361
Operations	7	26,866,719	19,843,752
Infrastructure	8	6,901,817	5,540,671
Boarding and school fund	9	188,340,633	233,946,109
Total Payments	-	228,771,969	262,628,893
-	-	-	-
Surplus/Deficit	-	(17,374,311)	56,471,840
-	-	-	-

The school financial statements were approved on 25/08/ 2025 and signed by:



Name: FRED KAIGUA

Chair BOM

Date: 04/05/2026


Name: ASSUMPTA N. MWANGI
School Principal/ Secretary to
BOM

Date: 04/05/2026



Name: MARY M. GITHINJI

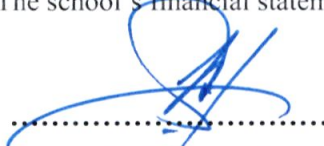
Bursar/ Finance Officer

Date: 04/05/2026

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

Description	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	5,089,179	21,661,793
Cash balances	11	46,801	273,337
Short term investments	12	-	-
Total cash and cash equivalent		5,135,980	21,935,130
Account's receivables	13	29,558,326	36,769,518
Total financial assets (a)		34,694,306	58,704,648
Financial liabilities		-	-
Accounts payables	14	7,313,561	13,949,592
Total Financial Labilities (b)		7,313,561	13,949,592
Net financial assets (a-b)		27,380,745	44,755,056
Represented by		-	-
Accumulated fund b/fwd	15	44,755,056	(11,716,784)
Surplus/deficit for the year		(17,374,311)	56,471,840
Net Assets		27,380,745	44,755,056

The school's financial statements were approved on 25/08/2025 and signed by:


 Name: FRED KAIGUA

Chair BOM

Date: 04/05/2026


 Name: ASSUMPTA N. MWANGI
 School Principal/ Secretary to
 BOM

Date: 04/05/2026


 Name: MARY M. GITHINJI

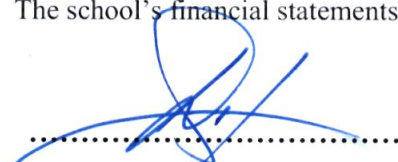
Bursar/ Finance Officer

Date: 04/05/2026

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

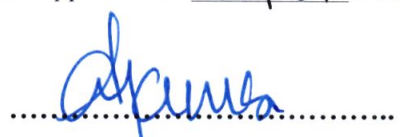
Description	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	-	5,049,135	4,846,902
Government grants for operations	-	21,295,876	24,523,928
Government grants for infrastructure	-	6,181,000	8,461,340
School fund income- parents contributions/ fees	-	161,730,028	235,995,903
Other income	-	29,466,237	33,262,902
Total receipts	-	223,722,276	307,090,975
Payments	-	-	-
Cash outflows for tuition	-	6,662,800	3,298,361
Cash outflows for operations	-	26,866,719	19,843,752
Cash outflows Boarding/lunch and school fund payment	-	167,902,778	229,470,870
Cash outflows Income Generating	-	32,187,312	46,795,581
Total payments	-	233,619,609	299,408,564
Net cash inflow/outflow from operating activities	-	(9,897,333)	7,682,411
-	-	-	-
Cash flow from investing activities	-	-	-
Acquisition of assets	-	(6,901,817)	(5,540,671)
Proceeds from sale of Assets	-	-	16,600,000
Proceeds from investments	-	-	-
Purchase of investments	-	-	-
Net cash inflow/outflows from investing activities	-	(6,901,817)	11,059,329
-	-	-	-
Cash flow from Financing activities	-	-	-
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings	-	-	-
Net cash inflow/outflow from financing activities	-	-	-
-	-	-	-
Net increase/decrease in cash and cash equivalent	-	(16,799,150)	18,741,740
Cash and cash equivalent at beginning of the FY	-	21,935,130	3,193,390
Cash and cash equivalent at end of the FY	-	5,135,980	21,935,130

The school's financial statements were approved on 25/08/2025 and signed by:


 Name: FRED KAIGUA

Chair BOM

Date: 04/05/2026


 Name: ASSUMPTA N. MWANGI
 School Principal/ Secretary to BOM

Date: 04/05/2026


 Name: MARY M. GITHINJI

Bursar/ Finance Officer

Date: 04/05/2026

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	-	-	-	-	
Exercise Books	-	-	-	-	
Laboratory Equipment	-	-	-	-	
Internal Exams	-	-	-	-	
Teaching / Learning Materials	5,049,135	-	5,049,135	5,049,135	100%
Exams And Assessment	-	-	-	-	
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	8,820,452	-	8,820,452	8,820,452	100%
Repairs And Maintenance	-	-	-	-	
Local Transport / Travelling	1,059,478	-	1,059,478	1,059,478	100%
Electricity, Water and Conservancy	2,102,900	-	2,102,900	2,102,900	100%
Medical Insurance	1,169,025	-	1,169,025	1,169,025	100%
Administration Costs	1,276,665	-	1,276,665	1,276,665	100%
Activity	686,355	-	686,355	686,355	100%
Gratuity	-	-	-	-	

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
<i>3) FDSE for infrastructure</i>					
Maintenance & Improvement MoE	7,064,000	(881,234)	6,182,766	6,182,766	100%
M&I parents' contribution	4,104,504	167,099	4,271,603	4,274,612	100%
Economic Stimulus Programs	-	-	-	-	
Transition Infrastructure Grants	-	-	-	-	
Administration Block	-	-	-	-	
<i>(4) Fees Charged on Parents</i>		-	-		
Personnel Emoluments	29,246,241	(9,298,418)	19,947,823	19,964,560	100%
Repairs, Maintenance and Improvements	3,283,603	988,000	4,271,603	4,274,612	100%
Local Transport / Travelling	6,375,073	-	6,375,073	6,315,188	99%
Electricity, Water and Conservancy	9,956,242	1,807,868	11,764,110	11,984,596	102%
Medical Expenses	1,143,240	(571,109)	572,131	572,131	100%
Administration Costs	4,679,941	(589,270)	4,090,671	4,092,371	100%
Activity	4,187,156	2,203,050	6,390,206	6,395,046	100%
School Equipment & Stores	15,185,283	1,504,717	16,690,000	16,494,042	99%
ICT Infrastructure	6,400,000	(3,000,000)	3,400,000	3,512,300	103%
Fee On Boarding Equipment and Stores	50,868,016	(6,185,509)	44,682,507	44,799,436	100%
<i>5) Miscellaneous Income</i>			-		
Rent income (Sch Fund)	1,936,500	-	1,936,500	1,936,500	100%
Infrastructure Development	8,000,000	-	8,000,000	7,452,098	93%

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
Accommodation Fees	29,472,721	-	29,472,721	29,472,721	100%
Income From Bakery	4,778,227	-	4,778,227	4,778,227	100%
Income From Tuckshop	13,994,509	-	13,994,509	13,994,509	100%
Total Income	220,839,266	(11,626,706)	209,212,560	206,659,725	99%
(6) Expenditure For Tuition					
Textbooks	-	-	-	-	
Reference Materials	-	-	-	-	
Exercise Books	-	-	-	-	
Laboratory Equipment	-	-	-	-	
Internal Exams	-	-	-	-	
Teaching / Learning Materials	5,049,135	-	5,049,135	6,659,647	132%
Chalks	-	-	-	-	
Exams And Assessment	-	-	-	-	
Teachers Guides	-	-	-	-	
Administration Costs	-	-	-	-	
Bank Charges	3,153	-	3,153	3,153	100%
(7) Expenditure For Operations					
Personel Emoluments	8,820,451	-	8,820,451	12,613,118	143%
Repairs, Maintenance & Improvements	-	-	-	-	
Local Transport / Travelling	1,059,478	-	1,059,478	2,019,290	191%

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
Electricity, Water and Conservancy	2,102,900	-	2,102,900	2,389,932	114%
Medical	1,169,025	-	1,169,025	1,168,365	100%
Administration Costs	1,276,665	-	1,276,665	1,402,990	110%
Activity Expenses	686,355	-	686,355	1,014,311	148%
Gratuity	-	-	-	-	
SMASSE	-	-	-	-	
<i>(8) Expenditure For infrastructure</i>					
Construction of classrooms	6,181,000	-	6,181,000	6,899,474	112%
Construction of Borehole	-	-	-	-	
Construction of dorm/ablation block	-	-	-	-	
Purchase of furniture	-	-	-	-	
Purchase of equipment	-	-	-	-	
Purchase of machinery	-	-	-	-	
Bank Charges	2,343		2,343	2,343	100%
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	29,246,241	(9,298,418)	19,947,823	19,941,474	100%
Repairs, Maintenance and Improvements	3,283,603	988,000	4,271,603	3,909,716	92%
Local Transport / Travelling	6,375,073	-	6,375,073	6,413,096	101%
Electricity, Water and Conservancy	9,956,242	2,507,868	12,464,110	12,246,080	98%
Medical Expenses	1,143,240	(821,109)	322,131	310,006	96%

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
Administration Costs	4,679,941	(589,270)	4,090,671	3,721,248	91%
Activity	4,187,156	2,203,080	6,390,236	5,909,681	92%
Bakery (Sch. Fund)	7,939,945	-	7,939,945	7,939,945	100%
ICT Infrastructure	6,400,000	(3,800,000)	2,600,000	2,613,366	101%
School Equipment & Stores	15,185,283	1,020,000	16,205,283	16,065,404	99%
Boarding Equipment and Stores	50,868,016	(6,266,363)	44,601,653	44,705,566	100%
Rent Expenses (School Fund)	1,936,500	-	1,936,500	1,823,675	94%
Accommodation & other Costs	29,472,721	-	29,472,721	29,472,721	100%
Expenditure For Income Generating Activity	21,796,195	-	21,796,195	21,796,195	100%
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses Inc Gen	2,211,143	-	2,211,143	2,211,143	100%
Bank Charges	8,898	-	8,898	8,898	100%
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Totals	221,040,702	(14,056,242)	206,984,460	213,260,837	103%

Notes on Budget Variations

Explanation of the school spending Kshs 213,260,837 against actual receipts of Kshs 206,659,725.

- Expenditure on the listed Voteheads in both Tuition and Operations Accounts are overutilised- Teaching Learning Materials, Personal Emoluments, Local Transport & Transport, Electricity & Water, Administration Costs and Activity. This is due to the grants of year 2023/2024 being disbursed late and hence being utilised in year 2024/2025.
- The Government Grant of Infrastructure was received end of June, 2024 and was not utilized by 30th June, 2024 and hence increased the expenditure of year 2024/2025.

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.

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	5,049,135	4,846,902
Others (specify)*	-	-
Total	5,049,135	4,846,902

2 Government Grants for Operations

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel Emoluments	8,820,452	8,370,420
Repairs And Maintenance	-	-
Local Transport / Travelling	1,059,478	1,520,564
Electricity And Water	2,102,901	1,520,564
Medical	1,169,025	1,601,175
Administration Costs	1,276,666	1,269,404
Activity	686,355	1,780,460
Maintenance Improvement Fund	6,181,000	8,461,340
Total	21,295,877	24,523,927

3 Government Grants for infrastructure

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Maintenance & Improvement	6,181,000	8,461,340
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
Total	6,181,000	8,461,340

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

4 School Fund Income - Parents Contribution/Fees

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel emoluments	19,964,560	22,443,528
Repairs and maintenance	4,274,612	5,816,315
Local transport / travelling	6,315,188	6,566,741
Electricity and water	11,984,596	7,881,876
Medical	572,132	1,665,085
Administration costs	4,092,371	2,651,561
Activity	6,395,048	8,423,644
Fee on Boarding Equipment and stores	44,799,436	65,268,174
School Equipment and Stores	16,492,042	24,754,939
Initial Equipment Fund	-	9,135,035
ICT Infrastructure	3,512,301	10,723,823
PTA Academic Programme	302,735	5,864,651
Total	118,705,021	171,195,372

5 Miscellaneous Incomes

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Rent Income	1,936,500	9,329,571
Rent Income (Income Gen)	4,014,142	4,771,927
Income From Farming Activities	-	111,300
Income From Farming Activities (Income Gen)	54,125	35,500
Tuck Shop	13,994,510	15,050,240
Bakery	-	12,543,956
Bakery (Income Gen)	4,778,227	3,632,406
Infrastructure Development	-	6,354,678
Construction of Classroom	7,848,162	-
Students ID	-	4,000
Income from Clubs and Societies	316,050	518,835
Bursary	484,104	696,137
Development Project - Dorm	-	12,556,732
Development Project - Dorm (Income Gen)	-	139,213
Students Welfare	101,450	237,175
Accommodation	20,451,160	23,906,952
Accommodation (Income Gen)	5,347,820	3,584,570
Write Off Account	840,375	-
Sale of Assets	-	16,600,000
Total	60,166,625	110,073,192

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

6 Tuition

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Exercise Books	-	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	6,659,647	3,295,766
Exams And Assessment	-	-
Teachers Guides	-	-
Bank Charges	3,153	2,595
Others (specify)	-	-
Total	6,662,800	3,298,361

7 Operations

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel Emoluments	12,613,119	7,129,185
Service Gratuity	-	-
Administration Cost	1,402,982	1,139,292
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	2,019,290	614,873
Electricity And Water	2,467,652	2,259,092
Medical	1,168,365	164,820
Activity Expenses	1,014,311	75,150
Bank Charges	-	-
Maintenance Improvement Fund	6,181,000	8,461,340
Total	26,866,719	19,843,752

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

8 Infrastructure

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Construction of Classrooms	6,899,474	789,281
Construction of laboratory	-	-
Construction of Dormitory	-	4,749,240
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Construction of Ablution Block	-	-
Bank Charges	2,343	2,150
Total	6,901,817	5,540,671

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

9 Boarding And School Fund

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel Emoluments	19,941,474	19,311,849
Repairs And Maintenance & Improvements	3,909,716	5,216,415
Local Transport / Travelling	6,413,096	6,457,903
Electricity And Water	12,246,080	10,799,696
Medical Expenses	310,007	380,737
Administration Costs	3,721,249	4,504,778
Activity	5,909,681	3,530,030
School Equipment and Stores	16,065,404	24,122,001
Initial Equipment Fund	-	3,411,340
ICT Infrastructure	2,613,366	3,955,126
Bank Charges (Income Gen)	8,897	-
Bank Charges	-	20,316
Fee On Boarding Equipment and Stores	44,705,567	62,084,374
Bursary	592,000	529,000
Development Project - Dorm	-	5,335,889
Development Project - Dorm (Income Gen)	-	5,748,360
Construction of Classroom	9,485,177	-
Rent Expenses	1,823,675	2,598,082
Rent Expenses (Income Gen)	2,211,143	12,664,362
Bakery	-	17,664,446
Bakery (Income Gen)	7,939,945	4,594,440
Tuck Shop	13,415,908	11,349,469
Clubs and Societies	371,175	416,000
Students Welfare	430,000	360,000
Farm	-	580,000
Farm (Income Gen)	638,000	239,000
Accommodation	21,990,778	15,661,732
Accommodation (Income Gen)	7,481,944	4,937,999
PTA Academic Programme	260,344	7,472,765
Write Off Account	5,856,007	-
Total	188,340,633	233,946,109

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024 - 2025	2023 - 2024
	Active/Dormant		Kshs	Kshs
KCB - Tuition Account	Active	1172853444	3,603	1,617,268
KCB - Operations Account	Active	1172853762	6,982	5,577,824
KCB - School Fund Account/Bo	Active	1172853126	1,091,132	4,604,589
CO-OP Bank - School Fees Coll	Active	01129123266000	130,123	2,694,521
KCB - Income Generating Accor	Active	1252308582	1,651,959	4,241,394
KCB - Infrastructural Account	Active	1214937942	2,205,380	2,926,197
Total	0	0	5,089,179	21,661,793

11 Cash In Hand

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
School Fund Account	44,198	139,094
Income Generating Account	2,603	134,243
Total	46,801	273,337

12 Short Term Investments

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

13 Accounts Receivable

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Fees Arrears	20,548,285	27,468,843
Other Non-Fees Receivables		
Accommodation (list/schedule attached)	8,631,692	6,744,538
Bus Hire(Lt&t)	-	1,203,110
Bakery (List Attached)	210,210	1,254,783
Rent arrears (list/schedule attached)	168,139	98,244
Total	29,558,326	36,769,518

13 b) Ageing Analysis of Accounts Receivable

Description	2024 - 2025		2023 - 2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	17,316,314	59%	20,036,616	54%
Between 1- 2 years	6,802,335	23%	10,182,819	28%
Between 2-3 years	4,745,601	16%	1,710,449	5%
Over 3 years	694,076	2%	4,839,634	13%
Total (should tie to note 13 a)	29,558,326	100%	36,769,518	100%

14 Accounts Payable

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,985,785	9,588,500
Prepaid Fees	5,327,776	4,361,092
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	7,313,561	13,949,592

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

14a. Ageing Analysis of Accounts Payable

Description	2024 - 2025		2023 - 2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	7,313,561	100%	8,748,125	91%
Between 1- 2 years	-	0%	-	0%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	840,375	9%
Total (should tie to note 14)	7,313,561	100%	9,588,500	100%

15 Fund Balance Brought Forward

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Bank Balances	21,661,793	3,092,435
Cash Balances	273,337	100,955
Short Term Investments	-	-
Receivables	36,769,518	36,568,726
Payables	13,949,592	51,478,901
Total	44,755,056	(11,716,784)

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle	-	-	-
Goats	-	-	-
Trees	70	70,000	75,000
Coffee Or Tea Plantation	-	-	-
Poultry	350	175,000	175,000
Others (specify)	-	-	-
Total	420	245,000	250,000

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	-	-

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

Other important disclosure notes

19 Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	3,436,604	8,874,999
Lab consumables	699,574	2,551,959
Farm produce	20,425	23,100
Medication	91,005	95,811
Construction Materials	0	0
Cleaning Materials	559,127	295,864
Stationery & Exercise Books	3,463,482	3,778,885
Others (specify)	0	0
	8,270,217	15,620,618

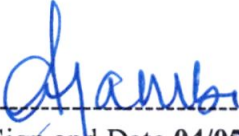
ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI

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)
1	Long Outstanding Students Accounts Receivables	B.O.M has approved write off of long outstanding receivables and followed parents to continue paying.	- Reduced Receivables - Not fully resolved	Ongoing
2	Lack of School Improvement Plan	The Management has prepared the Plan	Resolved	
3	Inadequate Classrooms	Four Classes were constructed and are complete	Resolved	
4	Lack of Risk Assessment Policy and Disaster Recovery Plan	The Management has prepared the Plan and the Policy	Resolved	


Sign and Date 04/05/2026
Principal

PRINCIPAL
ST. GEORGE'S GIRLS' SECONDARY SCHOOL
P. O. BOX 11635 - 00400,
NAIROBI.
TEL: 2719857

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To Date	Outstanding Balance Current 2025	Outstanding Balance Comparative 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Dannykam Agencies	10,477,592	01.07.2024	9,375,692	1,101,900	842,960	
Dee Exe Investments	1,942,822	01.07.2024	1,736,396	206,426	245,568	
Kinangop Dairy Ltd	1,298,058	01.07.2024	1,083,396	214,662	363,192	
Pin Point Hygiene Services Ltd	207,640	01.07.2024	141,984	65,656	77,720	
Thandi General Merchants	1,969,166	01.07.2024	1,680,451	288,715	269,605	
Conso Agencies	284,715	01.07.2024	253,145	31,570	81,915	
Skytech Enterprises	162,400	01.07.2024	151,200	11,200	-	
Progress Lab Supplies	1,265,724	01.07.2024	1,200,068	65,656	-	
TOTAL	17,608,117		15,622,332	1,985,785	1,880,960	

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

12. Annexes

Annex I - Analysis of Pending Accounts Payable

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	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Dannykam Agencies	10,477,592	01.07.2024	9,375,692	1,101,900	842,960	
Dee Exe Investments	1,942,822	01.07.2024	1,736,396	206,426	245,568	
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Skytech Enterprises	162,400	01.07.2024	151,200	11,200	-	
Progress Lab Supplies	1,265,724	01.07.2024	1,200,068	65,656	-	
TOTAL	17,608,117		15,622,332	1,985,785	1,880,960	

ST. GEORGE'S GIRLS' SECONDARY SCHOOL, NAIROBI
Annual Report and Financial Statements For the year ended 30th June 2025

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2025	Additions during the year (Kshs)	Disposal during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land				
Buildings And Structures	791,169,824	92,711,308	-	883,881,132
Motor Vehicles	6,280,000	0	-	6,280,000
Office Equipment, Furniture and Fittings	51,540,504	0	-	51,540,504
Textbooks	15,217,630	1,130,040	-	16,347,670
ICT Equipment	7,345,570	1,462,499	-	8,808,069
Tools And Apparatus	12,750,287	2,191,325	-	14,941,612
Other Machinery and Equipment	6,137,490	0	-	6,137,490
Heritage And Cultural Assets	0	0	-	0
Intangible Assets- Soft Ware	390,000	0	-	390,000
Total	890,831,305	97,495,172	-	988,326,472

REPUBLIC OF KENYA

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NAIROBI

OAG/NRB/AUD/17/4/(20)

22 June, 2026

Mr. Samuel Josephat Njoroge

The Clerk to the National Assembly
Parliament Buildings
P.O. Box 41842-00100

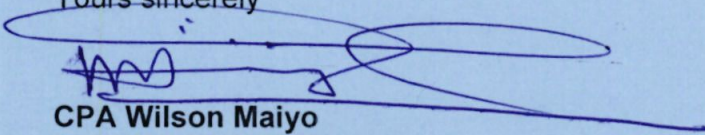
NAIROBI

Dear Mr. Njoroge

REPORT OF THE AUDITOR-GENERAL ON ST GEORGE'S GIRLS' SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NAIROBI CITY COUNTY

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

Yours sincerely

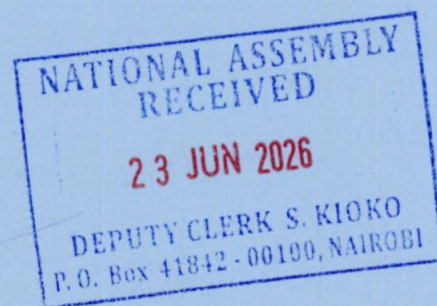

CPA Wilson Maiyo

For: AUDITOR-GENERAL

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

Mr. John Lekakeny Ololtuaa, CBS
Principal Secretary
Ministry of Education
State Department for Basic Education
P. O. Box 30040-00100
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The Principal
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OFFICE OF THE ATTORNEY GENERAL