

REPUBLIC OF KENYA



REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

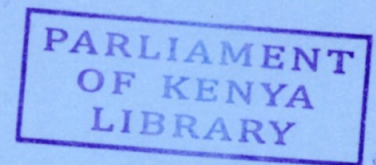
REPORT

OF

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 25 JUN 2026	DAY. Thur.
TABLED BY:	Hon. Owen Baya, MP Dep. leader Majority Party
CLERK-AT THE-TABLE:	M. Churro

THE AUDITOR-GENERAL

ON



KEROTET GIRLS SECONDARY
SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

UASIN GISHU COUNTY



KEROTET GIRLS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

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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 located in UASIN GISHU County, SOY Sub-County

The school was registered in **21/7/2015** under registration number **27S3000130** and is currently categorized as **Extra County** public school established, owned or operated by the Government.

The school is a **Boarding** school and had **732** numbers of students as at **30th June 2025**. It has **5** streams and **39** teachers of which **8** 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	Mj Rtd Abel Rotich	Chairman –sponsor	14/6/2022
2	Esther Kapingei	Secretary - Principal	14/6/2022
3	Dr.Elias melly	Member	14/6/2022
4	Moses Kirui	Member	14/6/2022
5	Eng. Lamik Rotich	Member	14/6/2022
6	Edna jerotich	Member	14/6/2022
7	Paul Keter	Member	14/6/2022
8	Paul Maritim	Member – Rep CEB	14/6/2022
9	William Kosgei	Member Rep Teachers	14/6/2022
10	Dr. Rono Salina	Member – Sponsor	14/6/2022
11	Stanley Kosgey	Member – Sponsor	14/6/2022
12	Sally Maiyo	Member – Sponsor	14/6/2022
13	Miriam Chepchirchir	Member - Community	14/6/2022
14	Pst.christopher Busienei	Member Special Needs	14/6/2022
15	Mercy chepkemboi	Student Rep	14/6/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mj Rtd Abel Rotich Stanley Kosgey Moses Kirui Esther Kaptingei Sally Maiyo	Chairman V.Chair P.A Chair Bom Secretary Member	3/3 3/3 3/3 3/3 3/3
2	Audit Committee	Miriam Jepchirchir Moses Kirui Stanley Kosgey Esther Kaptingei Edna Jerotich	Chair Member Member Bom Secretary Member	1/1 1/1 1/1 1/1 1/1
3	Finance,procurement and general purposes Committee	Paul Keter Mj Rtd Abel Rotich Esther Kaptingei Sally Maiyo Moses Kirui	Member Member Bom Secretary Member Member	3/3 3/3 3/3 3/3 3/3
4	Academic Committee	Salinah Rono Paul Maritim Koskei William Esther Kaptingei Dr. Elias Melly	Chair Member T.Rep Bom Secretary Member	3/3 3/3 3/3 3/3 3/3
5	SIC Committee	Christopher Busienei Esther kaptingei Salinah Selem Moses Kirui Nancy Cheluget Mj Rtd Abel Rotich	Chair Secretary member member Sub county director Member	3/3 3/3 3/3 3/3 3/3 3/3

6	Discipline and welfare Committee	Christopher Busienei Esther Kapingei Mirriam Jephchirchir Moses Kirui Salina Samoei	Member BOM secretary Member Member Member	7/7 7/7 7/7 7/7 7/7

(d) School operation Management

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

Ref:	Designation	Name	TSC Number
1	Principal	Esther Kapingei	429080
2	Deputy Principal	Salinah Selem	202345
3	School Bursar	David samoei	ID No. 9252998

(e) Schools contacts

Post Office Box: 1380- 30100ELDORET

Telephone: 0729209374

E-mail: kerotetgirls@gmail.com

(f) School Bankers

The school operated 7 number of bank accounts as follows

- | | | | | |
|----|-----------------|-------------------|---|------------------------|
| 1. | Name of Bank: | KCB | | |
| | Branch: | Eldoret | | |
| | Account Number: | 110XXXX660 | - | School Funds |
| 2. | Name of Bank: | KCB | | |
| | Branch: | Eldoret | | |
| | Account Number: | 110XXXX030 | - | Tuition Account |
| 3. | Name of Bank: | KCB | | |
| | Branch: | Eldoret | | |
| | Account Number: | 1118469070 | - | Operation Account |
| 4. | Name of Bank: | KCB | | |
| | Branch: | Eldoret | | |
| | Account Number: | 110XXXX277 | - | Savings Account |
| 5. | Name of Bank: | KCB | | |
| | Branch: | Eldoret | | |
| | Account Number: | 116XXXX032 | - | School Bus Account |
| 6. | Name of Bank: | KCB | | |
| | Branch: | Eldoret | | |
| | Account Number: | 126XXXX324 | - | Infrastructure Account |
| 7. | Name of Bank: | Co-operative | | |
| | Branch: | Eldoret | | |
| | Account Number: | 685XXXX200 | - | C.D.F 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:

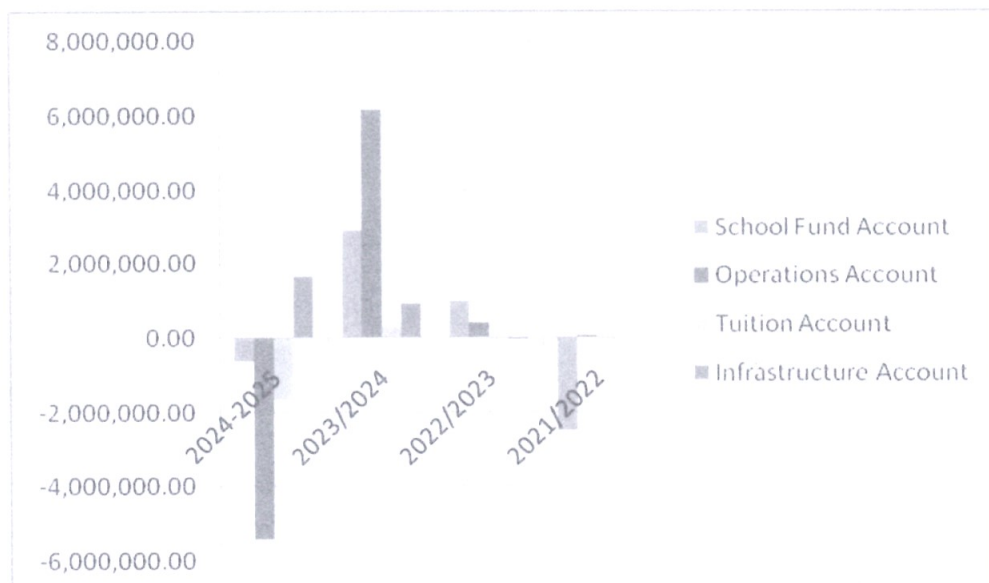
a) Financial performance:

Under this section, it reflected the actual financial performance trend for the last three and half years between 1st July 2021 to 30th June 2022 , 1st July 2023 to 30th June 2024 and 1st July 2024 to 30th June 2025 covers a period of 12 months. This is summarized as follows:

SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS

SNO		2024-2025	2023/2024	2022/2023	2021/2022
	ACCOUNTS	Kshs	Kshs	Kshs	Kshs
1	School Fund Account	(1,829,736)	719,002.05	(2,285,017)	(1,079,682)
2	Operations Account	(955,267)	4,284,982.19	448,028	49,393
3	Tuition Account	(4,934,014)	5,038,210	3,641	(66,919)
4	Infrastructure Account	999,244	3,187,411	(42,069)	
	TOTAL	(6,719,773)	13,229,635.24	(1,879,564)	(1,097,208.00)
	Increase/Decrease	(19,949,408.24)	15,109,199.24	(782,356)	

Trend over the Last Three Years



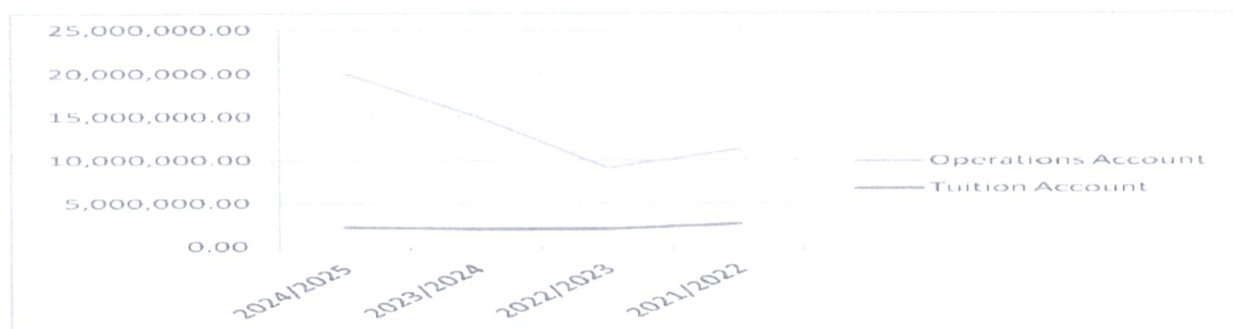
Financial year for the year ended 30th June 2025 recorded a deficit of Kshs 6,719,772.85 compared with a surplus of Kshs 13,232,627.19 in the previous year.

The Surplus for the year ended 30th June 2024 increased by Kshs 15,109,199.24 from a deficit of Kshs 1,879,564

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

SN O		2024/2025	2023/2024	2022/2023	2021/2022
	ACCOUNTS	KSHS	KSHS	KSHS	KSHS
1	Operations Account	19,777,742.95	16,608,665.24	9,119,513.80	11,274,484.80
2	Tuition Account	2,288,453.00	2,042,594.05	2,073,064.50	2,639,196.40
	Total	22,066,196.15	18,650,665.24	11,192,578.30	13,913,681.20
	Increase/Decrease	3,415,530.91	7,458,086.94	(2,721,102.90)	
	No of Students	989	986	907	802
	Ratio of Capitation per student	1:1122	1:12276	1:12308	1.17349

Trend over the Last Three Years

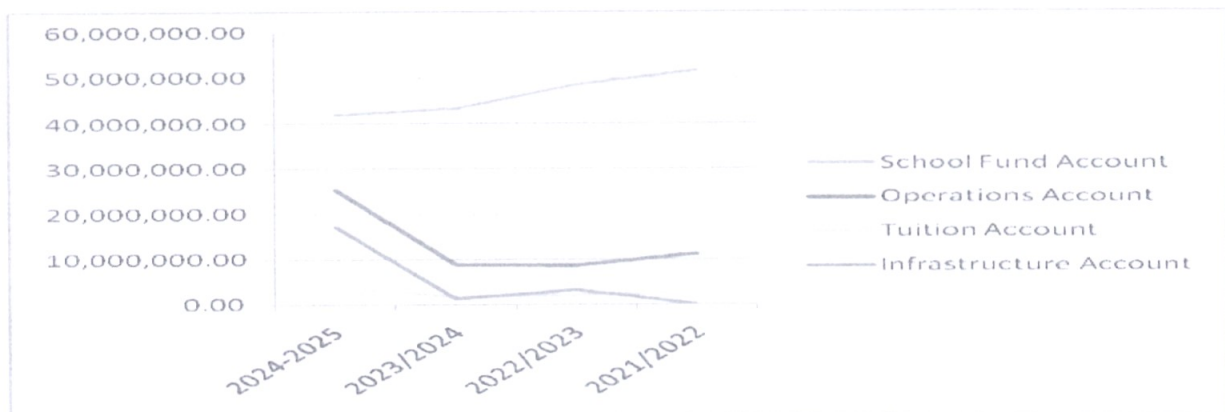
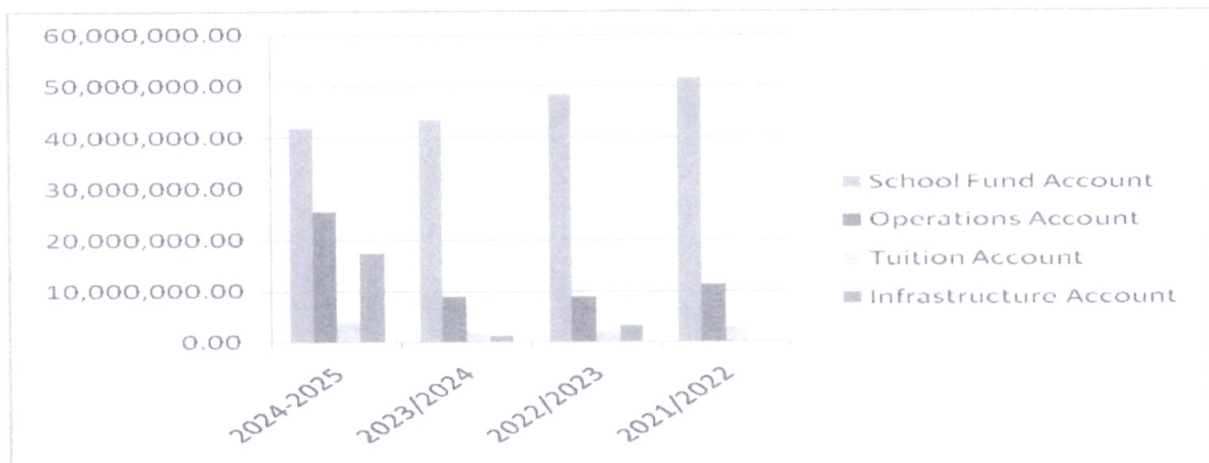


The financial year 2025 the total capitation grant was Kshs 22,066,196.15 as compared to Kshs 18,650,665,124. in the previous year which represent an increase of Kshs 3,415,530.91

The financial year 2024 the capitation was Kshs 18,650,665,124.20 compared to Kshs 11,192,575 in the previous year . 2023 the capitation reduced by Kshs 2,721,102.90 because the government didn't release all funds to schools

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2024-2025	2023/2024	2022/2023	2021/2022
		Kshs	KSHS	Kshs	Kshs
1	School Fund Account	41,499,933.00	40,871,600.05	46,330,636.00	44,490,551.00
2	Operations Account	7,805,760.00	5,073,089.00	8,671,486.00	11,225,092.00
3	Tuition Account	4,118,189.00	1,323,592.00	2,069,424.00	2,706,115.00
4	Infrastructure Account	17,861,264.00	2,211,798.00	3,174,215.00	0.00
	Total	71,285,146.00	49,480,071.05	60,245,761.00	58,421,758.00
	Increase/Decrease	21,805,074.95	(10,765,690.00)	1,824,003.00)	

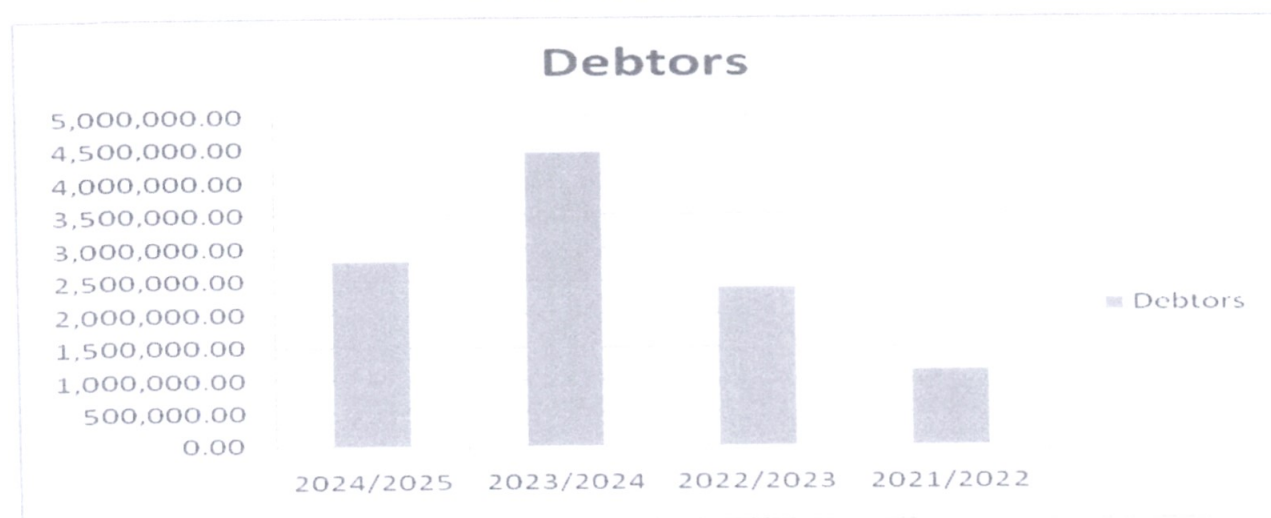
Trend over the Last Three Years



In the financial year 2025 shows an increase of growth in expenditure by Kshs 21,805,074.95 which resulted from an increase in the price of commodities in the economy forcing to spend more

MOVEMENT OF DEBTORS OF THE SCHOOL					
SNO	ACCOUNTS	2024/2025	2023/2024	2022/2023	2021/2022
	School Fund Account	KSHS	KSHS	KSHS	KSHS
a	Debtors	9,085,554.22	10,943,616.00	7,240,255.00	7,763,251.00
	Total	9,085,554.22	10,943,616.00	7,240,255.00	7,763,251.00
	Increase/Decrease	(1,858,061.78)	3,703,361	(552,996)	

Trend over the Last Three Years



Total debtors as at 30th June 2024 and 30th June 2025 increased by Kshs 3,703,361.00 and Kshs 1,858,061.78 due to students' having fees balances.

MOVEMENT OF CREDITORS OF THE SCHOOL					
SNO	ACCOUNTS	2024/2025	2023/2024	2022/2023	2021/2022
		Kshs	Kshs	Kshs	Kshs
1	School Fund Account	5,121,544.00	5,782,629.00	3,337,733.00	3,862,758.00
2	Operations Account			-	-
3	Tuition Account	981,546.00		-	-
4	Infrastructure Account	581,156.00		-	-
	Total	6,684,246.00	5,782,629.00	3,337,733.00	3,862,758.00
	Increase/Decrease	901,617	2,444,896.00	(525,025.00)	

Trend over the Last Three Years



Total creditors as at 30TH June 2025 and 30th June 2024 , creditors increased by Kshs 901,617.00 and Kshs 2,444,896 . Some of these creditors had been paid, however most accumulated due to non-payment of fees by parents.

b) Teacher Student ratio:

Between the month of July 2024 and June 2025, the status of the teaching staff is as follows:

There were 31 teachers posted by the Teachers Service Commission and 8 recruited by the Board of Management. The teacher student ratio lies at 1:23. There were no teachers recruited and posted to the school within the year. There was no transfers to public service. No retired teachers during the year.

c) Mean score in the 2020, 2021, 2022, 2023 & 2024 KCSE

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2024	193	6.800	160	82.47%	7.00	Positive deviation in transition rate.
2023	221	6.500	129	58.00%	7.00	Positive deviation in transition rate
2022	194	6.005	63	32.48%	7.00	Negative deviation of 0.2463 in transition rate
2021	200	6.2513	80	40.00%	7.00	Negative deviation of 0.2618 in transition rate.
2020	191	6.5131	96	50.27%	7.00	Negative deviation of 0.0353 in transition rate.
2019	186	6.5484	90	48.39%	7.00	Positive deviation of 0.4234 in transition rate.

d) Number of Candidates in the 2024 K.C.S.E:

Year	2024	2023	2022	2021	2020	2019
No. of Candidates	193	221	194	200	191	186

e) Capacity of the school:

Facility	Available	Capacity	No. of students	Required	Comment
Classrooms	20	300	989	4	Inadequate
Dormitory	13	300	989	2	Inadequate

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

Dining hall	1	300	989	-	Adequate
Laboratory	2	300	989	3	Inadequate
Toilets	65	300	989	31	Inadequate

f) Development projects carried out by the school:

Project Name	Source of funds	Initial cost	Amount spent	status	Expected completion time
Classroom Construction	MI	10,186,400.00	11,835,076.00	COMPLETE	Complete
Multipurpose hall	MOE	39,946,130.00	30,000,000.00	COMPLETE	Complete

.....
Mj. Rtd Abel Rotich
Chair,
Board of Management

Date:17/04/2026

.....
Ms. Esther Kapingei
Secretary,
Board of Management
/Principal
Date:



.....
Mr. David Samoei

Bursar

Date:17.04.2026

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

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


.....
Mj. Rtd Abel Rotich
Chair,
Board of Management

Date:


.....
Ms. Esther Kaptingei
Secretary,
Board of Management
/Principal

Date:


.....
Mr. David Samoei

Bursar

Date: 17-04-2026

17 APR 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 KEROTET GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - UASIN GISHU 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 Kerotet Girls Secondary School - Uasin Gishu County 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 receipts and payments, statement of cash flows and statement of budgeted versus actual amounts,

Report of the Auditor-General on Kerotet Girls Secondary School for the year ended 30 June, 2025 - Uasin Gishu County

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 Kerotet 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 Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Variance in Accounts Payables Balance

The statement of assets and liabilities reflects accounts payable balance of Kshs.6,684,246 as disclosed in Note 12 to the financial statements. The balance includes trade creditors balance of Kshs.5,121,544. However, Annex 1 on analysis of pending bills reflect a balance of Kshs.5,250,996 resulting in unreconciled variance of Kshs.129,452. Further, the balance includes other payables balance of Kshs.581,156 whose details have not been specified.

In the circumstances, the accuracy and completeness of the accounts payable balance of Kshs.6,684,246 could not be confirmed.

2. Unsupported Payments

The statement of receipts and payments reflects payments of Kshs.4,118,189 and Kshs.41,499,933 in respect of tuition, operations and school fund as disclosed in Notes 6 and 9 to the financial statements. However, examination of payment vouchers amounting to Kshs.16,368,302 in respect to the two accounts revealed that Management made payments without adequate support documents such as requisitions, local purchase orders, delivery notes, inspection reports, goods received notes and certificate of payments.

In the circumstances, the accuracy and completeness of the tuition, operations and School fund amounts of Kshs.4,118,189 and Kshs.41,499,933 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kerotet 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 effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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. Unconfirmed Student Enrolment Data

The statement of receipts and payments reflects government grants for tuition, government grants for operations and government grants for infrastructure of Kshs.2,288,453, Kshs.6,850,492 and Kshs.12,927,250 respectively as further disclosed in Notes 1, 2 and 3 to the financial statements. During the financial year, disbursement as per NEMIS was made on the student population of seven hundred and thirty one (731) in the month of May, 2025 while the School register indicated student population of eight hundred and nineteen (819) resulting in unexplained variance of eighty eight (88).

Further, the tuition capitation received per student during the financial year under review amounted to Kshs.14,887. This is inconsistent with the Ministry of Education Circular Ref. No: MOE.HQS/3/10/18(112) dated 15 November, 2022, which provided that the Government shall continue to disburse GOK capitation under the Free Day Secondary Education (FDSE) programme at an annual rate of Kshs.22,244 per learner, in line with the financial calendar year.

In the circumstances, the under-funding of the School may have affected service delivery to the public.

2. Late Submission of Financial Statements

During the year under review, Management submitted the financial statements to the Auditor-General on 11 March, 2026 instead of the statutory deadline of 30 September, 2024. This was contrary to the Ministry of Education Circular Ref. MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2025 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

3. Unsupported Contract Variation

Review of records revealed that Management engaged a contractor to construct three (3) class rooms at a contract sum of Kshs.9,197,630. However, the annual report and financial statements' summary report of performance of the School revealed that the initial cost of the project was Kshs.10,186,400 with the actual payments made at the time of the project completion being Kshs.10,935,869. This resulted in increased costs by Kshs.1,738,239 which represents a variation of 18% which was not justified.

In the circumstances, value for money on expenditure incurred on the project of Kshs.10,935,869 could not be confirmed.

4. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects infrastructure grants amount of Kshs.12,927,250 as disclosed in Note 3 to the financial statements from the Ministry of Education credited in the operations bank account. The amount was to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities.

However, Kshs.2,058,250 was transferred after a month following of receipt. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the School infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

5. Non-Deduction of Capacity Building Levy

The statement of receipts and payments reflects total payments amount of Kshs.71,285,146. The amount includes an amount of Kshs.14,844,580 in respect of procurement contracts signed with the school's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

In the circumstances, Management was in breach of the Levy Order.

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

The statement of receipts and payments reflects payments for operations amounting to Kshs.7,805,760 and school fund payments of Ksh.41,499,933 as disclosed in Notes 7 and 9 to the financial statements. Included in this amount is Kshs.419,800 incurred on activity expenses and transferred to the Kenya Secondary School Heads Association to facilitate co-curricular activities. 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.419,800 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. Failure To Establish a Facilities and Equipment Committee

The statement of receipts and payments reflects miscellaneous incomes amounting to Kshs.1,409,735 as disclosed in Note 5 to the financial statements. Included in the amount is an amount of Kshs.666,500 in respect of hire of school bus the school. However, no documentation was provided to support the hiring of the bus during the period under review, contrary to by clause 4.3 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds (June 2020), which requires the committee to support the effective management of school facilities and equipment.

In the circumstances, the existence of effective measures in the management of School facilities and equipment could not be confirmed.

2. Inadequate School Facilities

Review of the School improvement plan against the existing facilities revealed that the school has inadequate facilities to match the student population. This was evidenced by a shortfall of four classrooms, two dormitories, three laboratories, and 31 toilets .It was further noted that the school lacked proper sewerage system, which had affected the completion and functionality of several projects, including the multipurpose hall and the dormitory, whose ablution blocks are not connected.

In these circumstances, the assurance of safe and conducive learning environment could not be confirmed.

3. Weaknesses in the Board of Management

Review of the Board appointment records revealed that three Board members have served the school for over two terms with their initial appointment being in 2019. The third time appointment was contrary to the provisions of Regulation 8(2) of the Basic Education Regulations, 2015. Further, the Board of Management did not provide evidence that a governance report to the Director of Basic Education had been submitted as required by Section 60 of the Basic Education Act, 2013.

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

4. Weaknesses in the Recruitment Process

Review of the records revealed that the School lacked an approved Human Resource Policy to guide the recruitment, promotion, and remuneration of staff. Consequently, the criteria and procedures used in the recruitment of two (2) non-teaching staff and five (5) BOM teachers during the period under review could not be confirmed. Further, review of the staff establishment revealed that that the number of staff is below the approved establishment for a six-stream school, as detailed below. This raises concerns regarding the efficiency and effectiveness of service delivery in the school since there was a shortfall of seven key staff members.

In addition, review of the appointment letters for the Board of Management teachers and non-teaching staff revealed that a total of Kshs.1,246,932 was paid to employees without clear terms of engagement.

In the circumstances, the existence and effectiveness of sound Human Resource practices could not be confirmed.

5. Ineffective Audit Committee

Review of records revealed that during the period under review, the Audit Committee met once. However, minutes of the meeting and attendance register were not provided for audit. Further, review of the personal files of the members of Board Audit Committee revealed that they lacked the educational and professional skills to provide oversight and governance over the School.

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

6. Lack of Service Level Agreements and System Control over Key ICT Systems

Review of documents revealed that the Management uses an information system for its operations in managing examination results and transmitting reports to parents, receipting fees and managing exchequer releases. The School also use a Biometric system for staff and student attendance tracking. However, signed agreements or Service Level Agreements for the biometric system and the receipting solution systems were not provided for audit. Further, the biometric solution was found to be non-functional, despite payments of Kshs.200,000 to the vendor during the period under review.

In addition, Management lacked administrative control over the system, as the vendor retain full access and the School cannot generate reports without the intervention of the vendor, exposing the School to risks related to data integrity, confidentiality, and reliability. Notwithstanding the risks, the school continues to pay an annual license fee of Kshs.63,000 for the system.

In the circumstances, the effectiveness of the internal controls at the school could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the school 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 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

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

DESCRIPTION OF VOTE HEAD	Note	2024-2025	2023-2024
		Kshs	Kshs
RECEIPTS			
Government grants for tuition	1	2,288,453.20	2,042,594.05
Government grants for operations	2	6,850,492.95	9,358,071.19
Government Grants for infrastructure	3	12,927,250.00	7,250,000.00
School fund income- parents' contributions	4	41,089,442.00	41,413,141.00
Miscellaneous incomes	5	1,409,735.00	2,648,900.00
TOTAL RECEIPTS		64,565,373.15	62,712,706.24
PAYMENTS			
Payments for Tuition	6	4,118,189.00	1,323,592.00
Payments for operations	7	7,805,760.00	5,073,089.00
Payments for infrastructure	8	17,861,264.00	2,211,798.00
Boarding and school fund payments	9	41,499,933.00	40,871,600.05
TOTAL PAYMENTS		71,285,146.00	49,480,079.05
SURPLUS/DEFICIT		(6,719,772.85)	13,232,627.19

The school financial statements were approved on 30/09/ 2025 and signed by:


 Mj. Rtd Abel Rotich
 Chair,
 Board of Management

Date: 17/04/2026


 Ms. Esther Kaptingei
 Secretary,
 Board of Management
 /Principal
 Date:


 Mr. David Samoei
 Bursar

Date: 17-04-2026

17 APR 2026

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

FINANCIAL ASSETS	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash and Cash Equivalents			
Bank Balances	10	7,893,900.62	12,572,288.37
Cash Balances		-	1,705.72
Total Cash and Cash Equivalents		7,893,900.00	12,573,994.09
Account's receivables	11	9,085,554.22	10,943,616.69
TOTAL FINANCIAL ASSETS		17,699,454.84	23,517,610.69
FINANCIAL LIABILITIES			
Accounts Payable	12	6,684,246.00	5,782,629.00
NET FINANCIAL ASSETS		11,015,208.84	17,734,981.69
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	17,734,981.69	4,502,346.50
Surplus/Deficit for the year		(6,719,772.85)	13,232,635.19
NET FINANCIAL POSITION		11,015,208.84	17,734,981.69

The school's financial statements were approved on 30/09/ 2025 and signed by:


 Mj. Rtd Abel Rotich
 Chair,
 Board of Management

Date: 17/04/2026


 Ms. Esther Kaptingei
 Secretary,
 Board of Management
 /Principal

Date: 17 APR 2026


 Mr. David Samoei
 Bursar

Date: 17-04-2026

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

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

		2024-2025	2023-2024
		Kshs	Kshs
Receipts from operating activities			
Government grants for tuition		2,288,453.00	2,042,594.05
Government grants for operations		6,850,492.95	9,358,071.19
Government Grants for infrastructure		12,927,250.00	7,250,000.00
School fund income- parents' contributions		38,022,313.38	35,630,512.15
Miscellaneous incomes		1,409,735.00	2,648,900.00
Total receipts		61,498,244.53	56,930,077.39
Payments			
Cash outflows for tuition		2,926,267.00	1,323,592.00
Cash outflows for operations		7,430,760.00	5,073,089.00
Cash outflows for infrastructure		17,280,108.00	2,211,798.00
Cash outflows Boarding/lunch and school fund payments		38,541,195.00	36,349,466.80
Total payments		66,178,330.00	44,957,945.80
Net cash flow from operating activities		(4,680,085.47)	11,972,131.59
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets		-	-
Proceeds from investments		-	-
Net cash flows from Investing Activities		-	-
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		(4,680,085.47)	11,972,131.59
Cash and cash equivalent at BEGINNING of the year		12,573,986.09	601,854.50
Cash and cash equivalent at END of the year		7,893,900.62	12,573,986.09

KEROTET GIRLS SECONDARY SCHOOL

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

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

The school's financial statements were approved on 30/09/ 2025 and signed by:



.....
Mj. Rtd Abel Rotich
Chair,
Board of Management

Date: 17/04/2026



.....
Ms. Esther Kaptingei
Secretary,
Board of Management
/Principal

Date:



.....
Mr. David Samoei

Bursar

Date: 17.04.2026

17 APR 2026

KEROTET GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	D		f=d/c %
	Kshs	Kshs				Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Internal Exams						
Teaching / Learning Materials	3,675,728.00	0	3,675,728.00	2,288,453	1,387,275	165%
Sub Total	3,675,728.00	0.00	3,675,728.00	2,288,453.00	1,387,275.00	165%
						#DIV/0!
<i>(2) Capitation Grant on Operations</i>						#DIV/0!
Repairs And Maintenance	6,112,000.00		6,112,000.00	1,139,125	4,972,875	23%
Personnel emoluments	0	0	0	77,656.00	-77,656	-100%
Activity	0	0	0	550,645.00	-550,645	-100%
School Fund	0	0	0	276,400.00	-276,400	-100%
Infrastructure Account	0	0	0	745,000.00	-745,000	-100%
Electricity and Water	0	0	0	565,069.00	-565,069	-100%
Medical and Insurance	0	0	0	819,710.00	-819,710	-100%
Other Vote heads	11,411,430.00		11,411,430.00	2,676,888	8,734,542	31%
Sub Total	17,523,430.00	0.00	17,523,430.00	6,850,493.00	10,672,937.00	64%
Government Grants for infrastructure	0	0	0	124,000.00	-124,000.00	-100%
School Fund	0	0	0	12,803,250	-12,803,250.00	-100%
TIG	0.00	0.00	0.00	12,927,250.00	-12,927,250.00	-100%
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	9,057,520.00	0	9,057,520.00	4,443,319	4,614,201	96%
Repairs And Maintenance	6,112,000.00	0	6,112,000.00	1,881,084	4,230,916	44%
Local Transport / Travelling	1,922,850.00	0	1,922,850.00	529,915.00	1,392,935	38%
Electricity, Water and Conservancy	5,691,630.00	0	5,691,630.00	3,407,744	2,283,886	149%
Administration Costs	3,796,950.00	0	3,796,950	2,847,662	949,288	300%
Activity	1,774,000.00	0	1,774,000	205,020.00	1,568,980	13%
Boarding, Equipment and stores	26,653,592.00	0	26,653,592	24,707,569	1,946,023	1270%
Sub Total	55,008,542.00	0.00	55,008,542.00	38,022,313.00	16,986,229.00	
5) Miscellaneous Income						
Bus hire		-	0	666,500.00	-666,500.00	-100%
Tender fee			0	25,000.00	-25,000.00	-100%
Income From Farming Activities	-	-	0	718,235.00	-718,235.00	-100%
Total Income	0	0	0	1,409,735.00	1,409,735.00	-100%

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

TOTAL INCOME	76,207,700.00	0.00	76,207,700.00	61,498,244.00	14,709,456.00	
(6) Expenditure For Tuition						
Laboratory	3,675,728.00		3,675,728.00	1,258,552.00	2,417,176.00	52%
Stationery	3,675,728.00		3,675,728.00	1,664,460.00	2,011,268.00	83%
Bank charges			-	3,255.00	3,255.00	-100%
Teaching / Learning Materials				-		
Sub Total	3,675,728.00	0.00	7,351,456.00	2,926,267.00		
	-		-			
(7) Expenditure For Operations						
Personnel Emoluments	9,057,520.00		9,057,520.00	5,951,332	3,106,188	192%
Repairs, Maintenance & Improve	6,112,000.00		6,112,000.00	276,400	5,835,600	5%
Local Transport / Travelling	1,922,850.00		1,922,850.00	108,440	1,814,410	6%
Electricity, Water and Conservancy	5,691,630.00		5,691,630.00	444,777	5,246,853	8%
Bank charges				4,011.00	-4,011	-100%
Activity Expenses				269,800	-269,800	-100%
Administration Costs	3,796,950.00		3,796,950.00	376,000	3,420,950	11%
Sub Total	26,580,950	0	26,580,950	7,430,760	19,150,190	39%
(8) Expenditure for Infrastructure						#DIV/0!
Construction of Classrooms			0	4,676,600.00	-4,676,600.00	-100%
TIG-Multi Purpose Hall			0	11,636,893.00	-11,636,893.00	-100%
Furniture			0	962,000.00	-962,000.00	-100%
Bank Charges			0	4,615.00	-4,615.00	-100%
Sub total	0.00	0.00	0.00	17,280,108.00	-17,280,108.00	-100%
(3) Expenditure For School Fund/Lunch/Boarding						
Personnel Emoluments	9,057,520.00		9,057,520.00	2,784,926.00	6,272,594.00	44%
Repairs, Maintenance and Improvements	6,112,000.00		6,112,000.00	1,710,097.00	4,401,903.00	39%
Local Transport / Travelling	1,922,850.00		1,922,850.00	1,722,830.00	200,020.00	861%
Electricity, Water and Conservancy	5,691,630.00		5,691,630.00	3,037,273.00	2,654,357.00	114%
Medical Expenses				39,910.00	-39,910.00	-100%
Administration Costs	3,796,950.00		3,796,950.00	2,635,143.00	1,161,807.00	227%
Activity	1,774,000.00		1,774,000.00	608,600.00	1,165,400.00	52%
Infrastructure account				124,000.00	-124,000.00	-100%
Bank Charges				1,260.00	-1,260.00	-100%
Bus expenses. Fuel & Repairs				338,849.00	-338,849.00	-100%
Tender fees				34,000.00	-34,000.00	-100%
Farm expenses				655,370.00	-655,370.00	-100%
Boarding, Equipment and Stores	26,653,592.00		26,653,592.00	23,845,452.00	2,808,140.00	849%
Bus Hire and school bus				1,003,485.00	-1,003,485.00	-100%
Sub Total	55,008,542.00	0.00	55,008,542.00	38,541,195.00	16,467,347.00	234%

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

Totals Expenditure	85,265,220.00	0.00	88,940,948.00	66,178,330.00	18,337,429.00	361%
Diff	-9,057,520.00	0.00	-12,733,248.00	-4,680,086.00	-3,627,973.00	129%

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with the provisions of the Public Finance Management (PFM) Act, 2012, the Basic Education Act, 2013, and the applicable International Public Sector Accounting Standards (IPSAS) as adopted by the Public Sector Accounting Standards Board (PSASB) of Kenya.

In line with Treasury Circular No. 03/2025 and the Cash-to-Accrual Accounting Transition Roadmap approved by the National Steering Committee, the School has applied the transitional provisions under IPSAS 33: *First-time Adoption of Accrual Basis IPSAS*. Accordingly, the financial statements for the year ended 30th June 2025 represent the first transitional accrual-based financial statements.

These statements incorporate recognition of financial assets and liabilities, including cash and cash equivalents, receivables, prepayments, payables, and third-party deposits. Non-financial assets and inventories have been disclosed but not fully recognized in line with the Year 1 transitional requirements.

The progressive adoption of full accrual IPSAS will be undertaken as follows:

- **Year 2 (FY 2025/2026):** Recognition of inventories and identified non-financial assets in the Statement of Financial Position.
- **Year 3 (FY 2026/2027):** Full compliance with IPSAS accrual basis, including recognition of all assets (property, plant and equipment, biological assets, heritage assets, and intangible assets) and all liabilities.

2. Recognition of receipts and payments

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

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of

receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

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

		2024-2025	2023-2024
		Kshs	Kshs
	Text books	-	-
	Exercise books		-
	Laboratory equipments and apparatus		-
	Teaching/learning materials	2,288,453.00	2,041,867.80
	School fund		726.25
	Total	2,288,453.00	2,042,594.05

2. Government Grants for Operations

		2024-2025	2023-2024
		Kshs	Kshs
	Personnel emoluments	77,656.00	633,430.00
	TIG		
	Maintenance and Improvement	1,139,125.00	1,808,800.00
	Local transport / travelling		592,680.00
	Electricity and water	565,069.60	-
	Infrastructure	745,000.00	
	Medical and insurance	819,710.00	228,825.00
	Other voteheads	2,676,887.00	5,245,751.46
	School fund	276,400.00	-
	Activity	550,645.00	848,584.73
	Total	6,850,492.95	9,358,071.19

KEROTET GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****3. Government Grants for infrastructure**

		2024-2025	2023-2024
		Kshs	Kshs
Maintenance & Improvement-operation		-	
Transition infrastructure grants		-	5,042,000.00
Operation account		12,803,250.00	2,208,000.00
Others (school fund)		124,000.00	
Total		12,927,250.00	7,250,000.00

4. School Fund Income – Parents Contribution/Fees

		2024-2025	2023-2024
		Kshs	Kshs
Boarding ,equipment and stores		27,774,698.00	25,326,062.00
Personnel emoluments		4,443,319.00	4,934,666.00
Repairs and maintenance		1,881,084.00	1,866,561.00
Local transport / travelling		529,915.00	797,632.00
Electricity and water		3,407,744.00	3,524,096.00
tender		-	-
CDF Soy			1,000,000.00
Administration costs		2,847,662.00	3,556,529.00
Activity		205,020.00	407,595.00
Total		41,089,442.00	41,413,341.00

KEROTET GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****5. Miscellaneous Incomes**

		2024-2025	2023-2024
		Kshs	Kshs
	Infrastructure grant-3classrooms	-	-
	Infrastructure grant-ablution block	-	-
	Fee for hire of hall JSS training		928,900.00
	School farm	718,235.00	1,652,000.00
	school fund		-
	Damages	-	-
	Income from Bus Hire	666,500.00	-
	Tender fee	25,000.00	68,000.00
	Total	1,409,735.00	2,648,900.00

6. Payments For Tuition

		2024-2025	2023-2024
		Kshs	Kshs
	Text books	-	-
	Exercise books		-
	Laboratory equipments and apparatus	2,450,474.00	797,300.00
	Teaching/learning materials	-	522,228.00
	Stationary	1,664,460.00	
	Internal exams		
	Bank charges	3,255.00	4,064.00
	Total	4,118,189.00	1,323,592.00

KEROTET GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****7. Payments For Operations**

		2024-2025	2023-2024
		Kshs	Kshs
	Personal Emoluments	6,326,332.00	2,183,356.00
	Local transport and travelling	108,440.00	212,241.00
	Administration Cost	376,000.00	32,965.75
	Maintenance & improvements	276,400.00	1,209,700.00
	Electricity and water	444,777.00	431,558.00
	Medical and insurance		92,700.00
	Activity Expenses	269,800.00	901,125.00
	TIG- infrastructure account		
	School fund account		-
	Bank Charges	4,011.00	9,443.25
	TOTAL	7,805,760.00	5,073,089.00

8. Payments for infrastructure

		2024-2025	2023-2024
		Kshs	Kshs
	Maintenance & Improvement	-	
	Transition infrastructure grants	12,218,049.00	-
	Purchase of furniture	962,000	-
	Construction of classrooms(Academic improvement)	4,676,600.00	1,261,560.00
	Bank charges	4,615.00	4,238.00
	Others (specify)	-	-
	Total	17,861,264.00	2,211,798.00

KEROTET GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****9. Boarding And School Fund Payments**

		2024-2025	2023-2024
		Kshs	Kshs
	Boarding ,equipment and stores	26,804,190.00	24,588,413.00
	School farm	655,370.00	1,729,167.00
	Bus expenses fuel and repairs	338,849.00	-
	Personnel emoluments	2,784,926.00	5,273,291.00
	Repairs and maintenance & Improvements	1,710,097.00	355,850.00
	Local transport / travelling	1,722,830.00	1,256,408.00
	Electricity and water	3,037,273.00	2,136,917.00
	Medical Expenses	39,910.00	52,520.00
	Administration costs	2,635,143.00	3,749,764.05
	infrastructure	124,000.00	-
	Expenses on Income Generating Activities	1,003,485.00	-
	Tender fee	34,000.00	10,000.00
	JSS training		877,370.00
	Bank charges	1,260.00	
	Activity Expenses	608,600.00	841,900.00
	TOTAL	41,499,933.00	40,871,600.05

10. Bank Accounts

	Name of Bank, Account No. & currency	2024-2025	2023-2024
		Kshs	Kshs
	Tuition Account	466.85	738,280.65
	Operations Account	1,605,908.30	8,067,603.35
	School Fund Account/Boarding	787,122.12	738,634.12
	CDF Account	971.40	971.40
	M&I Account	3,186,447.25	946,018.25
	IG Account	920,177.75	195,281.75
	savings account	1,346,926.30	1,885,498.85
	PTA Account savings	30,350.50	
	PTA account savings	15,530.15	

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

	Total	7,893,900.62	12,572,288.37
10.1	Cash In Hand		
	Description	2024-2025	2023-2024
		Kshs	Kshs
	Operation Account	-	-
	School Fund account	-	1,705.72
	Bus account	-	-
	Farm Account	-	-
	Total	-	1,705.72

11.Accounts Receivable

	Description	2024-2025	2023-2024
		Kshs	Kshs
	Fees arrears	9,805,554.22	10,943,616.60
	Other Non-Fees Receivables		
	Salary Advances (list/schedule attached)	-	-
	Imprest (list/schedule attached)	-	-
	Rent arrears (list/schedule attached)	-	-
	Total	9,805,554.22	10,943,616.60

	11 b Ageing Analysis of Accounts Receivable		
	Description	2024-2025	2023-2024
		Kshs	Kshs
	Less than 1 year	2,811,002.00	4,451,401.00
	Between 1- 2 years	6,994,552.22	5,231,719.85
	Over 2 years		1,260,495.75
	Total	9,805,554.22	10,943,616.60

12.Accounts Payable

	Description	2024-2025	2023-2024
		Kshs	Kshs
	Trade creditors (See ageing below and appendix 1)	5,121,544.00	4,395,753.00

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

Prepaid fees	981,546.00	1,386,876.00
Unpaid salaries and statutory deductions		
Student fare	-	-
Other payables (specify)	581,156.00	-
Total	6,684,246.00	5,782,629.00
12a. Ageing Analysis of Accounts Payable		
Description	2024-2025	2023-2024
	Kshs	Kshs
Less than 1 year		-
Between 1- 2 years		
Over 3 years		
Total		

13. Fund Balance Brought Forward

Description	2024-2025	2023-2024	
	Kshs	Kshs	
Bank balances-note 10	7,893,900.62	12,572,288.38	
Cash balances-note 11	-	1,705.72	
Short Term Investments-note 12	-	-	
Receivables-note 13	9,805,554.22	10,943,616.6	
Payables-note 14	(6,684,246.00)	(5,782,629)	
Total	11,015,208.84	17,734,981.69	

Other important disclosure notes**14. Non-current Liabilities Summary**

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-

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

	Gratuity and leave provision	-	-
	Total	-	-

15. Biological assets

	Description	2024-2025	2023-2024
		Kshs	Kshs
	Cattle	1,700,000.00	1,265,000.00
	Goats	42,000.00	-
	Trees		
	Others (specify)	-	-
	Total	1,742,000.00	1,265,000.00

16. Borrowings

	Description	2024-2025	2023-2024
		Kshs	Kshs
	Borrowing at beginning of the year	-	-
	Borrowings during the year	-	-
	Repayments of during the year	-	-
	Balance at end of the year	-	-

17. Stock/ Inventory

	Description	2024-2025	2023-2024
		Kshs	Kshs
	Food stuffs	1,355,000.00	1,525,625.00
	Lab consumables	1,833,620.00	2,353,625.00
	Farm produce	50,000.00	306,000.00
	Medication		
	Construction Materials		
	Others (specify)	-	-
	Balance at end of the year	3,238,620.00	4,185,250.00

(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)

1 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
Sign and Stamp*

17 APR 2025


KEROTET GIRLS SECONDARY SCHOOL**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 2025	Outstanding Balance 2022-1	Comments
		a	b	C	d=a-c		
		Kshs	Kshs	Kshs	Kshs	Kshs	
	School Fund Account				-	-	
	Supply Of Goods						
1	Edwin Biwott	310,800.00	2024/2025		310,800.00		To be paid
2	Chapa Kazi ilale	135,400.00	2024/2025		135,400.00		To be paid
3	Majida Uniforms	119,063.00	2024/2025		119,063.00		To be paid
4	Riwa Technicals	668,520.00	2024/2025		668,520.00		To be paid
5	Oracle Digitech	487,100.00	2024/2025	-	487,100.00		To be paid
6	Shanir Distributors	706,890.00	2024/2025		706,890.00		To be paid
7	Joel Lagat	169,100.00	2024/2025		169,100.00		To be paid
8	Henry Tum	71,295.00	2024/2025		71,295.00		To be paid
9	Machichim butchery	147,000.00	2024/2025		147,000.00		To be paid
10	Charlse Nyangau	143,570.00	2024/2025		143,570.00		To be paid
		2,958,738.00			2,958,738.00		
	Tuition creditor						To be paid
1	Spearhead enterprises	396,880.00	2024/2025	-	396,880.00		To be paid
2	Yokhama enterprises	423,132.00	2024/2025	-	423,132.00		To be paid
3	Strides Laboratory	371,910.00	2024/2025		371,910.00		To be paid
4	Iten Stationers	144,180.00	2024/2025		144,180.00		To be paid
	Sub-Total	1,336,102.00			1,336,102.00		

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

Operation account creditor						
Fast web solutions	190,000.00	2024/2025		190,000.00		To be paid
Skyline Enterprise	185,000.00	2024/2025		185,000.00		To be paid
Sub total	375,000.00			375,000.00		To be paid
INFRASTRUCTURE ACCOUNT						
Retention	581,156.00	2024/2025		581,156.00		To be paid
Sub-Total	581,156.00			581,156.00		
Grand Total	5,250,996.00			5,250,996.00		

Annex 2 – Summary of Fixed Assets Register

Sno		Historical cost b/f (kshs) 1 st July 2025	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical cost b/f (kshs) 1 st June 2024
1	5 Acres	70,000,000.00	-	-	63,000,000.00
2	Buildings	19,200,000.00	-	-	19,200,000.00
3	Home science Dept-Gas Cylinders	30,000.00	-	-	30,000.00
4	Administration Block-Seats & Tables	2,850,000.00	-	93,000.00	2,943,000.00
5	Computer Lab-Computers	3,650,000.00	-	-	3,650,000.00
6	Library-Text Books	9,564,000.00	-	-	9,564,000.00
7	Kitchen-Utensils, Fridge & Chopping Machine	3,000,000.00	-	590,400.00	3,590,400.00
8	BAKERY-Ovens, Baking Tins & Mixer	3,000,000.00	-	300,000.00	4,700,000.00
9	ABLUTION BLOCK-Toilets	2,860,000.00	-	-	2,860,000.00
10	Water Pump	248,960.00	-	-	248,960.00
11	Generator	210,600.00	-	-	210,600.00
12	Laboratory – Chemicals & Apparatus	3,204,891.00	-	-	3,204,891.00
13	Classrooms – Seats & Lockers	9,960,500.00	-	-	9,960,500.00
14	Borehole	593,000.00	-	-	593,000.00
15	Boarding (Beds)	3,832,500.00	-	-	3,832,500.00
16	H/SCIENCE-Sewing Machines	2,100,000.00	-	-	2,100,000.00
17	School Bus	4,500,000.00	-	-	-
		138,804,451.00	-	983,400.00	129,687,851.00

10-11-12

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