REPUBLIC OF KENYA

REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

MAPARASHA SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2025

KAJIADO COUNTY

Revised 30th June 2025.

MAPARASHA 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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Table of Contents Page

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 kajiado County, oloililai Sub-County.

The school was registered in 13/8/2014 under registration number PU/S/2/9881/14 and is currently categorized as a County public school established, owned or operated by the Government.

The school is a boarding school and had 220 number of students as at *30th June 2025.* It has one streams and 12 teachers of which 2 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Mr.julius Melita keloi	Chairman	August 2022
2	Mr. Julius kimathi	Secretary - Principal	August 2022
3	Mr. Benard Marasua	Member	August 2022
4	Mr. William Noah	Member	August 2022
5	Mr. Jackson kapei	Member	August 2022
6	Mrs. Jackline Tanchu	Member	August 2022
7	Mrs. Zipora Nabaya	Member	August 2022
8	Mr. kotikash	Member – Rep CEB	August 2022
9	Md. Sylvia Nashipae	Member Rep Teachers	August 2022
10	Mr. Zephania Musamba	3 Members - Sponsor	August 2022
11	Mr. Kelvin kibori kirarian	Member - Community	August 2022
12	Mr. Paul Kiplangat	Member Special Needs	August 2022
13	Paul mumpasoi	Rep Students	August 2022
14	Mrs.Ruth Naipanoi	Member	August 2022
15	Mrs. Felister Sanko	Member	August 2022
16	Mr. Benson sopon	Member	August 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.Julius Keloi 2.Sella Omotto 3.Jackson kapei 4.William Noah 5.Felister Sanko	chairman secretary member member member	2 out of 3
2	Audit Committee	1.Benard Marasua 2.Mary Saningo 3.Felister Sanko 4.William Nkapapa 5.Jackson kapei	chairman secretary member member member	2 out of 3
3	Finance,procurement and general purposes Committee	1.Benard Marasua 2.Mary Saningo 3.Felister Sanko 4.William Nkapapa 5.Jackson kapei	chairman secretary member member member	2
4	Academic Committee	1.Ruth Naipanoi 2. zipora Nabaya 3. David Sikona 4.Paul kiplangat	chairman secretary member member	3

		5.Sylvia Nashipae	member	
5	Development Committee	1.Benard Marasua 2.Julius Keloi 3.Jackson kapei 4.Ruth Naipanoi 5. mr. Julius kimathi	chairman member member member secretary	3
6	Discipline and welfare Committee	1.Jackline Tanchu 2.Zipora Nabaya 3.Joshua Ntikoisa 4.Kelvin Kibori 5.Jackson Kapei	chairman secretary member member member	2

(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	Julius kimathi	TSC No.
2	Deputy Principal		TSC No.
3	School Bursar	Solomon Panai	ICPAK No.
4	Other (specify)		

(e) Schools contacts

Post Office Box: 143-01100
Telephone: 0720818064
E-mail: maparashasec@gmail.com
Website: XXXXXXXX
Facebook:
Twitter:

(f) School Bankers

1. . Name of Bank: KCB
   Branch: Kajiado
   Account Number: 1132685109

2. Name of Bank: KCB
   Branch: Kajiado
   Account Number: 1132685346

3. MPESA Pay Bill No. 190914 attached to 1132685109 bank account.
4. Name of bank KCB
   Branch kajiado
   Account no
5. Name of bank co-perative bank
   Branch Kajiado
   Account no 6232226940

(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**:

b) **SURPLUS AND DEFICIT FOR THE LAST THREE YEARS**

ACCOUNTS	2023	2024	2025
OPERATION ACC	64,797.20	(866,133)	(866,113)
SCHOOL FUND ACC	(745,141)	165,420.77	165,420.41
TUITION ACC	(1,439.60)	134,575.80	(134,575.80)

c) **CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS**

dates	2023		2024		2025	
	Operation account	Tuition account	Operation account	Tuition account	Operation account	Tuition account
jan	1,458,200	340,400	-	-	469,813.36	167,045
may	60,000	-	-	-	-	-
july	-	-	239,058	60,705	460,264.36	130,585
august	-	-	454,500	73,730	-	-
october	603,450	-	561,484	110,600	523,192.22	150,570
october	-	-	-	_	-	-

Movement of creditors and debtors for the last three years

	2021	2022	2023
creditors	*3,628,385*	*3,712,611*	*2,603,840*
debtors	*7,128,269*	*7,501,592*	*1,456,225*

NUMBER OF TEACHERS **12**

NUMBER OF STUDENTS **220**

RATIO 1:11.8

B.O.M. 2

T.S.C 10

SUBJECTS	ENGLISH	KISWAHILI	MATHS	HISTORY/GVN	C.R.E	GEOGRAPHY	CHEM	BIO	PHYSICS	AGRI	B/S
NO OF TEACHERS	1	3	4	2	1	2	1	2	2	1	1

NO OF STUDENTS 220	DORMITORIES	DINING HALL	LABARATORY	TOILETS
NO	2	0	1	8

d) NO	2	0	1	8

KCSE 2023 SUBJECTS ANALYSIS

SUBJECT	ENTRY	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	TP	PI 2023	GRD	PI 2022	DEV.
GEOGRAPHY	15	0	0	0	1	12	2	0	0	0	0	0	0	119	**7.933**	B-	**4.25**	3.683
KISWAHILI	34	0	3	2	4	5	5	8	4	0	3	0	0	241	**7.088**	C+	**4.3**	2.788
B/STUDIES	13	0	0	0	1	2	4	3	3	0	0	0	0	86	**6.615**	C+	**2.611**	4.004
PHYSICS	16	0	0	0	0	1	1	3	4	3	4	0	0	77	**4.812**	C-	**2.666**	2.146
CRE	34	0	0	0	1	2	5	3	2	3	14	4	0	150	**4.411**	D+	**3.366**	1.045
HISTORY	19	0	0	0	0	1	3	1	1	0	6	7	0	72	**3.789**	D+	**4.944**	1.155
ENGLISH	34	0	0	0	0	0	1	2	4	4	10	11	2	109	**3.205**	D	**3.566**	0.361
BIOLOGY	18	0	0	0	0	0	1	1	1	2	1	11	1	52	**2.888**	D	**2.714**	0.174
CHEMISTRY	34	0	0	0	0	0	2	0	1	1	3	21	6	80	**2.352**	D	**2**	0.352
AGRIC	21	0	0	0	0	0	0	0	0	3	4	8	6	46	**2.19**	D-	**5.5**	-3.31
MATHS	34	0	0	0	1	0	0	0	0	1	3	8	21	59	**1.735**	D-	**1.366**	0.369
P INDEX															**4.294**		**3.3**	0.994

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Repair Of Dorms	MOE AND PARENTS	ONGOING	506,000.00	0.00	12/08/2025

....

School Principal

MAPARASHA SECONDARY SCHOOL
20 APR 2026
P.O.Box 143 KAJIADO

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 MAPARASHA 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, 20XX, and of the school's financial position as at that date.

....

Name: Julius M. Keji
Designation: Chairman, School Board of Management
Date: 20/4/26

....

Name: Kimathi Julius
Designation: School Principal & Secretary to Board of Management
Date: 20/4/2026

....

Name: Solomon Panai
Designation: Bursar/ Finance Officer
Date: 20/4/26

REPUBLIC OF KENYA

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

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

REPORT OF THE AUDITOR-GENERAL ON MAPARASHA SECONDARY SCHOOL FOR THE PERIOD ENDED 30 JUNE, 2025 - KAJIADO 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 Maparasha Secondary School set out on pages 1 to 15, which comprise of the statement of assets and liabilities for the year ended 30 June, 2025, and the statement of financial performance, statement of cash flows and statement of comparison of budget and actual amounts, for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Maparasha Secondary School 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 and the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracies in Cash and Cash Equivalents

The statement of assets and liabilities reflect cash and cash equivalents balance of Kshs.604,200 as disclosed in note 8 and 9 to the financial statements. However, review of records revealed that the School did not prepare monthly bank reconciliations for all the bank accounts. Further, Management did not conduct a Board of Survey and document the same in the cash survey certificate while bank balances were not supported by bank confirmation certificates.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.604,200 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.2,814,136 as disclosed in Note 10 to the financial statements. However, the balance was not supported by schedules and issued invoices.

In the circumstances, the accuracy and completeness of the accounts receivables balance of Kshs.2,814,136 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.17,403,034 and Kshs.7,087,762 respectively, resulting in an under-funding of Kshs.10,315,272 or 59% of the budget. However, the School spent an amount of Kshs.6,581,762 against actual receipts amounting to Kshs.7,087,762, resulting in an under-utilization of Kshs.506,000 or 7% of actual receipts. The under-funding affected the planned activities and may have impacted negatively on service delivery to the public.

Further, there were no explanatory notes for deviations of 10% and above on the components in the statement of budgeted versus actual amounts while items not budgeted were included in the statement.

My opinion is not modified in respect to this matter.

Key Audit Matters

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

Other Matters

Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the financial year 2024/2025 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary schools and, therefore, does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the Opening Statement of Financial Position, the Statement of Changes in Net Assets/Equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects of the matter 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

Failure to Establish a Functional Procurement Unit

Review of records revealed that Management did not establish a procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. The procurement activities in the school were undertaken by individuals lacking the requisite qualifications.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matter 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

Lack of Internal Audit Function and Audit Committee

During the year under review, the School operated without an Audit Committee as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 to oversee the work of internal audit by discussing their reports and ensuring the recommendations are implemented by the management.
In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

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

Responsibilities of 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

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

Description Of Vote Head	Note	2024/2025	2023/2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	916,451.00	506,116.15
Government grants for operations	2	3,849,396	2,426,236.95
School fund income- parents' contributions	3	6,501,723	7,458,710
Total Revenue		**11,267,570**	**10,391,063.10**
Expenditure			
Tuition	4	1,133,737	331,084.75
Operations	5	4,626,594	1,497,999.75
Infrastructure	6	1,435,754	
Boarding and school fund	7	6,581,708	5,704,681
Total Expenditure		**13,777,793**	**7,533,765.5**
Surplus/Deficit		**(2,510,223)**	**2,857,297.6**

The school financial statements were approved on ___________ 2025and signed by:

…………………………	…………………………	…………………………
Name: Julius M-Keloi	**Name:** Kimathi Julius	**Name:** Solomon Paru
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date: 20/04/2026	**Date:** 20/4/26	**Date:** 20/4/26

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	8	463,503.32	1,392,107.33
Cash balances	9	140,696.57	376,550.00
Total cash and cash equivalent		**604,199.89**	**1,768,657.33**
Account's receivables	10	2,814,136	4,035,044.03
Total financial assets (a)		**3,418,335.89**	**5,803,701.36**
Financial liabilities			
Accounts payables	11	(1,675,421)	(1,550,563.00)
Total Financial Labilities (b)		**(1,675,421)**	**(1,550,563.00)**
Net financial assets (a-b)		**1,742,915**	**4,253,138.36**
Represented by			
Accumulated fund b/fwd	12	4,253,138.36	1,395,840.76
Surplus/deficit for the year		-2,510,223	2,857,297.60
Net Assets		**1,742,915**	**4,253,138.36**

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

....	....	....
Name: Julius M. Keloi	**Name:** Kimathi Julius	**Name:** Solomon Panai
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date: 20/4/2026	**Date:** 20/4/2026	**Date:** 20/4/26

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

Description	Note	2024/2025 Kshs	2023/2024 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		916,451.00	506,116.15
Government grants for operations		3,849,396	2,426,236.95
School fund income- parents contributions/ fees		6,501,723	7,458,710.00
Total receipts		**11,267,570**	**10,391,063.10**
Payments			
Cash outflows for tuition		1,133,737.00	331,084.75
Cash outflows for operations		4,626,594	1,497,999.75
Cash outflows Boarding/lunch and school fund payments		6,581,708	5,704,681.00
Total payments		**12,324,039**	**7,533,765.50**
Net cash inflow/outflow from operating activities		**(1,074,469)**	**2,857,297.60**
Cash flow from investing activities			
Acquisition of assets		(89,988.44)	(1,652,902.48)
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities		**(89,988.44)**	**(1,652,902.48)**
Cash flow from Financing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		**(1,164,457.44)**	**1,204,395.12**
Cash and cash equivalent at beginning of the FY		1,768,657.33	**564,262.21**
Cash and cash equivalent at end of the FY		**604,199.89**	**1,768,657.33**

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

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

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

....	....	....
Name: Julius ole Kelai	**Name:** Kimaiyo Julius	**Name:** Solomon Paras
Chair BOM	**School Principal/ Secretary to BOM**	**Bursar/ Finance Officer**
Date: 20/4/2026	**Date:** 20/4/2026	**Date:** 20/4/26

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

zReceipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials		-	-	-	
Exercise Books	220,000.00	-	220,000.00	30,000.00	14%
Laboratory Equipment	198,680.00	-	198,680.00	58,680.00	30%
Internal Exams	30,000.00	-	30,000.00	30,000.00	100%
Teaching / Learning Materials	43,904.00	-	43,904.00	43,904.00	100%
Exams And Assessment	43,904.00	-	43,904.00	43,904.00	100%
(2) Capitation Grant on Operations					
Personnel Emoluments	1,761,120.00	-	1,761,120.00	202,536.00	12%
Repairs And Maintenance	1,589,900.00	243,850.00	1,833,750.00	243,850.00	13%
Local Transport / Travelling	506,000.00	-	506,000.00	426,000.00	84%
Electricity And Water	506,000.00	-	506,000.00	342,500.00	68%
Administration Costs	1,259,690.00	-	1,259,690.00	449,335.00	36%
Activity	403,590.00	127,610.00	531,200.00	134,270.00	25%
3) FDSE for infrastructure			-		
Maintenance &Improvement MoE	506,000.00	-	506,000.00	506,000.00	100%
(4) Fees Charged on Parents			-		
Personnel Emoluments	784,300.00	-	784,300.00	340,790.00	43%
Repairs And Maintenance	506,000.00	-	506,000.00	259,200.00	51%

zReceipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Local Transport / Travelling	506,000.00	-	506,000.00	399,000.00	79%
Electricity And Water	186,665.00	-	186,665.00	-	0%
Administration Costs	1,259,690.00	-	1,259,690.00	437,395.26	35%
Activity	403,590.00	127,610.00	531,200.00	127,610.00	24%
Fee On Boarding Equipment and Stores	6,188,931.00		6,188,931.00	3,012,788.00	49%
Total Income	**16,903,964.00**	**499,070.00**	**17,403,034.00**	**7,087,762.26**	**41%**
(5) Expenditure For Tuition			-		
Exercise Books	220,000.00	-	220,000.00	30,000.00	14%
Laboratory Equipment	198,680.00	-	198,680.00	58,680.00	30%
Internal Exams	30,000.00	-	30,000.00	43,904.00	146%
Teaching / Learning Materials	43,904.00	-	43,904.00	43,904.00	100%
Exams And Assessment	43,904.00	-	43,904.00	30,000.00	68%
			-		
(7) Expenditure For Operations			-		
Personnel Emoluments	1,761,120.00	-	1,761,120.00	202,536.00	12%
Repairs, Maintenance & Improvements	1,589,900.00	243,850.00	1,833,750.00	243,850.00	13%
Local Transport / Travelling	506,000.00	-	506,000.00	426,000.00	84%
Electricity, Water and Conservancy	506,000.00	-	506,000.00	342,500.00	68%
Administration Costs	1,259,690.00	-	1,259,690.00	449,335.00	36%
Activity Expenses	403,590.00	127,610.00	531,200.00	134,270.00	25%
(8) Expenditure For infrastructure			-		
Repair Of Dorms	506,000.00	-	506,000.00	-	0%
(9) Expenditure For school fund/lunch/boarding			-		

zReceipt/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
Personnel Emoluments	784,300.00	-	784,300.00	340,790.00	43%
Repairs, Maintenance and Improvements	506,000.00	-	506,000.00	259,200.00	51%
Local Transport / Travelling	506,000.00	-	506,000.00	399,000.00	79%
Electricity, Water and Conservancy	186,665.00	-	186,665.00	-	0%
Administration Costs	1,259,690.00	-	1,259,690.00	437,395.26	35%
Activity	403,590.00	127,610.00	531,200.00	127,610.00	24%
Boarding Equipment and Stores	6,188,931.00		6,188,931.00	3,012,788.00	49%
Bank Charges		-	-	-	
Totals	**16,903,964.00**	**499,070.00**	**17,403,034.00**	**6,581,762.26**	**38%**

i. *Some fees expected from the parents contribution was not received thus underutilization in some of the vote heads.*

ii. *The government capitation was also not fully received as budgeted.*

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/thi[rd]/year financial statements are transitional financial statements.

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Teaching / Learning Materials	916,451.00	506,116.15
Total	**916,451.00**	**506,116.15**

2 Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	975,346.70	315,990.90
Repairs And Maintenance	1,022,250	352,600
Local Transport / Travelling	390,575.80	38,754
Electricity And Water	517,000	38,754
Medical	250,000	61,125
Administration Costs	489,223.50	38,754.15
Activity	205,000	57,240
insurance	-	33,600
Other Vote Heads (specify)*	-	1,489,419
Total	**3,849,396**	**2,426,236.05**

3 School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel emoluments	286,358.00	548,697
Repairs and maintenance	134,414.00	409,966
Local transport / travelling	71,490	181,020
Electricity and water	607,357.51	642,600
Administration costs	262.282.00	314,599
Activity	74,141	32,587
Fee on Boarding Equipment and stores	5,065,680.49	4,134,241
Bursaries	0	1,195,000
Total	**6,501,723**	**7,458,710**

4 Tuition

Description	2023/2025	2023/2024
	Kshs	Kshs
Exercise Books	-	190,000
Teaching / Learning Materials	1,133,737	140000
Bank Charges	843	1,084.75
Total	**1,133,737**	**331,084.75**

5 Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	1,558,584	916,450
Administration Cost	995,440	161,889.75
Repairs And Maintenance & Improvements	1,359,750	177,500
Local Transport / Travelling	80,000	0
Electricity And Water	263,500	40,000
Activity Expenses	369,320	0
Others (specify)	0	123,300
NHIF	-	16,400
NSSF	-	62,460
Total	**4,626,594**	**1,497,999.75**

6 Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Construction of classrooms tiles erection	1,435,754	-
Total	**1,435,754**	**0**

7 Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	443,510	618,590
Repairs And Maintenance & Improvements	0	185,530
Local Transport / Travelling	495,314,226	120,000
Electricity And Water	186,665	145,210
Administration Costs	822,294.74	289,902
Lunch Programme	0	258,440
Activity	531,200	0
Fee On Boarding Equipment and Stores	4,047,474.00	3,801,259
Insurance Cost (*Life Property*)	0	15,800
Loan Principal Repayment	0	32,700
Loan Interest Repayment	0	84,500
Acquisition Of Assets	0	32,320
Others (specify)	55,250	120,430
Total	**6,581,708**	**5,704,681**

8 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024/2025	2023/2024
	Active/Dormant		Kshs	Kshs
Tuition Account	active	KCB	26,790.15	244,076.15
Operations Account	active	KCB	159,958.65	1,072,071.65
School Fund Account/Boarding	active	KCB	28,503.77	75,959.53
Infrastructural Account	active	KCB	248,250.25	0
Total			**463,503.32**	**1,392,107.33**

9 Cash In Hand

Description	2024/2025	2023/2024
	Kshs	Kshs
Notes and Coins	140,696.53	376,550
Total	**140,696.53**	**376,550**

10 Accounts Receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Fees Arrears	2,814,136	4,035,044.03
Total	**2,814,136**	**4,035,044.03**

10 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	1,603,768	%	1,831,124.48	
Between 1- 2 years	435,581	%	1,701,735	
Between 2-3 years	774,786	%	502,184.55	
Total (should tie to note 13 a)	**2,814,136**	**%**	**4,035,044.03**	

11 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,492,604	1,238,442
Prepaid Fees	185,817	312,121
Total	**1,675,421**	**1,550,563**

11. 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	1,492,604	%	1,238,442	%
Total (should tie to note 14)	**1,492,604**	**%**	**1,238,442**	**%**

12 Fund Balance Brought Forward

Description		2024/2025	2023/2024
		Kshs	Kshs
Bank Balances		1,392,107.33	522,162,.21
Cash Balances		376,550.00	42,100
Receivables		3,101,136	2,603,449.55
Payables		(1,550,563)	(1,771,871)
Total		**4,253,138.36**	**1,395,840.76**

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.

13 Biological assets

Description	Numbers	2024/2025	2023/2024
		Kshs	Kshs
Cattle		0	0
Goats		0	0
Trees		25,000	24,750
Coffee Or Tea Plantation		0	0
Poultry		0	0
Others (specify)		0	0
Total		**25,000**	**24,750**

14 Stock/ Inventory

Description	2024/2025	2023/2024
	Kshs	Kshs
Food stuffs	109,816.00	400,000.00
Lab consumables	168,600.00	20,000.00
Total	**278,416.00**	**420,000.00**

15 Progress On Follow Up of Auditor Recommendations

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

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

Sign and Date 20/4/26
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024/2025	Outstanding Balance 2023/2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
Sub-Total						
Supply Of Goods						
2. Gelky lab chemicals	676,450	01/07/2024	200,000	476,450	0.00	
3. Lewwet stores	474,100	01/07/2024	400,000	74,100	0.00	
4. Nalokana investment	23,020	01/07/2024	23,020	0	0.00	
5. Brejo merchandizing	343,357	01/07/2024	100,000	243,357	0.00	
6. Janee minoo	486,470	01/07/2024	200,000	286,470	0.00	
7. Nkunyinyi ene saire	40,000	01/07/2024	40,000	0	0.00	
8. bookflier	106,524	01/07/2024	106,524	0	0.00	
9. lear spear	95,000	01/07/2024	0	95,000	0.00	
10. elsharp enterprises	105,000	01/07/2024	105,000	0	0.00	
11. sofy chepkemboi	383,500	01/07/2024	100,000	283,500	0.00	
12. loly tech	88,727	01/07/2024	50,000	33,727	0.00	
Sub-Total	**2,822,148**		**1,324,544**	**1,492,604**	**0.00**	
Supply Of Services					0.00	
13.					0.00	
Sub-Total					0.00	
Grand Total	**2,822,148**		**1,324,544**	**1,492,604**	**0.00**	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land				
Buildings And Structures	13,548,750.00			13,548,750.00
Motor Vehicles	0			0.00
Office Equipment, Furniture and Fittings	2,392,868.23	89,988.44		2,482,856.67
Textbooks	450,000.00			450,000.00
ICT Equipment	100,000.00			100,000.00
Tools And Apparatus	300,000.00			300,000.00
Other Machinery and Equipment	500,000.00			500,000.00
Heritage And Cultural Assets	100,000.00			100,000.00
Intangible Assets- Soft Ware	200,000.00			200,000.00
Total	17,591,618.23	89,988.44	0.00	17,681,606.67