

REPUBLIC OF KENYA



REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

DATE: 24 JUN 2026

DAY.

Wednesday

**TABLED
BY:**

Hon-Owen Boya (Deputy Leader
of the Majority Party)

**CLERK-AT
THE-TABLE:**

Anastacia

OF

THE AUDITOR-GENERAL

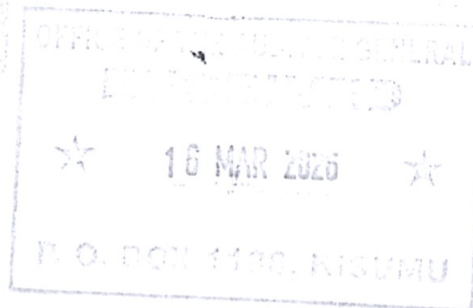
ON

**PARLIAMENT
OF KENYA
LIBRARY**

ST MARYS SCHOOL YALA

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

SIAYA COUNTY



ST. MARY'S SCHOOL, YALA

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

ST. MARYS SCHOOL YALA**Annual Report and Financial Statements For the Year Ended 30th June 2025**

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ST. MARYS SCHOOL YALA

Annual Report and Financial Statements For the Year Ended 30th June 2025

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 year
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ST. MARYS SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

2 Key School Information and Management.

(a). Background information

St. Mary's School, Yala is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in **Siaya County, Gem Yala Sub-County**.

The school was registered on **17.06.2022** under registration number **41S30000680** and is currently categorized as an Extra County, Public school, established, owned or operated by the Government

The school is a boarding school and has **2815** students as at **30th June 2025**. It has **22** streams and **80** teachers of which **22** is 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		Date of appointment
1	Eng. Alloys Godia Oduor	Chairman	20th January, 2025
2	Mr. Makanda V.O	Secretary/Principal	20th January, 2025
3	Ms.Doris Janet Okumu	Member	20th January, 2025
4	Ms.Hellen Kosura	Member	20th January, 2025
5	Mr. George Omondi	Member	20th January, 2025
6	Mr. Richard Odawa	Member	20th January, 2025
7	Mr. Stephen Oyucho	Member	20th January, 2025
8	Mr. John Jacob Okongó	Member	20th January, 2025
9	Eng. Alloys Godia Oduor	Member - Rep CEB	20th January, 2025
10	Mr Job Geoffrey Otundo	Member - Rep Teachers	20th January, 2025
11	Rev.Fr. George William Odhiambo	Member - Sponsor	20th January, 2025
12	Dr. Agnes Salome Awuor	Member - Sponsor	20th January, 2025
13	Mr. Jared Abayo	Member - Sponsor	20th January, 2025
14	Dr. Benard Olayo	Member - Community	20th January, 2025
15	Prof. Daniel Ochieng Orwenjo	Member - Special Needs	20th January, 2025

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Annual Report and Financial Statements For the Year Ended 30th June 2025

The functions of the School Board of Management are to:

- 1 Promote the best interest of the school and ensure its development
- 2 Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 2013.
- 3 Ensure and assure the provision of proper and adequate facilities of the school
- 4 Manage the school's affairs in accordance with the rules and regulations governing occupational safety and health.
- 5 Advise the County Education Board on the staffing needs of the school
- 6 Determine cases of pupils discipline and make reports to the CEB
- 7 Prepare comprehensive termly report on all areas on its mandate and submit the report to the CEB
- 8 Administer and manage the resources of the school
- 9 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 paragraph 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 years
1	Executive Committee	Eng. Alloys Oduor Godia	Chairman	3 out of 4
		Mr. Makanda V. O	Secretary	3 out of 4
		Mr. Linus Sijenji	Member	3 out of 4
		Rev. Fr. George William	Member	3 out of 4
		Ms. Hellen Kosura	Member	3 out of 4
2	Audit Committee	Mr. Richard Odawa	Chairman	1 out of 4
		Mr. Lawrence Otieno	Secretary	1 out of 4
		Mr. Stephen Oyicho	Membr	1 out of 4
		Ms. Hellen Kosura	Member	1 out of 4
3	Finance, Procurement and general purposes committee	Mr. Stephen Oyicho	Chairman	2 out of 4
		Ms. Hellen Kosura	Secretary	2 out of 4
		Mr. Richard Odawa	Member	2 out of 4
		Mr. Lawrence Otieno	Member	2 out of 4

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

4	Academic Committee	Prof. Daniel Ochieng Orwenjo	Chairperson	2 out of 4
		Mr. Job Otunda	Secretary	2 out of 4
		Ms. Betha Guya	Member	2 out of 4
		Mr. Jared Abayo	Member	2 out of 4
		Mr. Linus Sijenyi (P.A. Chair)	Member	2 out of 4
5	Development Committee	Mr. George Omondi	Chairperson	2 out of 4
		Mr. Simgwe Odera	Secretary	2 out of 4
		Mr. Makanda V.O	Member	2 out of 4
		Eng. Alloys Oduor Godia	Member	2 out of 4
6	Discipline and Welfare	Rev. Fr. George W. Odhiambo	Chairman	3 out of 4
	Committee	Dr. Agnes Salome Awuor	Secretary	3 out of 4
		Mr. Jacob John Okong'o	Member	3 out of 4
		Mr. Linus Sijenyi	Member	3 out of 4

(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	Mr. Makanda V. O	387893
2	Deputy Principal	Mr. George Anyango	421784
3	Finance Officer	Lawrence Otieno	ID NO.23330137

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

e) School contacts 0721371893

Post Office Box : Private Bag - Yala.
Telephone : 0721371893
E-mail : stmarysschoolyala@yahoo.com
Website : www.stmarysschoolyala.ac.ke
Facebook : stmarysschoolyala
Twitter : N/A

(f) School Bankers

The school operated the following **11** bank accounts:

1	Name of Bank : KCB Bank	7 KCB Bank
	Branch : Luanda	Luanda
	Account Number: 1103964089	1114285129
2	Name of Bank : KCB Bank	8 KCB Bank
	Branch : Luanda	Luanda
	Account Number: 1103964305	1128068451
3	Name of Bank : KCB Bank	9 KCB Bank
	Branch : Luanda	Luanda
	Account Number: 1104139588	1110422849
4	Name of Bank : KCB Bank	10 Co-Op. Bank
	Branch : Luanda	Yala
	Account Number: 1104140268	01129740173000
5	Name of Bank : KCB Bank	11 KCB Bank
	Branch : Luanda	Luanda
	Account Number : 1102164399	1103964089
6	Name of Bank : KCB Bank	
	Branch : Luanda	
	Account Number : 1107531268	

(g) Independent Auditors

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

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

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

	FY 2024-2025	FY 2023-2024	FY 2022-2023
Surplus/Deficit	25,932,491.00	(5,213,511.00)	(1,491,268.00)
Capitation grants from MOE			
Tuition	8,344,225.00	4,474,709.00	6,435,327.00
Operations	35,712,430.00	27,702,284.00	28,391,299.00
Infrastructure	7,000,000.00	9,500,000.00	9,862,431.00
Total Capitation Grants received	51,056,655.00	41,676,993.00	44,689,057.00
Other Funds Received			
School Fund	163,115,779.00	179,041,088.00	136,845,033.00
Miscellaneous	7,349,165.00	3,886,628.00	-
Total Other Funds Received	170,464,944.00	182,927,716.00	136,845,033.00
Total Funds received	221,521,599.00	224,604,709.00	181,534,090.00
Ratio of Capitation grants/student			
Sudent enrolment	2815	2615	2354
Tuition	2,964.20	1,711.17	2,733.78
Operations	12,686.48	10,593.61	12,060.87
Infrastructure	2,486.68	3,632.89	4,189.65
School Fund	57,945.21	68,466.96	58,132.98
School Expenditure			
Payments for Tuition	9,403,406.00	12,745,752.00	5,259,406.00
Payments for Operation	30,898,422.00	20,311,649.00	16,939,587.00
Boarding and School Fund Payments	142,813,451.00	167,944,033.00	144,136,507.00
Payments for Infrastructure	12,473,829.00	28,816,786.00	16,689,858.00
Total Expenditure	195,589,108.00	229,818,220.00	183,025,358.00
Movement of Debtors	94,612,407.00	73,449,582.00	41,237,241.00
Movement of Creditors	74,813,824.00	60,531,346.00	37,710,984.00
Movement of Cash Balances	566,692.00	351,237.00	(1,889,850.00)
Movement of Bank Balances	36,027,640.00	17,190,951.00	34,037,528.00

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

(b) Teacher Student Ratio

	No. of Teachers
Teacher student ratio	80:2815
No. of teachers posted to the school during the year	00
No. of teachers transferred/retired during the year	02
No. of teachers employed by TSC during the year	06
No. of teachers employed by BOM during the year	05
Teachers per Subject:	
English/Literature	09
CRE/History	09
Chemistry/Maths	06
Maths/Business	06
CRE/Geography	01
Kiswahili/CRE	04
Physics/Maths	09
Kiswahili/History	06
Music/CRE	03
Computer Studies/Physics	02
English/Art	04
Geography/Business	06
Biology/Chemistry	06
Agriculture/Biology	05
Geography/History	03
French/Kiswahili	01
Geography/Maths	01
Business/Computer	01
French/Geography	02
Maths/Kiswahili	01
English/Computer	01

c) Mean Score in the 2024 KCSE

YEAR	ENT	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	X	Y	U	MEAN GRADE
2022	423	1	11	30	94	97	100	58	24	6	1	1	0	0	0	0	7.2283
2023	552	1	15	34	86	93	127	107	74	9	6	0	0	0	0	0	8.0017
2024	584	0	19	57	121	178	147	45	14	3	0	0	0	0	0	0	8.0017

UNIVERSITY TRANSITION DATA

YEAR	NO. OF STUDENTS THAT MET UNIVERSITY REQUIRMENT	NO. OF ACTUAL CANDIDATES WHO SAT FOR KCSE	PERCENTAGE
2022	333	423	78.70%
2023	356	552	64.49%
2024	522	584	89.38%

ST.MARY'S SCHOOL, YALA
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(d) Number of candidates in the 2024 KCSE

Year	No. of candidates
2024	584
2023	552
2022	423

e) Capacity of the school

	Number	Shortage	Total Required
Student population	2815		
Dormitories	21	4	25
Classrooms	45	21	66
Toilets	161	24	185
Bathrooms	101	14	115
Library	1	2	3
Computer Lab	4	2	6
Dining Hall	1	2	3
Laboratories	6	3	9

(f) Development projects carried out by the school

The following development projects were undertaken in year 2024-2025

Project	Source of funds	Status	Initial Cost	Amount Spent	Expected Completion Time
Tuition Block	MIF/Parents	Complete	40,000,000.00	40,000,000.00	2025
			-	-	
			-	-	

Sign.....
School Principal

APPROVED
PRINCIPAL
ST. MARY'S SCHOOL, YALA
PRIVATE BAG - 40010, YALA
Sign:.....

ST.MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

4 Statement of School Management Responsibility.

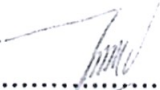
Section 81 (1) of the Public Finance Management Act, 2012 requires that at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81(3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya from time to time.

Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of **St. Mary's School, Yala** 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 school's transactions during the financial year ended 30th June, 2025 and of the school's financial position as at that date.

.....
Name :  Stalen Oyicha
Designation: Chairman, School Board of Management
Date :

.....
Name :  Margaret Wanjau
Designation: School Principal & Secretary to Board of Management
Date :

.....
Name :
Designation: Bursar/Finance Officer
Date :

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON ST MARYS SCHOOL YALA FOR THE YEAR ENDED 30 JUNE, 2025 – SIAYA COUNTY

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of St. Marys School Yala set out on pages 1 to 20, which comprise of the statement of Assets and

Liabilities as at 30 June, 2025, and the statement of financial performance, statement of cash flows and statement of budget verses actual amounts, for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of St. Marys' School Yala 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. Variances in the Financial Statement

Review of the financial statements revealed the following inconsistencies

	Item Description	Reference	Amount reflected in the financial statement	Amount supported with schedules/ ledger	Variance
1	Miscellaneous income	Note 4	7,349,165	7,302,204	46,961
2.	Tuition Expenses	Note 6	9,403,406	7,10,588	1,992,818
3	Operations	Note 7	30,898,422	26,973,410	3,925,012
4	Accounts Receivable	Note 13	94,612,407	50,924,989	43,687,418
	Total				49,652,209

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

2. Un-supported Accounts Payables

The statement of Assets and Liabilities and as disclosed in Note 14 to the financial statements reflects payables balance of Kshs.74,813,824. Included in the balance are trade creditors balance of Kshs.41,339,687, Prepaid fees of Kshs.26,139,310 and other creditors of Kshs.7,334,827. Included in this trade creditors of Kshs.41,339,687 is Kshs.27,057,209 which has been outstanding between 1-2 years. Also, the ledger for the prepaid fees of Kshs.26,139,310 and other creditors of Kshs.7,334,827 was not provided. this is contrary to Regulation 150(1) of the Public Procurement and Asset

Disposal Regulations, 2020 states - Subject to the availability of funds and after proper certification of the goods, services or works have been done, a procuring entity shall make prompt payments for all performed contracts including enterprises owned by youth, women or persons with disabilities and shall make payment within sixty days from the date of receipt of the invoice.

In the circumstances, the accuracy and settlement of the accounts payable balance of Kshs.74,813,824 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St Mary's School Yala 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.186,510,230 and Kshs.221,521,599 respectively, resulting in an over-funding of Kshs.35,011,369 or 19% of the budget. However, the School spent an amount of Kshs.195,589,108 against actual receipts of Kshs.221,521,599, resulting in an under-utilization of Kshs.25,932,491 or 12% of actual receipts.

The over-funding implies the budgetary provisions were not well planned and unrealistic. On the other hand, the under-utilization may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues or given any explanation for failure to implement the recommendations as at 30 June, 2025 as per **Appendix 1**.

Other Information

The Management is responsible for the Other Information set out on pages iii to x which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibilities. 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 and I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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. Long Outstanding Receivables

The statement of assets and liabilities and as reflected in Note 13 to the financial statement reflects balance of Kshs.94,612,407 in respect of accounts receivable. Included in the balance is fee arrears balance of Kshs.36,632,335 which had been outstanding between 1-2 years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

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

2. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement plan, contrary to Section 2.2 of the Ministry of Education Operation

Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

3. Use of Asbestos in Roofing

The fourth schedule of the Environmental Management and Coordination (Waste Management) Regulations, 2006 classifies materials containing asbestos as hazardous and potentially carcinogenic. Physical verification of the school's infrastructure conducted on 9 March, 2026 however, revealed two(2) dormitories 1(one) classroom and a power house with asbestos roofing. This is contrary to Ministry of Environment, Climate Change and Forestry circular Ref: MEF/EMC/1/1 dated 23 August, 2024 that directed on the removal of asbestos roofing by Government agencies including offices, houses and learning institutions' premises as a means of providing a clean, safe, healthy and sustainable environment.

In the circumstances, the school poses a health risk to the students and staff with the continued use of asbestos roofing.

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

The statement of financial performance and as disclosed in Note 7 to the financial statements reflects operation payments amount of Kshs.30,898,422. Included in the expenditure is an amount of Kshs.1,523,640 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.1,523,640 could not be confirmed.

5. Lack of a Procurement Plan

The statement of financial performance reflects Kshs.221,521,599 and Kshs.195,589,108 for total receipts and payments respectively. However, Management did not provide annual procurement plan as part of the annual budget preparation process for audit. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that "the procuring entity shall prepare a procurement plan for each financial year as part of the annual budget preparation process".

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

6. Delayed Transfer of Capitation Grant to School Improvement Infrastructure Fund

During the year under review, the Ministry of Education disbursed Kshs.35,712,430 as a capitation grant for operations. Out of this amount, Kshs.5,412,000 was to be transferred to the School Improvement Infrastructure Fund (SIIF) account within 15 days. However, audit review revealed that only Kshs.4,000,000 was transferred from the operations account to the infrastructure account, resulting in an un-transferred amount of Kshs.1,412,000.

In addition, review of the inter-bank transfers revealed delays in the transfer of funds. For example, it was noted that on 2 August, 2024, the school received Kshs.2,138,250 meant for infrastructure account, however, the amount was transferred on 22 September, 2024, 36 days instead of 15 days as provided by the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021.

In the circumstances, Management failed to follow the directive from the Ministry of Education.

7. Inconsistencies in the Students Enrolment Data

The financial statements disclosed capitation grants for tuition of Kshs.8,344,225 and capitation grants for operations of Kshs.35,712,430 Under Notes 1 and 2 respectively. During the financial year, the National Education Management Information System (NEMIS) reported a total enrollment of 2,077 students in August 2024, 2,077 in November 2024, and 2,240 in April 2025. However, the school records extracted from the register indicated a total of 2,851, 2,851 and 2,258 in the same months respectively. The computation resulted into underfunding of capitation grants amounting to Kshs.9,199,246 as detailed below:

Date	NEMIS Reported Enrollment	Actual Enrollment	Variance (No. of Students)	Amount Received per Student (Kshs.)	Total Amount Received (Kshs.)	Total Amount Expected (Kshs.)	Variance (Underfunding) (Kshs.)
2 August, 2024	2,077	2,851	-774	3,380.72	7,021,755	9,638,433	2,616,677
25 November, 2024	2,077	2,851	-774	8,319.68	17,279,975	23,719,408	6,439,432
22 April, 2025	2,240	2,258	-18	7,952	17,812,569	17,955,706	143,137
Total	6,394	7,960	-1,566	-	42,114,300	51,313,547	9,199,246

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

8. Failure to adhere to 5% Requirement for Employment of PWD'S

Review of the Human Resource records of St Marys' School, Yala show a total staff of 83 that is 17 board of Management teachers and 66 support staff out of which none is a person living with disability. This is contrary to Section 21 (2) of the Persons with Disability Act, 2025 states that every employer shall— (a) where an employer has at

least twenty employees, reserve at least five per cent direct employment opportunities for persons with disabilities to secure employment.

In the circumstances, the Management breached the law.

9. Non-Collection of Rental Income – Staff Houses and School Shops

Physical verification and review of St Mary's School, Yala housing inventory revealed that the school has thirty-one (31) staff houses, with an expected subsidized monthly rental income of Kshs.37,800, translating to an annual rental potential of Kshs.453,600 at full occupancy. However, despite the houses being reportedly fully occupied during the period under review, only Kshs.46,200 was collected as rent, resulting in uncollected rent of Kshs.407,400. Failure to collect the rent is in contravention of Section 64(1)(a) of the Public Finance Management (National Government) Regulations, 2015 provides that an Accounting Officer is personally responsible for ensuring that adequate safeguards exist and are applied for the prompt collection and proper accounting for, all national government revenue and other public moneys relating to their Ministries, Departments or Agencies.

In the circumstances, Management breached the law.

10. Direct Procurement (Single Sourcing)

The Statement of financial performance and as disclosed in Note 7 to the financial statement is an amount of Kshs.30,898,422 in relation to payment for operations. Included in this amount is Kshs.4,687,479 and Kshs.6,029,294 paid to various suppliers for supply of goods and services. However, these were not supported with request for quotations to confirm how the suppliers were identified. Also, some of the suppliers were not listed among the prequalified list. This is contrary to Section 106(2)(b) of the Public Procurement and Disposal Act (PPDA), 2015, which requires procurement entities to obtain quotations from at least three qualified suppliers before awarding contracts under request for quotations procedures. In addition, all procurement records, including supplier prequalification lists, quotations, and evaluation reports, should be properly maintained and made available for audit.

In the circumstances, the regularity and propriety of the expenditure could not be confirmed.

11. Un-Procedural Salary Advance

During the year under review, it was noted that the management of St Mary's School, Yala issued salary advances totaling Kshs.683,262 to staff without any established policy guidelines or proper authorization contrary to Public Finance Regulation (National government) 2015 regulation 126.(1) The accounting officer may only authorize salary advances for public officers under him or her to be paid if there exists a budgetary provision in his or her Vote. (2) No staff loan or advance which is properly chargeable to a head of expenditure shall be debited to a salary advance expenditure.

In addition, the salary advance register was not updated, making it difficult to track issued advances and the accounting officer did not review the register, indicating weak

oversight and internal controls. The advances, were therefore issued without adherence to formal procedures or internal controls, reflecting a lack of policy framework and supervisory review.

In the circumstances, Management breached the law.

12. Unsupported Expenditure-Operations

Included in the statement of financial performance and as disclosed under Note 7 to the financial statements is Kshs.30,898,422 in relation to payment for operation out of which Kshs.10,063,106.00 (appendix) was not supported as important supporting documents were not attached to the payment voucher as provided under regulation 104(1) of Public Finance Management (National Government) Regulations 2015, which require that payments using public moneys shall be properly supported by pre-numbered receipt and payments shall be supported by the appropriate authority and documentation.

In the circumstances, failure to support the payments with the required documentation is in breach of the regulations.

13. Unconfirmed Supplier Selection

Review of the statement of financial performance reflects Kshs.221,521,599 and Kshs.195,589,108 for revenue and expenditure respectively. Included in this expenditure of Kshs.195,589,108 is Kshs.142,813,451 for boarding and school fund payments. An examination of a sample of payment transactions identified several irregularities and illegalities in the procurement process. Specifically, the following omissions were observed:

- i. Absence of Tender Processing Committee minutes;
- ii. No issuance of notification of award; and
- iii. No evidence of acceptance of award.

These omissions are in contravention of Section 44(1) of the Public Procurement and Asset Disposal Act, 2015, which mandates that all procurement and asset disposal processes conducted by a public entity must comply with the Act and allow for fair competition among eligible persons and firms.

Selecting suppliers and service providers without being subjected to competitive bidding is in breach of the law.

14. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows;

- i. Management was expected to use direct method to prepare cash flow statement, however, indirect method was used.

- ii. Management failed to disclose the stock/ school inventory report as at 30 June, 2025
- iii. No information is provided on Progress on follow up of audit recommendations
- iv. Under Note 21, comparative amounts for debtors is not provided. Further, no clear distinction is given between debtors (Note 21) and receivables (Note 13)
- v. Tables included in the financial where information is not available may be omitted altogether (Note 16,18,19 etc).

Further, lack relevant information may affect users' reliance on the financial statements for decision making.

15.Compliance with Law and Effectiveness of Procurement Planning

Review of the procurement records revealed that the 30% of the procurement budget was supposed to be reserved to the Youth, Women, People with Disabilities and other disadvantaged groups was not done. Also, there was no proof that the Annual Procurement plan was submitted to the National Treasury/Ministry for approval. In addition, the accounting officer did not prepare quarterly reports on the implementation of the annual procurement plan and the same was not submitted to the Board of Management for adoption.

In the circumstances, the procurement plan wasn't prepared in conformity with the medium-term fiscal framework and fiscal policy objectives as provided under Section 44 2(c) of the Public Procurement and Asset Disposal Act, 2015.

16.Non-Deduction of Capacity Building Levy

The statement of financial performance reflects expenditure amount of Kshs.195,589,108 as disclosed in Notes 6, 7, 8 & 9 to the financial statements which includes an amount of Kshs.13,556,631 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 law.

17.Compliance with Contract Management and Project Implementation.

Audit of procurement records provided to support the contracts entered into between the school and various firms during the year under review revealed the following irregularities

- i. Geostart Rosaland Enterprises was engaged in the supply of 256 bags of maize for the student's meal LPO number 2185842, delivery note number 004 and invoice number 002 at a cost of Ksh1,280,000. The amount invoiced of Kshs.1,408,000 varies with the amount of the LPO by Kshs.128,000. No explanation or justification was provided for the variance.
- ii. Fragma Dressmaking was engaged in the supply of maize for the students' meals via LPO number 2185847, delivery note number 25 and invoice number

071 at a cost of Kshs.200,000. As per the LPO availed for audit, it was noted that the number of bags ordered were 40 while the delivery note indicated 50 bags and as per the invoice the bags which were invoiced were 50 bags and the payment was made for 50 bags exceeding the order by 10bags hence the payment exceeded by Kshs.50,000. No explanation was provided for the irregularity.

- iii. Fica Ventures was also engaged on the supply and delivery of shop items for the students' meals via LPO number 2185770, delivery note number 036 and invoice number 038 at a cost of Ksh1,680,000. There were no tender processing committee minutes, no notifications of both award and regrets, no acceptance of a ward and no procurement professional opinion availed to confirm how the process was done hence non-compliant with the Public Procurement and Asset Disposal Act,2015 and its Regulations 2020. Management was in breach of Law.
- iv. Valeopo Engineering Company Limited was contracted for the proposed construction of 12 no. classrooms Phase IV at a cost of Ksh3,075,270 for labor only. The contract start date was Monday 9 October, 2023 and was expected to take 16 weeks excluding the KCSE examination period. As at the time of audit on 5 March, 2026 the building was already completed and was in use, however, the handing over report from the contractor was not availed for audit verification.
- v. The above actions were in contravention of the provisions in the Public Procurement and Asset disposal Act sections 78, 84 and 135 which provides guidelines on procurement of goods and services.

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

18. Irregular Increase of School Fees

The statement of financial performance reflects school fund income - parents' contributions amount of Kshs.163,115,779 as disclosed in Note 3 to the financial statements. Examination of the records revealed that the school charged an amount of Kshs.20,000 per student to support the programme which had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/10/18/(112) dated 15 November, 2022 table 4 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that a parent will only pay for school uniforms, boarding related costs as reflected in the boarding fee structure and lunch for the day scholars.

Vote Head	Approved Fee Structure by Ministry	School Fee structure	Variance
	Kshs.	Kshs.	Kshs.
Teaching and learning materials and exams	-	2,211	(2,211)
SMASSE	-	-	-
Medical and Insurance	-	-	-
Activity Fees	250	1,908	(1,658)

Vote Head	Approved Fee Structure by Ministry	School Fee structure	Variance
Boarding equipment's and stores	25,385	38,017	(12,632)
Maintenance and Improvement	2,000	4,370	(2,370)
Other vote heads (LT&T, Adm. cost, EWC P.E)	12,900	14,029	(1,129)
Total	40,535	60,535	(20,000)

The school did not provide written authority from the Cabinet Secretary that allowed the school to charge the extra school fees.

In the circumstances, Management was in breach of the Government guidelines.

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 Maintain Fixed Assets Register and Lack of Ownership Documents

Annex 2- summary of fixed assets register to the financial statements reflects fixed assets historical costs of Kshs. 1,192,349,846 as at 30 June, 2025, comprising of land, buildings and structures, motor vehicles, office equipment, text books, ICT equipment and furniture and fittings. However, Management did not maintain a fixed assets register to keep track of its assets, contrary to Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015 which requires the Accounting Officer to be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws.

In addition, title deed for the school land or proof of ownership was not provided for audit review thereby exposing the school to risk of land disputes.

In the circumstances, the fixed assets are susceptible to pilferage or loss and the existence of effective internal controls on management of the assets could not be confirmed.

2. Non-Compliance with Prescription on Principals, Board of Management and Committees' Terms of Services and Entitlement

Forth Schedule of the Basic Education Act (Cap 211) provides that a Board of Management shall meet at least once every four months. Review of financial statement shows the various committee meetings held during the year as listed in the table below. Which revealed some anomalies as listed below;

Committee	No of Meetings held during the year	No of meetings recommended per year	Variance
Executive Committee	3	4	1
Audit Committee	1	4	3
Finance, Procurement and general-purpose committee	2	4	2
Academic committee	2	4	2
Development Committee	2	4	2
Discipline and welfare committee	3	4	1

Further, the following irregularities were noted:

- i. There were no minutes to confirm the meetings
- ii. No official notice for the meetings were done as required by the law
- iii. The committee did not attain the least number of meetings required as illustrated in the table above
- iv. The Board did not prepare an annual workplan or schedule of activities for the year

In the circumstances, Management breached the law.

3. Weaknesses in ICT Internal Controls

Review of the school Information systems revealed that the school did not have an approved IT continuity plan, approved backup and retention strategy for governance and management of its ICT resources. Lack of an approved IT continuity plan may result in an unclear direction regarding maintenance of information security across the school and safeguarding the school's ICT assets. Further, without a sound and approved framework, users do not have any rules and procedures to follow in order to minimize risk of errors, fraud and the loss of data confidentiality, integrity and availability.

In the circumstances, existence of effective ICT controls could not be confirmed.

4. Failure to Maintain Separate Cash Books and Bank Reconciliation Statements

Review of the statement of assets and liabilities and as disclosed in Note 10 to the financial statement reflects Cash and Cash Equivalent balance of Kshs.36,027,640. Records provided for audit revealed that the school maintains four main accounts- School fund, Operations, Tuition and Infrastructure accounts. In addition to School fund (Coop Ac. 01129740173000) which is meant for collection of School fees, the school also maintains other collection accounts; namely; Kenya Commercial Savings Bank Account Numbers 1103964305,1102164399,1128068451,110422849 and 1107531268. It was however noted that the Management does not maintain monthly bank reconciliation statements as provided under Regulation 100 of the Public Finance (National Government) Regulations, 2012 accounting officer shall ensure bank account reconciliations are completed for each bank account held by that accounting officer every month. In addition, the management did not justify the opening of five bank accounts in the same bank for the same purpose.

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

5. Effectiveness in the Management of Textbooks

During the audit review and verification of documents conducted on 3 March, 2026 for the year 2024/2025, the following anomalies were noted in the management of textbooks at St Mary's School, Yala Library:

- i. No mechanisms or procedures were in place for the management of textbooks.
- ii. No formal risk assessment was carried out on textbook management during the year under review.
- iii. No internal audit was conducted on textbook management for the year under review.
- iv. No specific internal controls were implemented for managing textbooks.
- v. Textbooks were stored directly on the floor, exposing them to wear and tear.
- vi. Textbooks on the shelves were not labelled, making tracking, organization, and accountability difficult.
- vii. An analysis of 562 Form 4 students from various streams revealed textbooks lost valued at Kshs.951,010 for the year 2024/2025.
- viii. Some textbooks in the stores were obsolete, indicating poor stock management.
- ix. Textbooks designated for short notice use were stored openly at the entrance of the library, exposing them to damage and unauthorized access.

Weak internal controls and lack of formal policies and procedures for textbook management and inadequate supervision and monitoring of library operations may lead to wasteful expenditure on un-required text books or misstatement and misappropriation the books.

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 Board of Directors

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash 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.

The Board of Management are responsible for overseeing the school's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 May, 2026

Appendix 1

Unresolved Prior Year Matters

No.	Financial Year	Issue
1	2023-2024	Unsupported Accounts Payables
2	2023-2024	Inaccuracy in Rent Income
3	2023-2024	Unresolved Prior Year Matters
4	2023-2024	Failure to Prepare School Improvement Plan
5	2023-2024	Irregular Award of Supply Contracts
6	2023-2024	Irregular Transfer of Funds to Kenya Secondary School Heads Association
7	2023-2024	Lack of a Procurement Plan
8	2023-2024	Failure to Transfer Infrastructure Funds from the Operations Bank Account
9		Long Outstanding Accounts Payables
10	2023-2024	Weaknesses in Cash Management
11	2023-2024	Inconsistencies in Students Enrollment Data
12	2023-2024	Non-Compliance with the Reporting Template
13	2023-2024	Failure to Maintain Fixed Assets Register and Lack of Ownership Documents

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

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

Description of Vote Head	Note	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Revenue			
Government Grants for tuition	1	8,344,225.00	4,474,709.00
Government Grants for operations	2	35,712,430.00	27,702,284.00
School Fund Income - Parents' contributions	3	163,115,779.00	179,041,088.00
Miscellaneous Incomes	4	7,349,165.00	3,886,628.00
Government Grants for Infrastructure	5	7,000,000.00	9,500,000.00
Total Revenue		221,521,599.00	224,604,709.00
Expenditure			
Payments for Tuition	6	9,403,406.00	12,745,752.00
Payment for Operation	7	30,898,422.00	20,311,649.00
Boarding and School Fund Payments	8	142,813,451.00	167,944,033.00
Payments for Infrastructure	9	12,473,829.00	28,816,786.00
Total Expenditure		195,589,108.00	229,818,220.00
Surplus/Deficit		25,932,491.00	(5,213,511.00)

The school financial statements were approved on 30/6/25 2025 and signed by:

Steven Oyucha

Name: Steven Oyucha

Chairman BOM

Date:

Mwenda V.O.

Name: Mwenda V.O.
Principal/Secretary BOM

Date:

LA

Name: LAWRENCE OGIENO
Bursar/ Finance Officer

Date: 16/3/26

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

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

Description	Note	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances	10	36,027,640.00	17,190,951.00
Cash Balances	11	566,692.00	351,237.00
Short Term Investments	12	-	-
Total Cash and Cash Equivalents		36,594,332.00	17,542,188.00
Accounts Receivables	13	94,612,407.00	73,449,582.00
Total Financial Assets (a)		131,206,739.00	90,991,770.00
Financial Liabilities			
Accounts Payables	14	74,813,824.00	60,531,346.00
Total Financial Liabilities (b)		74,813,824.00	60,531,346.00
Net Financial Assets (a-b)		56,392,915.00	30,460,424.00
Represented by			
Accumulated Fund b/f	15	30,460,424.00	35,673,935.00
Surplus/deficit for the year		25,932,491.00	(5,213,511.00)
Net Assets		56,392,915.00	30,460,424.00

The school financial statements were approved on 30/6/25 2025 and signed by:

..... Name: <u>Steven Oyicho</u> Chairman BOM Date:	 Name: <u>Miriam M. Mwangi</u> Principal/Secretary BOM Date:	 Name: <u>Lawrence Otieno</u> Bursar/ Finance Officer Date: <u>16/3/26</u>
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APPROVED
PRINCIPAL
 ST. MARY'S SCHOOL, YALA
 PRIVATE BAG - 40510, YALA
 1841.....

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

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

Description	Note	FY 2024-2025	FY 2023-2024
		Kshs	Kshs
Cashflow from Operating Activities			
Receipts for operating income			
Government Grants for tuition	1	8,344,225.00	4,474,709.00
Government Grants for operations	2	35,712,430.00	27,702,284.00
School fund income - Parents' contributions/fees	3	163,115,779.00	179,041,088.00
Miscellaneous income	4	7,349,165.00	3,886,628.00
Government Grants for Infrastructure	5	7,000,000.00	9,500,000.00
Total Receipts		221,521,599.00	224,604,709.00
Payments			
Cash outflows for tuition	6	9,403,406.00	12,745,752.00
Cash outflows for operations	7	30,898,422.00	20,311,649.00
Cash outflows for Boarding/Lunch and school fund	8	142,813,451.00	167,944,033.00
Total Payments		183,115,279.00	201,001,434.00
Cashflow from Operating Activities		38,406,320.00	23,603,275.00
Adjustments			
Decrease/(Increase) in receivables	13	(21,162,825.00)	(32,212,341.00)
(Decrease)/Increase in payables	14	14,282,478.00	22,820,362.00
Total Adjustments		(6,880,347.00)	(9,391,979.00)
Net Cash inflow/outflow from Operating Activities		31,525,973.00	14,211,296.00
Cash flow from Investing Activities			
Proceeds from sale of assets		-	-
Acquisition of assets	9	(12,473,829.00)	(28,816,786.00)
Proceeds from investments		-	-
Purchase of investments		-	-
Net Cash inflow/outflow from Investing Activities		(12,473,829.00)	(28,816,786.00)
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		19,052,144.00	(14,605,490.00)
Cash and Cash Equivalents at the beginning of the financial year		17,542,188.00	32,147,678.00
Cash and Cash Equivalents at the end of the financial year		36,594,332.00	17,542,188.00

The school financial statements were approved on 30/6/26 2025 and signed by:

Name: Steven Ayuda
Chairman BOM
Date:

Name: NOVEMBER 2025
Principal/Secretary BOM
Date:

Name: [Signature]
Bursar/ Finance Officer
Date: 16/3/26

ST. MARY'S SCHOOL, YALA
PRIVATE BAG - 40610, YALA

ST. MARY'S SCHOOL, YALA
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

Receipts/Expenses Item	Original Budget	Adjustments	Final Budget	Actual	Budget Utilization	% of
					Difference	Utilization
	a	b	c	d	e = c - d	f = d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
(1) Capitation Grant on Tuition						
Exercise Books	2,300,000.00		2,300,000.00	-	2,300,000.00	0.00
Text Books	450,000.00		450,000.00		450,000.00	0.00
Laboratory equipment	2,575,000.00		2,575,000.00	-	2,575,000.00	0.00
Exams & Assessment	1,988,540.00		1,988,540.00	-	1,988,540.00	0.00
Teaching/Learning materials	3,766,900.00		3,766,900.00	8,115,564.00	(4,348,664.00)	215.44
Library & Reference Materials	2,018,538.00		2,018,538.00	-	2,018,538.00	0.00
Chalk & Dusters	127,600.00		127,600.00		127,600.00	0.00
(2) Capitation Grant on Operations						
Personal emoluments	24,050,806.00		24,050,806.00	10,698,459.00	13,352,347.00	44.48
Maintenance & Improvements	-		-	-	-	0.00
Local transport & traveling	11,499,137.00		11,499,137.00	-	11,499,137.00	0.00
Electricity and water	8,741,863.00		8,741,863.00	4,766,796.00	3,975,067.00	54.53
Medical & Insurance	4,498,000.00		4,498,000.00	2,596,865.00	1,901,135.00	57.73
Administration costs	8,400,015.00		8,400,015.00	4,766,775.00	3,633,240.00	56.75
Activity	5,244,668.00		5,244,668.00	2,387,873.00	5,244,668.00	45.53
SMASSE	541,800.00		541,800.00	228,661.00	541,800.00	42.20
(3) FDSE for Infrastructure						
Maintenance & Improvements	21,073,130.00		21,073,130.00	10,495,662.00	21,073,130.00	49.81
M&I Parents' contribution	-		-	2,000,000.00	(2,000,000.00)	0.00
M&I Operations' contribution	-		-	4,000,000.00	(4,000,000.00)	0.00
M&I Savings a/c	-		-	1,000,000.00	(1,000,000.00)	0.00
Transition Infrastructure Grants	-		-	-	-	0.00
Administrtrtion Block	-		-	-	-	0.00
Sub totals c/f	97,275,997.00		97,275,997.00	51,056,655.00	59,331,538.00	566.48

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

	a	b	c	d	e = c - d	f = d/c %
Sub totals b/f	97,275,997.00	-	97,275,997.00	51,056,655.00	59,331,538.00	566.48
(4) Fees Charged on Parents						
Personal Emoluments	-		-	10,759,374.00	(10,759,374.00)	0.00
Maintenance & Improvements	-		-	8,050,537.00	(8,050,537.00)	0.00
Local transport & traveling	-		-	4,441,666.00	(4,441,666.00)	0.00
Electricity and water	-		-	4,134,308.00	(4,134,308.00)	0.00
Medical & Insurance	-		-	-	-	0.00
Administration costs	-		-	6,557,652.00	(6,557,652.00)	0.00
Activity	-		-	3,542,267.00	(3,542,267.00)	0.00
School Farm	3,302,000.00		3,302,000.00		3,302,000.00	0.00
Rent income	432,000.00		432,000.00		432,000.00	0.00
PA Development	-		-	-	-	0.00
Fee on Boarding Equipment & Stores	85,500,233.00		85,500,233.00	125,629,975.00	85,500,233.00	146.94
(5) Miscellaneous Income						
Loans/Borrowing	-		-	-	-	0.00
Miscellaneous Incomes (Rent income,Advances etc)	-		-	7,349,165.00	(7,349,165.00)	0.00
Income from Farming Activities	-		-	-	-	0.00
Income from Tender	-		-	-	-	0.00
Income from Posho Mill	-		-	-	-	0.00
Total Income	186,510,230.00	-	186,510,230.00	221,521,599.00	103,730,802.00	713.41
(6) Expenditure for Tuition						
Text books	450,000.00		450,000.00	-	450,000.00	0.00
Exercise books	2,300,000.00		2,300,000.00	-	2,300,000.00	0.00
Laboratory equipment	2,575,000.00		2,575,000.00	4,467,813.00	1,892,813.00	173.51
Exams and Assessments	1,988,540.00		1,988,540.00	2,303,880.00	315,340.00	115.86
Teaching/Learning materials	3,766,900.00		3,766,900.00	2,631,713.00	1,135,187.00	69.86
Library & Reference Materials	2,018,538.00		2,018,538.00	-	2,018,538.00	0.00
Dusters & Chalk	127,600.00		127,600.00	-	127,600.00	0.00
(7) Expenditure for Operations						
Personal Emoluments	24,050,806.00		24,050,806.00	5,932,847.00	18,117,959.00	24.67
Repairs and Maintenance	-		-	1,940,807.00	(1,940,807.00)	0.00
Sub totals c/f	37,277,384.00	P	37,277,384.00	17,277,060.00	20,000,324.00	383.90

ST. MARY'S SCHOOL, YALA
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	a	b	c	d	e = c - d	f = d/c %
Sub totals b/f	37,277,384.00		37,277,384.00	17,277,060.00	20,000,324.00	383.90
Local transport & traveling	11,499,137.00		11,499,137.00	8,783,239.00	2,715,898.00	76.38
Electricity and water	8,741,863.00		8,741,863.00	2,977,573.00	5,764,290.00	34.06
Medical	4,498,000.00		4,498,000.00	421,260.00	4,076,740.00	9.37
Administration costs	8,400,015.00		8,400,015.00	4,981,251.00	3,418,764.00	59.30
Acitvity	5,244,668.00		5,244,668.00	5,861,445.00	(616,777.00)	111.76
SMASSE	541,800.00		541,800.00	-	541,800.00	0.00
(8) Expenditure For infrastructure						
Construction of classrooms	-		-	-	-	0.00
Construction of Lab & Dorms	-		-	-	-	0.00
Purchase of furniture & Equipment	-		-	-	-	0.00
Maintenance & Improvements	21,073,130.00		21,073,130.00	4,779,389.00	16,293,741.00	0.00
M&I Parents' contribution	-		-	3,694,440.00	(3,694,440.00)	0.00
M&I Operations' contribution	-		-	4,000,000.00	(4,000,000.00)	0.00
Bank Charges	-		-	-	-	0.00
(9) Expenditure for School fund/ Boarding						
Personal Emoluments	-		-	13,892,973.00	(13,892,973.00)	0.00
Maintenance & Improvements	-		-	3,114,370.00	(3,114,370.00)	0.00
Local transport & traveling	-		-	18,157,267.00	(18,157,267.00)	0.00
Electricity and water	-		-	3,496,649.00	(3,496,649.00)	0.00
Medical & Insurance	-		-	228,190.00	(228,190.00)	0.00
Administration costs	-		-	4,064,696.00	(4,064,696.00)	0.00
Activity	-		-	4,350,739.00	(4,350,739.00)	0.00
PA Development	-		-	-	-	0.00
Fee on Boarding Equipment & Stores	85,500,233.00		85,500,233.00	89,552,362.00	(4,052,129.00)	104.74
School farm	3,302,000.00		3,302,000.00	1,386,410.00	1,915,590.00	41.99
Rent Income	432,000.00		432,000.00	10,300.00	421,700.00	2.38
Other Boarding Expenditure	-		-	4,559,495.00	(4,559,495.00)	0.00
Total Expenditure	186,510,230.00		186,510,230.00	195,589,108.00	(9,078,878.00)	823.88

ST.MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

10 Significant Accounting Policies

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

1 Statement of compliance and basis of preparation

Statement of Compliance.

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

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of cashflow). 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 recognized as revenue upon fulfilment of the set conditions.

3 In-kind contributions

In-kind contributions are donations that are made to the school in form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personal services. Where the financial value received for in-kind contributions can be reliably determined, the school includes such values in the statement of financial performance both as a 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 subjected to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

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 other retentions held on behalf of third parties have been recognized as accounts payable. 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 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's 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 Board of Management. A comparison of the actual performance against the comparable budget of the financial year under review has been included in the financial statements.

9 Comparative figures

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

10 Subsequent events

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

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

11. Notes to the Financial Statements.

1 Government Grants for Tuition

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Exercise books	-	1,570,009.00
Laboratory equipment	-	1,588,880.00
Library/Reference materials	-	315,855.00
Exams & Assessment	-	315,855.00
Teaching/Learning materials	8,115,564.00	368,255.00
Chalk & Dusters	-	315,855.00
Smasse	228,661.00	-
Total	8,344,225.00	4,474,709.00

2 Government Grants for Operations

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Personal emoluments	10,698,459.00	9,505,341.00
Maintenance & Improvements	-	2,096,000.00
Local Travelling & Transport	-	2,617,464.00
Electricity and water	4,766,796.00	2,355,464.00
Administration costs	4,766,775.00	2,093,464.00
Medical & Insurance	2,596,865.00	1,961,250.00
Activity	2,387,873.00	1,570,000.00
MI	10,495,662.00	5,230,001.00
Contingencies	-	262,000.00
Rent	-	11,300.00
Total	35,712,430.00	27,702,284.00

3 School Fund Income - Parents Contribution/ Fees

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Boarding/Lunch Programme	125,629,975.00	122,059,176.00
P.Emoluments	10,759,374.00	16,119,626.00
Maintenance & Improvements	8,050,537.00	11,901,010.00
Local transport and traveling	6,557,652.00	9,577,230.00
Electricity and water	4,441,666.00	6,807,099.00
Administration costs	4,134,308.00	6,379,658.00
Activity	3,542,267.00	4,961,334.00
Medical & Insurance	-	1,235,955.00
Total	163,115,779.00	179,041,088.00

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

4 Miscellaneous Incomes.

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Rent	30,300.00	45,900.00
Advances	468,262.00	430,975.00
Pocket Money	45,320.00	490,622.00
Refunds	80,500.00	67,000.00
Tender Application	293,000.00	10,000.00
Slaughter Slap M	-	1,400.00
Sales of Old Newspapers/Stationery	-	17,024.00
Hire of facilities	-	5,000.00
CBC Training/Refreshments	-	56,000.00
School Farm	2,102,394.00	1,442,324.00
Uniform	42,380.00	539,270.00
KNEC Exams	108,358.00	36,000.00
Remedial	69,500.00	25,000.00
KCB Bank Loan	3,864,978.00	-
Collection a/cs (Savings)	-	720,113.00
Advances (Operations)	215,432.00	-
Rent (Operations)	15,900.00	-
Inteest (Collection)	1,641.00	-
Savings A/c (1103964305)	11,200.00	-
Total	7,349,165.00	3,886,628.00

5 Government Grants for Infrastructure

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Maintenace & Improvement (School fund))	2,000,000.00	4,000,000.00
Maintenace & Improvement (Operations)	4,000,000.00	5,500,000.00
Maintenace & Improvement (A/c 1102164399)	1,000,000.00	-
Total	7,000,000.00	9,500,000.00

6 Payment for Tuition

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Exercise books	-	991,548.00
Laboratory equipment	4,467,813.00	4,663,710.00
Teaching/Learning materials	2,631,713.00	2,784,065.00
Exams & Assessments	2,303,880.00	3,139,429.00
Reference & Library	-	1,167,000.00
Total	9,403,406.00	12,745,752.00

ST. MARY'S SCHOOL, YALA

Annual Report and Financial Statements For the Year Ended 30th June 2025

7 Payment for Operations

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Personal emoluments	5,932,847.00	6,257,914.00
Local transport and traveling	8,783,239.00	2,935,358.00
Electricity and water	2,977,573.00	1,719,466.00
Administration costs	4,981,251.00	2,938,966.00
Maintenance & Improvements	1,940,807.00	4,190,860.00
Medical & Insurance	421,260.00	257,000.00
Activity	5,861,445.00	1,925,960.00
Farm	-	86,125.00
Total	30,898,422.00	20,311,649.00

8 Boarding and School Fund Payments

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Boarding/Lunch programme	89,552,362.00	113,346,353.00
P.Emoluments	13,892,973.00	16,939,130.00
Local Travelling & Transport	18,157,267.00	10,627,331.00
Maintenance & Improvements	3,114,370.00	2,331,560.00
Electricity Water & Conservancy	3,496,649.00	3,634,200.00
Administration Costs	4,064,696.00	6,521,990.00
Activity	4,350,739.00	8,313,656.00
Medical & Insurance	228,190.00	595,750.00
House Rent	10,300.00	84,743.00
Advances	938,500.00	1,311,872.00
School farm	1,386,410.00	843,065.00
Bus Hire & Uniforms	52,280.00	463,370.00
Pocket Money	41,650.00	631,187.00
Refunds	225,299.00	145,221.00
Tender Application	-	68,500.00
Endowment fund & Co-op bank employees	-	913,519.00
Insurance Claim/Admn, costs (paybill)/Gratuity	350,000.00	70,047.00
Slaughter fees/ Maintenance	-	193,455.00
KCSE/KUPPS	241,600.00	66,100.00
Replacements/Infrastructure/Remedial	10,100.00	38,408.00
Collections a/c (Savings) - 1103964305	1,624,178.00	804,576.00
Advances (Operations)	220,000.00	-
Savings a/c 1102164399 & 1103964305(Collections)	855,888.00	-
Total	142,813,451.00	167,944,033.00

9 Payment for Infrastructure

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Stakeholders Fundraising	-	20,000.00
Maintenance & Improvements (Parents)	1,694,440.00	6,895,715.00
Maintenance & Improvements (Ministry)	4,779,389.00	16,526,702.00
Perimeter Wall/RMI	-	16,050.00
CBC Classrooms & Bank Charges	-	772,279.00
EWC	-	1,586,040.00
School fund	2,000,000.00	3,000,000.00
Maintenance & Improvements (Operations)	4,000,000.00	-
Total	12,473,829.00	28,816,786.00

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

10 Bank Accounts

Name of Bank Account	Bank Account Number	FY 2024-2025 Kshs	FY 2023-2024 Kshs
Tuition Account (KCB)	1104139588	1,744,107.00	1,660,272.00
Operations Account (KCB)	1104140268	8,906,967.00	7,361,767.00
Boarding Account (KCB)	1103964089	20,360,140.00	1,501,575.00
Infrastructure Account (KCB)	1114285129	870,091.00	343,920.00
School Fund Account (CO-OP)	01129740173000	3,027,397.00	890,232.00
Savings Account (KCB)	1107531268	166.00	166.00
Savings Account (KCB)	1110422849	357.00	357.00
Savings Account (KCB)	1128068451	20,505.00	18,864.00
Savings Account (KCB)	1102164399	276,113.00	4,097,320.00
Savings Account (KCB)	1103964305	821,797.00	1,316,478.00
Total		36,027,640.00	17,190,951.00

11 Cash in Hand

Description	FY 2024-2025 Kshs	FY 2023-2024 Kshs
Tuition Account	-	-
Operation Account (Notes & Coins)	157,316.00	336,485.00
School Fund Account (Notes & Coins)	410,376.00	15,752.00
Infrastructure Account (Notes & Coins)	(1,000.00)	(1,000.00)
Total	566,692.00	351,237.00

12 Short Term Investments

Description	FY 2024-2025 Kshs	FY 2023-2024 Kshs
Co-operative Shares	-	-
Treasury Bills	-	-
Fixed Deposit Accounts	-	-
Others(Specify)	-	-
Total	-	-

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

13 a) Accounts Receivable

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Fees arrears (See Ageing below)	65,345,012.00	36,632,335.00
	-	-
Other non-fees receivables		
Prepayments	909,187.00	8,459,039.00
Non-fees receivables 2024 & back	28,358,208.00	28,358,208.00
Total	94,612,407.00	73,449,582.00

b) Ageing Analysis of Accounts Receivables

Description	FY 2024-2025	% of the total	FY 2023-2024	% of the total
Less than 1 year	59,429,377.00	61%	44,250,808.00	92%
Between 1- 2 years	36,632,335.00	39%	3,246,235.00	8%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	-	0%
Arrears Recovered	(30,716,700.00)	0%	(10,864,708.00)	0%
Total (Tied to note 13 a)	65,345,012.00	100%	36,632,335.00	100%

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

14 a) Accounts Payables

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing below & Annex 1)	41,339,687.00	27,057,209.00
	-	-
Other Creditors		
Prepayments	26,139,310.00	26,139,310.00
Other Creditors (Refunds, Advances, Statutories)	7,334,827.00	7,334,827.00
Total	74,813,824.00	60,531,346.00

b) Ageing Analysis of Accounts Payables

Description	FY 2024-2025	% of the total	FY 2023-2024	% of the total
Less than 1 year	29,295,319.00	51%	28,211,043.00	85%
Between 1- 2 years	27,057,209.00	49%	3,937,156.00	15%
Between 2-3 years	-	0%	-	0%
Over 3 years	-	0%	-	0%
Creditors paid	(15,012,841.00)	0%	(5,090,990.00)	0%
Total (Tied to note 14 a)	41,339,687.00	100%	27,057,209.00	100%

15 Fund Balance Brought Forward.

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Bank balances	17,190,951.00	34,037,528.00
Cash balances	351,237.00	(1,889,850.00)
Receivables	73,449,582.00	41,237,241.00
Short Term Investments	-	-
Payables	60,531,346.00	37,710,984.00
Total	30,460,424.00	35,673,935.00

ST. MARY'S SCHOOL, YALA

Annual Report and Financial Statements For the Year Ended 30th June 2025

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 schools' non- financial assets and liabilities.

16 Non- current Liabilities Summary

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity and Leave Provision	-	-
Total	-	-

17 Biological Assets

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Cattle (3 heifers & 1 cow)	467,000.00	140,000.00
Pigs (Boars, Sows, Gilts & Piglets) - 134	1,850,000.00	1,117,500.00
Trees (3150) - 4 forests & others	47,250,000.00	-
Coffee or Tea Plantation	-	-
Poultry	-	-
Total	49,567,000.00	1,257,500.00

18 Borrowings

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

19 Stock/Inventory

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Food stuffs	-	-
Lab consumables	-	-
Medication		
Construction Materials		
Total	-	-

20 Creditors

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Creditors	29,295,319.00	-
Creditors b/f	-	-
Total	29,295,319.00	-

ST. MARY'S SCHOOL, YALA
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21 Debtors 2025

Description	FY 2024-2025	FY 2023-2024
	Kshs	Kshs
Fee arrears	51,847,858.00	-
Prepayments	7,581,519.00	-
		-
		-
Total	59,429,377.00	-

22 Progress on Follow Up of Audit 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/Observation from Auditor	Management comments	Status: (Resolved/ Not Resolved)	Timeframe: Date to be Resolved
1				
2				
3				
4				
5				

.....
 Sign and Date
 Principal

APPROVED
PRINCIPAL
 ST. MARY'S SCHOOL, YALA
 PRIVATE BAG - 40610, YALA
 Sign:.....16

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended/nded 30th June 2025

12. Annex 1 - Analysis of Pending Accounts Payable.

Supplier of Goods or Services	Original Amount a Kshs	Date Contracted b Kshs	Amount paid to date c Kshs	Outstanding Balance 2025 d=a-c Kshs	Outstanding Balance 2,024.00 Kshs	Comments
Supply of Goods						
1 Margaret Busisa		Jun-25		84,000.00		Boarding
2 Dalu Energy System		Jun-25		441,400.00		Boarding
3 Ernest Oyugi Njeri		Jun-25		220,175.00		Boarding
4 Tumaini Self Help Group		Jun-25		5,737,478.00		Boarding
5 Toy Self Help Group		Jun-25		1,596,835.00		Boarding
6 Pukis Food Produce		Jun-25		118,965.00		Boarding
7 Jumbita General Metal Works		Jun-25		3,452,500.00		Boarding
8 Philip Ochondo		Jun-25		29,700.00		Boarding
9 Osteepe Moyie Group		Jun-25		336,440.00		Boarding
10 Molline Achieng Obuyu		Jun-25		173,690.00		Boarding
11 Wycliff Odiango		Jun-25		198,910.00		Boarding
12 Oracle Engineering		Jun-25		688,801.00		Boarding
13 Sucopas Investments		Jun-25		36,000.00		Boarding
14 Flavour Chemical and Detergents		Jun-25		36,000.00		Boarding
15 Fica Investments		Jun-25		578,520.00		Boarding
16 St. Marys School Yala Farm		Jun-25		1,687,889.00		Boarding
17 Awendo Ebenezer		Jun-25		400,000.00		Boarding
18 Pukis Food Produce		Jun-25		118,965.00		Boarding
19 Joy So Enterprise		Jun-25		36,000.00		Boarding
20 Milcah Achieng Gwara		Jun-25		27,000.00		Boarding
21 Screen Print Agency		Jun-25		3,274,000.00		Boarding
22 Brenda Lukibis		Jun-25		332,420.00		Boarding
23 Mary Atieno Owero		Jun-25		36,000.00		Boarding
24 Villey General Supplies		Jun-25		325,000.00		Boarding
25 Flexits Sparkle Wash		Jun-25		20,800.00		Boarding
26 Remokil Initials		Jun-25		12,666.00		Boarding
27 Beatrice Musine		Jun-25		165,000.00		Boarding
28 Johvipa Enterprises		Jun-25		429,780.00		Tuition (T/L Materials)
29 Majesty Computer		Jun-25		812,432.00		Tuition (T/L Materials)
30 Kwemula It Solutions		Jun-25		1,389,501.00		Tuition (T/L Materials)
31 Lincen Computers		Jun-25		566,000.00		Tuition (Exams & Assessment)
32 Chichimac Bookshop & Lab Supplies		Jun-25		2,153,427.00		Tuition (Lab Equipments)
33 Zollo Electrical		Jun-25		1,130,850.00		Operations (EWC)
34 Triple Line Electrical		Jun-25		586,910.00		Operations (EWC)
35 Paul Othiambo		Jun-25		189,909.00		Operations (L.T & T)
36 West Traders Ltd		Jun-25		145,000.00		Operations (L.T & T)
37 Sunshine Automobile		Jun-25		450,284.00		Operations (L.T & T)
38 Nairobi Border		Jun-25		25,000.00		Operations (ADMN COSTS)
39 Jesa Engineering		Jun-25		45,000.00		Operations (ADMN COSTS)
40 Kismart Timber		Jun-25		141,880.00		Operations (RMI)
41 Greater Star Hardware		Jun-25		302,820.00		Operations (RMI)
42 Stephen Omondi Owino		Jun-25		274,362.00		Operations (P.EMOLUMENTS)
43 Mourice Ochieng Okolla		Jun-25		210,760.00		Operations (P.EMOLUMENTS)
44 Jacob O Wadhier		Jun-25		276,250.00		Operations (P.EMOLUMENTS)
GRAND TOTAL				29,295,319.00		

ST. MARY'S SCHOOL, YALA
Annual Report and Financial Statements For the Year Ended 30th June 2025

Annex 2 - Summary of Fixed Assets Register

Asset Class	Date Purchased	Location	Historical cost b/f Kshs	Additions in the year Kshs	Disposals during the year Kshs	Historical cost c/f Kshs
Land	Historical cost	St. Mary's School	55,000,000.00	-	-	55,000,000.00
Buildings and Structures	Historical Establishment	St. Mary's School	773,442,417.00	12,473,829.00	-	785,916,246.00
Office quipment, furniture and fittings		St. Mary's School	88,750,000.00	-	-	88,750,000.00
ICT equipment and other ICT assets	Historical purchase	St. Mary's School	154,450,000.00	-	-	154,450,000.00
Tools and apparatus	Historical purchase	St. Mary's School	47,500,000.00	-	-	47,500,000.00
Text Books	Historical purchase	St. Mary's School	35,480,000.00			35,480,000.00
Other machinery and equipment						
School Van KCC407J	2016	St. Mary's School	3,587,000.00	-	-	3,587,000.00
School Bus KBG 368C	2009	St. Mary's School	7,766,000.00	-	-	7,766,000.00
School Bus KZG 241	1996	St. Mary's School	4,685,000.00	-	-	4,685,000.00
Pick-Up KAJ 157S	1998	St. Mary's School	2,750,000.00	-	-	2,750,000.00
Poshomill	1994	St. Mary's School	125,000.00	-	-	125,000.00
Generator -QAS22 (Automatic)	2000	St. Mary's School	1,490,600.00	-	-	1,490,600.00
CCTV	2017	St. Mary's School	500,000.00	-	-	500,000.00
Green Energy LPG (Gas Systems)	2024	St. Mary's School	3,800,000.00			3,800,000.00
Heritage and cultural assets						-
Intangible assets - software	2017	St. Mary's School	550,000.00	-	-	550,000.00
Total			1,179,876,017.00	12,473,829.00	-	1,192,349,846.00

ST. MARY'S SCHOOL, YALA

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

Annex 3 - Summary of Fees Arrears

Ref	Vote Head	Total
1	CLASS OF 2024	16,330,801.00
2	FORM 4	12,943,734.00
3	FORM 3	13,899,960.00
4	FORM 2	8,673,363.00
	Total	51,847,858.00

Annex 3 - Summary of Prepayments

Ref	Vote Head	Total
1	CLASS OF 2024	710,902.00
2	FORM 4	2,039,645.00
3	FORM 3	2,117,891.00
4	FORM 2	2,713,081.00
	Total	7,581,519.00

ST. MARY'S SCHOOL, YALA

TUITION ACCOUNT TRIAL BALANCE AS AT 30TH JUNE 2025

CASH BOOK TB				ADJUSTMENTS		ADJUSTED TB	
VOTE HEAD	F/N.	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
BALANCE-B/FWD - CASH	CB01		-		-		-
BANK	CB01	-	1,660,272.00	-	-	-	1,660,272.00
Teaching & Learning Mat.	1	-	8,115,564.00	2,631,713.00	-	2,631,713.00	8,115,564.00
Lab Equipments	2	2,314,386.00	-	2,153,427.00	-	4,467,813.00	-
Exams & Assessment	3	1,737,880.00	-	566,000.00	-	2,303,880.00	-
Smasse	4	-	228,661.00			-	228,661.00
Operations	5	600,000.00	-	-	-	600,000.00	-
School fund	6	240,000.00				240,000.00	-
Tuition A/c (Transfer)	7	726,609.00	-	-	-	726,609.00	-
Sundry Creditors	8	2,641,515.00				2,641,515.00	-
Trade Creditors 2025	9	-	-	-	5,351,140.00	-	5,351,140.00
BALANCE B/DWN - CASH	CB12	-	-	-	-	-	-
BANK	CB12	1,744,107.00			-	1,744,107.00	-
		10,004,497.00	10,004,497.00	5,351,140.00	5,351,140.00	15,355,637.00	15,355,637.00

BANK RECONCILIATION STATEMENT AS AT 30/06/2025

	KSHS.	KSHS.
Balance as per Cash Book		1,744,107.00
Balance as per Bank Statement		<u>1,744,107.00</u>

PREPARED BY: NAME OF BURSAR LAWRENCE OTIENO

SIGN [Signature] DATE 16/3/26

APPROVED BY: NAME OF PRINCIPAL MURRAY VU

SIGN [Signature] DATE 16/03/26

ST. MARY'S SCHOOL, YALA
PRIVATE BAG - 40610, YALA

Sign:.....

ST. MARY'S SCHOOL, YALA
OPERATION ACCOUNT TRIAL BALANCE AS AT 30.06.2025

CASH BOOK TB				ADJUSTMENTS		ADJUSTED TB	
VOTE HEAD	F/N.	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
BALANCE-B/FWD -CASH	CB01	-	336,485.00	-	-	-	336,485.00
BANK	CB01	-	7,361,767.00	-	-	-	7,361,767.00
MAINTENANCE & IMPROVEMENT	1	1,350,120.00	-	-	-	1,350,120.00	-
LOCAL TRANSPORT & TRAVELING	2	7,998,046.00	-	785,193.00	-	8,783,239.00	-
ADMINISTRATION COSTS	3	4,911,251.00	4,766,775.00	70,000.00	-	4,981,251.00	4,766,775.00
E W & C	4	1,259,813.00	4,766,796.00	1,717,760.00	-	2,977,573.00	4,766,796.00
P.EMOLUMENTS	5	5,171,475.00	10,698,459.00	761,372.00	-	5,932,847.00	10,698,459.00
MEDICAL & INSURANCE	6	421,260.00	2,596,865.00	-	-	421,260.00	2,596,865.00
ACTIVITY	7	5,861,445.00	2,387,873.00	-	-	5,861,445.00	2,387,873.00
M.I	8	145,987.00	10,495,662.00	444,700.00	-	590,687.00	10,495,662.00
PAYE	9	80,096.00	80,096.00	-	-	80,096.00	80,096.00
NSSF	10	369,736.00	369,736.00	-	-	369,736.00	369,736.00
NHIF/SHIF	11	155,505.00	155,505.00	-	-	155,505.00	155,505.00
ELIMU SACCO	12	445,572.00	445,572.00	-	-	445,572.00	445,572.00
WORKERS SHG	13	900,601.00	900,601.00	-	-	900,601.00	900,601.00
TARAJI	14	57,790.00	57,790.00	-	-	57,790.00	57,790.00
BBF	15	1,500.00	1,500.00	-	-	1,500.00	1,500.00
ADVANCE	16	220,000.00	215,432.00	-	-	220,000.00	215,432.00
RENT	17	-	15,900.00	-	-	-	15,900.00
SUNDRY CREDITORS	18	1,096,734.00	-	-	-	1,096,734.00	-
SCHOOL FUND	19	2,741,600.00	-	-	-	2,741,600.00	-
INFRASTRUCTURE	20	4,000,000.00	-	-	-	4,000,000.00	-
TUITION	21	-	600,000.00	-	-	-	600,000.00
SUNDRY CREDITORS 2025	22	-	-	-	3,779,025.00	-	3,779,025.00
BALANCE-B/DWN-CASH	CB12	157,316.00	-	-	-	157,316.00	-
BANK	CB12	8,906,967.00	-	-	-	8,906,967.00	-
		46,252,814.00	46,252,814.00	3,779,025.00	3,779,025.00	50,031,839.00	50,031,839.00

BANK RECONCILIATION STATEMENT AS AT 30/06/2025

Balance as per Cash Book

KSHS. KSHS.
8,906,967.00 8,906,967.00

Balance as per bank statement

8,906,967.00

PREPARED BY: NAME OF BURSAR LAURENCE OIENO
SIGN [Signature] DATE 16/07/25

APPROVED BY: NAME OF PRINCIPAL [Signature]
SIGN [Signature] DATE 16/07/25

RECEIVED
APRIL 16 2025
ST. MARY'S SCHOOL, YALA
PRIVATE BAG - 40610, YALA
Sign:.....

ST. MARY'S SCHOOL, YALA
BOARDING ACCOUNT TRIAL BALANCE AS AT 30/06/2025

CASH BOOK TB		ADJUSTMENTS		ADJUSTED TB	
VOTE HEAD	F/N	DEBIT	CREDIT	DEBIT	CREDIT
BALANCE B/FWD - CASH	CB01		15,752.00		15,752.00
BANK - KCB	CB01		1,501,575.00		1,501,575.00
BANK - CO-OP	CB01		890,232.00		890,232.00
B.E.S	1	69,387,208.00			
P. ENROLLMENTS	2	13,892,973.00	10,759,374.00	20,165,154.00	51,847,858.00
E.W & C	3	3,496,649.00	4,441,666.00		
MAINT. & IMPROVEMENTS	4	3,114,370.00	8,050,537.00		
L.T & T	5	18,157,267.00	6,557,652.00		
ACTIVITY	6	4,350,739.00	3,542,267.00		
ADMIN. COSTS	7	4,064,696.00	4,134,308.00		
MEDICAL & INSURANCE	8	228,190.00			
FEES ARREARS	9	0.00	30,716,700.00		
PREPAYMENTS	10	35,852.00	4,185.00		
TUITION ACCOUNT	11	3,770,709.00	4,497,318.00		
SUNDRY CREDITORS	12	11,274,592.00	0.00		
FARM	13	1,386,410.00	2,102,394.00		
REFUNDS	14	225,299.00	80,500.00		
ADVANCE	15	918,500.00	468,262.00		
POCKET MONEY	16	41,650.00	45,320.00		
HOUSE RENT	17	10,300.00	30,300.00		
WORKERS SHG	18	2,647,692.00	2,647,692.00		
PAYE	19	243,164.00	243,164.00		
NSSF	20	1,609,692.00	1,609,692.00		
NHIF/SHIF	21	420,806.00	420,806.00		
ELIJU SACCO	22	1,346,354.00	1,346,354.00		
KCB BANK(LOAN)	23	0.00	3,864,978.00		
SAVINGS A/C (1102164399)	24	0.00	3,460,000.00		
TENDER	25	0.00	293,000.00		
SAVINGS A/C (1103964305)	26	1,624,178.00	11,200.00		
TUITION	27	0.00	240,000.00		
INFRASTRUCTURE	28	2,000,000.00	0.00		
OPERATIONS	29	0.00	2,741,600.00		
UNIFORM	30	52,280.00	42,380.00		
TARAU	31	183,370.00	183,370.00		
IBIF	32	4,500.00	4,500.00		
KNEC EXAMS	33	241,600.00	108,358.00		
REMEDIAL	34	10,100.00	69,500.00		
GRATUITY	35	350,000.00			
BURSARY	36	15,526,175.00	15,526,175.00		
SUNDRY CREDITORS 2025	37				
SUNDRY DEBITORS 2025	38				
BALANCE B/DWN - CASH	CB12	410,376.00			
BANK-KCB	CB12	20,360,140.00			
BANK -CO-OP	CB12	3,027,397.00			
		184,433,228.00	184,433,228.00	79,594,531.00	79,594,531.00

BANK RECONCILIATION STATEMENT AS AT 30/06/2025

Balance as per Cash Book

KSHS.

KSHS.

3,027,397.00

Balance as per Bank statement

3,027,397.00

PREPARED BY: NAME OF BURSAR LAWRENCE OTIENO

SIGN [Signature] DATE 16/3/26

APPROVED BY: NAME OF PRINCIPAL M. M. M. M. M.

SIGN [Signature] DATE 16/03/26

APPROVED
PRINCIPAL
ST. MARY'S SCHOOL, YALA
PRIVATE BAG - 40610, YALA

SIGN [Signature]

ST. MARY'S SCHOOL, YALA
INFRASTRUCTURE ACCOUNT AS AT 30.06.2025

CASH BOOK TB				ADJUSTMENTS		ADJUSTED TB	
VOTE HEAD	F/N.	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
BALANCE-B/FWD - CASH	CB01	-	(1,000.00)				(1,000.00)
BANK	CB01	-	343,920.00	-	-	-	343,920.00
MIF (PARENTS)	1	1,694,440.00	-	-	-	1,694,440.00	-
MIF (MINISTRY)	2	4,779,389.00	-	-		4,779,389.00	
SCHOOL FUND	3	-	2,000,000.00	-	-	-	2,000,000.00
OPERATIONS	4	-	4,000,000.00	-	-	-	4,000,000.00
SAVINGS (1102164399)	5	-	1,000,000.00	-	-	-	1,000,000.00
BALANCE-B/DWN - CASH	CB12	(1,000.00)	-	-	-	(1,000.00)	-
BANK	CB12	870,091.00	-	-	-	870,091.00	
		7,342,920.00	7,342,920.00	-	-	7,342,920.00	7,342,920.00

BANK RECONCILIATION STATEMENT AS AT 30/06/2025

Balance as per Cash Book

KSHS.

KSHS.

870,091.00

Balance as per Bank Statement

870,091.00

PREPARED BY: NAME OF BURSAR LAWRENCE OJIEKO

SIGN [Signature] DATE 16/3/26

APPROVED BY: NAME OF PRINCIPAL M. M. M. M. M.

SIGN [Signature] DATE 16/3/26

COLLECTION ACCOUNT TRIAL BALANCE AS AT 30.06.2025

PREPARED BY: NAME OF BURSAR LAWRENCE GRIER

SIGN  DATE 16/3/22

APPROVED BY: NAME OF PRINCIPAL M. KANDU ✓ O.

SIGN APPROVED
PRINCIPAL
SCHOOL YALA DATE 16/3/20

PRINCIPAL
ST. MARY'S SCHOOL, YALA
PRIVATE BAG - 40610, YALA

sig: