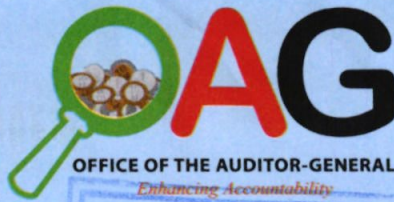


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 29 JUL 2026

DAY.

WEDNESDAY

TABLED
BY:

Hon. ROBERT FUKUSE

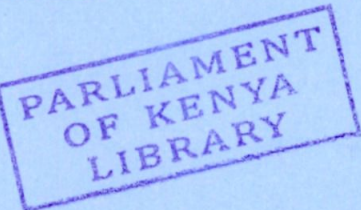
OF

CLERK-AT
THE-TABLE:

J. Lengerelle

THE AUDITOR-GENERAL

ON



ST. MARY MAGDALENE GIRLS'
SECONDARY SCHOOL - THINGINGI

FOR THE YEAR ENDED
30 JUNE, 2025

EMBU COUNTY



ST MARY MAGDALENE GIRLS SECONDARY SCHOOL- THICINGI

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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ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

I. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

II. Key School Information And Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Embu County, Embu East Sub-County

The school was registered in March/1973 under registration number PU/S/3/439/11 and is currently categorized as a *county* public school established, owned or operated by the Government.

The school is a day/boarding school and had 206 number of students as at 30th June 2025. It has 2 streams and teachers 17 of which none of the 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	Faith Wambogo Njeru	Chairman	23/05/2022
2	Pauline Njeru	Secretary - Principal	23/05/2022
3	Peter Runguma	Member	23/05/2022
4	Peter Mbogo Njue	Member	23/05/2022
5	Joseph Rwanjau	Member	23/05/2022
6	Catherine Wangiri	Member	23/05/2022
7	Francis Njiru Njeru	Member	23/05/2022
8	Stephen Murithi	Member	23/05/2022
9	Elias Nguu Njue	Member – Rep CEB	23/05/2022
10	Mary Mukami Nthiga	Member Rep Teachers	23/05/2022
11	Rev Roselyn Namu	Member -Sponsor	23/05/2022
12	Rose Ann Njeri	Members - Sponsor	23/05/2022
13	Lucy Runji Nyaga	Member - Community	23/05/2022
14	Grace Muthoni Ndwiga	MemberSpecial Needs	23/05/2022
15	Immaculate Wanjue	Rep Students	23/05/2022

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

Key School Information and Management (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

(Provide the names of the various committees of the Board established by the Board and the names of the committee members):

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	FAITH NJERU	CHAIRPERSON	3
		JOSEPH RWANJAU	VICE CHAIR	3
		ANNET WAWIRA	P.A CHAIR	3
		PAULINE NJERU	SECRETARY	3
		STEPHEN MURITHI	MEMBER	3
		REV ROSELYNE	MEMBER	3
2	Academic Committee			
		ELIAS NJUE NGUU	CHAIRPERSON	2
		PETER RUNGUMA	MEMBER	2
		FRANCIS NJIRU	MEMBER	2
		ROSE ANN NJERI	MEMBER	2
		PAULINE NJERU	SECRETARY	2

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

3	Finance,procurement and general purposes Committee			
		JOSEPH RWANJAU		2
		STEPHEN MURITHI		2
		ANNET WAWIRA		2
		FAITH NJERU		2
		PAULINE NJERU		2
		SCDE- EMBU EAST		2
4	Discipline Committee	FAITH W NJERU		1
		ANNET WAWIRA		1
		PAULINE NJERU		1
		LUCY NYAGA		1
		JOSEPH RWANJAU		1
		STEPHEN MURITHI		1
5	Development Committee	STEPHEN MURITHI		2
		JOSEPH RWANJAU		2
		LUCY NYAGA		2
		PAULINE NJERU		2
		JOHN MURITHI		2

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

(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	MRS PAULINE NJERU	
2	Deputy Principal	MRS A. MANDU	
3	School Bursar	JULIET MURUGI NJAGI	BOM

(e) Schools contacts

Post Office Box: 616
Telephone: 0721739575
E-mail: thigingigirls@gmail
Website: -
Facebook: -
Twitter:

(f) School Bankers

The following school operated 4 number of bank accounts in the following banks:

1. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01129051138000
2. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01139051138000
3. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01139051138001
4. Name of Bank: Cooperative bank
Branch: Embu
Account Number: 01139051138002

5. MPESA Pay Bill No. 400222 attached to 01129051138000 bank account

(g) Independent Auditors

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

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

III. Summary Report Of Performance Of The School

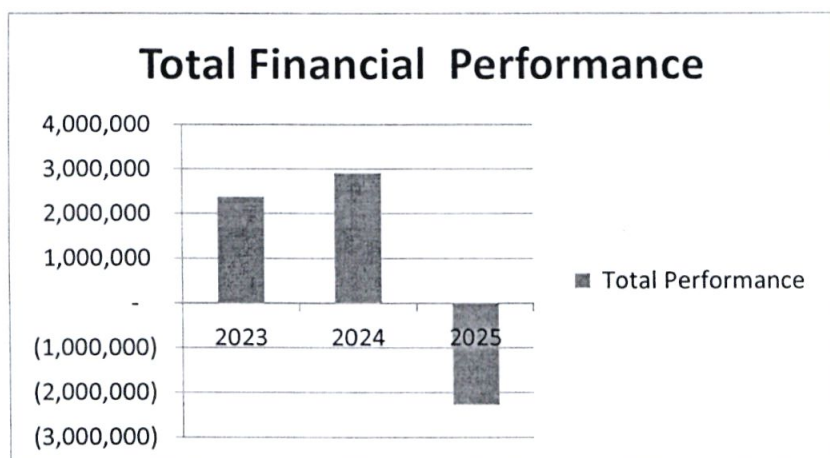
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

- *Surplus/ deficit for the year and a comparison of the same for the last three years*

Financial Performance - Deficits and/or Surpluses 3 Year Trend							
	Account						
	School Fund	Operation	Tuition	Infrastructue	Farm	CDF	Total
Year							
2023	1,846,343	261,218	53,403	212,536	-	-	2,373,500
2024	1,182,112	819,624	215,321	693,680	-	-	2,910,737
2025	(571,929)	(1,068,107)	4,566	(637,780)	-	-	(2,273,250)
Total	2,456,527	12,735	273,290	268,436	-	-	3,010,987

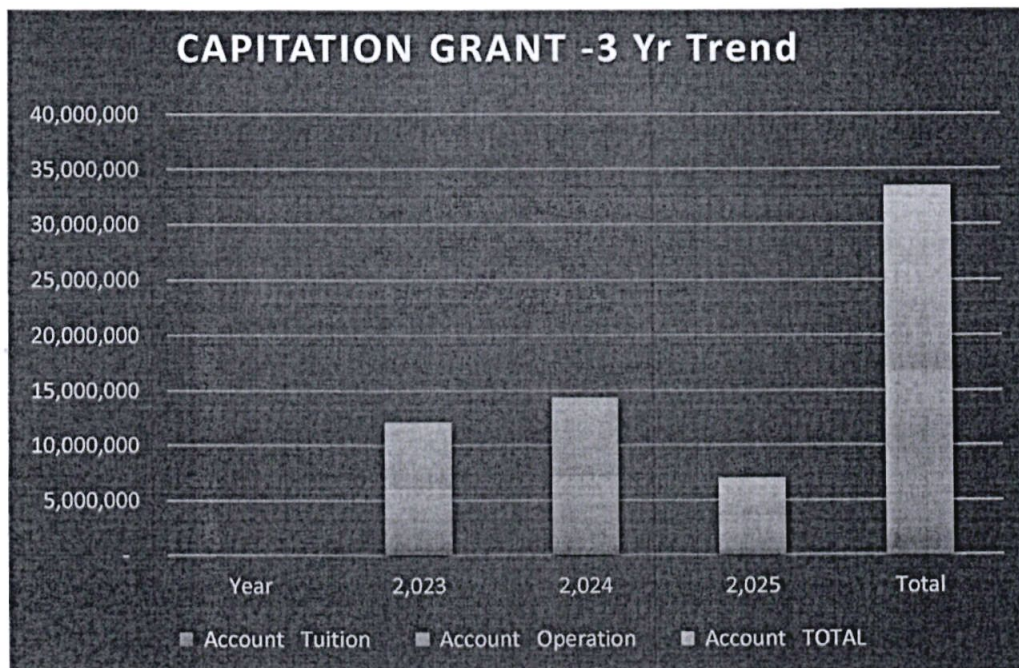
	Total Performance
Year	
2023	2,373,500
2024	2,910,737
2025	(2,273,250)



ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGI
Reports and Financial Statements For the year ended 30 June 2025

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

		Account		
		Tuition	Operation	TOTAL
	Year			
	2,023	1,037,208	5,021,581	6,058,789
	2,024	791,872	6,386,275	7,178,147
	2,025	669,709	2,828,461	3,498,170
	Total	2,498,789	14,236,317	16,735,105

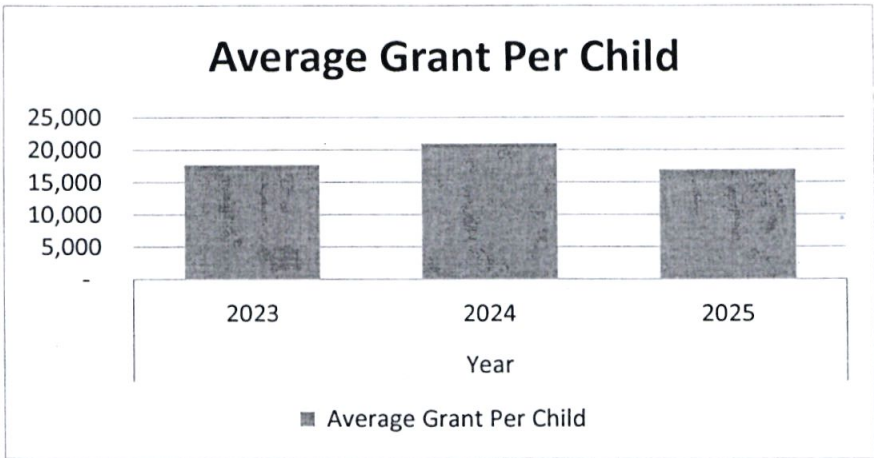


ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

Ratio of capitation grant per student over the last three years

Capitation Grant Per Child -3 Yr Trend			
	Year		
	2023	2024	2025
TOTAL GRANT RECEIVED	6,058,789	7,178,147	3,498,170
Highest Enrolment in the Year	342	342	206
Average Grant Per Child	17,716	20,989	16,981

	Year		
	2023	2024	2025
Average Grant Per Child	17,716	20,989	16,981

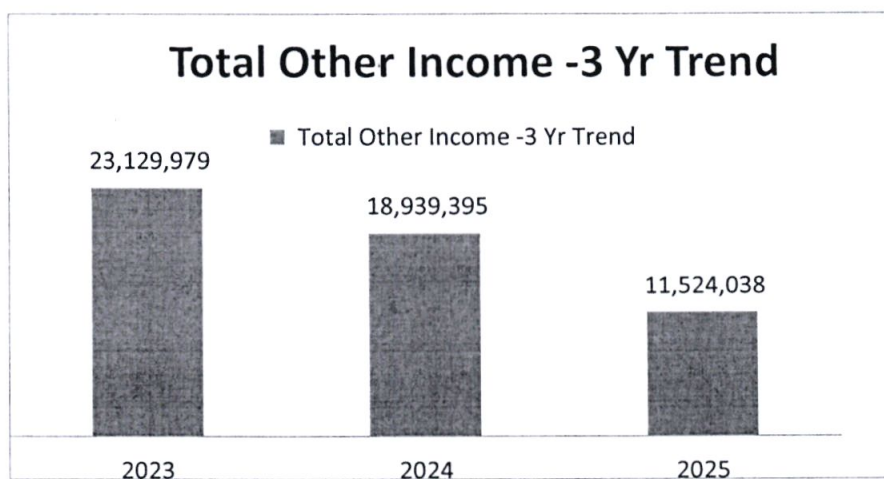


ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

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

Growth of Other Incomes -3 Yr Trend						
		Income Source				
	Year	School Fund	Farm	Infrastructue	CDF	Total
	2023	21,952,426	-	1,177,553	-	23,129,979
	2024	16,436,773	-	2,502,622	-	18,939,395
	2025	11,174,038	-	350,000	-	11,524,038
	Total	49,563,237	-	4,030,175	-	53,593,412

	Total Other Income -3 Yr Trend
Year	
2023	23,129,979
2024	18,939,395
2025	11,524,038

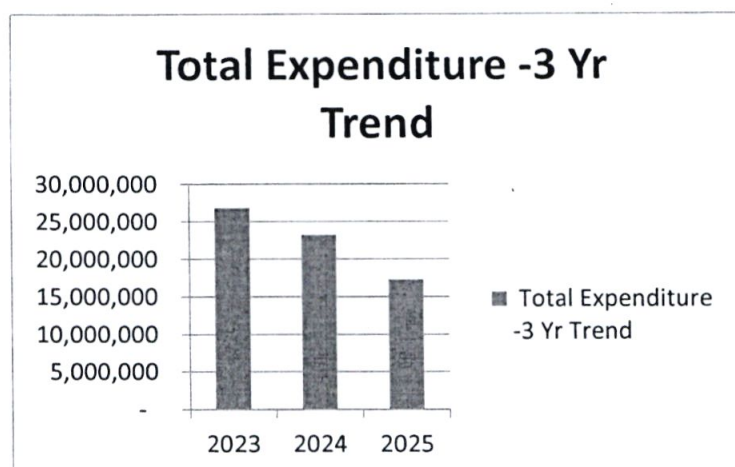


ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

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

Expenditure -3Yr Trend							
	School Fund	Operation	Tuition	Farm	Infrastructue	CDF	Yr Total
YEAR							
2023	20,106,083	4,760,363	983,805	-	965,017	-	26,815,268
2024	15,254,661	5,566,651	576,551	-	1,808,942	-	23,206,805
2025	11,745,966	3,896,568	665,143	-	987,780	-	17,295,457
Total	47,106,710	14,223,582	2,225,499	-	3,761,739	-	67,317,530

	Total Expenditure -3 Yr Trend
Year	
2023	26,815,268
2024	23,206,805
2025	17,295,457

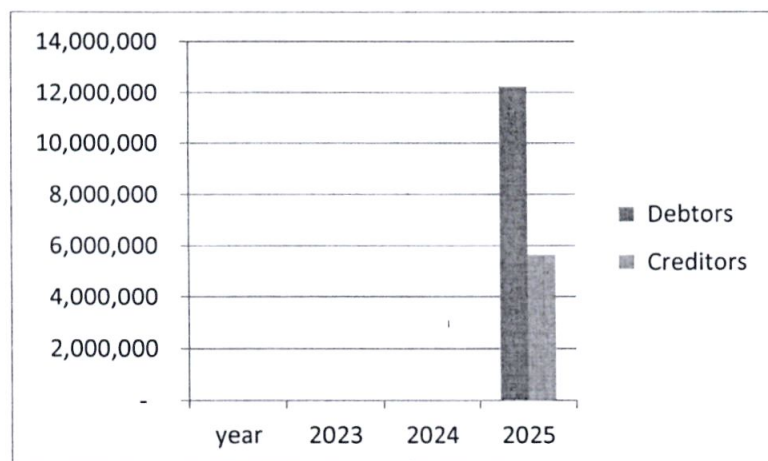


ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGI
Reports and Financial Statements For the year ended 30 June 2025

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

Debts and Creditors -3Yr Trend									
			Account						
Year			School Fund	Operation	Tuition	Farm	Infrastructue	CDF	Yr Total
2023	Debtors		-						-
	Creditors		-	-	-	-	-	-	-
2024	Debtors		-	-	-	-	-	-	-
	Creditors		-	-	-	-	-	-	-
2025	Debtors		10,179,211	-	-	-	-	-	10,179,211
	Creditors		5,727,030	-	(90,930)	-	-	-	5,636,100
Total	Debtors		10,179,211	-	-	-	-	-	10,179,211
	Creditors		5,727,030	-	(90,930)	-	-	-	5,636,100

	Debtors	Creditors
year		
2023	-	-
2024	-	-
2025	10,179,211	5,636,100

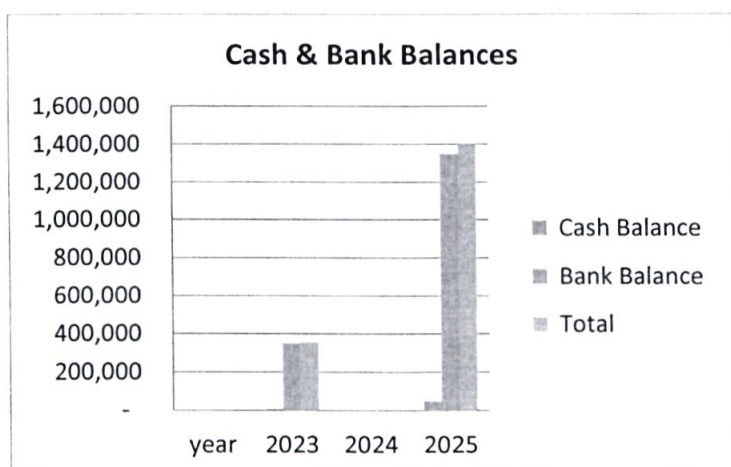


ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

- Movement of cash and bank balances over the last three years

Cash and Bank Balances -3Yr Trend									
			Account						
	YEAR		School Fund	Operation	Tuition	Farm	Infrastructue	CDF	Yr Total
Year	2023	Cash	4,429	141	-	-	-	-	4,570
		Bank	5,375	285,187	60,327	-	-	-	350,889
	2024	Cash	-	-	-	-	-	-	-
		Bank	-	-	-	-	-	-	-
	2025	Cash	47,418	141	-	-	-	-	47,559
		Bank	663,502	36,703	189,283	-	459,897	-	1,349,385
	Total	Cash	51,847	282	-	-	-	-	52,129
		Bank	668,877	321,890	249,610	-	459,897	-	1,700,274

	Cash Balance	Bank Balance	Total
year			
2023	4,570	350,889	355,459
2024	3,937	3,662,556	3,670,193
2025	47,559	1,349,385	1,396,944



ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

Teacher Student ratio:

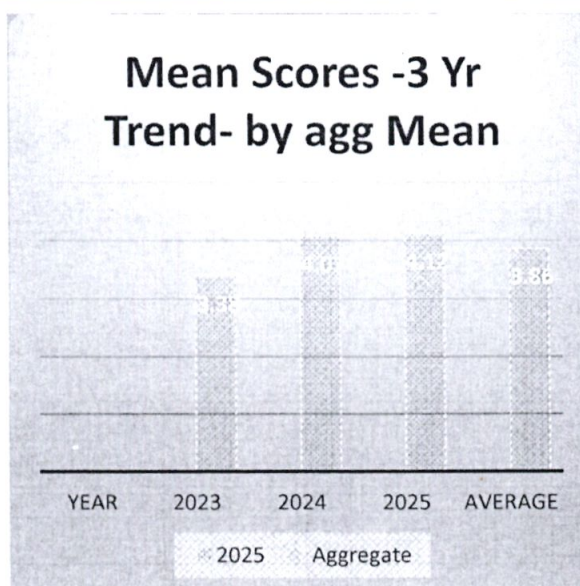
Ratio of students to Teachers	
Total enrolment	206
Total No of Teachers	17
Students : Teachers ratio	12

Teachers Turnover	
No of teachers recruited in the year	2
No of teachers transferred inwards in the year	3
No of teachers transferred outwards in the year	3
Net inflow of teachers	2

Teachers Employment	
No of teachers required by CBE	17
No of teachers employed by TSC	17
Shortage / Surplus No of teachers before BOM teachers	2
No of teachers employed by BOM	-
Net Shortage / Surplus No of teachers	2

b) Mean score in the 2025 KCSE:

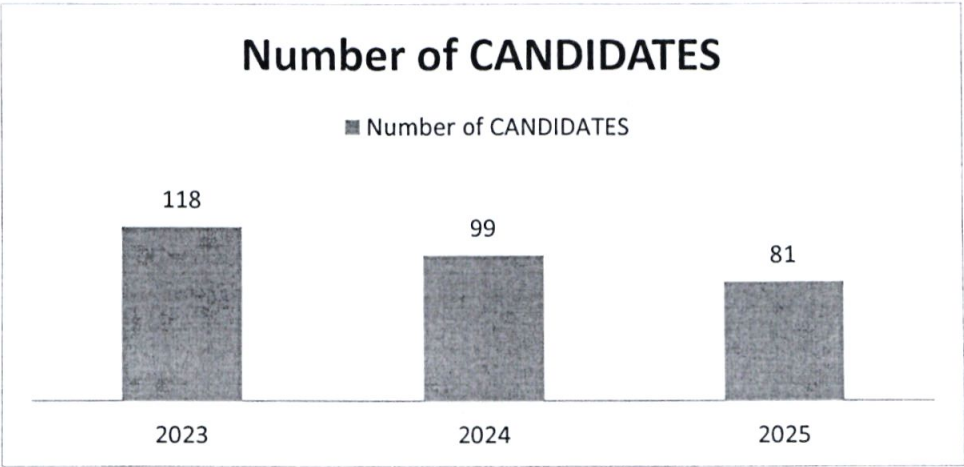
Mean Scores -3 Yr Trend															
	Subject Means														
YEAR	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	CRE	Agric	Bstud	Comp	H/SC	French/GERM	Aggregate
2023	1.21	4.17	4.03	1.75	1.99	2.05	4.25	3.39	5.45	3.15	2.77	8.44	5.77		3.38
2024	1.88	3.86	5.89	2.45	2.48	2.36	2.67	3.50	5.95	2.95	2.88	7.13	6.50		4.07
2025	1.96	3.95	5.24	2.55	1.89	2.82	7.73	3.86	4.39	5.60	5.04	7.00	6.96		4.12
Average	1.69	3.99	5.05	2.25	2.12	2.41	4.88	3.58	5.26	3.90	3.56	7.52	6.41	-	3.86



ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

c) Number of Candidates in the 2025 KCSE:

		Number of CANDIDATES
Year		
	2023	118
	2024	99
	2025	81



ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

d) Capacity of the school:

	NO OF STREAMS	Teachers' CBE	Required No of NTS				
	2	17	16				
Capacity Analysis							
Infrastructure TYPE	Unit of infrastructure measurement	Quantity of infrastructure required	Quantity of infrastructure available today	Infrastructure gap	Comment-Indicate if gap is -Very critical, Critical or Not so critical (tick as appropriate)		
					Very Critical	Critical	Not Critical
Classrooms	Number	6	6	Shortage of classrooms equivalent to:			
				-			
				classroom(s)			
Laboratories	Number	4	2	Shortage of laboratory facilities equivalent to:			
				2			
				Laboratories			
Toilet Doors	Number	30	30	Shortage of toilet facility equivalent to:			
				-			
				toilet doors			
Offices	Number	12	12	Shortage of office facilities equivalent to:			
				-			
				offices			
Dining Hall	Number of students well seated	206	320	Shortage of dining facilities equivalent to:			
				(114)			

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGI
Reports and Financial Statements For the year ended 30 June 2025

Library	Number of students well seated	150	150	Shortage of library facilities equivalent to:			
				-			
				students not seated			
Dormitories	Number of Decker Beds well-spaced	206	320	Shortage of dormitory facilities equivalent to:			
				(114)			
				decker beds			
Staffroom	Number of teachers well seated	17	16	Shortage of staffroom space equivalent to:			
				1			
				teachers not seated			
Boardroom	Number of BOM members well seated	20	20	Shortage of boardroom space equivalent to:			
				-			
				BOM members not seated			
Textbooks	Average Students -to- Course books ratio	1	1	Shortage of textbooks equivalent to:			
				-			
				% of text books required			
Water	Adequacy	ADEQUATE	ADEQUATE	Occasional / frequent shortage of water attributed to?			
Electricity	Adequacy	ADEQUATE	ADEQUATE	Occasional / frequent shortage of power attributed to?			
Staff housing	No of staff properly housed	8	16	Shortage of staffhousing facilities equivalent to:			
				(8)			
				staff not housed			

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGI
Reports and Financial Statements For the year ended 30 June 2025

e) Development projects carried out by the school:

Projects Analysis					
	Name of project				
	DAMAGED AREA BY FLOODS	(ii)	(iii)	(iv)	(v)
Estimated BQ Cost	980,000.0				
Source(s) of Funding	RMI-FDSE				
Type of contract-(Labour only/Full Contract)	LABOUR				
Contract Cost	980,000.0				
Start Date of project	2024 DEC				
Expected Completion date	2025 JUNE				
Status of project (Stalled, WIP, Complete)	COMPLETE				
Amount due on project -value of work invoiced	970,377.0				
Amount paid so far	970,377.0				
Amount pending at this year end					
Comment on project success/challenges	COMPLETED				

[Signature]

PRINCIPAL
ST. MARY MAGDALENE GIRLS
SEC. SCHOOL - THINGI
P. O. Box 616-60100, EMBU

School Principal

IV. 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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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

.....


Name: RUTH RURAA

Designation: Chairman, School Board of Management

Date: 31/3/2026

.....


Name: PAULINE NJERU

Designation: School Principal & Secretary to Board of Management

Date: 31/3/2026



.....


Name: VICTORIA NJERU

Designation: Bursar/ Finance Officer

Date: 31/3/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. MARY MAGDALENE GIRLS' SECONDARY SCHOOL - THINGINGI FOR THE YEAR ENDED 30 JUNE, 2025 – EMBU COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on the 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. Mary Magdalene Girls' Secondary School – Thicingi set out on pages 1 to 13, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of financial performance, statement of cash flows and statement of budgeted versus actual

amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the 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. Mary Magdalene Girls' Secondary School – Thicingi – Embu County as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.1,557,073 which includes bank balances of Kshs.1,349,385 held in five (5) bank accounts and cash balance of Kshs.47,559 as disclosed in Notes 10 and 11 to the financial statements. However, bank account numbers, status (dormant or active) and the respective banks where the balances are held have not been disclosed. In addition, bank reconciliation statements, bank statements and board of survey report were not provided for audit verification.

The cash and cash equivalents balance of Kshs.1,557,073 further includes short-term investment balance of Kshs.160,129. However, the balance was not supported by a ledger, investment certificates or any other relevant documents. Further, Management did not disclose any interest accruing from the investments.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,557,073 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.12,242,025 as disclosed in Note 13 to the financial statements. However, debtors ageing analysis, receipt vouchers and invoices were not provided for audit verification.

In the circumstances, the accuracy and completeness of accounts receivables balance of Kshs.12,242,025 could not be confirmed.

3. Misclassification of Employer Contribution

The statement of financial performance reflects boarding and school fund payments amount of Kshs.11,745,966 which includes personnel emoluments amount of Kshs.1,295,358 as disclosed in Note 8 to the financial statements. This further which further include employer's contributions to NSSF amounting to Kshs.140,203 erroneously

added to staff benefits within the payroll management system, thus overstating personal emoluments amount.

In the circumstances, the accuracy and completeness of boarding and school fund payments amounts of Kshs.11,745,966 could not be confirmed.

4. Commingling of Income Generating Activities and other Revenues

The statement of financial performance reflects school fund income – parents' contributions amount of Kshs.11,174,038 which includes Kshs.2,333,282 relating to income generating activities, comprising bus hire income Kshs.1,563,800, farm account income Kshs.739,882 and rental income Kshs.29,600 as disclosed in Note 3 to the financial statements.

However, Management commingled this revenue instead of classifying them separate as income generating activities contrary to Paragraph 3.0 of the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day Secondary Education (FDSE) which requires that schools with income generating activities to open separate bank accounts for the stream of income and account for it in accordance with financial regulations

In the circumstances, the accuracy and completeness of school fund income – parents' contributions amount of Kshs.11,174,038 could not be confirmed. In addition, the Management is in breach of the law.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St. Mary Magdalene Girls' Secondary School – Thicingi – Embu County 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.15,347,425 and Kshs.15,022,207 respectively, resulting in an under-funding of Kshs.325,218 or 2% of the budgeted receipts. Similarly, the School spent an amount of Kshs.17,295,457 against actual receipts amounting to Kshs.15,022,207 resulting in over-expenditure of Kshs.2,273,250 or 15 % of the actual receipts.

The under-funding affected the planned activities and 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 judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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

Other Information

Management is responsible for the Other Information set out on page III to XX which comprise of Key School Information and Management, Summary Report of Performance of the School and Statement of School Management Responsibility. The Other Information does not include the financial statements and 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 USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of financial performance reflects boarding and school fund payments amount of Kshs.11,745,966 as disclosed in note 8 to the financial statements. This includes an amount of Kshs.266,500 paid to Kenya Secondary School Heads Association (KESSHA). 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 school.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.266,500 could not be confirmed.

2. Ineffective Accounting Information System

During the period under review the school procured and used an accounting system to maintain the financial records. Audit revealed that the system had several modules but only one module was used for recording revenue from parents. It was noted that the payments records were maintained manually therefore, prone to fraud and error, as a result, the school did not fully utilize the system to maintain complete and proper accounting records.

In the circumstances, value for money from the procured accounting system could not be confirmed.

3. Inadequate Textbook Control and Tracking

Review of textbook records revealed that the school received twenty-six (26) textbooks for various subjects but the books were not issued to teachers for subsequent issuance to students. Physical verification of the stores revealed that the textbooks could not be traced. This was contrary to the requirements of 68(1) of the Public Finance Management Act, 2012 which requires an Accounting Officer for a National Government entity, Parliamentary Service Commission and the Judiciary shall be accountable to the National Assembly for ensuring that the resources of the respective entity for which he or she is the accounting officer are used in a way that is (a) lawful and authorised; and (b) effective, efficient, economical and transparent.

In the circumstances, value for money in the 26 (twenty-six) text books could not be confirmed. In addition, Management was in breach of the law.

4. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects total payments of Kshs.17,295,457 included in this figure is Kshs.4,306,315 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. This was contrary to paragraph 3(1) of the Public Procurement Capacity Building Levy, Order 2023 which states that there shall be paid a levy by a supplier on all procurement contracts signed between the supplier and a procuring entity, at the rate of

zero point zero three per centum (0.03%) of the value of the signed contract, exclusive of applicable taxes. In addition, Public Procurement Regulatory Authority (PPRA) circular No. 01/2024 dated 30 August, 2024 which requires procurement entities to remit the levy to the Authority through the e-Citizen payment platform by the 20th day of the subsequent month and also file monthly returns.

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

5. Non-Compliance with Minimum Quotation Requirements

The statement of financial performance reflects total payments of Kshs.17,295,457 included in this figure is Kshs.4,306,315 in respect of procurement of goods and services. Review of procurement documents provided revealed that the school evaluated only one firms per categories for the provision of various services which contravened the provisions of Section 106(2)(d) that requires that at least three persons to submit their quotations prior to evaluation. Further, there was no evidence of a repeat quotation in the tender register provided for verification.

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

6. Failure to Prepare School Improvement Plan

During the period 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.

7. Failure to Transfer Maintenance and Improvement (RMI) Funds to Infrastructure Account

The statement of financial performance and as disclosed in Note 2 to the financial statements reflects capitation grants for operations amounting to Kshs.2,828,461. Included in this amount is Kshs.821,000 relating to Maintenance and Improvement (RMI) funds which was not transferred to infrastructure bank account for maintenance and improvement of the school's facilities. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

8. Irregularities in Procurement of Goods and Services

During the year under review the school did not have a procurement officer and the management did not provide an annual procurement plan, appointment letters of members of ad hoc evaluation committee, technical and Financial evaluation report and

a list of suppliers for audit verification contrary to Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020 which requires that Procurement activities to be undertaken by qualified procurement professional.

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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources 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. Lack of Risk Management Policy

During the year under review, the school did not have an approved risk management policy in place contrary to Regulation 165 of the Public Financial Management (National Government) Regulations, 2015, which requires that an Accounting Officer to ensure that the National Government entity develops risk management strategies, including fraud prevention mechanisms and a system of risk management and internal controls to support robust business operations.

In the circumstances, the effectiveness of School's risk management could not be confirmed.

2. Ineffective Board of Management

During the year under review the school did not have a functional Board of Management. The committees of the board did not meet during the period and the management also did not provide an approved annual board work plan for audit review.

In the circumstances, the School may lack adequate oversight which could otherwise be provided by the Board of Management.

3. Lack of Assets Register

Annex 2 to the Financial Statements reflects a summary of fixed assets balance of Kshs.29,815,680 comprising land, motor vehicles, buildings, and ICT equipment.

However, physical inspection conducted in February 2026 revealed that the assets were not tagged and the Management had not prepared and maintained an updated fixed assets register.

In the circumstances, the existence of effective measures in the management and control of assets 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 schools 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 is responsible for overseeing the schools 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 April, 2026

VI. STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2025

DESCRIPTION OF VOTE HEAD	Note	2024-2025	2023-2024
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	669,709	791,872
Capitation grants for operations	2	2,828,461	6,386,275
School Fund Income- Parents' Contributions	3	11,174,038	16,436,773
School Fund Income- Other receipts	4	-	-
Infrastructure Fund	5	350,000	2,502,622
TOTAL RECEIPTS		15,022,208	26,117,542
PAYMENTS			
Payments for Tuition	6	665,143	576,551
Payments for operations	7	3,896,568	5,566,651
Boarding and school fund payments	8	11,745,966	15,254,661
Infrastructure fund payments	9	987,780	1,808,942
TOTAL PAYMENTS		17,295,457	23,206,805
SURPLUS/DEFICIT		(2,273,249)	2,910,737

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

Name: RUTH RURAA

Chair BOM

Name: PAULINE NJERU

School Principal/
Secretary to BOM

Name: VICTORIA NJERU

Bursar/ Finance Officer

PRINCIPAL
ST. MARY MAGDALENE GIRLS
SEC. SCHOOL - THINGI
P.O. Box 616-60100, EMBU

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGI
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VII.STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2025

	Note	2024-2025	2023-2024
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	1,349,385.00	3,666,256.00
Cash Balances	11	47,559.00	3,937.00
Short term Investment	12	160,129.00	160,129.00
Total Cash and cash equivalent		1,557,073.00	3,830,322.00
Account's receivables	13	12,242,025.00	10,582,310.00
TOTAL FINANCIAL ASSETS		13,799,098.00	14,412,632.00
FINANCIAL LIABILITIES			
Accounts Payables	14	7,579,573.00	5,919,858.00
NET FINANCIAL ASSETS		6,219,525.00	8,492,774.00
REPRESENTED BY			
Accumulated Fund b/fwd	15	8,492,774.00	5,582,037.00
Surplus/Deficit for the year		(2,273,249.00)	2,910,737.00
NET FINANCIAL POSSITION		6,219,525.00	8,492,774.00

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

.....

Name:

Chair BOM

Date: 31/3/2026

.....

Name: *PAULINE NJERU*
 School Principal/ Secretary to
 BOM

Date: 31/3/2026

.....

Name: *VICTORIA NJERU*
 Bursar/ Finance Officer

Date: 31/3/2026

PRINCIPAL
ST. MARY MAGDALENE GIRLS
SEC. SCHOOL - THINGI
P.O. Box 616-6000, EMBU

VIII.STATEMENT OF CASH FLOWS FOR THE YEARENDED 30 JUNE 2025.

		2024-2025	2023-2024
		Kshs	Kshs
Receipts for operating income			
Capitation grants for tuition		669,709	791,872.00
Capitation grants for operations		2,828,461	6,386,275.00
School fund income- Parents contributions/ fees		11,174,038	16,436,773.00
School fund income- other receipts		-	-
Infrastructure fund		350,000	2,502,622.00
Total receipts		15,022,208.00	26,117,542.00
Payments			
Payments for Tuition		665,143.00	576,551.00
Payments for operations		3,896,568.00	5,566,651.00
Boarding and school fund payments		11,745,966.00	15,254,661.00
Infrastructure expenses		987,780.00	1,808,942.00
Total payments		17,295,457.00	23,206,805.00
Net cash flow from operating activities		(2,273,249.00)	2,910,737.00
CASHFLOW FROM INVESTING ACTIVITIES			
CASHFLOW FROM BORROWING ACTIVITIES		-	-
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		(2,273,249.00)	2,910,737.00
Cash and cash equivalent at BEGINNING of the year		3,830,322.00	919,585.00
Cash and cash equivalent at END of the year		1,557,073.00	3,830,322.00

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 Reports and Financial Statements For the year ended 30 June 2025

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

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2025

				Actual on Comparable Basis		
			Final		Budget Utilization	
Receipt/expenses Item	Original Budget	Adjustments	Budget		Difference	% of Utilization
	a	b	c=a+b		e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION INCOME						
Teaching & L. mat.	497,250	-	497,250	669,709	(172,459)	135
Bank Charges	-	-	-	-	-	#DIV/0!
Total CAPITATION GRANT ON TUITION INCOME	497,250	-	497,250	669,709	(172,459)	135
(2) CAPITATION GRANT ON OPERATIONS INCOME						
Bank Charges	-	-	-	-	-	#DIV/0!
R.M.I	1,020,000	-	1,020,000	821,000	199,000	80
EWC	306,000	-	306,000	211,585	94,415	69
Adm costs	612,000	-	612,000	518,000	94,000	85

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Reports and Financial Statements For the year ended 30 June 2025

LT&T	255,000	-	255,000	161,810	93,190	63
Medical	153,000	-	153,000	245,080	(92,080)	160
P/Emolument	1,147,500	-	1,147,500	870,986	276,514	76
Activities	-	-	-	-	-	#DIV/0!
OP-Vote 20	-	-	-	-	-	#DIV/0!
Total CAPITATION GRANT ON OPERATIONS INCOME	3,493,500	-	3,493,500	2,828,461	665,039	81
(3) FEES CHARGED ON PARENTS INCOME						
BES	6,473,175	-	6,473,175	5,683,193	789,983	88
EWC	510,000	-	510,000	407,726	102,274	80
LT&T	497,250	-	497,250	460,681	36,569	93
Activity	63,750	-	63,750	52,650	11,100	83
ADM COSTS	880,000	-	880,000	594,237	285,763	68
P/Emolument	1,402,500	-	1,402,500	1,183,782	218,718	84
RMI	510,000	-	510,000	401,287	108,713	79
Student ID	-	-	-	-	-	0
BUS	-	-	-	1,563,800	(1,563,800)	0
Farm a/c	-	-	-	739,882	(739,882)	0
Rent Income	-	-	-	29,600	(29,600)	0

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Reports and Financial Statements For the year ended 30 June 2025

lab	-	-	-	-	-	0
Special Diets	-	-	-	54,000	(54,000)	0
Text Books	-	-	-	3,200	(3,200)	0
SF Fees Income & EXP -Votehead 20	-	-	-	-	-	0
(3) FEES CHARGED ON PARENTS INCOME	10,336,675	-	10,336,675	11,174,038	(837,363)	108
School Fund -OTHER INCOME						
School Fund -OTHER INCOME						0
INFRASTRUCTURE INCOME						
RMI	1,020,000	-	1,020,000	350,000	670,000	34
Total INFRASTRUCTURE INCOME	1,020,000	-	1,020,000	350,000	670,000	34
FARM INCOME						
Total Farm Income	-	-	-	-	-	0
-						
CDF INCOME						
TOTAL INCOME	15,347,425	-	15,347,425	15,022,207	325,218	98
(1) EXPENDITURE FOR TUITION						
Lab equipments	-	-	-	-	-	#DIV/0!
Teaching & L. mat.	497,250	-	497,250	664,683	(167,433)	134

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

Bank Charges	-	-	-	460	(460)	#DIV/0!
Total EXPENDITURE FOR TUITION	497,250	-	497,250	665,143	(167,893)	134
(2) EXPENDITURE FOR OPERATIONS						
Bank Charges	-	-	-	2,510	(2,510)	0
R.M.I	1,020,000	-	1,020,000	350,000	670,000	34
EWC	306,000	-	306,000	311,537	(5,537)	102
Adm costs	612,000	-	612,000	584,300	27,700	95
LT&T	255,000	-	255,000	145,000	110,000	57
Medical	153,000	-	153,000	-	153,000	-
P/Emolument	1,147,500	-	1,147,500	2,503,221	(1,355,721)	218
TOTAL EXPENDITURE FOR OPERATIONS	3,493,500	-	3,493,500	3,896,568	(403,068)	112
(3) EXPENDITURE FOR SCHOOL FUND						
BES	6,473,175	-	6,473,175	6,339,124	134,051	98
EWC	510,000	-	510,000	267,945	242,055	53
LT&T	497,250	-	497,250	733,990	(236,740)	148
Activity	63,750	-	63,750	110,595	(46,845)	173
ADM COSTS	880,000	-	880,000	695,900	184,100	79

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Reports and Financial Statements For the year ended 30 June 2025

P/Emolument	1,402,500	-	1,402,500	1,295,358	107,142	92
RMI	510,000	-	510,000	122,280	387,720	24
BUS	-	-	-	1,501,677	(1,501,677)	0
Farm a/c	-	-	-	636,790	(636,790)	0
Rent Income	-	-	-	3,100	(3,100)	0
Bank Charges	-	-	-	53,820	(53,820)	0
County Sacco	-	-	-	120,675	(120,675)	0
TOTAL School fund Payments	10,336,675	-	10,336,675	11,745,966	(1,544,579)	115
INFRASTRUCTURE PAYMENTS						
RMI	1,020,000	-	1,020,000	985,730	34,270	97
Bank Charges	-	-	-	2,050	(2,050)	0
MIF-Vote 6	-	-	-	-	-	0
TOTAL INFRASTRUCTURE PAYMENTS	1,020,000	-	1,020,000	987,780	32,220	97
total CDF PAYMENTS	-	-	-	-	-	0
GRAND TOTAL PAYMENTS	15,347,425	-	15,347,425	17,295,457	(2,083,320)	114

Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *school*, and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*.

3. In-kind contributions

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

4. Cash and cash equivalents

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

Significant Accounting Policies (Continued)

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. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

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

VII. Notes To The Financial Statements

1 Capitation Grant for Tuition

	2024-2025	2023-2024
	Kshs	Kshs
Text books	-	-
Exercise books	-	-
internal exams	-	-
Lab equipments	-	-
Teaching & L. mat.	669,709	791,872
Bank Charges	-	-
Total	669,709	791,872

2 Capitation Grant for Operations

	2024-2025	2023-2024
	Kshs	Kshs
Bank Charges	-	-
LTT	-	-
R.M.I	821,000	3,184,040
EWC	211,585	426,492
Adm costs	518,000	608,800
LT&T	161,810	600,000
Medical	245,080	273,600
P/Emolument	870,986	1,034,145
activities	-	259,197
Other Revenue & Payments ⁴	-	-
Total	2,828,461	6,386,773

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

3 Parents Contribution/Fees - School Fund Account

	2024-2025	2023-2024
	Kshs	Kshs
BES	5,683,193	9,087,821
EWC	407,726	769,890
LT&T	460,681	462,610
Activity	52,650	67,273
ADM COSTS	594,237	833,347
P/Emolument	1,183,782	1,405,457
RMI	401,287	737,390
BUS	1,563,800	594,600
Farm a/c	739,882	574,706
Arrears Recovered	-	-
prepaid	-	-
Mbeu Sacco	-	-
Rent Income	29,600	26,700
lab	-	-
Special Diets	54,000	49,000
Bank Charges	-	-
County Sacco	-	-
Text Books	3,200	800
OTHERS	-	1,827,179
Sub-Total	11,174,038	16,436,773

4 Other Receipts – School Fund Account

	2024-2025	2023-2024
	Kshs	Kshs
SF (Other Inc & EXP) Vote-1	-	-
Rent Income	-	-
Total	-	-

5. Infrastructure Fund

	2024-2025	2023-2024
	Kshs	Kshs
RMI	350,000	1,352,622
Bank Charges	-	950,000
Refund BES	-	200,000
Sub-Total	350,000	2,502,622

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Reports and Financial Statements For the year ended 30 June 2025

6. Payments for Tuition

	2024-2025	2023-2024
	Kshs	Kshs
Lab equipments	-	-
Teaching & L. mat.	664,683	573,191
Bank Charges	460	3,360
School Fund	-	-
Other Revenue & Payments ⁷	-	-
Total	665,143	576,551

7. Payments For Operations

	2024-2025	2023-2024
	Kshs	Kshs
Bank Charges	2,510	641
R.M.I	350,000	3,173,030
EWC	311,537	124,350
Adm costs	584,300	540,269
LT&T	145,000	600,000
Medical	-	-
P/Emolument	2,503,221	1,128,361
Activities	-	-
TOTAL	3,896,568	5,566,651

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINI
Reports and Financial Statements For the year ended 30 June 2025

Notes To The Financial Statements (Continued)

8.Boarding and School Fund Payments

	2024-2025	2023-2024
	Kshs	Kshs
BES	6,339,124	8,913,305
EWC	267,945	560,469
LT&T	733,990	946,024
Activity	110,595	550
ADM COSTS	695,900	1,036,970
P/Emolument	1,295,358	2,457,373
RMI	122,280	309,540
Student ID	-	-
BUS	1,487,064	656,750
Farm a/c	636,790	373,680
Rent Income	3,100	-
Bank Charges	53,820	-
TOTAL	11,745,966	15,254,661

9.Payments for Infrastructure

	2024-2025	2023-2024
	Kshs	Kshs
RMI	985,730	1,530,120
Bank Charges	2,050	-
Refund BES	-	200,000
Retention	-	78,822
Sub-Total	987,780	1,808,942

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGI
Reports and Financial Statements For the year ended 30 June 2025

Notes To The Financial Statements (Continued)

10. Bank Accounts

Name of Bank, and Branch	Account Name	Bank Account Number	2025	2024
			Kshs	Kshs
BankBRANCH.....TUITION c/f	Tuition	-	189,283	275,648
BankBRANCH.....TUITION c/f	Tuition	-	-	-
BankBRANCH.....OP C/f	Operation	-	36,703	1,104,809
BankBRANCH.....OP C/f	Operation	-	-	-
BankBRANCH.....SF C/f	School Fund	-	663,502	907,514
BankBRANCH.....SF C/f	School Fund	-	-	280,608
BankBRANCH.....SF C/f	School Fund	-	-	-
BankBRANCH.....SF C/f	School Fund	-	-	-
BankBRANCH.....SF C/f	School Fund	-	-	-
BankBRANCH.....SF C/f	School Fund	-	-	-
BankBRANCH.....SF C/f	School Fund	-	-	-
BankBRANCH.....SF C/f	School Fund	-	-	-
BankBRANCH.....INFRA C/f	Infrastructue	-	459,897	1,097,677
BankBRANCH.....INFRA C/f	Infrastructue	-	-	-
BankBRANCH.....FARM C/f	Farm	-	-	-
BankBRANCH.....FARM C/f	Farm	-	-	-
BankBRANCH.....CDF b/f	CDF	-	-	-
BankBRANCH.....CDF b/f	CDF	-	-	-
Total Bank Balances			1,349,385	3,666,256

11. Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
School Fund	47,418	3,796
Operation	141	141
CDF	-	-
Total Cash Balances	47,559	3,937

12. Short Term Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
Inv/ SAVINGS ACC no,,,,,,,,,,,,,	160,129	160,129
Inv/ SAVINGS ACC no,,,,,,,,,,,,,	-	-
Total	160,129	160,129

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

Notes To The Financial Statements (Continued)

13.ACCOUNTS RECEIVABLE

Description	2024-2025	2023-2024
	Kshs	Kshs
School Fund -Fees Debtors	12,242,025	10,582,310
School Fund - Advances	-	-
School Fund - DR SUSPENSE	-	-
Total ACCOUNTS RECEIVABLE	12,242,025	10,582,310

Includes an ageing of the fees arrears below

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees arrears for current year (Listed)	2,062,814	1,422,505
Fees arrears for the previous year	1,119,752	2,011,879
Fees arrears for prior periods (over two years)	9,059,459	7,147,926
Total	12,242,025	10,582,310

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

14.Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
School Fund -Prepaid Fees	1,943,473	1,485,883
Trade Creditors -School Fund	5,636,100	4,433,975
Total Payables	7,579,573	5,919,858.

Includes an ageing of the trade creditors below

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade creditors for current year	-	2,446,281
Trade creditors for the previous year	2,037,491	1,987,694
Trade creditors for prior periods (over two years)	3,598,609	-
Total	5,636,100	4,433,975

15.Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank balances	3,666,257	754,886
Cash balances	3,937	4,570
Short Term Investments	160,129	160,129
Receivables	10,582,310	9,646,600
Payables	(5,919,858)	(5,084,492)
Total	8,492,775	5,481,693

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINI
Reports and Financial Statements For the year ended 30 June 2025

Other important disclosure notes

IPSAS 1 encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

16.Non-current Liabilities Summary

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

17.Biological assets

Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle	4	600,000	720,000
heifer	2	30,000	30,000
Trees	200	30,000	30,000
Boer	1	35,000	-
Sow	3	100,000	100,000
Piglets			
Bananas	50	6,000	10,000
Bull	1	50,000	
young bull			
Nappier grass		10,000	
Total		861,000	890,000

18.Borrowings

Description	2,025	2,024
	KShs	KShs
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

19.Stock/ Inventory

Description	2024-2025	2203- 2024
	KShs	KShs
Stock/ inventory at beginning of the year	1,104,641	1,206,687
Stock/ inventory purchased during the year	15,565,911	20,886,125
Stock/ inventory issued during the year	15,837,024	20,988,171
Balance at end of the year	833,528	1,104,641

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THINGINGI
Reports and Financial Statements For the year ended 30 June 2025

20. Progress On Follow Up Of Auditor Recommendations

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

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


 Sign and Date
 Principal

PRINCIPAL
 ST. MARY MAGDALENE GIRLS
 SEC. SCHOOL - THINGINGI
 P. O. Box 616-60100, EMBU

31/3/2026

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINGI
Reports and Financial Statements For the year ended 30 June 2025

Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2025	Outstanding Balance 2024	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
1. James Nazario				115,000	115,000	
2. NICHOLUS INDWIGA				330,236	330,236	
3. KITHAMI CEREALS AND GROCERIES				186,514	192,880	
4. JULIUS MURITHI				786,000	853,000	
5. MAFUKO INDUSTRIES				658,820	708,200	
6. PRICOMPS LTD				142,000	142,000	
7. FRANCIS KIVUTI				31,760	39,640	
8. WEFSON VENTURES				60,675	60,675	
9. AHADI BEST				80,000	80,000	
10. GERVASE KABUTHU				89,350	16,650	
11. VIGINIA KARIMI				322,699	362,699	
12. BEST FARMERS				30,000	30,000	
13. MARGERY WAWIRA				20,000	20,000	
14. TRIMARCH INVESTMENT				520,000	520,000	
15. NECHAL ENTERPRISES				233,620	233,620	

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Reports and Financial Statements For the year ended 30 June 2025

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2025	Outstanding Balance 2024	Comments
16. MUGENDI MBADI				729,375	729,375	
17. PREPAID FEES				1,943,473	1,485,883	
Grand Total				7,579,573	5,919,858	

ST MARY MAGDALENE GIRLS SECONDARY SCHOOL THIGINI
Reports and Financial Statements For the year ended 30 June 2025

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land 1		EMBU EAST	7,650,000			
Buildings And Structures		EMBU EAST	8,452,960	950,000		9,402,960
Motor Vehicles			3,940,000			3,940,000
Office Equipment, Furniture And Fittings			1,125,000			1,125,000
ICT Equipment, And Other ICT Assets			1,850,000			1,850,000
Tools And Apparatus			1,850,420			1,850,420
Textbooks			3,347,800			3,347,800
Other Machinery And Equipment			335,000			335,000
Heritage And Cultural Assets			109,000			109,000
Intangible Assets- Soft Ware			205,000			205,000
Total			28,865,680			29,815,680

