

REPUBLIC OF KENYA



REPORT

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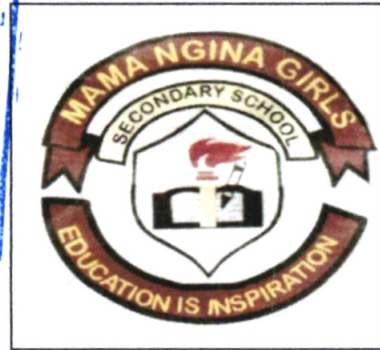
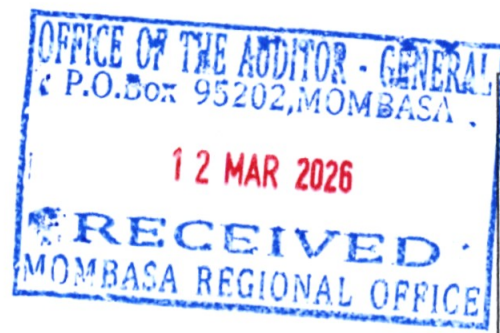
THE AUDITOR-GENERAL

ON

MAMA NGINA GIRLS SECONDARY SCHOOL

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

MOMBASA COUNTY



MAMA NGINA GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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



MAMA NGINA GIRLS SECONDARY SCHOOL

PUBLIC SECONDARY SCHOOL

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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2. Key School Information and Management

(a) Background information

Mama Ngina Girls Secondary School is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Mombasa County, Kisauni Sub-County.

The school was registered on 9th February 1989 as double stream under Registration Number G/A/631/69, on 7th March 2011 was registered as triple stream under Registration Number PU/S/3/631/11, on 29th April 2024 was registered as four stream under Registration Number PU/S/3/631/13 and is currently categorized as a National public school established, owned or operated by the Government. On 10th January 2024 the school relocated to Shimo la Tewa and the school was re-registered on 8th April 2024 under Registration Number 01S00300591.

Mama Ngina Girls Secondary School is a boarding school and had 863 number of students as at 30th June 2025. It has 5 streams and 43 teachers of which 2 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Dr. Rukiya H. Swaleh	Chairperson	06/06/2022
2	Qs Eric Mwanyumba	Vice chairperson	06/06/2022
3	Mrs. Mwanahamisi Omar	Secretary - Principal	06/06/2022
4	Ms. Husna A. Mbarak	Member	06/06/2022
5	Dr. Sophie Uyoga	Member	06/06/2022
6	Dr. Shem Patta	Member	06/06/2022
7	Mwnaharusi Khamisi	Member	06/06/2022
8	Onesmus Mulwa	Member	06/06/2022
9	Hamai Hemedi	Member	06/06/2022
10	Mrs. Saadu Rashid	Member	06/06/2022
11	Ms. Sophie Dzombo	Member Rep Teachers	06/06/2022
12	Fatma Saad	Member- Sponsor	06/06/2022
13	Dr. Faiz Shee	Member-Sponsor	06/06/2022
14	Khalid O. Shariff	Member - Community	06/06/2022
15	Hamisa Zaja	Member Special Needs	06/06/2022
16*	Mr Jeremiah	Member -P.A Chairperson Co-opted	06/06/2022
17**	Mdm Rosebella	Member - Co-opted	06/06/2022
18***	Grace Geroqe	Member – co-opted	06/06/2022

**MAMA NGINA GIRLS SECONDARY SCHOOL
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The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Mwanahamisi Omar 2. Rukiya H. Swaleh 3. Khalid O. Shariff 4. Dr. Shem Patta	Principal BOM Chairlady BOM Member BOM Member	6 out of 6 6 out of 6 4 out of 6 6 out of 6
2	Audit Committee	1. Dr. Rukiya Swaleh 2. Dr. Faiz Shee 3. Khalid Shariff 4. Mdm Husna Mbarak 5. Mdm Mwanaharusi Khamis 6. Mrs. Mwanahamisi Omar	BOM Chair BOM Member " " " " " " " "	2 out of 3 3 out of 3 2 out of 3 2 out of 3 0 out of 3 out of 3 2 out of 3
3	Finance, procurement and general purposes Committee/ Development Committee	1. Qs E. Mwanyumba 2. Khalid Shariff 3. Dr. Shem Patta 4. Jemeriah Kiwo 5. Dr. Rukiya Harith 6. Mrs. Mwanahamisi Omar	Chairman Member " " " "	8 out of 8 5 out of 8 5 out of 8 8 out of 8 5 out of 8 8 out of 8

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4	Academic Committee	1. Dr. Rukiya Swaleh 2. Dr. Faiz Shee 3. Mr.Khalid Shariff 4. Mdm Husna Mbarak 5. Mdm Mwanaharusi 6. Mrs. Mwanahamisi Omar 7. Dr.Shem Patta	Chair Member “ “ “ “ Principal/Secretary	4 out of 4 4 out of 4 2 out of 4 3 out of 4 4 out of 4 4 out of 4 3 out of 4
6	Discipline and welfare Committee	1. Dr. Sophie Uyoga 2. Mr.Onesmus Mulwa 4. Mdm Fatima Saad 5. Mdm Hamisa Zaja 6. Mdm Hamadi Hemed K. 7. Mdm Husna Mubarak 8. Rukiya Harith 9. Mrs. Omar Mwanahamisi	Chair Member “ “ “ “ “	3 out of 3 3 out of 3 out of 3 3 out of 3 1 out of 3 2 out of 3 1 out of 3

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

(d) School Operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Mrs. Mwanahamisi Omar	TSC No. 350221
2	Deputy Principal 1	Mdm. Emily Chilande	TSC No.416484
3	Deputy Principal 2	Mdm. Esther Mbaga	TSC NO 416724
4	School Bursar	Mr. Basil Barasa Haduba	ID NO. 8389074

(e) Schools contacts

Post Office Box: 81074 - 80100
Telephone: 0721-743742
E-mail: mamanginagirls.highschool@gmail.com
Website: www.mamanginagirls.co.ke
Facebook: MamanginaGirls.High

(f) School Bankers

The school operated 9 number of bank accounts in the following banks:

s/n	Account Name	Branch	Bank Account Number	Active/dormant
1	Mama Ngina Girls -Kcb Main Account	Mvita	1264854285	Active
2	Mama Ngina Girls -Tuition Account	Mvita	1261263170	Active
3	Mama Ngina Girls -kcb Operations Account	Mvita	1261262220	Active
4	Mama Ngina Girls- Equity account	Digo Road	0460293773687	Active
5	Mama Ngina Girls -NBK A/C	Treasury Square	01021007512800	Active
6	Mama Ngina Girls kcb Gratuity A/C	Mvita	1261262042	Active
7	Mama ngina girls -kcb Bom Savings Account	Mvita	1261263499	Active
8	Mama ngina kcb Infrastructure Ac	Mvita	1170742394	Active
9	Mama ngina kcb cdf ac	mvita	08020464581	dormat

MPESA Pay Bill No. 522123, Account 67610K- KCB attached to - KCB bank

account Number: 1264854285

(g) Independent Auditors

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

**MAMA NGINA GIRLS SECONDARY SCHOOL
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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:

I) Surplus/ deficit for the year and a comparison of the same for the last three years

S/N	2024-2025	2023-2024	2022-2023
1	(2,942,170)	2,011,538	(64,554,491)

II) Capitation grants from the Ministry of Education for the last three years

S/N	Account	2024-2025	2023-2024	2022-2023
1	Tuition	2,686,759	2,692,381,	2,721,504
2	Operation	8,325,313	13,075,979	12,060,434
3	Infrastructure	8,221,000	106,627,521	290,396
	TOTAL	19,233,072	141,628,953	15,072,334

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

S/N	Account	2024-2025	2023-2024	2022-2023
1	Main	89,071,672	88,980,887	65,736,607

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

S/N	Account	2024-2025	2023-2024	2022-2023
1	Tuition	3,078,735	2,261,227	2,719,691
2	Operation	8,649,668	14,196,824	75,672,471
3	Main	85,976,075	90,419,146	83,097,671
4	Infrastructure	13,542,436	102,488,033	62,967,156
	TOTAL	111,246,914	209,365,230	161,489,833

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

VI) Movement of debtors and creditors of the school over the last three years

S/N	Particulars	2024-2025	2023-2024	2022-2023
1	Debtors	14,676,549	11,842,757	9,415,908
2	Creditors	7,967,649	9,728,530	18,067,622

b) Teacher Student ratio:

1. Number of teachers recruited/posted to the school within the year	3
2. Number of teachers transferred within the year	5
3. Number of teachers retired during the year	0
4. Number of teachers employed by TSC	41
5. Number of teachers employed by BOM	2
6. Subject allocation: (i) Maths	10 teachers
(ii) English	7 teachers
(iii) Kiswahili	9 teachers
(iv) Chemistry	9 teachers
(v) Biology	7 teachers
(vi) Physics	4 teachers
(vii) Business studies	4 teachers
(viii) Agriculture	3 teachers
(ix) Geography	3 teachers
(x) History and government	4 teachers
(xi) CRE	5 teachers
(xii) IRE	5 teachers
(xiii) Home science	1 teacher
(xiv) Computer	1 teacher
(xv) French	1 teacher
(xvi) Arabic	1 teacher
Shortage : English	

c) The mean score in the 2022-2024 KCSE:

S/N	Description	2024	2023	2022
1.	Performance of the school	B-	B-	C+
2.	School mean score	7.83	7.8523	7.457
3.	Number of students transited to higher learning	181	185	134

d) Number of Candidates in the 2022-2024 KCSE:

S/N	Description	2024	2023	2022
1.	KCSE candidates	229	237	195

e) The capacity of the school:

S/N	Description	2024
1.	Number of students	863
2.	Dormitories	3
3.	Dining hall	1
4.	Laboratories :- ICT lab	1
	Home science lab	1
	Physics lab	1
	Chemistry/biology lab	2
5.	Toilets	63
6.	Kitchen	1

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

f) Development projects carried out by the school:

Projects	Source Of Funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected Completion Time
Dining hall /kitchen	M.E.O	Waiting handover	95,740,045.00	92,786,590.00	Sept-2024
Perimeter wall	Parent obligation	Work in progress	37,905,000.00	13,600,000.00	Dec -2026
Gate and Gate House	M.E.O	completed	3,826,050	3,826,050	DEC-2024
Boarding mistress and Deputy House	M.E.O AND HIRE OF FACILITY	completed	9,069,299	9,069,299	JUNE-2025
Dog` house	PARENT	completed	288,000	288,000	MARCH-2025



.....28th February 2026

School Principal

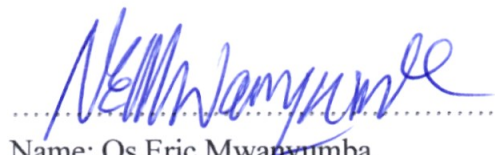
4. Statement of School Management Responsibility

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

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

The Board of Management of Mama Ngina Girls 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: Qs Eric Mwanjumba

Designation: Chairman, School Board of Management

Date: 28th February 2026



Name: Mrs Mwanahamisi Omar

Designation: School Principal & Secretary to Board of Management

Date: 28th February 2026



Name: Mr Basil Barasa Haduba

Designation: Bursar/ Finance Officer

Date: 28th February 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 MAMA NGINA GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - MOMBASA 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 Mama Ngina Girls Secondary School set out on pages 1 to 22 which comprise of the

Report of the Auditor-General on Mama Ngina Girls Secondary School for the year ended 30 June, 2025 - Mombasa County

statement of assets and liabilities as at 30 June, 2025, and the statement of 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 Mama Ngina Girls Secondary School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with Basic Education Act, (Cap 211) 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. Inaccuracies in the Statement of Cash Flows

The statement of cash flows reflects school fund income- parents contributions/fees and cash outflows boarding and school fund payments of Kshs.55,509,830 and Kshs.87,806,745 respectively which differs with the recomputed actual income amount in the statement of comparison of budgeted versus actual for the fees charged on parents and actual expenditure for school fund/boarding amounts of Kshs58,343,622 and 85,976,079 respectively resulting to variances of Kshs.2,833,792 and Kshs1,830,670 which has not been reconciled or explained.

In the circumstances, the accuracy and completeness of the cash flows school fund income- parents contributions/fees and cash outflows boarding and school fund payments of Kshs.55,509,830 and Kshs.87,806,745 could not be confirmed.

2. Unsupported Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivables balance of Kshs.14,676,549. However, the ledger balance and supporting schedules submitted for audit reflects a balance of Kshs.5,615,811 resulting in an unsupported variance of Kshs.9,060,738. Further, Note 13 accounts receivable balance of Kshs.14,676,549 differ with Note 13b which reflects the ageing analysis of accounts receivable of Kshs.14,093,369 resulting to a variance of Kshs.583,180.

In the circumstances, the accuracy and completeness of accounts receivables balance of Kshs.14,676,549 could not be confirmed.

3. Non- disclosure of Stock/Inventory of Textbooks

The annual report and financial statements on other disclosures, Note 19 reflects stock/inventory balance of Kshs.1,389,320. However, the balance excludes the value of text books.

In the circumstances, the accuracy and completeness of inventory balance of Kshs.1,389,320 could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Gaps in PSASB Reporting Templates

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.

2. Unresolved Prior Year Audit Matters

The Auditor-General's report for the year ended 30 June, 2024 raised several audit issues which remained unresolved as at 30 June, 2025. Management has not taken adequate action to address these matters. The issues relate to prior periods and have been reported for emphasis of matter purposes.

- i) Inaccurate School Fund Income – Parents' Contribution,
- ii) Inaccurate Infrastructure Expenses,
- iii) Boarding and School Fund Payments,
- iv) Non-Disclosure of Stock/Inventory of Textbooks,
- v) Misallocation of Miscellaneous Income,
- vi) Long-Outstanding Student Accounts Receivables,
- vii) Budgetary Control and Performance,
- viii) Delayed Completion of School Perimeter Wall,
- ix) Accuracy of Student Enrollment Data,
- x) Ineffective Audit Committee,
- xi) Failure to Develop a School Improvement Plan, and
- xii) Ineffective Revenue Management System.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

The statement of financial performance and as disclosed in Note 9 to the financial statements reflects boarding and school fund expenditure of Kshs.85,976,075. Included in the expenditure is an amount of Kshs.215,250 transferred to Kenya Secondary School Heads Association (KESSHA) a welfare that 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.215,250 could not be confirmed.

2. Capitation Grants

2.1. Under Funding of Capitation Grant Per Student

The statement of financial performance and as disclosed in Note 1 and Note 2 to the financial statements reflects government grants for tuition and government grants for operations of Kshs.2,686,759 and Kshs.8,325,313 respectively.

During the period under review the government was to contribute Kshs.4,144 and Kshs.13,900 per student for tuition and operations grants respectively. However, the government released government grants for tuition and operation amounting to Kshs.3,063 and 8,231 per student contrary to Ministry of Education Circular Ref No. MOE.HQS/3/10/18 Vol.II/ (33) dated 7th March, 2024. This resulted to underfunding of Kshs.1,081 and Kshs.5,669 for tuition and operations per student respectively.

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

2.2.Overpayment of Capitation Grants

The statement of financial performance and as disclose in Note 1 and Note 2 the financial statements reflect government grants for tuition and government grants for operations of amount of Kshs.2,686,759 and Kshs.8,325,313 respectively. Review of enrolment records revealed that the number of students as per NEMIS module and School register reflected an excess of 115 students in the NEMIS system. The variance resulted from failure by the school to update the students who had been transferred to other schools in the NEMIS system. As a result, the School received over disbursement from the Ministry of Education amounting to Kshs.403,712.36.

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

2.3. Underfunding for Infrastructure Grant by the Government

The statement of financial performance and as disclosed in Note to 3 the financial statements reflect government grants for infrastructure amount of Kshs.8,221,000. During the period under review the government was to contribute Kshs.4,000 per student in respect of maintenance and improvement. Examination of receipts of disbursed funds revealed that the government released maintenance and improvement amounting to Kshs.3,350 per students resulting to under- funding of Kshs.650 per student.

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

3. Delay in Transfer of Infrastructure Grants

The statement of financial performance and as disclosed in Note to 3 the financial statements reflect government grants for infrastructure of Kshs.8,221,000. Included in this amount is Kshs.850,000 which was received on 31 January, 2025 and transferred from the operations account on 25 February, 2025 equivalent to twenty-five (25) days after receipts of the funds. This is contrary to Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which states that infrastructure grants as well as maintenance and improvement funds shall be transferred to the school infrastructure account within fifteen days upon receipt of the funds in the operations account.

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

4. Irregularities in Procurement Processes

4.1.Failure to Reserve 30% of Tenders to Youth, Women and PWDs

Review of procurement records indicated that out of the twenty-three (23) tenders advertised, only three (3) representing 13% were reserved for disadvantaged groups, contrary to section 157 (5) of the Public Procurement and Asset Disposal Act, 2015 which states that an accounting officer of a procuring entity shall, when processing procurement, reserve a prescribed percentage of its procurement budget, which shall not be less than thirty per cent, to the disadvantaged group and comply with the provisions of this Act and the regulations in respect of preferences and reservations.

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

4.2.Awarding of Tenders to Unregistered Suppliers

Review of sampled payment vouchers revealed that the school management paid an amount of Kshs.206,368 to seven suppliers for services which had been tendered but awarded to unregistered supplier. This is contrary to Section 106 (2) and (3) of the Public Procurement and Asset Disposal Act, 2015 which states that an accounting officer of a procuring entity shall give the request for quotations to such persons as are registered by the procuring entity.

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

4.3.Irregularities in the Procurement and Construction of School Boundary Wall

The statement of financial performance and as disclosed in Note 8 to the financial statements reflects infrastructure expenditure of Kshs.13,542,436. Included in the amount is Kshs.1,278,300 to a contractor for construction of boundary wall at a contract sum of Kshs.37,905,000. The contract was signed on 21 November, 2023 with a completion date of 31 December, 2026. As at 30 June, 2025 the contractor had been paid Kshs.13,600,000 or 35.9% of the contract price. However, project report signed by Clerk of Works provided dated 20 May, 2025 indicates that the project was at 72% yet according to the progress report, the value of certified works as at the same date amounted to Kshs.13,600,000 or 35.9% of contract sum resulting to a variance of 36.1% in completion level.

Further, the progress report indicates that the project manager was the Regional Works Officer, State Department for Public Works. However, no evidence was provided to confirm the progress report provided dated 20 May, 2025 and certificate of payment number two (2) dated 10 May, 2025 both signed by Clerk of Works were issued by Regional Works Officer, State Department of for Public Works. In addition,

review of the tender evaluation minutes dated 3 November, 2023 revealed that the School Management requested for quotations instead of open tender and only three bidders who quoted Kshs.38,263,700, Kshs.44,006,662 and Kshs.37.905,000 responded.

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

4.4.Failure to Provide Professional Opinion on Acquisition of Assets

The statement of financial performance and as disclosed in Note 8 to the financial statements reflects infrastructure expenditure of Kshs.13,542,436. Included in this amount are projects amounting to Kshs.12,655,368. However, the signed professional opinion from the head of procurement to the accounting officer were not provided contrary to Section 84 (1) of the Public Procurement and Assets Disposal Act, 2015 which states that the head of procurement function of a procuring entity shall, alongside the report to the evaluation committee as secretariat comments, review the tender evaluation report and provide a signed professional opinion to the accounting officer on the procurement or asset disposal proceedings.

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

5. Excess Supply of Text Books

In the financial year 2023/2024, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records and physical verification at the store revealed that KICD distributed 5,570 text books in excess of the student enrolment. Further, the school did not have a system of tracking books lost and the number recovered from students. Recoveries of books is done during clearance when student completes form four which is irregular as it creates shortages and challenge in traceability in the long run.

In the circumstances, value for money on the excess unissued text books could not be confirmed.

6. Long Outstanding Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables of Kshs.7,897,860. Included in this amount is Kshs.3,000,000 which has been outstanding since 2017. A review of the demand letter, and reconciliation report provided for audit revealed that the creditor had issued a demand notice dated 4 July,2017 through a lawyer demanding payment of Ksh.16,874,288 initially owed and partial payment of Kshs.13,874,288 was made leaving an outstanding balance of Kshs.3,000,000.

Failure to settle long outstanding payables may result in additional costs being incurred due to litigation and court award and contravenes Section 53(8) of the Public Procurement and Assets Disposal Act, 2015 which states that an Accounting Officer shall not commence any procurement proceeding until satisfied that sufficient funds to meet the obligations of the resulting contract are reflected in its approved budget estimates and Regulation 150(1) of Public Procurement and Asset Disposal Regulations, 2020 states that 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.

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

7. Failure to Develop the School Improvement Plan

Review of operational records established that Management had not developed an improvement plan. The school improvement plan assists the school to keep focus in achieving the achieved targets, prioritize on School needs, ensuring prudent utilization of resources and to improve accountability.

In the circumstances, the effectiveness of progressive School improvement could not be confirmed.

8. Failure to Submit Annual Governance Report

During the year under review the School did not submit the annual governance report to the Director of Basic Education which is intended to provide accountability on the school's governance, management, performance, and utilization of resources. This is contrary to Section 60 of the Basic Education Act, 2013 which states that that every public school or

institution of basic education shall, on an annual basis, submit an annual report to the Director of Basic Education which is intended to provide accountability on the school's governance, management, performance, and utilization of resources
In the circumstances, the School was in breach of the law.

9. Failure to Maintain a Separate Bank Account for Other Receipts

The statement of financial performance and as disclose in Note 5 to the financial statements reflects miscellaneous incomes amount of Kshs.30,728,050. Review of the bank statements revealed that other income was banked under the school fund account/boardings instead of specialized receipts account. This is contrary to Paragraph 3.4.5 of Ministry of Education Circular Ref No. MOE.HQS/3/10/18 Vol.II/(33) dated 7 March, 2024 which states that schools with income generating activities shall open a separate bank account for the same.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1) (a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the 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. Long Outstanding Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivable of Kshs.14,676,549 in respect of fees arrears. Included in the balance is Kshs.7,090,259 which had been outstanding for more than two years. Additionally, there was no policy on the impairment of long outstanding fees arrears and other non-fee receivables with some dating back to 1980s hence 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 Undertake Internal Audit

During the year under review, it was noted that the Internal Audit Unit in the Ministry of Education did not conduct an internal audit and risk assessment of the school, contrary to section 73(3)(b) of the Public Finance Management Act, 2012 which requires that internal auditor shall conduct internal audit which includes risk based, value for money and systems audits aimed at strengthening internal controls mechanisms that could have impact on achievement of strategic objectives of the entity.

In the circumstances, the effectiveness of internal control could not be confirmed.

3. Non-Automation of Operations

The statement of financial performance for the year under review reflects a revenue of Kshs.108,304,744 and expenditure of Kshs.111,246,914. Further, Note 4 to the financial statements reflects school fund income - parents' contributions amount of Kshs.58,343,622.

Audit verification revealed that this revenue was managed manually except for fees collection system called Somsom which does not have a backup system, has limited functionalities and does not support any form of reporting. The school uses manual systems in management of expenditures with all recording of transactions including ledgers, cashbooks and reporting being done manually.

In the circumstances, the effectiveness of internal controls over the collection of revenue could not be confirmed.

4. Limited Segregation of Duties over Petty Cash Management

Audit verifications carried out revealed that the bursar serves as the custodian of cash, and is responsible for authorizing and disbursing payments and at the same time records the transactions in the petty cash book. This concentration of functions contravenes sound financial management principles and undermines effective internal control over cash handling. This was an indication of lack of segregation of duties in the management of petty cash.

In the circumstances, the effectiveness of internal controls over the management of petty cash 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 Board of Management

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

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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 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

21 April, 2026

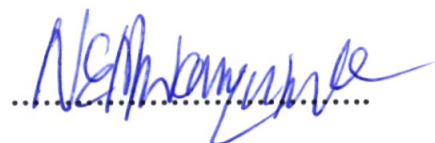
**MAMA NGINA GIRLS SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

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	2024/2025	2023/2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	2,686,759	2,692,381
Government grants for operations	2	8,325,313	13,075,979
Government Grants for infrastructure	3	8,221,000	106,627,521
School fund income- parents' contributions	4	58,343,622	78,649,614
Miscellaneous incomes	5	30,728,050	10,331,273
Total Revenue		108,304,744	211,376,768
Expenditure			
Tuition	6	3,078,735	2,261,227
Operations	7	8,649,668	14,196,824
Infrastructure	8	13,542,436	102,488,033
Boarding and school fund	9	85,976,075	90,419,146
Total Expenditure		111,246,914	209,365,230
Surplus/Deficit		(2,942,170)	2,011,538

The school financial statements were approved on 28th February 2026 and signed by:



Name: : Qs Eric Mwanyumba
Chair BOM

Date: 28th February 2026



Name: Mrs Mwanahamisi Omar
School Principal/ Secretary to BOM

Date: 28th February 2026



Name: Mr Basil Barasa Haduba
Bursar/ Finance Officer

Date: 28th February 2026

**MAMA NGINA GIRLS SECONDARY SCHOOL
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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	2024/2025	2023/2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	12,333,977	19,918,921
Cash balances	11	2,950	24,637
Total cash and cash equivalent		12,336,927	19,943,558
Account's receivables	13	14,676,549	11,842,757
Total financial assets (a)		27,013,476	31,786,315
Financial liabilities			
Accounts payables	14	7,897,860	9,728,530
Total Financial Labilities (b)		7,897,860	9,728,530
Net financial assets (a-b)		19,115,616	22,057,786
Represented by			
Accumulated fund b/fwd	15	22,057,786	20,046,248
Surplus/deficit for the year		(2,942,170)	2,011,538
Net Assets		19,115,616	22,057,786

The school's financial statements were approved on 28th February 2026 and signed by:



Name: Qs Eric Mwanyumba

Chair BOM

Date: 28th February 2026



Name: Mrs Mwanahamisi Omar
School Principal/ Secretary to BOM

Date: 28th February 2026



Name: Mr Basil Barasa Haduba

Bursar/ Finance Officer

Date: 28th February 2026

**MAMA NGINA GIRLS SECONDARY SCHOOL
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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	2024/2025	2023/2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	2,686,759	2,692,381
Government grants for operations	2	8,325,313	13,075,979
Government grants for infrastructure		8,221,000	106,193,148
School fund income- parents contributions/ fees		55,509,830	74,707,928
Other income		30,728,050	10,331,273
Total receipts		105,470,952	207,000,709
Payments			
Cash outflows for tuition		3,078,735	2,261,227
Cash outflows for operations		8,649,668	14,196,824
Cash outflows Boarding and school fund payments		87,806,745	83,772,224
Total payments		99,535,148	100,230,275
Net cash inflow/outflow from operating activities		5,935,804	106,770,434
Cash flow from investing activities			
Acquisition of assets		(13,542,436)	(115,524,840)
Proceeds from sale of Assets			
Maintenance And Improvement Funds			
Purchase of investments			
Net cash inflow/outflows from investing activities		(13,542,436)	(115,524,840)
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		(7,606,631)	(8,754,406)
Cash and cash equivalent at beginning of the 2024/2025		19,943,558	28,697,964
Cash and cash equivalent at end of the 2024/2025		12,336,927	19,943,558

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

The school's financial statements were approved on 28th February 2026 and signed by:



Name: Qs Eric Mwanyumba

Chair BOM

Date: 28th February 2026



Name: Mrs Mwanahamisi Omar
**School Principal/ Secretary to
BOM**

Date: 28th February 2026



Name: Mr Basil Barasa Haduba

Bursar/ Finance Officer

Date: 28th February 2026

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

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
RECEIPTS					
(1) Capitation Grant on Tuition					
Teaching / Learning Materials	2,445,000		2,445,000	2,686,759	110%
(2) Capitation Grant on Operations					
Repairs And Maintenance	2,298,000		2,298,000	3,221,000	140%
Medical	650,000		650,000	980,340	151%
Activity	2,000,000		2,000,000	653,165	33%
Others	29,771,000		29,771,000	6,691,808	22%
3) FDSE for infrastructure					
Transition Infrastructure Grants				5,000,000	
(4) Fees Charged on Parents					
Repairs And Maintenance	2,100,000		2,100,000	1,688,535	80%
Development fee	8,630,000		8,630,000	8,440,231	97%
Other	29,771,000		29,771,000	18 237 780	61%
Activity	2,412,000		2,412,000	629,080	26%
Fee On Boarding Equipment and Stores	30,385,000		30,385,000	29,347,996	97%
5) Miscellaneous Income					
Hire of facility				30,605,050	
Tender fee				123,000	
Total Income	110,462,000		110,462,000	108,304,744	98%
EXPENDITURE					
(6) Expenditure For Tuition					
Teaching / Learning Materials	2,445,000		2,445,000	3,078,735	126%
(7) Expenditure For Operations					
Activity Expenses	2,000,000		2,000,000	597,450	30%
Others	32,719,000		32,719,000	8,052,218	25%

**MAMA NGINA GIRLS SECONDARY SCHOOL
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Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
(8) Expenditure For infrastructure					
WHT				290,713	
Acquisition of assets				13,249,065	
Bank charges				2,658	
(9) Expenditure For school fund/boarding					
Repairs, Maintenance and Improvements	2,100,000		2,100,000	3,014,332	143%
Development fee	8,630,000		8,630,000	4,189,005	49%
Activity	2,412,000		2,412,000	1,326,650	67%
Boarding Equipment and Stores	30,385,000		30,385,000	28,318,463	70%
Other Expenses	29,771,000		29,771,000	23,171,163	78%
Bank Charges				17,937	
Tender fee expense				10,000	
Hire of facility expense				25,928,525	
Totals	110,462,000		110,462,000	111,246,914	

- i. The over expenditure votes was due to the following issues which was urgently need and was not budgeted for:
 - a. Night police officer for security-kshs 1,008,000 per year
 - b. Other security guards -kshs 936,000 per year
 - c. Construction of dog house and twin house for deputy and boarding mistress
- ii. Underutilization which is evident in almost all the accounts is as results of high revenue budgeted at the beginning of the financial which was not realized due to few government capitations received

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

recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

In-kind contributions are donations that are made to Mama ngina girls 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, Mama ngina girls includes such value in the statement of financial performance both as revenue and as expenditure in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

For the purposes of these financial statements, deposits, and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government

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

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

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

7. Non-current assets

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in Mama ngina girls 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. Mama ngina girls 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.

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,686,759	2,682,381
Deposit		10,000
Total	2,686,759	2,692,381

2 Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Repairs And Maintenance		7,047,545
Other Vote Heads	6,691,808	4,261,100
activity	653,165	873,029
Medical	980,340,	894,305
Total	8,325,313	13,075,979

3 Government Grants for infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Transition infrastructure R.M.I- operation	3,221,000	106,000,000
Transition infrastructure grants	5,000,000	
Grant		
Interest		627,521
Total	8,221,000	106,627,521

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

4 School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Development fund	8,440,231	10,277,731
Repairs and maintenance	1,688,535	2,507,314
Local transport / travelling		
Electricity and water		
Activity	629,080	958,091
Fee on Boarding Equipment and stores	29,347,996	38,910,028
Admission materials		
Others	18,237,780	25,996,450
Total	58,343,622	78,649,614

5 Miscellaneous Incomes

Description	2024/2025	2023/2024
Rent Income		
Income From Farming Activities		
Tender fee	123,000	133,000
Hire of facility	30,605,050	10,198,273
Income From Bus Hire		
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income		
Total	30,728,050	10,331,273

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

6 Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		
Laboratory Equipment		
Teaching / Learning Materials	3,075,902	2,261,227
Exams And Assessment		
Teachers Guides		
Bank Charges	2,833	
Others (specify)		
Total	3,078,735	2,261,227

7 Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Service Gratuity		
Administration Cost		
Repairs And Maintenance & Improvements		3,866,758
Medical		376,800
Activity Expenses	597,450	644,950
Other votechcads	8,052,218	9,308,316
Total	8,649,668	14,196,824

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

8 Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Administration		2,424,246
WHT	290,713	
Acquisition Of Assets	13,249,065	96,763,787
Bank charges	2,658	
Boarding		2,000,000
Drilling of boreholes		
operation		1,300,000
Total	13,542,436	102,488,033

9 Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Development fund	4,189,005	6,695,700
Repairs And Maintenance & Improvements	3,014,332	3,352,716
activity	1,326,650	1,252,935
Electricity And Water		
Medical Expenses		
Administration Costs		
Hire of facility cost	25,928,525	8,897,084
Bank Charges		
Expenses On Income Generating Activities**		
Fee On Boarding Equipment and Stores	28,318,463	44,206,262
Service gratuity		1,023,305
Insurance Cost (Life Property)		
Loan Principal Repayment		
tender	10,000	80,400
Acquisition Of Assets		
Bank charges	17,937	
Other votehead	23,171,163	24,910,744
Total	85,976,075	90,419,146

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10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024/2025	2023/2024
	Active/Dormant		Kshs	Kshs
Mama Ngina Girls-Tuition Account	Active	1261263170	41,707	433,683
Mama Ngina Girls Operations Account	Active	1261262220	512,862	2,067,313
Mama Ngina Girls School Fund Account/Boarding	Active	1264854285	1,421,979	83,379
Mama Ngina Girls Savings Account	Active	126126399	548,197	403,645
Mama Ngina Girls Service Gratuity	Active	1261262942	705,665	1,554,374
Mama Ngina Girls Equity Account	Active	0460293773687	97,149	2,384,940
Mama Ngina Girls Infrastructural Account	Active	1170742394	8,258,891	13,219,006
Mama Ngina Girls National Account	Active	01021007512800	747,412	(227,533)
Mama Ngina Girls Kcb Cdf Account	Dormant	08020464581	114	114
Total			12,333,977	19,918,921

11 Cash In Hand

Description	2024/2025	2023/2024
	Kshs	Kshs
Operation account	512	5,716
School fund account-boarding	2,438	26,266
Infrastructure account		(7,345)
Total	2,950	24,637

12 Short Term Investments

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

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13 Accounts Receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Fees Arrears	14,093,369	11,259,577
Other Non-Fees Receivables		
Non fee receivables	499,680	499,680
R/D cheques	83,500	83,500
Rent arrears (list/schedule attached)		
Total	14,676,549	11,842,757

13 b) Ageing Analysis of Accounts Receivable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/2025	% of the total	2024/2025	% of the total
Less than 1 year	5,032,631	36%	3,941,686	35%
Between 1- 2 years	1,970,479	14%	3,038,758	27%
Between 2-3 years	2,811,126	20%	420,348	4%
Over 3 years	4,279,133	30%	3,858,785	34%
Total (should tie to note 13 a)	14,093,369	100%	11,259,577	100%

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	7,897,860	9,349,477
Prepaid fees		379,053
Total	7,897,860	9,728,530

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14a. Ageing Analysis of Accounts Payable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/25	% of the total	2023/24	% of the total
Less than 1 year	4,897,860	%	6,349,477	%
Over 3 years	3,000,000	%	3,000,000	%
Total (should tie to note 14)	7,897,860	%	9,349,477	%

15 Fund Balance Brought Forward

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Balances	19,918,921	28,679,832
Cash Balances	24,637	18,131
Receivables	11,842,757	9,415,908
Payables	(9,728,530)	(18,067,622)
Total	22,057,785	20,046,248

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Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2024/2025	2023/2023
		Kshs	Kshs
Cattle			
Goats			
Trees			
Coffee Or Tea Plantation			
Poultry			
Others (specify)			
Total			

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year		
Borrowings during the year		
Repayments during the year		
Balance at the end of the year		

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Other important disclosure notes

19 Stock/ Inventory

Description	2024/2025	2023/2024
	Kshs	Kshs
Food stuffs	504,022	1,230,299
Lab consumables	820,148	49,570
Medication	65,150	117,000
TOTAL	1,389,320	1,396,869

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.

Basis for Qualified Opinion																						
Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																		
1. Inaccurate School Fund Income-Parents Contribution	The statement of receipts and payments and Note 4 to the financial statements reflects Kshs.78,649,614 being the school fund income contributed by the parents while the same item is reflected as Kshs.85,039,201 under the statement of cashflow. The resulting variance of Kshs.6,389,587 was not reconciled	Auditors' observation that there were variances in statement of receipts and payments in the above table was noted. This is a result of incorporating accrual concept in IPSAS due to provision of receivables and payables i.e. debtors mostly fees arrears and also creditors. Therefore, the variances came up due to calculation of statement of receipts and payments using adjusted trial balance and cash flow using the original trial balance.	resolved																			
2. Inaccurate Infrastructure Expense	The statement of receipts and payments and Note 8 to the financial statements reflects payments for infrastructure amount of Kshs.102,488,033. The statement of Cashflows reflects Kshs.115,524,840 being acquisition of assets /infrastructure during the period under review. However, under Note 8 to the statement of receipts and payments the infrastructure payments had a balance of Kshs.102,488,033 The variance of Kshs.13,036,807 was not explained	The value of the assets which will be included in the assets register are as follows are: <table><tr><th>item</th><th>amount(kshs)</th></tr><tr><td>land</td><td>160,000,000</td></tr><tr><td>mosque</td><td>4,000,000</td></tr><tr><td>pit latrines</td><td>328,000</td></tr><tr><td>water tanks</td><td>148,000</td></tr><tr><td>administration block</td><td>172,221,401</td></tr><tr><td>dinning hall and kitchen</td><td>95,740,046</td></tr><tr><td>staff houses & power house</td><td>9,965,418</td></tr><tr><td>dormitories block</td><td>99,531,699</td></tr></table> The correct figure is 541,934,564 and not 624,469,422, this was an error.	item	amount(kshs)	land	160,000,000	mosque	4,000,000	pit latrines	328,000	water tanks	148,000	administration block	172,221,401	dinning hall and kitchen	95,740,046	staff houses & power house	9,965,418	dormitories block	99,531,699	resolved	
item	amount(kshs)																					
land	160,000,000																					
mosque	4,000,000																					
pit latrines	328,000																					
water tanks	148,000																					
administration block	172,221,401																					
dinning hall and kitchen	95,740,046																					
staff houses & power house	9,965,418																					
dormitories block	99,531,699																					

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
3 Long outstanding student accounts receivables Ksh.11,842,757	The statement of assets and liabilities and Note 13 to the financial statements reflects accounts receivables amount of Kshs.11,842,757 (Kshs.9,415,908 - 2022-2023). The amount is due from fees arrears of Kshs.11,259,577, other non-fees receivables of Kshs.499,680 and RD cheques of Kshs.83,500. Ageing analysis of the receivables indicates that an amount of Kshs.3,858,785 had been overdue for over 3 years. Management has not shown measures put in place to ensure the unpaid amount is collected and banked promptly	The auditors' observation was noted. We agree with your observation that there were huge outstanding fees arrears. The long outstanding students' receivables disclosed in note number 13 of financial statements were outstanding fee balances of students amounting to Kshs11,842,757. The fee arrears were cumulative balances dating back when the school started. We wish to point out that efforts made by the school to collect arrears are hampered by instructions given by the ministry where schools are barred from withholding KCSE certificates as a strategy to enforce fees arrears payment for students who left the school with huge balances. Reference is made to PS circular MOE.HQS/3/6/116 (53) dated 8 th November, 2022	Not resolved	
4 misallocation of Miscellaneous Income	The statement of receipts and payments and Note 5 to the financial statements reflects miscellaneous income of Kshs.10,331,273. Review of the documents provided for audit revealed that interest income of Kshs.627,521 that was generated from on call fixed deposits at KCB Bank infrastructure Account had not been recognized as income thus understating miscellaneous income by the same amount. Further it was observed that miscellaneous income was banked under the infrastructure account instead of specialized income generating activities account.	Auditors' observation was noted however, we wish to clarify that the school maintained all the required bank accounts and there was no undisclosed miscellaneous income. We wish to point out that the school had no income generating activity. The only income generated was income from tender applications and accommodation from visitors. In regards to the undisclosed figure of Kshs 627,521, we wish to clarify that the figure has no correlation with miscellaneous income note no 5 and it has been corrected and posted in our financial statement as bank interest in note no 3 Government grant for infrastructure	resolved	
5 Non-disclosure of Stock/Inventory of Text Books	The annual report and financial statements on other important disclosures - Note 19 reflect inventory balance of Kshs.1396,869. However, text books were not included in this balance	We wish to point out that the MOE changed the funding model in year 2018 where the MOE retained the funds for provision of text books through Kenya Institute of Curriculum Development (KICD). During the year 2023/2024 under review text books were procured by the ministry and delivered directly in to the school and a delivery document issued. The school management however is not involved in the needs assessment. The school has no	Not resolved	

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		control over the procurement and supply of textbooks. In future the school promises to make a follow up with the Ministry of Education /KICD on provision of a copy of invoices for the delivered textbooks.		
Emphasis of Matter				
Budgetary control and performance	The statement of comparison of budget and actual amounts for the year ended 30 June,2024 indicates that the school had final revenue budget amount of Kshs.74,877,615 against actual receipts of Kshs.127,967,783 resulting to an over-realization of Kshs.53,090,168 or 70.9% of the budget. Similarly, the school expended Kshs.85,446,337 against an approved expenditure budget of Kshs.74,877,615 resulting in net over-absorption of Kshs.10,568,722 or 14.1% of the budget. The over-realization and over absorption shows that budget estimates prepared were not realistic, thereby undermining the fiscal responsibility by the management to prepare estimates that are complete and accurate. My opinion is not modified in respect of this matter	The auditors' observations and recommendations were positively noted. We wish to highlight that the budgeted receipts differed with the actual receipts because not all funds budgeted for were received from the GOK and the parent's contribution. The low revenue received was attributed to economic challenges caused by the country's financial state. The over expenditure was caused by infrastructural activities not budgeted for but undertaken due to challenges relocation of the school	Not resolved	
Delayed Completion of School Perimeter Wall	The statement of receipts and payments and Note 8 to the financial statements reflect payments for infrastructure amount of Kshs.102,488,033. Included in the amount is payments for construction of classrooms of Kshs.96,763,787. Records reviewed revealed that the payments included costs of construction of a school boundary wall. The school boundary wall project was awarded to a local contractor at a contract sum of Kshs.37,905,000. The contractor took over site on 21 November, 2023 and works were expected to be completed within three (3) months. However, physical verification in April 2025 revealed the works were not complete. Management response on the	The school moved to the new site in January 2024. The compound was not fenced and thus a security concern. Bill of quantities and design were available and are herein attached for review The BOM approved construction of the wall fence and a written agreement with a payment plan of the contract is available. The project was awarded to contractor SAFAT GENERAL AGENCIES at a cost of kshs 37,905,000 (Thirty Seven Million Nine Hundred And Five Thousands only The contractor was handed over the site on 21/11 2023 and agreed that the construction project was due for completion in three months times but if funds are available. The construction works was at advanced stage. The contractor has been paid an amount of kshs 8,500,000 (Kenya shillings Eight Million Five Hundred Thousands only so far. The completed work is 849 meters and remaining works is 796 meters. The total length of works is	resolved	

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	delayed completion of the boundary wall indicated that the construction works were at an advanced stage with 1318 meters or 49% of the boundary wall complete and remaining works of 327 meters not complete. The contractor had been paid Kshs.11,100,00 or 29%of the contract sum. Further, due to the security exposure resulting from non-completion of the boundary wall, the School had continued to incur Kshs 84,000 per month for security reinforcements by the Kenya Police. In the circumstances, Management was in breach of the law	1645 metres. The work done on the perimeter wall is 52%.		
Accuracy of Student Enrollment Data	Review of enrolment records revealed that the number of students as per NEMIS module and school register reflected an excess of 254 students in the NEMIS system. The variance resulted from failure by the school to update the students who had been transferred to other schools in the NEMIS system. As a result, the school received over disbursement from the Ministry of Education amounting to Kshs.564,837. In the circumstances, the School Management was in breach of Ministry of Education guidelines	We wish to point out that, when students transfer they are received from the other school and then we release them from our side. Students who transfer to private schools don't need NEMIS and there is no option for releasing students data from the system direct	Not resolved	
REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE				
1. Ineffective audit committee	The audit of the annual report and financial statements revealed that the Board of management had established an audit committee. A review of the board minutes indicated that the audit committee had met at least three times in the year under review. However, there were no minutes of the committee showing performance of its oversight role of reviewing risks, internal controls and governance of the School's management systems. There were also no minutes or reports showing the committee followed up on the implementation of the recommendations of internal and external auditors. In the circumstances, the effectiveness of internal	The auditors' observations on ineffectiveness of the committee were correct and positively noted. This was so not deliberately done and we apologize. The institutions management will follow with the Ministry to guide the B.O.M on the sub committee's roles. This will assist in ensuring all sub committees are well trained and conversant in their oversight roles in order to enhance good governance of the school the Basic Education.	resolved	

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	controls and risk management could not be confirmed.			
Failure to Develop a School Improvement Plan	It was established that Management had not developed an improvement plan. The School improvement plan assists in keeping focus in achieving the planned targets, prioritize on School needs, ensuring prudent utilization of resources and to improve accountability. In the circumstances, the effectiveness of progressive School improvement could not be confirmed.	The auditors comments were positively noted. The school improvement plan priorities activities and targets were set out and monitored keenly by the BOM. However, the improvement plan activities and strategies had not been synchronized and prepared as a separate document. We shall prepare improvement plan in future as per the requirement	resolved	

Principal

Date 28th February 2026

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024/25	Outstanding Balance 2023/24	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
1. Mombas vehicle veterans	1,554,500	1 st july 2024	1,090,250	464,250		
2. Sky point	542,050	1 st july 2024	459,250	82,800		
3. Vinnetonnie services	5,559,444	1 st july 2024	3,728,000	1,831,444		
4. Magram botchery	4,034,109	1 st july 2024	2,589,000	1,445,109		
5. Jiweny hardware	2,799,557	1 st july 2024	1,725,300	1,074,257		
Sub-Total	14,489,660		9,591,800	4,897,860		

Annex 2 – Summary of Fixed Assets Register

Asset Class	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	182,000,000	-	-	182,000,000
Buildings And Structures	499,086,564	13,183,349	-	512,269,913
Motor Vehicles	1,660,000	-	-	1,660,000
Office Equipment, Furniture and Fittings	2,897,762	-	-	2,897,762
Textbooks	-	-	-	-
ICT Equipment	1,832,970	279,000	-	2,111,970
Tools And Apparatus			-	
Other Machinery and Equipment	37,641,375	186,000	-	37,827,375
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total	725,118,671	13,648,349		738,767,020