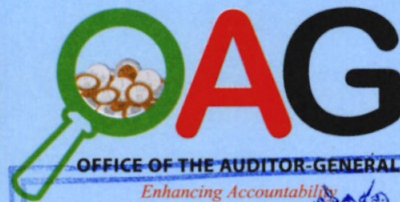


REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 01 JUL 2026

DAY.

WEDNESDAY

REPORT

TABLED

HON. DWEN BAYA, M.P.

CLERK-AT
THE-TABLE:

CHRISTINE NDIRITU

OF

THE AUDITOR-GENERAL

ON

PARLIAMENT
OF KENYA
LIBRARY

MAGARINI GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

KILIFI COUNTY

Revised 30th June 2025



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

Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

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1. Acronyms and Glossary of Terms

○ Provide a list of all applicable acronyms and glossary of terms e.g.

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	

2. Key School Information and Management

(a) Background information

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

The school was registered in 12/2015 under registration number 03S3000/0046 and is currently categorized as a Sub-County (*National, Extra County, County and Sub County*) public school established, owned or operated by the Government.

The school is a boarding school and had 625 number of students as at 30th June 2025. It has 13 streams and 27 teachers of which 12 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	DANIEL MWENDWA	Chairman	08/07/2022
2	CAROLINE ZOKA	Secretary - Principal	08/07/2022
3	WINNIE UREMBO	Member	08/07/2022
4	JULIUS NGONYO	Member	08/07/2022
5	ZAMDA OMAR	Member	08/07/2022
6	CHRISTINE JUMWA	Member	08/07/2022
7	FLORENCE KOMBE	Member	08/07/2022
8	ALI MOHAMMED MZEE	Member – Rep CEB	08/07/2022
9	LAZARO WANJALA	Member Rep Teachers	08/07/2022
10	VELASCO NDARO TSUMA	Sponsor	08/07/2022
11	FRANCIS GHARAMA KALU	Sponsor	08/07/2022
12	PRISCILLA TSANZI	Sponsor	08/07/2022
13	EDWIN KITSAO	Member - Community	08/07/2022
14	REV. SAMSON KATANA	Member Special Needs	08/07/2022
15	CHRISPINE MAKHUNGU	Member	08/07/2022
16	MANUELA TUMAINI	Rep Students	08/07/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Daniel Mwendwa Winnie Urembo Caroline Zoka Julius Ngonyo Zamda Omar	Chairperson Vice Chairperson Secretary PA Chair Treasurer	2 out of 3 2 out of 3 2 out of 3 2 out of 3 2 out of 3
3	Audit, Finance, procurement and general purposes Committee	Daniel Mwendwa Zamda Omar Caroline Zoka Samson Katana	Chairperson Treasurer Secretary Member	0 out of 3 0 out of 3 0 out of 3 0 out of 3
4	Academic Committee	Ndaro Tsuma Priscilla Tsanzi Caroline Zoka Francis Kalu Florence Kombe	Chairperson Vice Chairperson Secretary Member Member	2 out of 3 2 out of 3 2 out of 3 2 out of 3 2 out of 3
5	Development Committee	Samson Katana Karisa Winnie Urembo Vicky Zoka Caroline Zoka Julius Ngonyo Daniel Mwendwa	Chairperson Vice Chairperson Secretary Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
6	Discipline and welfare Committee	Edwin Kitsao Christine Jumwa Caroline Zoka Chrispine Makhungu Julius Ngonyo	Chairperson Vice Chairperson Secretary Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
7	Adhoc Committee (if any during the year)			

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	Identification
1	Principal	CAROLINE ZOKA	TSC No 285906
2	Deputy Principal	VICKY ZOKA	TSC No. 641564
3	School Bursar	SAMUEL NGOWA	ICPAK No.
4	Other (specify)		

(d) Schools contacts

Post Office Box: 5490-80200 Malindi
Telephone: 0724757237
E-mail: magarinigirls@gmail.com
Website: www.magarinisecondary.sc.ke
Facebook:
Twitter:

(e) School Bankers

Name of Bank: KCB-main account
Branch Malindi
Account no . 1111272174

Name of Bank EQUITY-operational Account
Branch Malindi
Account Number 0450294700580

Name of Bank EQUITY-tuition Account
Branch Malindi.
Account no 0450294700635

Name of Bank KCB-SIC Account
Branch Malindi
Account no 1237852811

(f) Independent Auditors



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

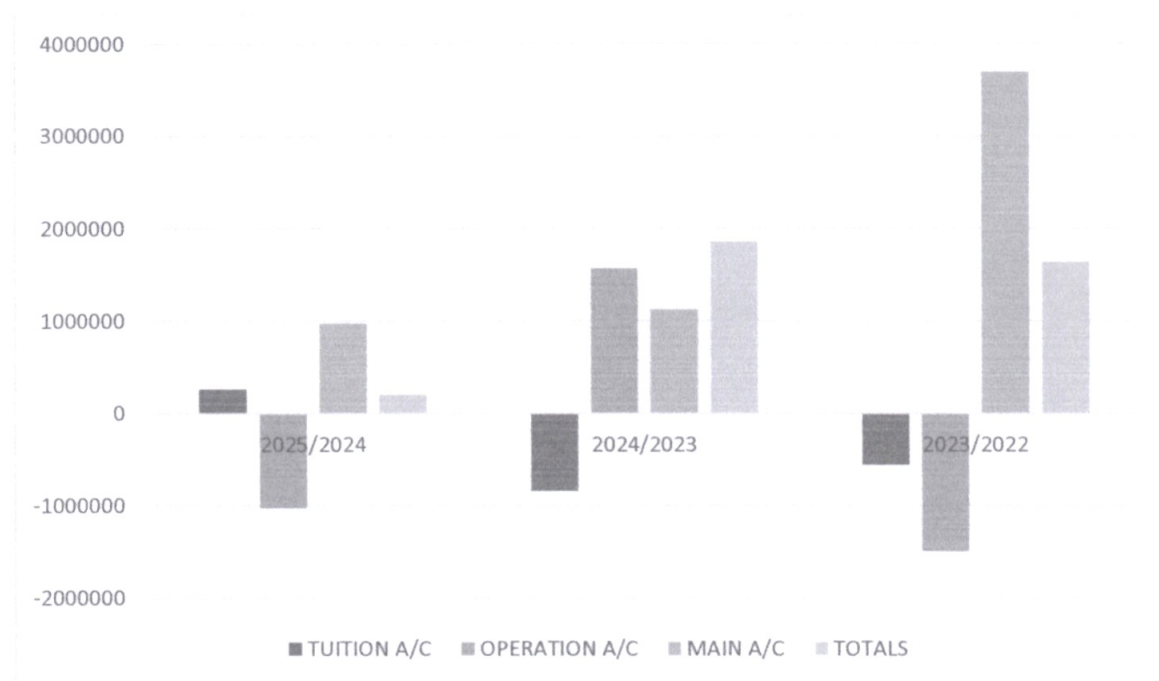
3. Summary Report of Performance of The School

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

a) Financial performance:

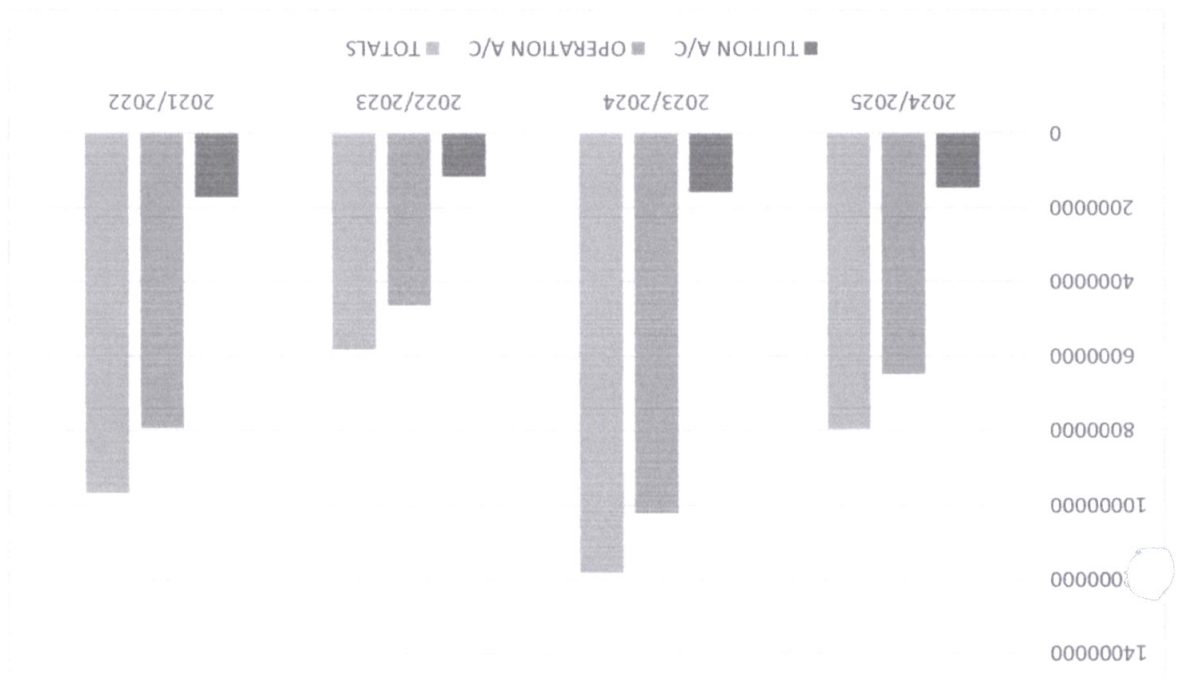
- Surplus/ deficit for the year and a comparison of the same for the last three years

Year	Tuition A/c	Operation A/c	Main A/c	Totals
2024/2025	264,649.25	(1,031,333.41)	974,374.00	207,689.84
2023/2024	(841,918.20)	1,573,360.08	1,128,560.86	1,860,002.74
2022/2023	(561,668.29)	(1,491,559.77)	3,697,764.04	1,644,535.98



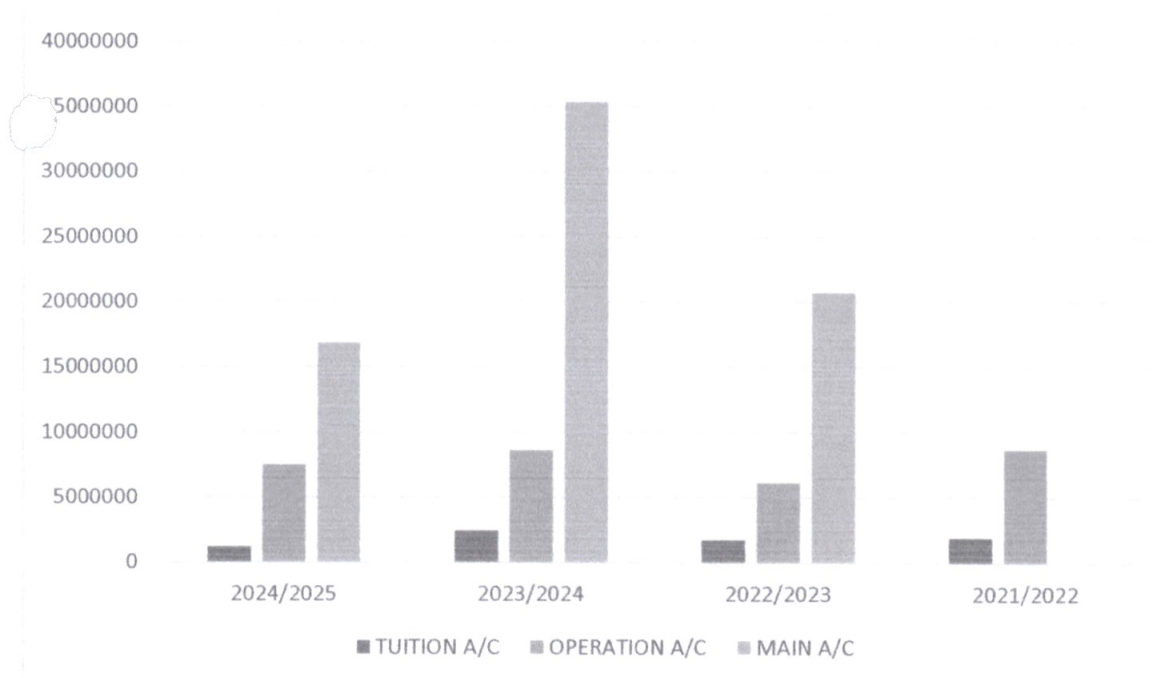
- Capitation grants from the Ministry of Education for the last three years

Year	Tuition A/c	Operation A/c	Totals
2024/2025	1,468,355.50	6,493,992.84	7,962,348.34
2023/2024	1,585,528.80	10,227,054.83	11,812,583.63
2022/2023	1,172,762.71	4,648,984.48	5,821,747.19
2021/2022	1,730,746.40	7,938,776.80	9,669,523.20



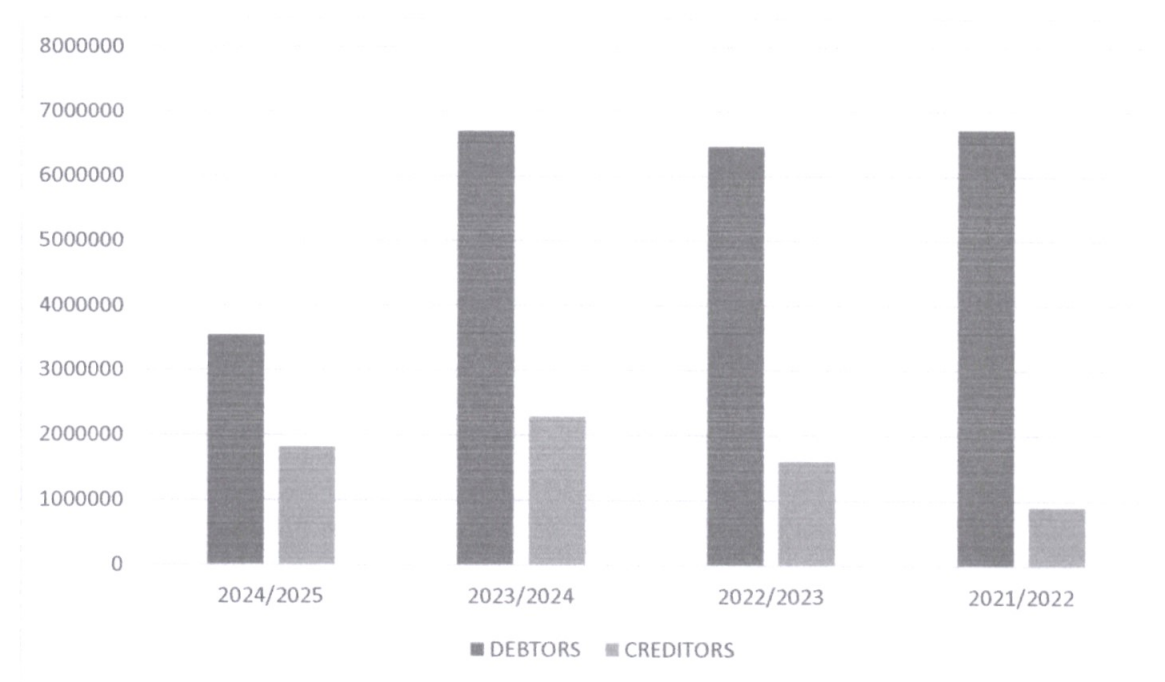
- A three-year overview of growth of other income(s) earned by the school.
- A three-year overview of growth in expenditure of the school

Year	Tuition A/c	Operation A/c	Main A/c
2024/2025	1,203,706.25	7,525,326.25	16,862,296.00
2023/2024	2,427,447.00	8,653,694.75	35,370,398.14
2022/2023	1,734,431.00	6,140,544.25	20,766,853.00
2021/2022	1,961,356.00	8,714,647.15	22,215,147.67



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

Year	Debtors	Creditors
2024/2025	3,542,203.00	1,818,075.00
2023/2024	6,694,279.00	2,289,482.00
2022/2023	6,460,821.00	1,604,049.00
2021/2022	6,723,448.00	907,418.00



Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends unless the school is new).



b) Teacher Student ratio:

(the table below include teacher to student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject in order to indicate shortage/ allocation of resources).

Description	2025/2024	2024/2023	2023/2022
Enrolment	623	625	565
Total number of teachers	30	28	27
Teachers recruited	0	0	0
Teachers transferred/ Retired	TR- 1 RT- 1	TR- 1 RT- 0	TR- 1 RT- 0
Number of BOM Teachers	11	13	13

Number of teachers per subject

Subject	No. Of teachers
English	3
Kiswahili	1
Mathematics	5
Biology	3
Physics	2
Chemistry	3
History & Government	2
Geography	1
CRE	2
IRE	0
Agriculture	0
Business Studies	3
Computer Studies	0

c) Mean score in the 2024/2023 KCSE:

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

Year	No. of Candidates	Mean Score	Number of students joined institutions of higher learning
2024/2023	124	4.379	6
2023/2022	124	3.7258	4
2022/2021	85	4.8118	6

d) Number of Candidates in the 2023/2024 KCSE:

(Tabulate the number of candidates sitting for KCSE over the last three years).

Year	No. of Candidates
2024	124
2023	124
2022	85

e) Capacity of the school:

(the table shows the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education).

Description	Total number
Student Enrolment	623
Dormitories	3
Dining Hall	1
Laboratory	2
Toilets	45
Classes	17

f) Development projects carried out by the school:

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
SEPTICK\SOCKPIT 15 LOCKERS 3(10000 lts tanks	MOE	Completed		1052302.25	Completed in august 2024 and certified

.....
School Principal

MAGARINI GIRLS SEC.
SCHOOL
29 APR 2026
P. O. Box 5490 - 80200
MALINDI

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

The Board of Management of (*Name of 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: DANIEL MWNDWA

Designation: Chairman, School Board of Management

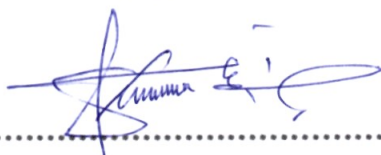
Date: 29/4/26



.....
Name: CAROLINE ZOKA

Designation: School Principal & Secretary to Board of Management

Date: 29/4/26



.....
Name: SAMUEL NGOWA

Designation: Bursar/ Finance Officer

Date: 29/4/26

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 MAGARINI GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025

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 Magarini Girls Secondary School set out on pages 1 to 20, which comprise of the statement of assets

Report of the Auditor-General on Magarini Girls Secondary School for the year ended 30 June, 2025

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 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 Magarini Girls Secondary School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, (Cap. 211) 2013 and the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of financial performance is erroneously referred to as the statement of receipts and payments. The statement reflects total payments of Kshs.25,591,328 which includes expenditure items amounting to Kshs.12,453,502 whose monthly summaries amount was Kshs.13,583,613 resulting to unexplained variance of Kshs.1,130,111. Further, the monthly summaries provided to support these payments lacked details in respect to payee, description of payment, payment voucher numbers and amounts paid.

In the circumstances, the accuracy and completeness of total payments of Kshs.25,591,328 could not be confirmed.

2. Unsupported School Fund Income-Parents Contributions

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects school fund income – parents' contribution of Kshs.17,651,960 which was not supported with schedules and ledgers including the individual students' transactions of fee payment detailing the date, student name, respective form and the amount.

In the circumstances, the accuracy and completeness of school fund income-parents contributions of Kshs.17,651,960 could not be confirmed.

3. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities and as disclosed in Note 10 and Note 11 to the financial statements reflects cash and cash equivalents balance of Kshs.1,785,785. However, four (4) bank accounts with a balance of Kshs.1,033,986 were not supported with cash books, bank reconciliation statements, bank statements and certificate of bank balances.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,785,785 could not be confirmed.

4. 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.14,100,616. However, Management did not provide ledger describing the individual student details alongside the amount they owe and for how long it has remained outstanding.

In the circumstances, the accuracy and completeness of account's receivables balance of Kshs.14,100,616 could not be confirmed.

5. Unsupported Accounts Payables

The statement of assets and liabilities and as disclosed in Note 14 to the financial statements reflects accounts payables balance of Kshs.2,796,271. Included in the balance are trade creditors amounting to Kshs.1,818,075, prepaid fees amounting to Kshs.871,279 and salary advances amounting to Kshs.106,917 which was not supported with a ledger and ageing analysis.

In the circumstances, the accuracy and completeness of accounts payables balance of Kshs.2,796,271 balance could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Magarini 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.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of budget versus actual amounts reflects final income budget and actual on a comparable basis of Kshs.36,546,400 and Kshs.22,212,093 respectively resulting to a variance of Kshs.14,334,307 or 39%. Further, the School spent Kshs.21,151,482 against actual receipts of Kshs.22,212,093 resulting to under expenditure of Kshs.1,060,611.

The under collection may have affected negatively the efficient operations of the school, consequently affecting service delivery.

2. Long Outstanding Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivables balance of Kshs.14,100,616 in respect of fees arrears. Included in this amount is Kshs.2,606,243 which had been outstanding for more than three (3) years as evidenced in the ageing analysis. Further, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the effectiveness of debt recoverability mechanisms could not be confirmed.

My opinion is not modified in respect of these matters.

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

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delayed Transfer of Infrastructure Funds from Operations Account

Note 2 to the financial statements reflects grants for operations of Kshs.6,493,993, out of which Kshs.960,000 relates to infrastructure funds for maintenance and improvement which was transferred to the infrastructure account after the lapse of fifteen (15) days. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen days upon receipt of the funds in the operations account.

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

2. Failure to Prepare an Approved Procurement Plan

During the year, Management did not prepare an annual procurement plan contrary to the provisions of Section 53 (2) of the Public Procurement and Asset Disposal Act, 2015 which requires an accounting officer to prepare an annual procurement plan which is realistic in a format set out in the Regulations. In addition, Management had not made training arrangements to capacity build the existing storekeeper.

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

3. Irregular Procurements on Perimeter Wall Construction

Note 7 to the financial statements reflects payment for operations of Kshs.7,525,326 which includes payments for acquisition of assets of Kshs.2,110,166. It was noted that the construction of a perimeter wall was awarded at a contract sum of Kshs.600,000. However, the ad hoc opening, evaluation and inspection and acceptance committees were not officially appointed and evaluation minutes were not prepared aggregating the results in the score sheets indicating the recommendation of award. This was contrary to Regulation 39 of the public procurement and asset management Regulations 2020 which

provides that the adhoc evaluation committee shall carry out the evaluation in accordance with the Act and these Regulations.

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

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

Note 8 to the financial statements reflects boarding and school fund payments of Kshs.16,862,296 which included Kshs.159,000 transferred to Kenya Secondary School Heads Association (KESSHA a welfare organization which is not defined in Government Funding system. This was contrary to Regulation 23(2)c of the Public Finance Management (National Government) Regulations, 2015 which requires that an Accounting Officer shall, before transferring any funds to an entity within or outside the Government, ensure that there is a written assurance from the entity that it shall implement effective, efficient and transparent financial management and internal control systems.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.159,000 could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Incomplete Asset Register

The summary of fixed assets registers at annex 2 to the financial statements reflects a balance of Kshs.63,195,198. However, physical verification revealed that the school had assets which include buildings, computers, office equipment, furniture and fittings. Further Management did not update the fixed assets register with assets values, dates of purchase, and details of physical locations for ease of verification and traceability.

In the circumstances, the effectiveness of internal controls on the management of fixed assets could not be confirmed.

2. Weaknesses in Risk Management and Accounting System Management

During the year under review, Management had not established a Risk Management Policy, strategies, and risk register to mitigate against risk. Further, there was no signed contract/ service level agreement with the vendor for the system that was being used. In addition, the system had not yet been configured to capture miscellaneous income and the software reporting module did not generate student debtors reports as well fees payment reports.

In the circumstances, the effectiveness of risk management could not be confirmed which exposes the school to data loss, operational disruptions, unauthorized access, compromised confidentiality and integrity of financial and student information

3. Weaknesses in Governance

During the year under review, it was noted that the Board of Management did not have an Annual Work Plan and the resolution to pay sitting allowance at a rate of Kshs.3,000 per sitting per board member was not provided for audit. Further, there was no evidence that internal audits and risk assessment were performed and there was no evidence of constituting audit committee.

In the circumstances, the effectiveness of overall governance could not be confirmed.

4. Weaknesses in Textbook Management

Examination of records and physical confirmation at the store revealed that there was no policy, processes and or procedures for management of the text books. Further, there was no evidence that the school has set up a School Instructional Materials Selection Committee (SIMSC) to analyse annual needs assessment of the textbooks.

In the circumstances, the effectiveness of internal controls on textbook management could not be confirmed.

5. Unsupported Inventory Balances

Note 19 to the financial statements under other important disclosures reflects inventory balance of Kshs.15,831,000. However, the inventory balance has not been supported by inventory listing, original stock taking sheets that were used to count stock balance.

In the circumstances, the internal controls on inventory management could not be confirmed.

6. Unsupported Biological Assets Balances

Note 17 to the financial statements under other important reflects Nil biological assets balance. However, the school had cattle and trees which were disclosed at Kshs.1,100,000 in the prior year. Further, Management did not disclose the method and significant assumptions applied in determining the fair value of the biological assets. In addition, animals' details including acquisition dates and values, dates of birth, disposal dates and values, and dates of death were not provided for audit.

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

22 May, 2026

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

Description Of Vote Head	Note	2024/2025	2023/2024
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,468,355.50	1,585,528.80
Government grants for operations	2	6,493,992.84	10,227,054.83
Government Grants for infrastructure	3	0.00	0.00
School fund income- parents' contributions	4	17,651,960.00	25,506,250.00
Miscellaneous incomes	5	184,710.00	10,992,709.00
Total Receipts		25,799,018.34	48,311,542.63
Payments			
Tuition	6	1,203,706.25	2,427,447.00
Operations	7	7,525,326.25	8,653,694.75
Infrastructure	8	0.00	0.00
Boarding and school fund	9	16,862,296.00	35,370,398.14
Total Payments		25,591,328.50	46,451,539.89
Surplus		207,689.84	1,860,002.74

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


.....

Name: DANIEL MWENDWA

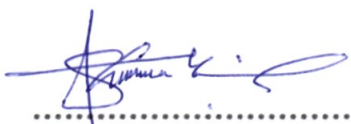
Chair BOM

Date: 27/4/26


.....

Name: CAROLINE ZOKA
School Principal/ Secretary to
BOM

Date: 29/4/26


.....

Name: SAMUEL NGOWA

Bursar/ Finance Officer

Date: 29/4/26

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

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	1,782,703.97	2,664,839.63
Cash balances	11	3,080.89	1,558.39
Short term investments	12	0.00	0.00
Total cash and cash equivalent		<u>1,785,784.86</u>	<u>2,666,398.02</u>
Account's receivables	13	14,100,616.00	14,836,641.00
Total financial assets		15,886,400.86	17,503,039.02
Financial liabilities			
Accounts payables	14	-2,796,271.00	-4,620,599.00
Net financial assets		13,090,129.86	12,882,440.02
Represented by			
Accumulated fund b/fwd	15	12,882,440.02	11,022,437.28
Surplus		207,689.84	1,860,002.74
Net financial position		13,090,129.86	12,882,440.02

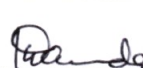
The school's financial statements were approved on _____ 2025 and signed by:


.....

Name: DANIEL
MWENDWA

Chair BOM

Date: 29/4/26


.....

Name: CAROLINE ZOKA
School Principal/ Secretary to
BOM

Date: 29/4/26


.....

Name: SAMUEL NGOWA

Bursar/ Finance Officer

Date: 29/4/26

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

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,743,355.50	1,585,528.80
Government grants for operations		6,925,169.84	10,871,753.83
Government grants for infrastructure		0.00	0.00
School fund income- parents contributions/ fees		30,319,760.00	35,557,939.00
Other income		0.00	0.00
Total receipts		38,988,285.34	48,015,221.63
Payments			
Cash outflows for tuition		1,676,819.25	1,682,365.00
Cash outflows for operations		5,834,026.50	7,933,932.50
Cash outflows Boarding/lunch and school fund payments		30,247,886.00	35,553,208.14
Total payments		(37,758,731.75)	(45,169,505.64)
Net cash inflow/outflow from operating activities		1,229,553.59	2,845,715.99
Cash flow from investing activities			
Acquisition of assets		(2,110,166.75)	(1,052,302.25)
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Grants for infrastructure			
Payments for infrastructure			
Net cash inflow/outflows from investing activities		-880,613.16	1,793,413.74
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0.00
Repayment of principal borrowings		(0.00)	(0.00)
Net cash inflow/outflow from financing activities			0.00
Net increase/decrease in cash and cash equivalents		-880,613.16	1,793,413.74
Cash and cash equivalent at beginning of the FY		2,666,398.02	872,984.28
Cash and cash equivalent at end of the FY		1,785,784.86	2,666,398.02

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

(magarini girls secondary school)

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

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

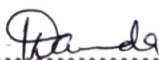
The school's financial statements were approved on _____ 2025 and signed by:



.....
**Name: DANIEL
MWENDWA**

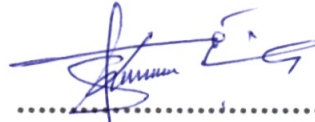
Chair BOM

Date: 29/4/26



.....
Name: CAROLINE ZOKA
**School Principal/ Secretary to
BOM**

Date: 29/4/26



.....
Name: SAMUEL NGOWA

Bursar/ Finance Officer

Date: 29/4/26

(magarini girls secondary school)
Annual Report and Financial Statements For the year ended 30th June 2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a Kshs	b Kshs	c=a+b Kshs	d Kshs	e=d/c % Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	174,000.00	0.00	174,000.00	160,235.36	92.0%
Exercise Books	700,000.00	0.00	700,000.00	463,070.70	66.15%
Laboratory Equipment	1,470,000.00	0.00	1,470,000.00	634,849.44	43.18%
Internal Exams	41,200.00	0.00	41,200.00	41,200.00	100%
Teaching / Learning Materials	135,000.00	0.00	135,000.00	135,000.00	100%
Chalk	34,000.00	0.00	34,000.00	34,000.00	100%
(2) Capitation Grant on Operations					
Personnel Emoluments	2,750,000.00	0.00	2,750,000.00	2,748,671.06	99.95%
Repairs And Maintenance	3,300,000.00	0.00	3,300,000.00	2,865,821.78	86.84%
Local Transport / Travelling	192,500.00	0.00	192,500.00	0.00	0.00%
Electricity And Water	220,000.00	0.00	220,000.00	220,000.00	100%
Medical	110,000.00	0.00	110,000.00	110,000.00	100%
Administration Costs	357,500.00	0.00	357,500.00	357,500.00	100%
Activity	192,500.00	0.00	192,500.00	192,000.00	100%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	0.00	0.00	0.00	0.00	0.00

(magarini girls secondary school)
Annual Report and Financial Statements 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
M&I parents' contribution	0.00	0.00	0.00	0.00	0.00
Economic Stimulus Programs	0.00	0.00	0.00	0.00	0.00
Transition Infrastructure Grants	0.00	0.00	0.00	0.00	0.00
Administration Block	0.00	0.00	0.00	0.00	0.00
(4) Fees Charged on Parents					
Personnel Emoluments	2,375,450.00	0.00	2,375,450.00	1,385,999.00	58.34%
Repairs And Maintenance	1,100,000.00	0.00	1,100,000.00	685,335.00	62.30%
Local Transport / Travelling	1,441,550.00	0.00	1,441,550.00	579,743.00	40.21%
Electricity And Water	1,343,650.00	0.00	1,343,650.00	1,094,951.00	81.49%
Medical	110,000.00	0.00	110,000.00	0.00	0.00%
Administration Costs	3,594,800.00	0.00	3,594,800.00	809,751.00	22.52%
Activity	192,500.00	0.00	192,500.00	0.00	0.00%
Bom Teachers	2,750,000.00	0.00	2,750,000.00	1,614,755.00	58.71%
Fee On Boarding Equipment and Stores	13,961,750.00	0.00	13,961,750.00	8,079,211.00	57.86%
5) Miscellenous Income					
Loans / Borrowing	0.00	0.00	0.00	0.00	0.00
Rent income	0.00	0.00	0.00	0.00	0.00
Income From Farming Activities	0.00	0.00	0.00	0.00	0.00
Insurance Compensation	0.00	0.00	0.00	0.00	0.00
Income From Posho Mill	0.00	0.00	0.00	0.00	0.00
Income From Bus Hire	0.00	0.00	0.00	0.00	0.00
Fee For Hire of Ground and Equipment	0.00	0.00	0.00	0.00	0.00

(magarini girls secondary school)

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

Receipt/Expenses Item	Original Budget		Adjustments		Final Budget		Actual On Comparable Basis		% Of Utilization	
	a	Kshs	b	Kshs	c=a+b	Kshs	d	Kshs	e=d/c %	Kshs
Interest Income		0.00		0.00		0.00		0.00		0.00
Income From Any Other Investment		0.00		0.00		0.00		0.00		0.00
Total Income		36,546,400.00		0.00		36,546,400.00		22,212,093.34		
(6) Expenditure For Tuition										
Reference Materials		174,000.00		0.00		174,000.00		8,503.25		4.88%
Exercise Books		700,000.00		0.00		700,000.00		0.00		0.00%
Laboratory Equipment		1,470,000.00		0.00		1,470,000.00		797,558.00		54.25%
Internal Exams		41,200.00		0.00		41,200.00		0.00		0.00%
Teaching / Learning Materials		135,000.00		0.00		135,000.00		0.00		0.00%
Chalks		34,000.00		0.00		34,000.00		0.00		0.00%
(7) Expenditure For Operations										
Personnel Emoluments		2,750,000.00		0.00		2,750,000.00		2,809,441.00		102.16%
Repairs, Maintenance & Improvements		3,300,000.00		0.00		3,300,000.00		0.00		0.00%
Local Transport / Travelling		192,500.00		0.00		192,500.00		240,900.00		125.14%
Electricity, Water and Conservancy		220,000.00		0.00		220,000.00		194,000.00		88.18%
Medical		110,000.00		0.00		110,000.00		0.00		0.00%
Administration Costs		357,500.00		0.00		357,500.00		1,588,466.00		444.32%
Activity Expenses		192,500.00		0.00		192,500.00		220,890.00		114.74%
(8) Expenditure For infrastructure										
Construction of classrooms		0.00		0.00		0.00		0.00		0.00

(magarini girls secondary school)

Annual Report and Financial Statements 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
Construction of LAB	0.00	0.00	0.00	0.00	0.00
Construction of DORMS	0.00	0.00	0.00	0.00	0.00
Purchase of furniture	0.00	0.00	0.00	0.00	0.00
Purchase of equipment	0.00	0.00	0.00	0.00	0.00
Purchase of machinery	0.00	0.00	0.00	0.00	0.00
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	2,375,450.00	0.00	2,375,450.00	1,642,511.00	69.14%
Repairs, Maintenance and Improvements	1,100,000.00	0.00	1,100,000.00	1,100,000.00	100%
Local Transport / Travelling	1,441,550.00	0.00	1,441,550.00	1,441,550.00	100%
Electricity, Water and Conservancy	1,343,650.00	0.00	1,343,650.00	857,650.00	63.82%
Medical Expenses	0.00	0.00	0.00	0.00	0.00%
Administration Costs	3,594,800.00	0.00	3,594,800.00	1,410,225.00	39.22%
Activity	0.00	0.00	0.00	0.00	0.00%
Bom Teachers	2,750,000.00	0.00	2,750,00.00	2,750,000.00	100%
Boarding Equipment and Stores	13,961,750.00	0.00	13,961,750.00	6,089,788.00	43.61%
Totals	36,243,900.00		36,243,900.00	21,151,482.25	

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with 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 school fees from parents, 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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Reference Materials	160,235.36	173,705.33
Exercise Books	463,070.70	655,627.52
Laboratory Equipment	634,849.44	572,941.26
Internal Exams	41,200.00	17,598.75
Teaching / Learning Materials	135,000.00	132,273.50
Chalk	34,000.00	33,382.44
Total	1,468,355.50	1,585,528.80

2 Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	2,748,671.06	3,686,710.32
Repairs And Maintenance	2,865,821.78	2,554,200.00
Electricity And Water	220,000.00	587,435.21
Medical	110,000.00	575,550.00
Administration Costs	357,500.00	741,635.16
Activity	192,000.00	505,084.14
CBC	0.00	1,576,440.00
Total	6,493,992.84	10,227,054.83

3 Government Grants for infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Maintenance & Improvement	0.00	0.00
Transition infrastructure grants	0.00	0.00
Administration Block	0.00	0.00
Economic stimulus grants	0.00	0.00
Other (specify)	0.00	0.00
Total	0.00	0.00

4 School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel emoluments	1,800,711.00	2,690,156.00
Repairs and maintenance	810,878.00	2,060,324.00
Local transport / travelling	697,368.00	1,014,019.00
Electricity and water	1,300,088.00	1,639,617.00
Medical	0.00	221,895.00
Administration costs	984,134.00	1,981,033.00
Activity	0.00	468,446.00
Fee on Boarding Equipment and stores	9,123,283.00	12,489,505.00
Bom Teachers	2,200,407.00	2,359,657.00
Prepaid fees 2024	735,091.00	581,598.00
Total	17,651,960.00	25,506,250.00

5 Miscellaneous Incomes

Description	2024/2025	2023/2024
	Kshs	Kshs
Income From uniforms	165,710.00	1,049,958.00
Income From bursaries	0.00	9,926,751.00
Income From Bus fund	0.00	0.00
Income From Tender	19,000.00	16,000.00
Total	184,710.00	10,992,709.00

Notes to the Financial Statements (continued)

6 Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Exercise Books	348,725.00	66,000.00
Reference materials	8,503.25	96,326.00
Laboratory Equipment	797,558.00	1,962,416.00
Teaching / Learning Materials	0.00	3,900.00
Exams And Assessment	45,000.00	295,710.00
Bank Charges	3,920.00	3,095.00
Total	1,203,706.25	2,427,447.00

7 Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	3,053,191.00	2,882,262.00
CBC	0.00	1,497,618.00
Administration Cost	1,588,466.00	2,600,985.00
Local Transport / Travelling	240,900.00	192,500.00
Electricity, water and conservancy	300,960.00	220,000.00
Activity Expenses	220,890.00	192,500.00
Bank Charges	10,752.50	15,527.50
Others (Acquisition of Assets)	2,110,166.75	1,052,302.25
Total	7,525,326.25	8,653,694.75

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Construction of Sock pit and Septic	0.00	0.00
Construction of laboratory	0.00	0.00
Construction of dormitory	0.00	0.00
Purchase of furniture	0.00	0.00
Purchase of equipment	0.00	0.00
Purchase of apparatus	0.00	0.00
Drilling of boreholes	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

9 Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	1,642,511.00	2,375,450.00
Repairs And Maintenance & Improvements	1,100,000.00	1,100,000.00
Local Transport / Travelling	1,441,550.00	2,244,880.00
Electricity And Water	857,650.00	903,766.51
Administration Costs	1,455,225.00	1,610,643.13
Expenses on bursaries	0.00	9,926,751.00
Bank Charges	23,136.00	31,621.50
Fee On Boarding Equipment and Stores	7,101,838.00	13,820,482.00
Bom Teachers	2,750,000.00	2,232,788.00
Expenses on uniforms	433,380.00	1,025,650.00
Fees refund	32,506.00	98,366.00
Tender	14,500.00	0.00
Gratuity	10,000.00	0.00
Total	16,862,296.00	35,370,398.14

Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024/2025	2023/2024
	Active/Dormant		Kshs	Kshs
Tuition Account		0450294700635	166,655.51	100,119.26
Operations Account		0450294700580	435,832.36	1,761,343.02
School Fund Account/Boarding		1111272174	146,230.10	139,224.60
Savings Account			0.00	0.00
Parent Association Development Account			0.00	0.00
Income Generating Activities Account			0.00	0.00
Infrastructural Account		1237852811	1,033,986.00	664,152.75
Total			1,782,703.97	2,664,839.63

11 Cash In Hand

Description	2024/2025	2023/2024
	Kshs	Kshs
Notes and Coins	3,080.89	1,558.39
Total	3,080.89	1,558.39

12 Short Term Investments

Description	2024/2025	2023/2024
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Fees Arrears	14,100,616.00	14,836,641.00
Other Non-Fees Receivables		
Total	14,100,616.00	14,836,641.00

13 b Ageing Analysis of Accounts Receivable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	3,542,203.00	25.13%	6,694,279.00	45.12%
Between 1- 2 years	4,637,488.00	32.89%	3,960,821.00	26.70%
Between 2-3 years	3,314,682.00	23.50%	2,821,816.00	19.02%
Over 3 years	2,606,243.00	18.48%	1,359,725.00	9.16%
Total (should tie to note 13 a)	14,100,616.00	100%	14,836,641.00	100%

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	1,818,075.00	3,762,749.00
Prepaid Fees	871,279.00	735,091.00
Salary Advances	106,917.00	122,759.00
Total	2,796,271.00	4,620,599.00

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	1,818,075.00	100%	2,289,482.00	60.84%
Between 1- 2 years	0.00	0.00	965,849.00	25.67%
Between 2-3 years	0.00	0.00	507,418.00	13.49%
Total (should tie to note 14)	1,818,075.00	100%	3,762,749.00	100%

15 Fund Balance Brought Forward

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Balances	1,782,703.97	2,664,839.63
Cash Balances	3,080.89	1,558.39
Short Term Investments		
Receivables	14,100,616.00	14,836,641.00
Payables	(2,796,271.00)	(4,620,599.00)
Total	13,090,129.86	12,882,440.02

Other important disclosure notes

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	0.00	0.00
Outstanding Leases	0.00	0.00
Hire Purchase	0.00	0.00
Gratuity And Leave Provision	0.00	0.00
Others (specify)	0.00	0.00
Total	0.00	0.00

17 Biological assets

Description	Numbers	2024/2025	2023/2024
		Kshs	Kshs
Cattle	10 cattle		1,040,000
Goats			0.00
Trees	300 pcs		60,000
Coffee Or Tea Plantation			0.00
Poultry			0.00
Others (specify)			0.00
Total	322		1,100,000

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0.00	0.00
Borrowings during the year	0.00	0.00
Repayments during the year	(0.00)	(0.00)
Balance at the end of the year	0.00	0.00

Other important disclosure notes

19 Stock/ Inventory

Description	2024/2025	2023/2024
	Kshs	Kshs
Food stuffs	15,231,000	13,820,482
Lab consumables	600,000	1,962,416
Farm produce		
Medication		
Construction Materials		
Others (specify)		
TOTAL	15,831,000	15,782,898

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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

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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 Current 2022/2023	Outstanding Balance Comparative 2022/2023	Comments
	A Kshs	b Kshs	C Kshs	d=a-c Kshs	Kshs	
Construction Of Buildings						
1.						
Sub-Total						
Supply Of Goods						
2.						
3.						
4.						
5.						
6.						
7.						
8.						
SUBTOTAL						
Sub-Total						

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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2022/2023	Outstanding Balance Comparative 2022/2023	Comments
Grand Total	2,289,482				2,289,482	

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2021
Land	116,000.00	NILL	NILL	116,000.00
Buildings And Structures	49,480,000.00	2 CLASSROOMS	NILL	49,480,000.00
Motor Vehicles	-	-	-	-
Office Equipment, Furniture And Fittings	448,000.00	62,000.00	-	510,000.00
Textbooks	6,000,000.00	-	-	6,000,000.00
ICT Equipment	1,387,000.00	45,000.00	-	1,432,000.00
Tools And Apparatus	4,267,000.00	371,198.00		4,638,198.00
Other Machinery And Equipment	438,000.00			438,000.00
Heritage And Cultural Assets	-	-		-
Intangible Assets- Soft Ware	700,000.00	65000	-	765,000.00
Total	62,717,000.00	478,198.00		63,195,198.00