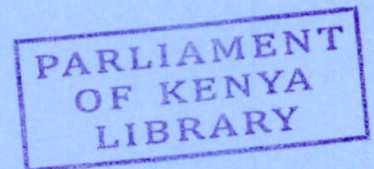


REPUBLIC OF KENYA



 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2026	DAY: WED
REPORT BY:	Hon. Robert Pukus
CLERK-AT THE-TABLE:	J. Lemwalle.



**OF
THE AUDITOR-GENERAL**

ON

**KAHUHIA GIRLS
HIGH SCHOOL**

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

MURANG'A COUNTY



KAHUHIA GIRLS HIGHSCHOOL

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)

KAHUHIA GIRLS' HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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KAHUHIA GIRLS' HIGH SCHOOL

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

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KAHUHIA GIRLS' HIGH SCHOOL

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

1. Acronyms and Glossary of Terms

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

A. Definition of Key Terms

Comparative Year- Means the prior period.

2. Key School Information and Management**(a) Background information**

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

The school was registered in 15th February, 2018 under registration number 21S30000218 and is currently categorized as an extra county public school established, owned or operated by the Government.

The school is a boarding school and had 1,494 number of students as at 30th June 2025. It has 8 streams and 64 teachers of which 3 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. Joyce Ndegwa	Chairperson	15/02/2022
2.	Mrs. Naomi Njihia	Secretary - Principal	15/02/2022
3.	Grace Thuku	Member Special Needs	15/02/2022
4.	Arch. Elias Kamotho	Rep. Local Community	15/02/2022
5.	Dr. Gonye P.M. Joseph	Local Community Representative	15/02/2022
6.	Lucy Njeri Mbira	Local Community Representative	15/02/2022
7.	Bishop George Kariuki	Local Community Representative	15/02/2022
8.	Carolyne S. Mwangi	Local Community Representative	15/02/2022
9.	Arch. Aidah Munano	Local Community Representative	15/02/2022
10.	Ishmael W. Muya	Teachers Representative	15/02/2022
11.	Prof. Wachira	Sponsor Representative	15/02/2022
12.	Rev. Samuel Ndirangu	Sponsor Representative	15/02/2022
13.	Simon K. Mwaura	Sponsor Representative	15/02/2022
14.	Charles Njenga	Special Interest Group	15/02/2022
15.	Hon. Gerishon Nyagia	Sponsor Representative	15/02/2022
16.	Catherine Wangechi M.	Student Representative	15/02/2022

KAHUHIA GIRLS' HIGH SCHOOL

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

SCHOOL INFORMATION AND MANAGEMENT

The function of the School Board of Management includes:

- 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 paragraph 21 and 23 of the Basic Education Act, 2013.

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****(c) Committees of the Board**

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1.	Executive Committee	Adv. Ruth Muirure Mrs. Naomi Njihia Prof. Wachira Dr. Elijah Githinji Dr. Gonye P.M.	Chairman Secretary Sponsor Member Member	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
2.	Finance, Procurement and General Purposes Committee	Prof. Wachira Muturi Dr. Alexander I. Wanjiru Dr. Elijah G. Mwangi Dr. Gonye P.M. Adv. Ruth Muirure Mrs. Naomi Njihia	Chairperson Vice Chair Member Member Ex-Official Ex-Official	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
3.	Academic Committee	Adv. Hannah Muriithi James Gichuki Dr. Elijah G. Mwangi Adv. Grace Thuku Dr. Beatrice Kuria Adv. Ruth Muirure Mrs. Naomi Njihia	Chairperson Vice Chair Member Member Member Ex-Official Ex-Official	4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4 4 out of 4
4.	Development Committee	Arch. Elias Kamotho Mr. James Gichuki Dr. Gonye P.M. Eng. Simon Mwaura Mr. Kenneth Ng'ang'a Adv. Ruth Muirure Mrs. Naomi Njihia	Chairman Secretary Member Member Member Ex-Official Ex-Official	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
5.	Discipline and Welfare Committee	Dr. Martha Njiiri Mrs. Loise Ngure Rev. Francis Gichira Ms. Josephine W. Maina Mrs. Lydia Mburu Adv. Ruth Muirure Mrs. Naomi Njihia	Chairperson Secretary Member Member Member Ex-Official Ex-Official	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
6.	Audit Committee	Dr. Anthony Ireri Eng. Simon Mwaura Arch. Elias Kimotho Dr. Beatrice Kuria Naomi Njihia Joyce Ndegwa	Chairperson Secretary Member Member Ex-Official Ex-Official	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2

KAHUHIA GIRLS' HIGH SCHOOL

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 day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1.	Chief Principal	Mrs. Naomi N. Njihia	321848
2.	Deputy Principal Administration	Ms. Lilian Nkonge	391930
3.	Deputy Principal Academic	James N. Gichuki	413604
4.	School Bursar	Mrs. Martha W. Gichure	14641042 (ID)

(e) Schools contacts

Post Office Box: 66 – 10206 Kahuhia.

Telephone No. 0799141438

E-mail Address: kahuhiagirls@gmail.com

(f) School Bankers

The school operated 6 bank accounts and an Mpesa Paybill in the following banks: -

1. Name of Bank : Equity Bank Murang'a Branch
Account Name : Kahuhia Girls High School (School Fund Account)
Account Number : 0220290472107
2. Name of Bank : Equity Bank Murang'a Branch
Account Name : Kahuhia Girls High School (Infrastructure Account)
Account Number : 0220272820495
3. Name of Bank : Equity Branch
Account Name : Kahuhia Girls High School (Tuition Account)
Account Number : 0220291405247
4. Name of Bank : KCB Murang'a Branch (School Fund Account)
Account Name : Kahuhia Girls High School
Account Number : 1108562965
5. Name of Bank : KCB Murang'a Branch
Account Name : Kahuhia Girls High School (Operations Account)
Account Number : 1107187737
6. Name of Bank : Co-Operative Bank, Murang'a Branch
Account Name : Kahuhia Girls High School
Account Number : 01100553357001

M – Pesa Pay Bill No. 522123
Account Number :31482K

KAHUHIA GIRLS' HIGH SCHOOL

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

(g) Independent Auditors

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

KAHUHIA GIRLS' HIGH SCHOOL

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

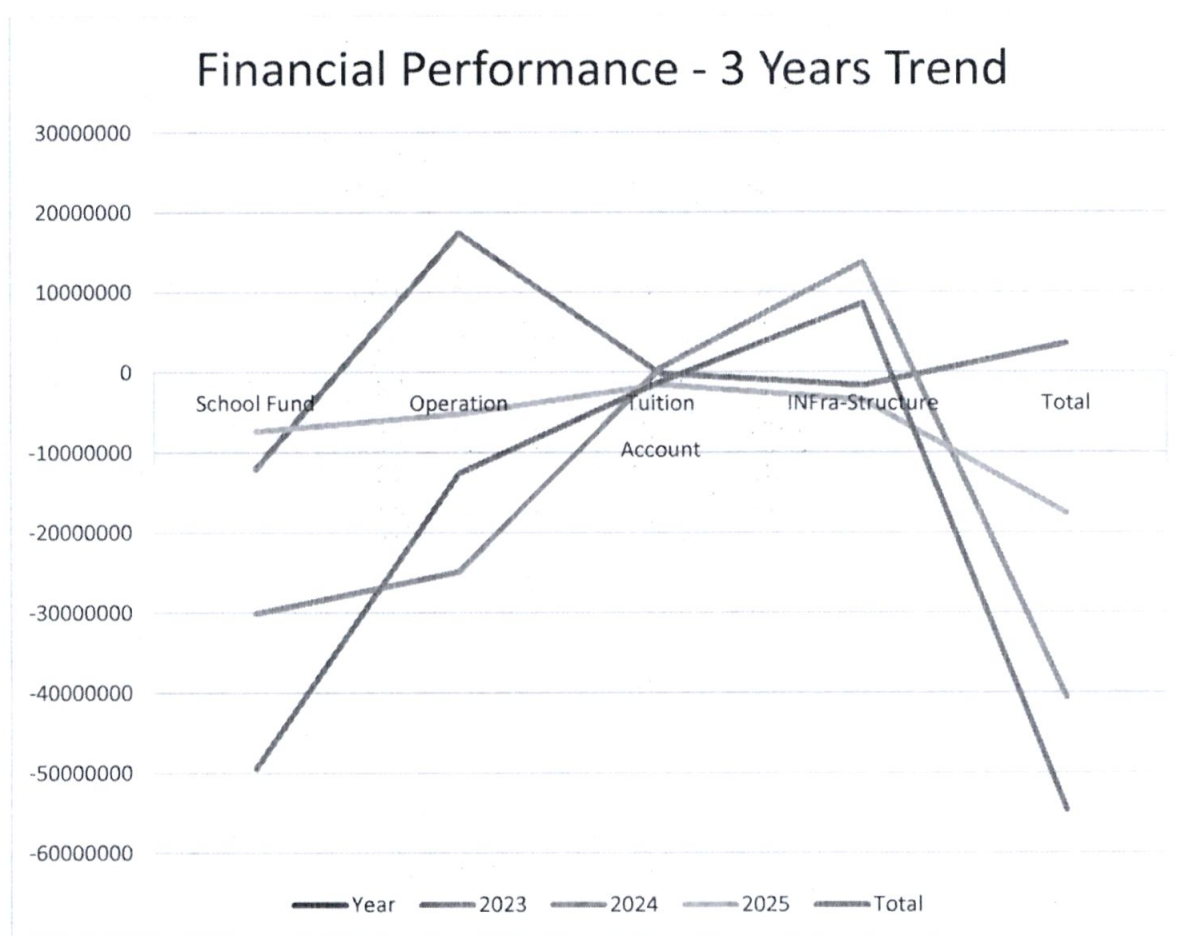
3. Summary Report Of Performance Of The School

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

a) Financial performance:

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

Year	School Fund	Operation	Tuition	Infrastructure	Total
2023	(7,480,463)	17,461,035	(174,102)	(1,682,708)	8,123,761
2024	(30,061,488)	(7,087,207)	544,832	13,770,780	(22,833,083)
2025	(7,351,423)	(5,173,997)	(1,574,232)	(3,482,835)	(17,582,487)
Total	(44,893,374)	5,199,831	(1,203,502)	8,605,237	(32,291,809)



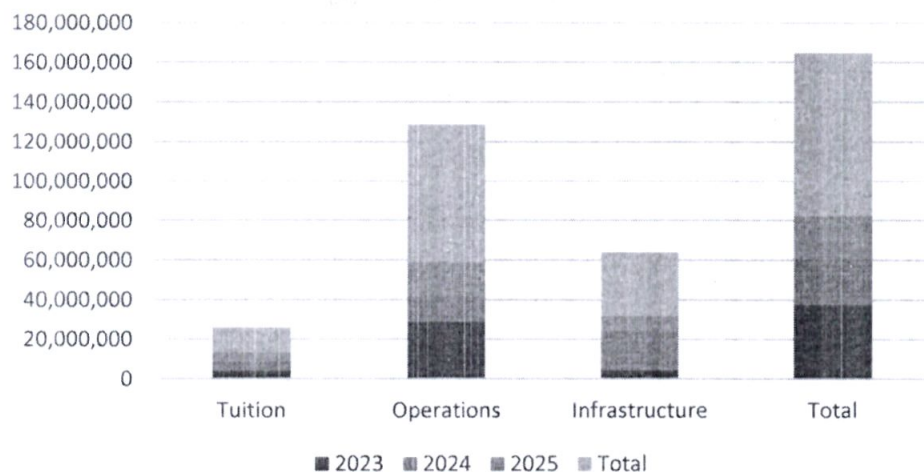
- *Capitation grants from the Ministry of Education for the last three years*

Year	Tuition	Operations	Infrastructure	Total
2023	4,118,025	28,787,958	4,481,000	37,386,983
2024	4,696,224	13,040,907	19,548,000	23,669,131
2025	4,119,714	17,291,521	8,058,775	21,411,235
Total	12,933,963	69,533,386	32,087,775	82,467,349

KAHUHIA GIRLS' HIGH SCHOOL

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

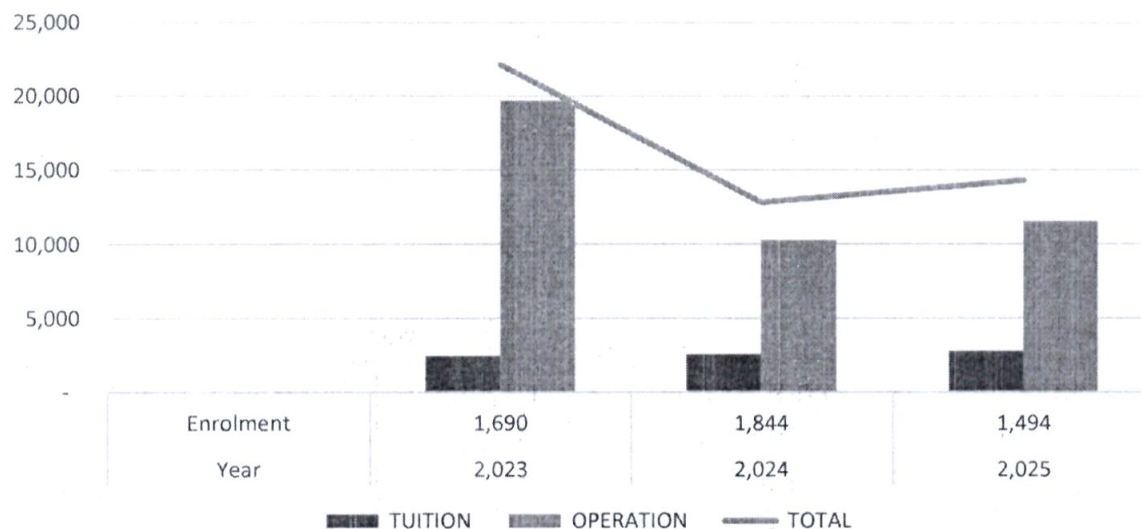
Capitation Grants - 3 Years



Ratio of capitation grant per student over the last three years

Year	Enrolment	Tuition	Operations	Total
2023	1,690	2,437	19,686	22,122
2024	1,844	2,547	10,289	12,836
2025	1,494	2,758	11,574	14,331

Capitation Grant Per Child -3 Years Trend

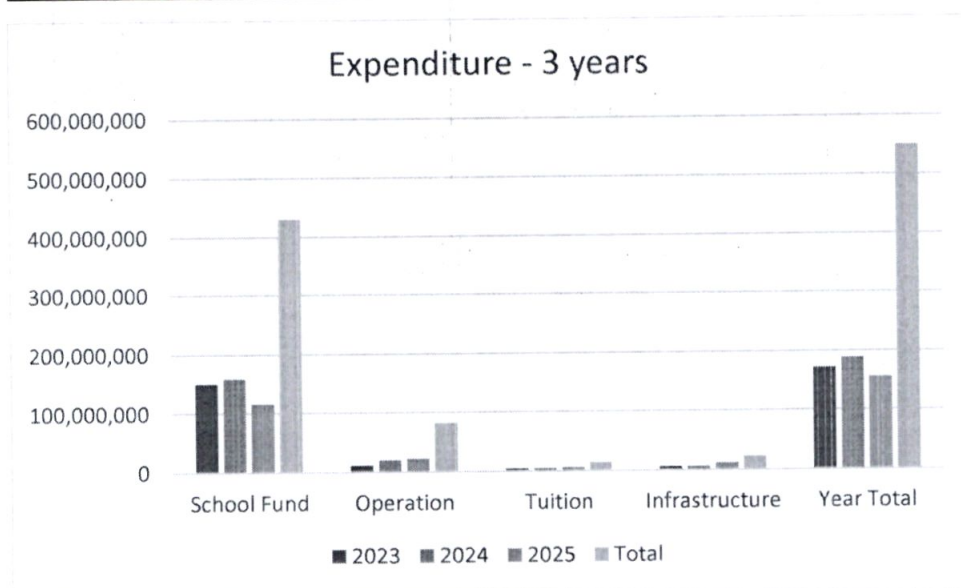


KAHUHIA GIRLS' HIGH SCHOOL

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

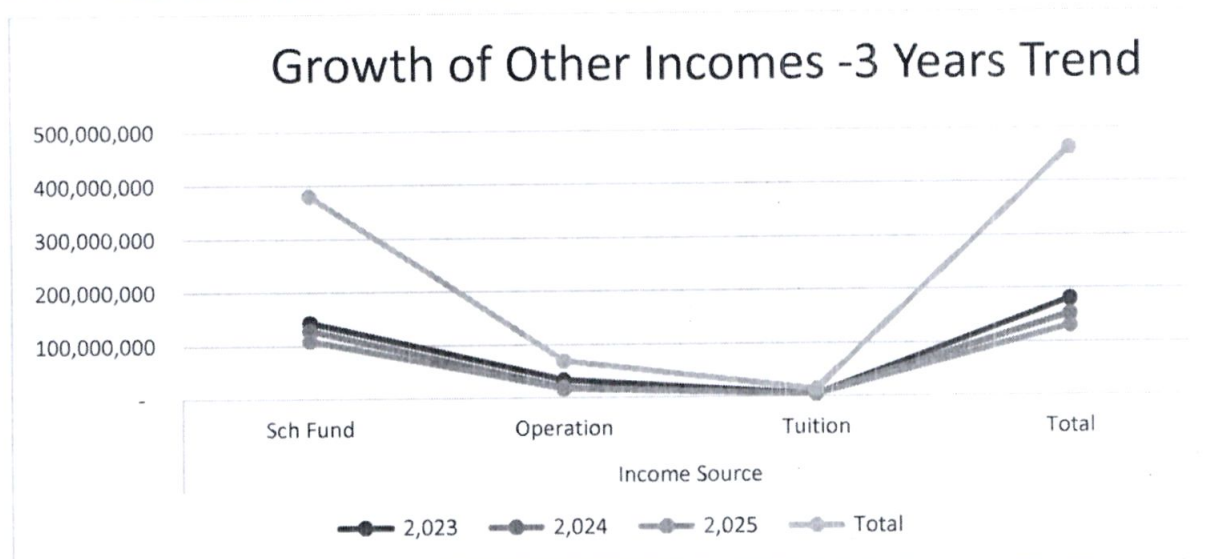
Three years growth in expenditure

Year	School Fund	Operation	Tuition	Infrastructure	Year Total
2023	150,783,426	11,326,923	4,292,128	6,163,708	172,566,185
2024	158,753,830	20,128,114	4,151,392	5,777,220	188,810,556
2025	116,475,373	22,465,509	5,693,746	11,541,610	156,176,238
Total	430,565,203	82,095,943	14,137,266	23,482,538	550,280,950



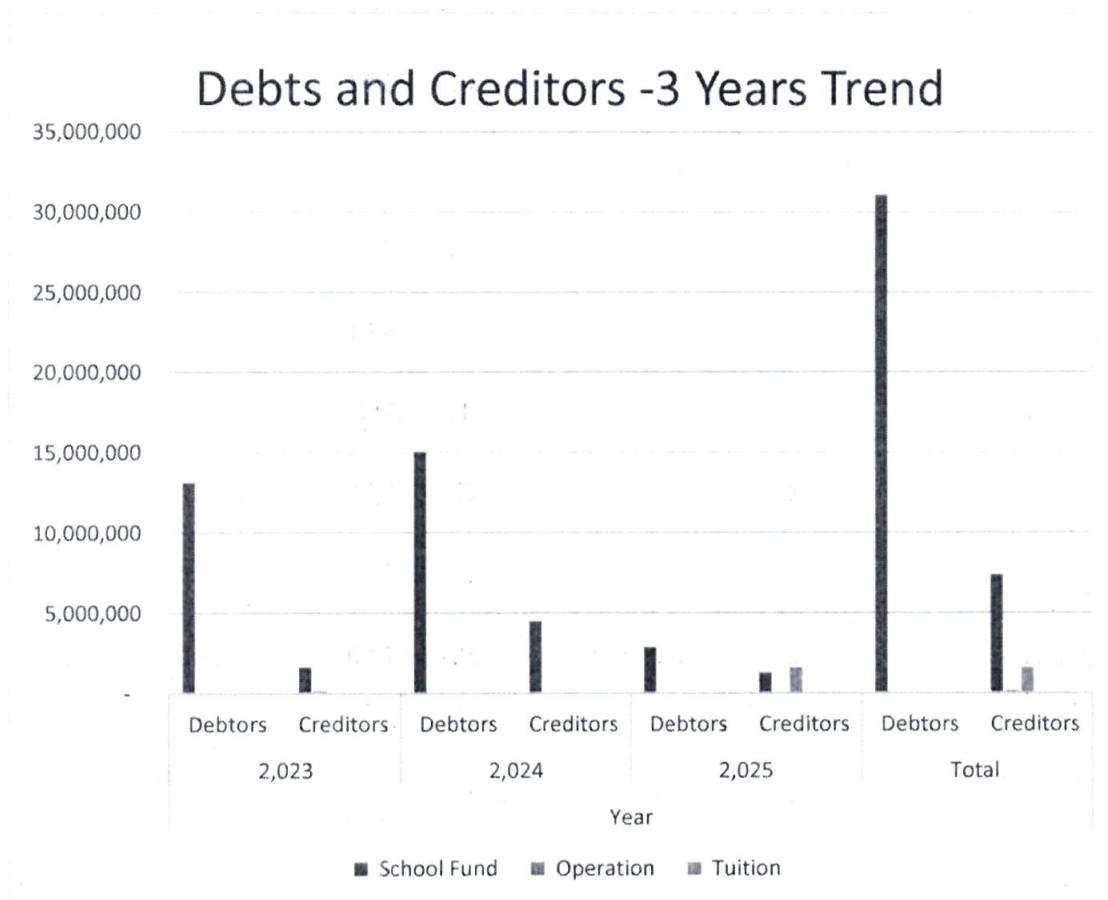
- Three years growth in income

Year	School Fund	Operations	Tuition	Total
2023	143,302,973	33,268,958	4,118,025	180,689,956
2024	128,692,342	18,972,907	4,696,224	152,361,473
2025	109,123,950	17,291,521	4,119,714	130,535,185
Total	381,119,265	69,533,386	12,933,963	463,586,614



KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025*****Movement of Debtors and Creditors***

Year		School Fund	Operation	Tuition	Year Total
2023	Debtors	19,052,186	-	-	19,052,186
	Creditors	17,189,679	121,918	-	17,311,597
2024	Debtors	6,879,440	-	-	6,879,440
	Creditors	19,422,926	-	-	19,422,926
2025	Debtors	4,050,741	-	-	4,050,741
	Creditors	32,480,251	-	1,602,805	34,083,056
Total	Debtors	29,982,367	-	-	29,982,367
	Creditors	69,214,774	121,918	1,602,805	70,939,4978

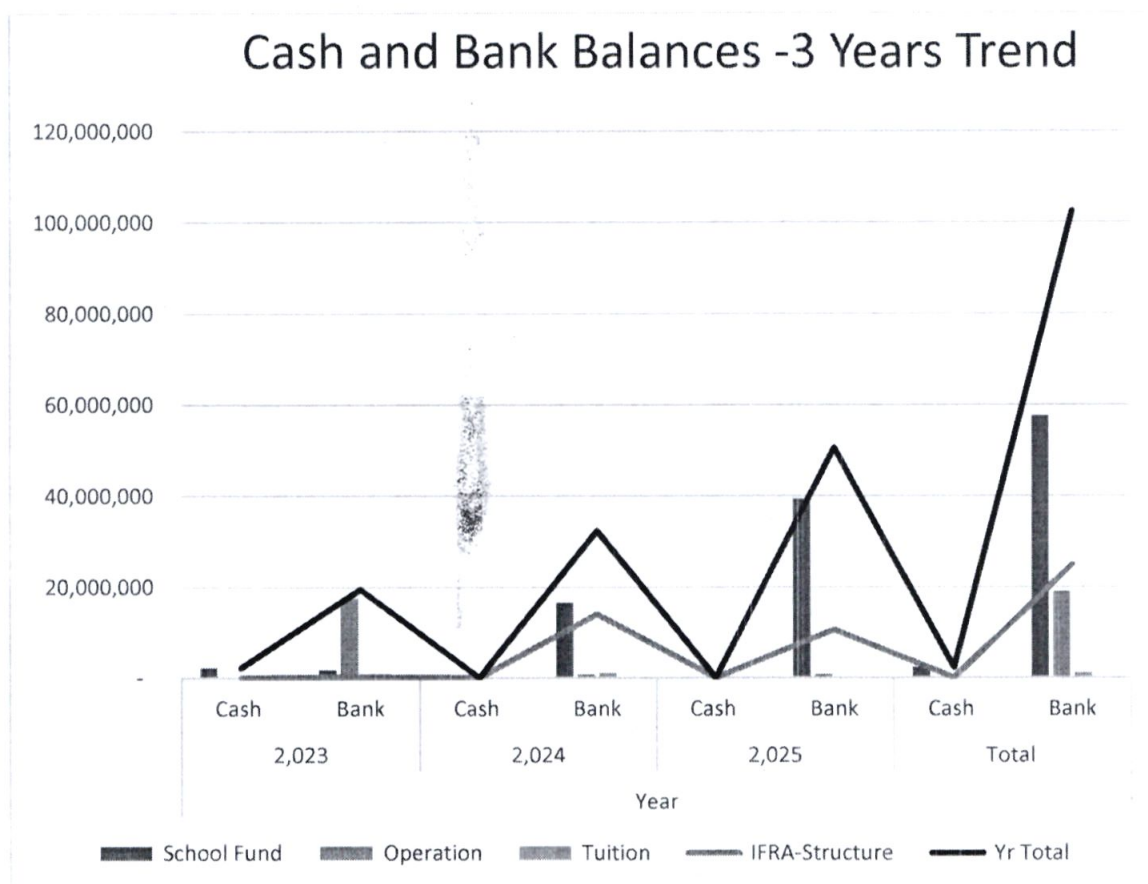


KAHUHIA GIRLS' HIGH SCHOOL

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

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

Year		School Fund	Operation	Tuition	Infrastructure	Year Total
2023	Cash	2,195,332	-	-	-	2,195,332
	Bank	33,695,543	17,466,758	9,573	271,552	51,443,425
2024	Cash	14,860	-	-	-	14,860
	Bank	29,259,490	787,796	979,739	14,047,864	45,074,889
2025	Cash	39,840	-	-	-	13,24039,840
	Bank	33,670,908	670,011	50,311	10,565,029	44,956,258
Total	Cash	2,250,032	-	-	-	2,250,032
	Bank	96,625,941	18,924,565	1,039,623	24,884,445	141,474,574



KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)****b) Teacher Student ratio:**

Ratio of students to Teachers	
Total enrolment	1,494
Total Number of Teachers	64
Students: Teacher's ratio	1:24

Teachers Turnover	
Number of teachers recruited in the year	0
Number of teachers transferred inwards in the year	0
Number of teachers transferred outwards in the year	0
Net inflow of teachers	0

Teachers Employment	
Number of teachers required by CBE	65
Number of teachers employed by TSC	55
Shortage of teachers before BOM teachers	10
Number of teachers employed by BOM	9
Net Shortage Number of teachers	1

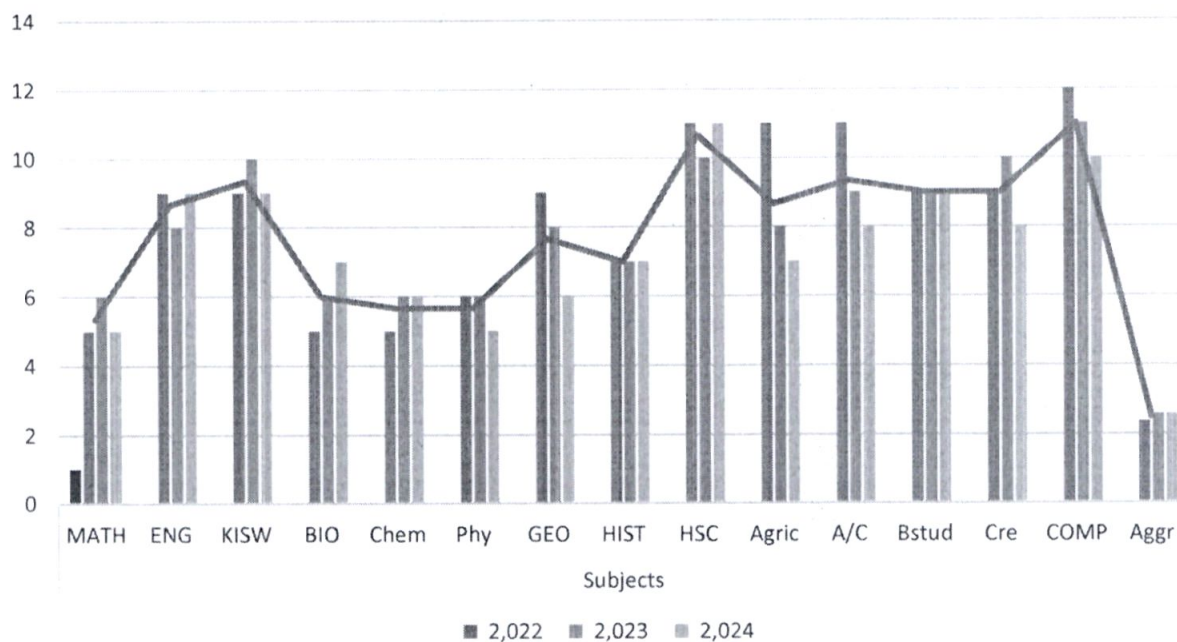
KCSE Results for the Last 3 Years

YEAR	Subjects													
	MATH	ENG	KISW	BIO	Chem	Phy	GEO	HIST	HSC	Agric	A/D	Bstud	Cre	COMP
2022	5	9	9	5	5	6	9	7	11	11	11	9	9	12
2023	6	8	10	6	6	6	8	7	10	8	9	9	10	11
2024	5	9	9	7	6	5	6	7	11	7	8	9	8	10

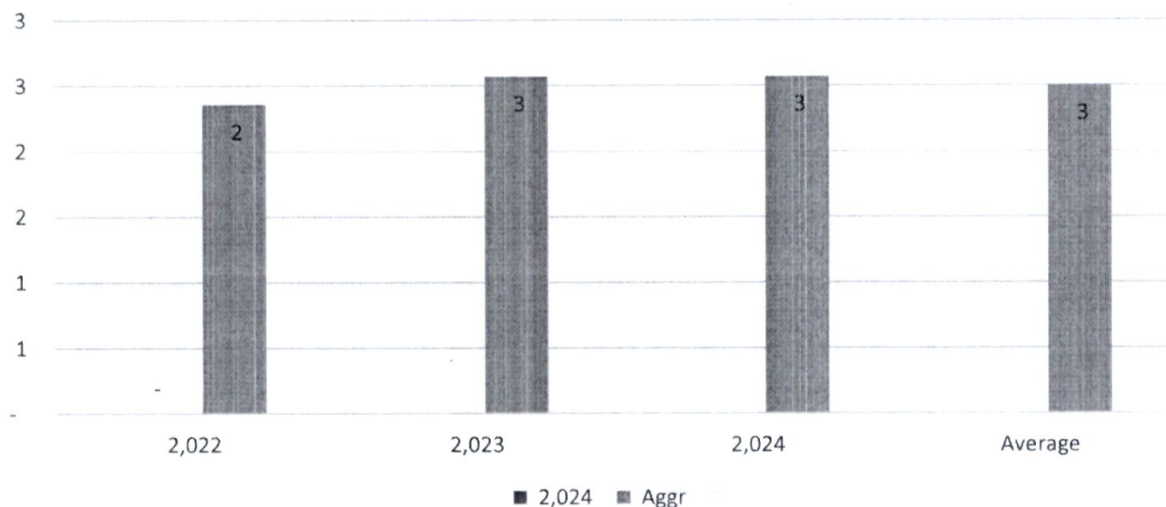
KAHUHIA GIRLS' HIGH SCHOOL

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

Mean Scores -3 Years Trend- by subjects



Mean Scores -3 Years Trend- by aggregate Mean



a) Number of Candidates who sat for KCSE 2022:

2024	2023	2022
372	365	295

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

b) Capacity of the school:

Area	Means of infrastructure measurement	Quantity of infrastructure required	Actual quantity of infrastructure available	Infrastructure gap
Classrooms	Number of classes	25	21	4
Laboratories	Number of laboratories	5	4	1
Toilet Doors	Number of toilet doors	80	60	20
Dining Hall	Number of students well seated	1500	1,200	300
Library	Number of students well seated	600	300	300
Staffroom	Number of teachers well seated	60	48	12
Staff Houses	Number of Staff When Properly Housed	20	8	12

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL (Continued)****c) Development projects carried out by the school:**

Projects Analysis	
Name of Project	
	DORMITORY CONSTRUCTION
Estimated (BQ) Cost	14,517,598.50
Source(s) of Funding	Parents
Contract Cost	11,998,709.00
Start Date of project	19 TH May, 2025.
Expected Completion date	24 TH November, 2025.
Status	Ongoing
Amount paid	Nil
Amount due on project	11,998,709.00
Comment on Project Success	<i>Dormitory Construction Successfully Completed.</i>

Sign

PRINCIPAL
KAHUHIA GIRLS HIGH SCHOOL
P. O. Box 66 - 10206, KAHUHIA
DATE: 28/4/25 SIGN:

School Principal

KAHUHIA GIRLS' HIGH SCHOOL

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

4. Statement of School Management Responsibility

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

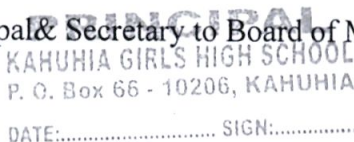
The Board of Management of Kahuhia Girls High School accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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: Adv. Ruth Muirure
Designation: Chairperson, BOM
Date: 28.04.2026



.....
Name: Mrs Naomi Njihia
Designation: School Principal & Secretary to Board of Management
Date: 28/4/26



.....
Name: Ms. Martha W. Gichure
Designation: Bursar/ Finance Officer
Date: 28/4/26

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 KAHUHIA GIRLS HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – MURANGA 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 Kahuhia Girls High School set out on pages 1 to 17, which comprise of the statement of assets and

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Kahuhia Girls High 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 Public Finance Management Act, 2012, the Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.44,996,098 as disclosed in Note 10 and Note 11 to the financial statements. The balance relates to six (6) bank accounts with a total balance of Kshs.44,956,258 and a cash balance of Kshs.39,840. However, the bank balances were not supported by bank reconciliation statements. In addition, the School maintained one cash book for the two school fund accounts with a total balance of Kshs.32,982,556 and it was not possible to establish the individual fund account balance.

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.44,996,098 could not be confirmed.

2. Unsupported Accounts Payables

The statement of assets and liabilities reflects accounts payables balance of Kshs.34,083,056 as disclosed in Note 14 to the financial statements. However, the payables include a balance of Kshs.28,852,515 relating to trade creditors which was not supported by invoices, bills, contracts, or an ageing analysis of payables.

In the circumstances, the accuracy, existence and completeness of payables balance of Kshs.34,083,056 could not be confirmed.

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.

Basis for Conclusion

1. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.17,291,512 as disclosed in Note 2 to the financial statements from the Ministry of Education, which was credited to the operations bank account. The grants include an amount of Kshs.5,036,500 in respect of infrastructure grants, which were to be transferred to the infrastructure bank account for the maintenance and improvement of the school's facilities. However, the transfer was not made within 15 days after receipt of the funds. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/ dated 16 June, 2021 which directed that infrastructure grants, as well as maintenance and improvement funds, should be transferred to the school infrastructure account within fifteen (15) days upon receipt in the operations account.

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

2. Under Funding of Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations of Kshs.4,119,714 and Kshs.17,291,512, respectively as disclosed in Note 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand three hundred and forty-five (1,345) students while the enrolment records provided by the school indicated a total number of one thousand four hundred and fifty (1,450) students, resulting in an unexplained variance of one hundred and five (105) students. As a result of the variances, the school was underfunded by an amount of Kshs.3,672,336.

In the circumstances, underfunding of the school may have affected service delivery to the students.

3. Unconfirmed Students Enrolment Data

The statement of receipts and payments reflects capitation grants for tuition, operations and infrastructure of Kshs.4,119,714, Kshs.17,291,512 and Kshs.8,058,775 respectively as disclosed in Notes 1,2 and 3 to the financial statements. Comparison of data from National Education Management and information System (NEMIS) with records from the school data revealed that during the financial year 2024/2025, NEMIS reflected of one thousand three hundred and forty-five (1,345) students while the enrolment records provided by the school indicated a total number of one thousand four hundred and fifty (1,450) students, resulting in unexplained variance of one hundred and five (105) students. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the Principals to ensure their records are accurate

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the 2024/2025 financial year 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.

My opinion is not modified in respect of this matter.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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.

In the circumstances, the School Management did not comply with the Ministry of Education directives.

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.116,475,373 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.2,301,570 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, the value for money for money transferred to KESSHA amounting to Kshs.2,301,570 could not be confirmed.

5. Irregularities in Procurement Processes

Review of the School's procurement processes revealed the following irregularities;

5.1. Lack of Structured Procurement Processes

During the year under review, the School did not adhere to established procurement procedures, as evidenced by use of inappropriate procurement methods including reliance on direct procurement which circumvented competitive bidding, lack of key committees and procurement reports, including evaluation, inspection, and acceptance reports. Further, no market surveys were conducted. This was contrary to Section 44 (2) (d) of the Public Procurement and Asset Disposal Act, 2015 which states that an Accounting Officer shall ensure proper documentation of procurement proceedings and safe custody of all procurement records in accordance with the Act.

5.2. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(1) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

5.3. Payments Without Electronic Tax Invoices

Review of sampled payment vouchers for boarding and school fund revealed that payments for supplies amounting to Kshs.46,953,246 were not supported with electronic tax invoices contrary to the provisions of Regulations 6(1) of Value Added Tax (Electronic Tax Invoices) Regulations, 2020. Further, Management did not withhold Value Added Tax (VAT) on the taxable payments which is an offence under Section 42(4c) of Tax Procedures Act, 2015.

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

6. Undercharged Rental Income

Review of records and discussions with Management revealed that the School owns twenty-two (22) staff housing units comprising two-bedroom and three-bedroom houses. The School charges Kshs.680 and Kshs.880 for a two-bedroom and three-bedroom house respectively. During the year under review, the School generated rental income amounting to Ksh.238,580. However, the units were leased at rates significantly below prevailing market rates and Management did not provide a clear basis for the charges applied. Further, the School had not executed formal tenancy agreements with the occupants, and therefore the enforceability of the occupancy arrangements could not be ascertained.

In the circumstances, value for money from the use School houses could not be confirmed.

7. Unapproved Fees on Parents Association Support Programme

Review of records revealed that the School charged amounts of Kshs.11,684,400 for remedial, Kshs.12,786,296 for development, Kshs.641,000 for endowment and Kshs.11,136,900 for Administration totalling Kshs.36,248,596 to support the Parent Association Programme. However, the Programme was not approved by the Ministry of Education through the County Education Board contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education.

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

8. Asbestos Roofing

Physical verification of the School's infrastructure conducted in March 2026 revealed three (3) dormitories and teachers' quarters with asbestos roofing. This was contrary to the Ministry of Environment, Climate Change and Forestry Circular Ref: MEF/EMC/1/1 dated 23 August, 2024 which directed the removal of asbestos roofing by government agencies, including offices, houses, and learning institution premises, as a measure to provide a clean, safe, healthy, and sustainable environment.

In the circumstances, students and staff are exposed to hazardous material. This is also contrary to the Ministry's guidelines.

9. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects boarding and school fund amount of Kshs.116,475,373 as disclosed in Note 9 to the financial statements which includes an amount of Kshs. 46,207,986.00 in respect of sampled procurement contracts with the school's suppliers. Review of payments for goods and services revealed that there was

no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

10. Long Outstanding Payables

The statement of assets and liabilities and as disclosed in Note. 14 to the financial statements reflects payables balance of Kshs.34,083,056. However, included in the balance are trade payables balance of Kshs.14,154,390 which had been outstanding for more than a year, and risk of loss of public funds through litigations, interests and penalties. This was contrary to Regulation 42 (1) (a) of the Public Finance Management (National Government) Regulations, 2015 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the government does not default on debt obligations.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects a summary of the fixed assets register with a valuation of Kshs.442,120,040, which includes land with a balance of Kshs.149,200,000. However, land ownership documents were not provided. Further, Management did not provide an updated fixed assets register to support the reported assets. In addition, several assets including class desks, laboratory worktops, dormitory beds, and school computers were not tagged for identification and control purposes.

In the circumstances, the existence of effective measures in the management of assets could not be confirmed.

2. Lack of an Approved School Strategic and Annual Operational Plans

During the period under review, the School operated without a Strategic Plan, as the previous one had expired in 2024. The School Management lacked a framework against which to measure performance and assess the achievement of the entity's objectives. Further, the School did not have an approved Operational Plan in place to guide its activities for the financial year contrary to Section 55(2) of the Basic Education Act 2013.

In the circumstances, the School may experience poor resource allocation and a lack of clear direction, which could result in suboptimal performance and institutional inefficiency.

3. Weaknesses in the Board of Management

The School Board of Management (BOM) did not develop an Annual Work Plan and Annual Governance Report was not submitted to the Director of Basic Education as required under Section 60 of the Basic Education Act, 2013. Further, although the Board had established key committees, namely the Finance, Procurement and General Purposes Committee, Academic Committee, Discipline, Ethics and Integrity Committee, and Audit Committee, there was evidence of meetings, since minutes of the meetings were not provided for audit. In addition, there were no clear guidelines governing the payment of Board allowances.

In the circumstances, the effectiveness of the governance mechanism at the school could not be confirmed.

4. Lack of an Approved Staff Establishment and Scheme of Service

During the year under review, the School had forty- eight (48) non-teaching staff as per the payroll provided for audit. However, the School did not have an approved staff establishment. Further, the School did not have an approved scheme of service for the non-teaching staff.

In the circumstances, lack of a staff establishment and scheme of service may result to overlapping duties and inefficiencies in the Institution.

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

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as Management determines is

necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

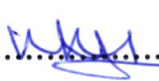
22 May, 2026

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****6. Statement of Of Financial Performance for the Year Ended 30th June 2025**

Description Of Vote Head	Note	2024-2025 Kshs	2023-2024 Kshs
Revenue			
Government Grants for Tuition	1.	4,119,714.50	4,696,224
Government Grants for Operations	2.	17,291,512	13,040,907.20
Government Grants for Infrastructure	3.	8,058,775	19,548,000
School Fund Income- Parents' Contributions	4.	99,416,236	117,830,229
School Fund – Other Incomes	5.	9,707,714	10,862,043
Total Revenue		138,593,951.50	165,977,473.20
Expenditure			
Tuition	6.	5,693,946.50	4,151,392.50
Operations	7.	22,465,509	20,128,114
Infrastructure	8.	11,541,610	5,777,220
Boarding and School Fund	9.	116,475,373	158,753,830
Total Expenditure		156,176,438.50	188,810,556
Surplus/Deficit		(17,582,487)	(22,833,083)

The school financial statements were approved on 28/4/26 2025 and signed by:


 Name: Adv. Ruth Muirure
 Chairperson BOM
 Date: 28.04.2026


 Name: Mrs Naomi Njiria
 School Principal/ Secretary to BOM
 Date: 28/4/26


 Name: Mrs Martha Gichure
 Bursar/ Finance Officer
 Date: 28/4/26

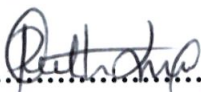
KAHUHIA GIRLS' HIGH SCHOOL

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 Kshs	2023-2024 Kshs
Financial Assets			
Cash and cash equivalents			
Bank Balances	10.	44,956,258	45,074,889.37
Cash Balances	11.	39,840	14,860
Total cash and cash equivalent		<u>44,996,098</u>	<u>45,089,749.37</u>
Account's Receivables	13.	4,050,741	6,879,440
Total Financial Assets		49,046,837	51,969,189.37
Financial Liabilities			
Accounts Payables	14.	34,083,056	19,422,926
Net Financial Assets		14,963,781	32,546,263
Represented by			
Accumulated fund b/fwd.	15.	32,546,263	55,379,346
Surplus/deficit for the year		(17,582,487)	(22,833,083)
Net financial position		14,963,781	32,546,263

The school's financial statements were approved on 22/4/26 2025 and signed by:



Name: Adv. Ruth Muhire

Chairperson BOM

Date: 22/4/26



Name: Mrs Naomi Njihia

School Principal/ Secretary to

BOM 

Date: 22/4/26 SIGN:



Name: Mrs Martha Gichure

Bursar/ Finance Officer

Date: 22/4/26

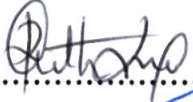
KAHUHIA GIRLS' HIGH SCHOOL

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 Kshs	2023-2024 Kshs
Cash from Operating Activities			
Revenue			
Government Grants for Tuition	1.	4,119,715	4,696,224
Government Grants for Operations	2.	17,291,512	13,040,907
Government Grants for Infrastructure	3.	8,058,775	19,548,000
School Fund Income- Parents Contributions	4.	88,279,336	117,830,299
Harambee Contribution		11,136,900	-
Miscellaneous Income		9,707,714	10,862,043
Total Revenue		138,593,952	165,977,473
Expenditure			
Cash Outflows for Tuition	5.	5,693,947	4,151,393
Cash Outflows for Operations	6.	22,465,509	20,128,114
Infrastructure Account	7.	11,541,610	5,777,220
Cash outflows for School Fund Payments	8.	98,986,537	144,469,754
Total Expenditure		138,687,603	174,526,481
Net cash inflow/outflow from operating activities		(93,651)	(8,549,008)
Net increase/decrease in cash and cash equivalents		(93,651)	(8,549,008)
Cash and cash equivalent at beginning of the FY		45,089,749	53,638,757
Cash and cash equivalent at end of the FY		44,996,098	45,089,749

The school's financial statements were approved on 28/4/26 2025 and signed by:


 Name: Adv. Ruth Muirure
 Chairperson BOM
 Date: 28/4/26


 Name: Mrs Naemi Njilua
 School Principal/ Secretary to BOM
 DATE: 28/4/26 SIGN:


 Name: Mrs Martha Gichure
 Bursar/ Finance Officer
 Date: 28/4/26

KAHUHIA GIRLS' HIGH 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	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Teaching / Learning Materials	4,134,715.00	0.00	4,134,715.00	4,134,715.00	100%
(2) Capitation Grant on Operations					
Personnel Emoluments	600,000.00	0.00	600,000.00	353,892.00	60%
Repairs and Maintenance	7,317,190.00	0.00	7,317,190.00	5,036,500.00	70%
Other Vote Heads	9,832,716.00	0.00	9,832,716.00	9,832,716.00	100%
Activity	1,009,340.00	0.00	1,009,340.00	946,325.00	94%
3) FDSE for infrastructure					
Maintenance & Improvement MoE	11,541,610.00	0.00	11,541,610.00	8,058,775.00	70%
(4) Fees Charged on Parents					
Personnel Emoluments	9,735,552.00	0.00	9,735,552.00	5,300,538.00	55%
Repairs and Maintenance	2,930,872.00	0.00	2,930,872.00	2,930,872.00	100%
Transport and Travel	3,806,727.00	0.00	3,806,727.00	3,720,677.00	98%
Electricity and Water	7,890,647.00	0.00	7,890,647.00	6,761,184.00	86%
Development	12,786,296.00	0.00	12,786,296.00	12,786,296.00	100%
Administration	4,516,934.00	0.00	4,516,934.00	4,516,934.00	100%
Activity	2,025,053.00	0.00	2,025,053.00	2,025,053.00	100%
Uniform	2,789,480.00	0.00	2,789,480.00	2,379,311.00	85%
Fee On Boarding Equipment and Stores	69,063,279.00	0.00	69,063,279.00	65,469,890.00	95%
Farm	2,176,580.00	0.00	2,176,580.00	2,176,580.00	100%
Bakery	5,671,700.00	0.00	5,671,700.00	5,671,700.00	100%
KNEC	9,707,714.00	0.00	9,707,714.00	9,707,714.00	100%
Total Income	167,536,405.00	0.00	167,536,405.00	151,809,672.00	

KAHUHIA GIRLS' HIGH SCHOOL

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

Receipts/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
(6) Expenditure For Tuition					
Teaching / Learning Materials	4,134,715.00	0.00	4,134,715.00	3,661,142.00	90%
(7) Expenditure For Operations					
Personnel Emoluments	600,000.00	0.00	600,000.00	600,000.00	100%
Repairs and Maintenance	7,317,190.00	0.00	7,317,190.00	7,317,190.00	100%
Other Vote Heads	9,832,716.00	0.00	9,832,716.00	6,890,317.00	70%
Activity	1,009,340.00	0.00	1,009,340.00	1,009,340.00	100%
(8) Expenditure For infrastructure					
Maintenance & Improvement MoE	11,541,610.00	0.00	11,541,610.00	11,541,610.00	100%
(9) Expenditure For school fund/lunch					
Personnel Emoluments	9,735,552.00	0.00	9,735,552.00	9,735,552.00	100%
Repairs and Maintenance	2,930,872.00	0.00	2,930,872.00	2,867,736.00	98%
Transport and Travel	3,806,727.00	0.00	3,806,727.00	3,806,727.00	100%
Electricity and Water	7,890,647.00	0.00	7,890,647.00	7,890,647.00	100%
Development	12,786,296.00	0.00	12,786,296.00	4,940,000.00	38%
Administration	4,516,934.00	0.00	4,516,934.00	4,303,428.00	95%
Activity	2,025,053.00	0.00	2,025,053.00	1,938,340.00	96%
Uniform	2,789,480.00	0.00	2,789,480.00	2,789,480.00	100%
Fee On Boarding Equipment and Stores	69,063,279.00	0.00	69,063,279.00	69,063,279.00	100%
Farm	2,176,580.00	0.00	2,176,580.00	1,982,300.00	91%
Bakery	5,671,700.00	0.00	5,671,700.00	4,316,604.00	78%
KNEC	9,707,714.00	0.00	9,707,714.00	9,555,516.00	98%
Totals	167,536,405.00	0.00	167,536,405.00	154,209,208.00	

KAHUHIA GIRLS' HIGH SCHOOL

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

{Notes to budget utilization}

The MOE did not release capitation in full hence low % in Personal emolument & Repairs and maintenance.

Expenditure for the bakery was low due to reduced students' enrolment.

Some parents opted to purchase students' uniform from the dealers hence low % in the expenditure

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, this first-year financial statements are transitional financial statements. *In this regard, the school has incorporated the opening balances of the accounts receivables, accounts payables and the prepaid fees as disclosed by the financial statements. Additionally, the school has factored in rent areas as part of accounts receivables which is evident as disclosed in the financial statements.*

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

The capitation grants include recurrent and development grants. Recurrent capitation are recognised in the statement of financial performance while development grants are

recognised in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognised as revenue upon fulfilment of the set conditions.

3. In-kind contributions

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

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

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
Tuition Account	0.00	3,735,200
Teaching / Learning Materials	4,119,715	961,024
Total	4,119,715	4,696,224

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	353,892	6,372,687
Repairs and Maintenance	5,036,500	0.00
Medical	1,476,100	0.00
Transport and Travel	0.00	1,650,000
Electricity and Water	0.00	900,000
Administration	0.00	2,500,000
Activity	946,325	330,000
M & I Fund	0.00	788,220
Other Vote Heads	9,478,695	500,000
Total	17,291,512	13,040,907

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement MOE	8,058,775	19,548,000

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

Description	2024-2025	2023-2024
	Kshs	Kshs
Total	8,058,775	19,548,000

Notes to the Financial Statements (continued)**4 School Fund Income - Parents Contribution/Fees**

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	5,300,538	7,604,039
Uniform	2,379,311	1,537,126
Repairs and Maintenance	2,930,872	3,427,867
Transport and Travel	3,720,677	1,956,680
Electricity and Water	6,761,184	8,445,130
Administration Costs	4,516,934	3,606,823
Boarding, Equipment's and Stores	47,217,471	61,576,873
Development	12,786,296	13,178,393
Endowment	641,000	867,510
Fees arrears	0	15,056,309
Administration Block	11,136,900	0.00
Activity	2,025,053	573,549
Total	99,416,236	117,830,299

PARENTS CONTRIBUTION/FEES-SCHOOL FUND ACCOUNT NOTES TO CASHFLOW

Description	2024-2025	2023-2024
	Kshs	Kshs
Reported in the Cashflow Statement	88,279,336	102,773,990
Add: Fees Arrears Adjustments	11,136,900	15,056,309
Reported in the Receipt and Payment	99,416,236	117,830,299

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025**

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Lagos Team	0.00	831,884
KNEC	9,707,714	10,030,159
Total	9,707,714	10,862,043

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****Notes to the Financial Statements (continued)****6 Tuition**

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books	514,400	0.00
Laboratory Equipment and Apparatus	1,518,405	0.00
Teaching Learning Materials	3,661,142	425,335
Bank Charges	0.00	288
Tuition Account	0.00	3,725,770
Total	5,693,947	4,151,393

7 Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	8,980,471	10,947,426
Repairs and Maintenance	7,956,415	0
Administration Cost	969,048	3,666,401
Infrastructure Fund	0.0	2,428,220
Other Vote Heads	0.0	325,496
Transport and Travel	1,796,556	1,669,371
Electricity And Water	1,753,559	738,607
Bank Charges	120	16,118
Activity Expenses	1,009,340	336,475
Total	22,465,509	20,128,114

8 Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Construction of multi-Purpose Hall	11,412,665	0.00
Purchase of Furniture	127,450	3,414,302
Construction of Dormitory	0.00	121,918
Construction of Biodigester	0.00	2,241,000
Bank Charges	1,495	0.00
Total	11,541,610	5,777,220

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****Notes to the Financial Statements (continued)****9 Boarding and School Fund**

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	5,711,048	4,843,298
Repairs and Maintenance	2,867,736	32,096,815
Transport and Travel	3,806,725	2,801,661
Electricity and Water	7,890,647	7,404,232
Administration Costs	4,303,428	4,893,846
Advance	34,000	30,000
Lagos Team	0.00	1,452,360
Scrabble Team	962,400	0.00
Boarding, Equipment's and Stores	65,782,314	73,787,072
Medical	265,831	866,055
Activity	5,962,844	6,772,756
Farm	1,982,300	4,759,843
Caution Fee	2,500	12,000
Bank Charges	0.00	21,000
Bakery	4,316,604	6,845,780
KNEC	9,555,516	8,534,962
Uniform	2,789,480	3,632,150
Administration Block	242,000	0.00
Total	116,475,373	158,753,830

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****Notes to the Financial Statements (continued)****10 Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
			Kshs	Kshs
Tuition Account	Active	0220291405247	50,311	979,739
Operations Account	Active	1107187737	670,011	787,796
School Fund Account-Equity	Active	00220290472107	29,848,616	16,561,710
KCB Bank	Active	1108562965	3,133,940	12,685,620
School Fund Account-Coop	Active	01100553357001	688,352	12,160
Infrastructural Account	Active	0220272820495	10,565,029	14,047,864
Total			44,956,258	45,074,889

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
School Fund Account	39,840	14,860
Total	39,840	14,860

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

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****Notes to the Financial Statements (continued)****13 Accounts Receivable**

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	3,974,861	2,687,881
KNEC Arrears	0.00	4,066,559
Rent arrears	75,880	125,000
Total	4,050,741	6,879,440

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	4,050,741	100%%	15,056,309	92%
Between 1- 2 years	6,879,440	00	1,333,184	8%
Recoveries	6,879,440	0.00	13,701,612	0.00
Total (should tie to note 13 a)	4,050,741	100%	2,687,881	100%

14 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	28,852,515	14,935,170
Prepaid Fees	5,230,541	4,487,756
Total	34,083,056	19,422,926

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****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	14,698,125	51%	10,657,844	75%
Between 1- 2 years	10,657,844	37%	3,496,545	25%
Over 2 years	3,496,546	12%		
Total (should tie to note 14)	28,852,515	100%	14,154,389	100%

15 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	45,074,889	51,443,525
Cash Balances	14,860	2,195,332
Receivables	6,879,440	19,052,186
Payables	(19,422,926)	(17,311,597)
Total	32,546,263	55,379,346

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****Other important disclosure notes**

IPSAS Cash Standard encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the 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
Total	0.00	0.00

17 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattles	6	620,000	420,000
Calves	3	44,000	85,000
Trees	800	8,000,000	8,000,000
Total		8,664,000	8,505,000

18 Borrowings

Description	2024-2025	2023-2024
	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

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****Other important disclosure notes****19 Stock/ Inventory**

Description		2024-2025	2023-2024
		Kshs	Kshs
a) StockInventories			
ITEM	QUANTITY		AMOUNT
Rice	2 bags	9,000.00	45,000.00
Maize	2 bags	15,000.00	150,000.00
Beans	3 bags	33,000.00	149,500.00
Porridge flour	2 bags	15,000.00	90,000.00
Sugar	4 bags	30,000.00	75,000.0
Cooking oil	5 cans	38,000.00	30,400.00
Salt	4 bales	4,800.00	48,000.00
Tea Leaves	5 Packets	2,400.00	12,000
Balance at end of the year		147,200.00	559,900.00

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)

PRINCIPAL
KAHUHIA GIRLS HIGH SCHOOL
 P. O. BOX 50, 10206, KAHUHIA
 Sign and Date 28/4/26
 School Principal

KAHUHIA GIRLS' HIGH SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2025****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	Comments
	a	b	c	d=a-c	
	Kshs	Kshs	Kshs	Kshs	
Supply of Goods					
1. BRANDSPRK SUPPLIES	514,400.00	21st September, 2024		514,400.00	To be paid by 31 st December, 2025
2. LIMATEC KENYA LTD.	381,295.00	2 nd Nov. 2024		381,295.00	To be paid by 31 st December, 2025
3. BETA LAB. SUPPLIES	537,110.00	20 th June, 2023		537,110.00	To be paid by 31 st December, 2025
4. INTERMASS STATIONERS	170,000.00	30 th April, 2025		170,000.00	To be paid by 31 st December, 2025
5. THE COPY CAT LTD	255,656.00	3 rd May, 2025		255,656.00	To be paid by 31 st December, 2025
6. THIKaMOTOR DEALERS	97,252.00	14 th July, 2024		97,252.00	To be paid by 31 st December, 2025
7. ELIZABETH WAIGWE	400,000.00	31 st Dec. 2024		400,000.00	To be paid by 31 st December, 2025
8. EVANSON WAITHAKA	200,000.00	31 st Dec. 2024		200,000.00	To be paid by 31 st December, 2025
9. KENYA POWER & LIGHTING	302,748.0	15 th June 2025		302,748.00	To be paid by 15 th July, 2025
Grand Total	2,858,461.00			2,858,461.00	

KAHUHIA GIRLS' HIGH SCHOOL

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

Annex 2 – Summary of Fixed Assets Register

Land & Buildings Register

No.	Description/ Name of building	Tag	Quantity	Location	Estimated Value	Additions	Total value	Depreciations	Write offs	Net book value
1	Freehold land		37.3 acres		149,200,000.00					149,200,000.00
2	Classrooms	Jan- 26	26		58,588,000.00		58,588,000.00	1,171,760.00	nil	57,416,240.00
3	Bakery	27	1		1,200,000.00		1,200,000.00	24,000.00	nil	1,176,000.00
4	LABORATORIES Bio/Chem	28 - 33	6		29,000,000.00		29,000,000.00	580,000.00	nil	28,420,000.00
5	Offices	34 - 37	4		5,200,000.00		5,200,000.00	104,000.00	nil	5,096,000.00
6	Special rooms	38 - 39	2		4,100,000.00		4,100,000.00	82,000.00	nil	4,018,000.00
7	Dormitories	19- 29	19		137,100,000.00		137,100,000.00	2,742,000.00	nil	134,358,000.00
8	Dining hall	30	1		15,000,000.00		15,000,000.00	300,000.00	nil	14,700,000.00
9	Kitchen	31	1		1,400,000.00		1,400,000.00	28,000.00	nil	1,372,000.00
10	Vestry	32	1		460,000.00		460,000.00	9,200.00	nil	450,800.00
11	Canteen	33	1		350,000.00		350,000.00	7,000.00	nil	343,000.00
12	Ablution Blocks	34- 42	9		9,500,000.00		9,500,000.00	190,000.00	nil	9,310,000.00
13	Staff houses	43- 64	22		28,000,000.00		28,000,000.00	560,000.00	nil	27,440,000.00
14	Dispensary	65	1		3,100,000.00		3,100,000.00	62,000.00		3,038,000.00
15	Stores	66- 68	3		1,600,000.00		1,600,000.00	32,000.00		1,568,000.00
16	Chapel	69	1		4,300,000.00		4,300,000.00	86,000.00		4,214,000.00
	TOTAL							5,977,960.00		442,120,040.00

KAHUHIA GIRLS' HIGH SCHOOL

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

Plant & Machinery Register

	Asset Description	Tag	Make & Model	Current Location	Estimated value	Annual depreciation	Net Book Value	Date of disposal	Disposal value
1	Generator	1			400000	100000	300,000.00		
2	Water Pump	2			1800000	450000	1,350,000.00		
3	Vegetable Cutter	3			380000	95000	285,000.00		
4	Bread Slicer	4			105000	26250	78,750.00		
5	Chaff cutter	5			48000	12000	36,000.00		
6	Electric mixer	6			600000	150000	450,000.00		
7	Electric proofer	7			400000	100000	300,000.00		
8	weigh electric machine	8			24000	6000	18,000.00		
9	Boiler				260000	65000	195,000.00		
	TOTAL					1004250	3,012,750.00		

Motor vehicle

	Vehicle Registration No.	Tag	Engine No.	Chassis No.	Make & Model	Year of purchase	Estimated cost	Depreciation rate	Annual depreciation	Netbook value	Date of disposal	Disposal value
1	KCT 511Y	1	2KD5MB024860	JTFSS22P4001188702	TOYOTA HIACE	2020	4300000	25%	1,075,000.00	3,225,000.00		
2	KBW 156 V	2	CNE2205840	MB1PAEFC6CE NKO200	LEYLAND ASKOK	2013	2812500	25%	703,125.00	2,109,375.00		
3	KBN 265E	3	419762	JALFWR23RA7000018	ISUZU	2010	4512500	25%	1,128,125.00	3,384,375.00		
	TOTAL								2,906,250.00	8,718,750.00		

KAHUHIA GIRLS' HIGH SCHOOL

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

OFFICE EQUIPMENT

	Asset Description	Quantity	Tag number	Make & Model	Purchase amount	Depreciation rate	Annual depreciation	Netbook value	Date of disposal	Disposal value
1	Desktop computer	23	01 to 23		690000	30%	207,000.00	483,000.00		
2	television	9	24 - 32		540000	30%	162,000.00	378,000.00		
3	photoprinters	3	33 - 35	rise EZ 230E	1260000	30%	378,000.00	882,000.00		
4	laptop	1	36		35000	30%	10,500.00	24,500.00		
5	printer	9	37 - 45		540000	30%	162,000.00	378,000.00		
6	ups	13	46 - 57		845000	30%	253,500.00	591,500.00		
7	office phone	2	58-59		12000	30%	3,600.00	8,400.00		
8	projector	2	60-61	SONY	80000	30%	24,000.00	56,000.00		
9	projector screen	1	62		36000	30%	10,800.00	25,200.00		
10	refrigerator	1	63	ramtons	50000	30%	15,000.00	35,000.00		
11	water dispenser	4	64 - 67		22000	30%	6,600.00	15,400.00		
12	microwave	1	68	ramtons	8000	30%	2,400.00	5,600.00		
13	deep freezer	3	69 - 71		225000	30%	67,500.00	157,500.00		
14	cookers	7	72 - 78		385000	30%	115,500.00	269,500.00		
15	sewing machines	17	79 - 96		425000	30%	127,500.00	297,500.00		
16	PA mixer	1	97		150000	30%	45,000.00	105,000.00		
17	sound bar	1	98		45000	30%	13,500.00	31,500.00		
18	Energy saver jiko	8	99 - 107		2240000	30%	672,000.00	1,568,000.00		
	TOTAL						2,276,400.00	5,311,600.00		

KAHUHIA GIRLS' HIGH SCHOOL

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

FURNITURE AND FITTINGS

	Asset Description	Quantity	Serial number	Tag number	Make & Model	Date of Delivery / installation	Current Location	Estimated value	Depreciation rate	Annual depreciation	Net Book Value	Date of disposal	Disposal value
1	Sofa set	20		1 to 20			common room	380000	12.50%	47,500.00	332,500.00		
2	Teachers Desks	29		21 to 50			Admin, Staffroom, HOD office	174000	12.50%	21,750.00	152,250.00		
3	Office Tables	19		51 to 70			Acc clerk, Deputy I & II, Admin	57000	12.50%	7,125.00	49,875.00		
4	Benches	302		71 to 373			Dining hall, HOD office, common room	1510000	12.50%	188,750.00	1,321,250.00		
5	Aluminum Tables	193		374 to 566			Dining Hall, Common room, staffroom, Kitchen	1351000	12.50%	168,875.00	1,182,125.00		
6	Teachers Chairs	72		567 to 638			HOD office, Staffroom, Admin	288000	12.50%	36,000.00	252,000.00		
7	Office Chairs	37		639 to 675			Admin, HOD Offices, Library	148000	12.50%	18,500.00	129,500.00		
8	Plastic Chairs	75		676 to 679			Deputy Principal Academic	46500	12.50%	5,812.50	40,687.50		
9	Swivel Chair	1		679 to 680			HOD offices	20000	12.50%	2,500.00	17,500.00		
11	Wooden Cupboard	17		700 to 716			HOD office, Admin, Library	102000	12.50%	12,750.00	89,250.00		
12	Metalic Cupboard	8		717 to 724			Kitchen, HOD office, Admin	96000	12.50%	12,000.00	84,000.00		

GIRLS' HIGH SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

13	Metallic abinets	20		725 to 744		Kitchen, office Kitchen, Admin	60000	12.50%	7,500.00	52,500.00		
14	Wooden Cabinets	1		745 to 846		Reception	8000	12.50%	1,000.00	7,000.00		
15	Trophies	102		847		Reception	204000	12.50%	25,500.00	178,500.00		
16	Trophies Stand	1		848		Reception	30000	12.50%	3,750.00	26,250.00		
17	Side Drawers	2		849 - 850		Principal Office	11000	12.50%	1,375.00	9,625.00		
18	Coffee Tables	2		851 - 852		Admin	8000	12.50%	1,000.00	7,000.00		
19	Tender Boxes	3		853		Admin	6000	12.50%	750.00	5,250.00		
20	In -Tray	1		854		Admin	1200	12.50%	150.00	1,050.00		
21	Out -Tray	1		855		Admin	1200	12.50%	150.00	1,050.00		
22	Metallic shelves	31		856 - 886		Admin, Kitchen, HOD offices	77500	12.50%	9,687.50	67,812.50		
23	Wooden Shelves	16		887 - 902		Staffroom, Library, Office Kitchen	57600	12.50%	7,200.00	50,400.00		
24	Library Desks	11		903 - 913		Library	49500	12.50%	6,187.50	43,312.50		
25	Student Chairs	1650		914 - 4713		Form 1 - Form 4, Technical Rooms, Labs, Library	387750 0	12.50%	484,687.50	3,392,812.50		
26	Student Desks	2345		4714 - 7058		Form 1 - form 4	528000 0	12.50%	660,000.00	4,620,000.00		
27	Working Bench	2		7059 - 7060		Bakery	12600	12.50%	1,575.00	11,025.00		
28	Trolley	5		7061 - 7065		Library, Kitchen	18000	12.50%	2,250.00	15,750.00		
29	Metal Locker	11		7066 - 7076		HOD office, Admin, Library	49500	12.50%	6,187.50	43,312.50		
30	Safe	1		7777		Bursar office	60000	12.50%	7,500.00	52,500.00		
31	Wooden Bed (dispens ary)	6		7778 - 7790			21000	12.50%	2,625.00	18,375.00		
32	Double Decker Beds	1894		7791 - 9684		Dorm 1 - Dorm 18	139855 00	12.50%	1,748,187.50	12,237,312.50		

KAHUIA GIRLS' HIGH SCHOOL

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

33	Lab sitting stools	250	9685 -	Biology, Physics, Chemistry, Home science labs	2125000	12.50%	265,625.00	1,859,375.00
34	DryErase Whiteboard	31	11001-11003	Classrooms	558000	12.50%	69,750.00	488,250.00
35	GraphBoard	31	11004-11006	Classrooms	186000	12.50%	23,250.00	162,750.00
36	Classroom Teachers stands	31	11007-11040	Classrooms	86800	12.50%	10,850.00	75,950.00
37	Dinning Table	25	11041-11050	Dinning Tables	112500	12.50%	14,062.50	98,437.50
TOTAL		TOTAL					3,882,362.50	27,176,537.50

BIOLOGICAL ASSETS

	Asset Description	Tag	Quantity	Current Location	Esimated value	Dispos al value
1	COWS		6		900000	
2	TREES		150		3000000	
3	PIGS		16		286000	
4	HEIFERS		4		180000	
TOTAL					4366000	