

REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 16 JUN 2026

DAY.

Tuesday

TABLED
BY:

Hon. Naomi Wago, CBS, MP
(Deputy Majority Party Whip)

CLERK-AT
THE-TABLE:

Wongale

THE AUDITOR-GENERAL

ON

PARLIAMENT
OF KENYA
LIBRARY

ACK KAAKWA MIXED DAY SECONDARY
SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

THARAKA NITHI COUNTY

OFFICE OF THE AUDITOR GENERAL
P.O. Box 30084 - 00100, NAIROBI
RECORDS OFFICE

23 APR 2026

RECEIVED

Revised 30th June 2025.



ACK. KANWAMIXED DAY SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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



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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

(a) Background information

The school is situated in Kenya and its operations are governed under the Basic Education Act, 2013. It is located in Tharaka Nithi County, Igambang'ombe Sub-County.

The school was registered on 12/7/2021 under registration Number 13S00300809 and is currently categorized as County public school operated by the government.

The school is a mixed day and had 282 numbers of students as at 30th June, 2024. It had 2 streams and 16 teachers of which 4 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	Javason Kiambo	Chairman	2022
2	Esther N. Wanjohi	Secretary - Principal	2022
3	Charles Mugendi	Member	2022
4	Caroline Karimi	Member	2022
5	Zakayo Miriti	Member	2022
6	Janis Kagendo	Member	2022
7	Rev. Stephen Nyaga	Member	2022
8	Godfrey Muthomi	Member – Rep CEB	2022
9	Rev. Joyce Kirimi	Member Rep Teachers	2022
10	Michael Mucheri	3 Members - Sponsor	2022
11	Patrick Mbaka Mbiuki	Member - Community	2022
12	Kaai Kiogora Martin	Member Special Needs	2022
13	Octavius Nyaga	Rep Students	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, of 2013.
- Ensure and assure the provision of proper and adequate facilities for the School.
- Manage the School's affairs in accordance with the rules and regulations governing occupational safety and health.
- Advise the County Education Board on the staffing needs of the School.
- Determine cases of pupils' discipline and make reports to the CEB.
- Prepare comprehensive termly report on all areas of its mandate and submit the report to CEB.
- Administer and manage the resources of the School.
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Javason Kiambo 2. Esther Wanjohi 3. Charles Mugendi 4. Caroline Karimi 5. Godfrey Muthomi	Chairman Secretary Vice chair B.O.M Rep Member	5 5 5 5 5
2	Audit Committee	-	-	
3	Finance,procurement and general purposes Committee	1. Michael Mucheri 2. Charles Mugendi 3. Stephen Nyaga 4. Esther Wanjohi 5. Jameson Mugambi 6. Patrick Mbaka	Chairman B.O.M PA chair Principal Deputy Member	1 1 1 1 1 1
4	Academic Committee	1. Godfrey Muthomi 2. Jameson Mugambi 3.Eesther Wanjohi 4. Caroline Karimi 5. Peter Fundi 6. Patrick Mbaka 7. Ms. Irene Muthoni 8. Stephen Nyaga	H.O.D Deputy Principal B.O.M Member Member Member PA member	6 6 6 6 6 6 6 6
5	Development Committee	Javason Kiambo Esther Wanjohi	Chairman Secretary	

(Ack. Kaanwa Mixed Day Secondary School)

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

		Jameson Mugambi Charles Mugendi Caroline Karimi	Deputy Member Member	
6	Discipline and welfare Committee	Jameson Mugambi Godfrey Muthomi	D/Principal Member	
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Esther N. Wanjohi	TSC No. 336268
2	Deputy Principal	Jameson Mugambi	TSC No. 336402
3	Account Clerk	Virginia Kawira	ICPAK No.22819126
4	Other (specify)		

(e) Schools contacts

Post Office Box: 569 – 60400 Chuka
Telephone: 0720922479
E-mail: kaanwamixedboardingday@gmail.com
Website:
Facebook:
Twitter:

(f) School Bankers

Branch: Chuka
Account No: 0210190680792

1. Name of Branch: Equity
Branch: Chuka
Account No: 0210291338721

2. Name of Branch: Equity
Branch: Chuka
Account No: 0210291771032

3. Name of Branch: Equity
Branch: Chuka
Account No: 0210292884082

4. M-Pesa paybill No. 247247 Equity Bank.

(Ack. Kaanwa Mixed Day Secondary 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

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	2025	2024	2023
Kes	(877,104.78)	719,679.46	778,123

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

Year	2025	2024	2023
	3,563,278.22	3,995,709.96	4,478,187

Ratio of Capitation grant per student over the last three years

Year	2025	2024	2023
	14,847	14,169	16,647

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

Year	2025	2024	2023
	3,170,521	4,621,915	13,111,821

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

Year	2025	2024	2023
	8,090,270.00	7,319,488.50	18,706,926

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

Year	2025	2024	2023
Debtors	481,266.00	1522167.14	6,260,993.95
Creditors	-	-	2,137,322.00

Movement of cash and bank balances over the last three years

Year	2025	2024	2023
	105,946.50	1,462,417.32	1,038,155.42

b) Teacher Student Ratio: 1:26

Recruited: 0

Posted: 0

Retired: 0

Transferred : 2

TSC Teachers: 11

BOM Teachers: 4

Teachers Per Subject

Subject Combination	No. of Teachers	TSC	B.O.M
Maths/Chem	2	2	0
Maths/Phy	3	1	2
Kisw/PE	1	0	1
Hist/Geo	0	0	0
Kisw/CRE	1	10	0
Bio/Agr	2	1	1
Bst	1	1	0
Bio/Chem	0	0	0
CRE/Eng	1	1	0
Kisw/Geo	1	1	0
Eng/Lit	2	2	0
Maths/Bst	0	0	0
Maths/Geo	0	0	0
Geo/Bst	1	1	0
Hist/CRE	2	1	1

(Ack. Kaanwa Mixed Day Secondary School)

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

c) The mean score in the 2025 KCSE:

Year	No. of Candidates	No. of Students Transitioned	Achieved Scores	Set Mean Score	Improvement/Decline
2025	67	29	C 6.3	C 6.0	Improved
2024	63	3	C- 4.62	C 5.5	Improved
2023	52	1	D 3.3846	C-4.74	Improved

d) Number of Candidates in the 2025 KCSE:

No. of Students	Number of candidates
2025	67
2024	63
2023	52

e) The capacity of the school:

Facility	No. of Facilities	No. of Students divided by no. of Facilities
Classes	8	282
Laboratories	1	282
Dormitories	2	31
Toilets	8	282
Dining hall	0	0
Library	0	0
Administration	1	20
Staffroom	1	15
Computer laboratory	0	0

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Classroom	RMI		1,100,000	980,000	Complete

(Ack. Kaanwa Mixed Day Secondary School)

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

.....
School Principal

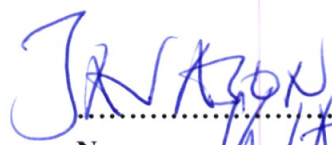
4. Statement of School Management Responsibility

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

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

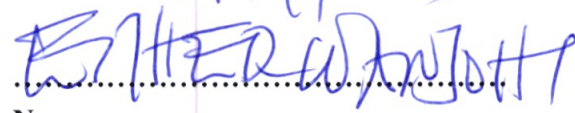
The Board of Management of ACK. Kaanwa Mixed Day & Boarding secondary school accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2022 and of the school's financial position as at that date.


.....
Name: J. N. Azon

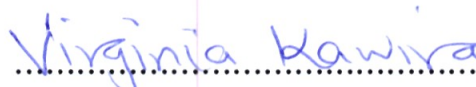
Designation: Chairman, School Board of Management

Date: 17/4/2026


.....
Name: E. H. Edw. Njoroge

Designation: School Principal & Secretary to Board of Management

Date:


.....
Name: Virginia Kawira

Designation: Bursar/ Finance Officer

Date: 17/4/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ACK KANWA MIXED DAY SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - THARAKA NITHI 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 ACK Kaanwa Mixed Secondary School set out on pages 1 to 22, which comprise of the statement of

Report of the Auditor-General on ACK Kaanwa Mixed Day Secondary School for the year ended 30 June, 2025 - Tharaka Nithi County

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 ACK Kaanwa Mixed Day 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 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. Inaccuracies in the Financial Statements

During the audit, differences were noted between figures in the financial statements and supporting ledgers as detailed below;

Component	Amount in Financial Statements (Kshs.)	Ledger Amount (Kshs.)	Variance (Kshs.)
School Fund Income – Parents Contributions	3,649,887	2,552,421	1,097,466
Boarding and School Fund Payments	3,289,259	3,280,504	8,755

Further, the following inaccuracies were noted,

- i. The school fund income – parent contribution amount of Kshs.3,649,887 is at variance with the corresponding Note 4 amount of Kshs.3,088,887 resulting in an unexplained variance of Kshs.561,000.
- ii. Boarding and school fund payments amount of Kshs.3,289,259 is at variance with the corresponding Note 9 amount of Kshs.3,287,259 resulting in unexplained variance of Kshs.2,000.

In the circumstances, the accuracy and completeness of the above balances included in these financial statements could not be confirmed.

2. Inaccuracies in the Statement of Budgets and Actuals

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.Nil and Kshs.Nil respectively. However, the school had total receipts of Kshs.7,213,165 and spent an amount of Kshs.12,279.

In the circumstances, the accuracy and completeness of the statement of budgeted versus actual amounts could not be confirmed.

3. Inaccuracies in Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.481,266 in respect of fees arrears as disclosed in Note 13 to the financial statements. However, Note 13 reflects a balance of Kshs.105,946 resulting in a variance of Kshs.375,946 which has not been explained. Further, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy, completeness and full recoverability of the receivables balance of Kshs.481,266 could not be confirmed.

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

Key Audit Matters

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

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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

Other Information

Management is responsible for the Other Information set out on page iii to xii which comprise of the School's Key Information and Management, Summary Report of School Performance and Statement of School's 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 transitional IPSAS financial statements, my responsibility is to read the Other Information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this Other Information and I am required to report that fact. 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. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects operations grants amount of Kshs.2,880,778 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.609,500 in respect of infrastructure grants which was not transferred to infrastructure bank account for maintenance and improvement of the school's facilities. This was contrary to MOE circulars on infrastructure grants and maintenance improvement funds in the operations accounts.

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

2. Under Funding of Capitations Grants Data

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations amount of Kshs.682,499 and Kshs.2,880,778 respectively, as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of 737 students while the enrolment records provided by the school indicated a total number of 762 students, resulting in an unexplained variance of 25 students. As a result of the variances, the school was under funded by an amount of Kshs.79,494.

In the circumstances, the underfunding affected service delivery to the students.

3. Irregular Use of Revenue at Source

The statement of financial performance reflects school fund income – parents contributions amount of Kshs.3,649,887 as disclosed in Note 4 to the financial statements. However, review of the cashbook indicates the school collected school fees in cash amounting to Kshs.1,640,297 and utilized the funds directly at source instead of banking the collections before spending. This was contrary to Regulation 64(4) of the Public Finance Management (National Government) Regulations, 2015 which requires all collected shall be paid into the designated account of the national government, and shall not be used by any public officer in any manner between the time of receipts and payments into the bank except as provided by law.

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

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

The statement of financial performance reflects boarding and school fund payments of Kshs.3,289,259 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of 905,810 transferred to Kenya Secondary School Heads Association sub county chapter for co-curricular activities. However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.905,810 could not be confirmed.

5. Unconfirmed Student Enrolment Capitations Data

The statement of financial performance reflects capitation grants for tuition, capitation grants for operations totalling Kshs.3,563,277. During the financial year, NEMIS reported a total number of 737 students while the enrolment records provided by the school indicated a total number of 762 students, resulting in an unexplained variance of 25 students. As a result of the variances, the school was under funded by an amount of Kshs.79,494. 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.

In the circumstances, the underfunding affected service delivery to the students.

6. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 23 January, 2026, six months late, instead of the required deadline of 31 August, 2025 for 2024/2025 financial year. This was contrary to The National Treasury Circular Ref. AG.3/88/Vol.VII(41) of 4 December, 2024 as read together with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

In the circumstances, Management was in breach of The National Treasury Circular.

7. Lack of a Procurement Plan

The statement of receipts and payments reflects total payments amount of Kshs.8,090,270. However, during the year, Management did not have an approved procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020, which states that a procuring entity prepare a procurement plan for each financial year as part of the budget preparation process.

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

8. Poor Procurement Records

During the year, the school failed to maintain complete procurement records, including tender documents, tender advertisements, bid evaluation reports, correspondences with supplier, contract documents, payment certificates and contract performance monitoring reports. This was contrary to Section 68 of the Public Procurement and Asset Disposal Act, 2015 and limits audit trail and transparency.

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

9. Failure to Deduct Capacity Building Levy

The statement of financial performance reflects total payments of Kshs.8,090,270 which includes procurement contracts signed with the school's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order No. 206 of 2023 issued by the Public Procurement Regulatory Authority.

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

10. Lack of School Improvement Plan

The Board of Management did not develop a School Improvement Plan to be used to measure the school's improvement activities, keep the school in focus in achieving the school target, prioritization of School needs, ensuring prudent utilization of resources and to improve accountability. This was contrary to Section 2.2.1 of the operational manual for utilization of learner capitation, Grant and Other School funds which requires a school to develop improvement plan which is a road map for changes that a school needs to improve the school environment and learning outcomes.

In the circumstances, the absence of a School Improvement Plan is contrary to Ministry of Education requirements and indicates weak strategic planning.

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. Lack of Internal Audit Function and Audit Committee

During the year under review, the school had not constituted an audit committee and an internal audit unit as required by Regulation 166 (1) and (2) of the Public Finance Management (National Government), 2015 which states that, the internal audit unit of a National Government entity to assess effectiveness of the school through an internal performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

In the circumstances, the school did not benefit from oversight role and advice from the audit committee and internal audit function.

2. Incomplete Fixed Assets Register

Annex 2 to the financial statements reflects summary of fixed assets register. However, Management made no cost disclosures despite the school having buildings and structures, office equipment and furniture and fittings with historical costs.

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

3. Poor Management of Textbooks

During review of textbooks records, the following ineffectiveness were noted in management of books.

- i. There was no evidence of instructional need assessment that provided basis for determining the number and subject of instructional material needed by the school.
- ii. Weakness in recording and updating books inventory immediately after delivery and receipting, some books were taken into inventory after one or two months.
- iii. The school did not have a system in place to ensure that text books that are lost are replaced immediately. Lost text books are only recovered when the students are exiting the school, after sitting for Kenya Certificate of Secondary Examination.

In the circumstances, effectiveness of internal controls relating to school textbooks could not be confirmed.

4. Lack of Segregation of Duties

Review of the School's operational and financial management structure revealed significant weaknesses in internal controls, particularly in relation to segregation of duties. The School has not employed a bursar or accountant to oversee financial management functions. Instead, the School Secretary undertakes all book keeping and accounting responsibilities which include preparation of payment vouchers, collection of school fees and other revenues, receipting, banking of collections, maintenance of accounting records, and participation in financial reporting processes.

In the circumstances, the lack of segregation of duties weakens internal controls and increases the risk of error and misappropriations.

5. Lack of Policy Documents

During the year under review, it was noted that the Management had not developed several policy documents such as a risk management policy, and no formal risk assessments were done during the financial year audited.

In the circumstances, the absence of risk management policy and formal risk assessments leads to poor planning, weakens internal controls and increases exposure to operational and fraud risks.

6. Lack of a Financial Information Processing System

During the year under review, the school's financial information was processed manually hence primary books of account were not adequately maintained. For instance, the school did not maintain a proper general ledger and the ledgers were generated as an analysis of the cashbook.

In the circumstances, the manual processing of financial information and lack of proper books of account may have resulted in errors and incomplete records.

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.

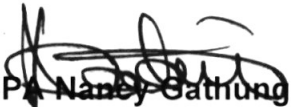
Auditor-General's Responsibilities for the Audit

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

21 May, 2026

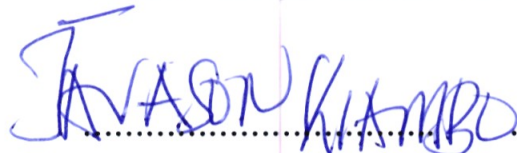
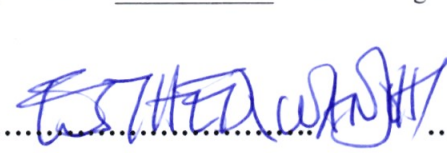
(Ack. Kaanwa Mixed Day Secondary School)

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

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

Description Of Vote Head	Note	2024-2025	2023-2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	682,499.50	682,155.00
Government grants for operations	2	2,880,778.72	3,313,554.96
Government Grants for infrastructure	3	-	-
School fund income- parents' contributions	4	3,649,887.00	4,043,458.00
Miscellaneous incomes	5	-	-
Total Revenue		7,213,165.22	8,039,167.96
Expenditure			
Tuition	6	900,047.50	451,224.50
Operations	7	3,900,963.00	2,942,908.00
Infrastructure	8	-	-
Boarding and school fund	9	3,289,259.50	3,925,356.00
Total Expenditure		8,090,270.00	7,319,488.00
Surplus/Deficit		(877,104.78)	719,679.46

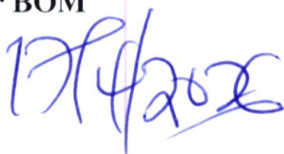
The school financial statements were approved on _____ 2025 and signed by:

Name:

Chair BOM

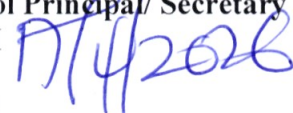
Date:



Name:

School Principal/ Secretary to BOM

Date:



Name:

Bursar/ Finance Officer

Date:



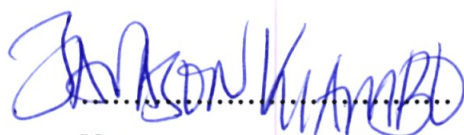
(Ack. Kaanwa Mixed Day Secondary School)

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	2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	105,946.50	1,462,417.32
Cash balances	11	-	-
Short term investments	12	-	-
Total cash and cash equivalent		105,946.50	1,462,417.32
Account's receivables	13	481,266.00	1,522,167.14
Total financial assets (a)		587,212.00	2,984,584.46
Financial liabilities			
Accounts payables	14	-	-
Total Financial Labilities (b)		-	-
Net financial assets (a-b)		-	2,984,584.46
Represented by			
Accumulated fund b/fwd	15	1,464,317.28	2,264,905.00
Surplus/deficit for the year		(877,104.78)	719,679.46
Net Assets		587,212.50	2,984,584.46

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



Name:

Chair BOM

Date:

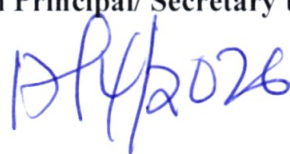


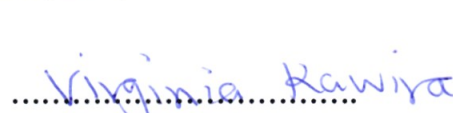


Name:

School Principal/ Secretary to BOM

Date:





Name:

Bursar/ Finance Officer

Date:



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

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		682,499.50	682,155
Government grants for operations		2,880,778.72	3,313,555
Government grants for infrastructure		-	-
School fund income- parents contributions/ fees		3,170,521.00	4,621,915
Other income		-	-
Total receipts		6,733,799.22	8,617,625
Payments			
Cash outflows for tuition		900,047.50	451,225
Cash outflows for operations		3,900,963.00	2,942,908
Cash outflows Boarding/lunch and school fund payments		3,289,259.50	3,925,356
Total payments		8,090,270.00	7,319,489
Net cash inflow/outflow from operating activities		(1,356,470.78)	1,298,136
Cash flow from investing activities			
Acquisition of assets		-	-
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		-	1,298,136
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(1,356,470.78)	1,298,136
Cash and cash equivalent at beginning of the 2024-2025		1,462,417.28	164,281
Cash and cash equivalent at end of the 2025		105,946.50	1,462,417

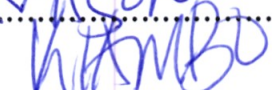
Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

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

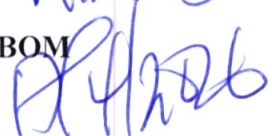
(Ack. Kaanwa Mixed Day Secondary School)

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

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


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Name: 

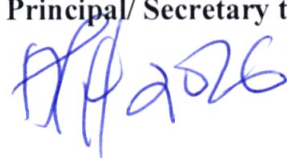
Chair BOM

Date: 


.....
Name:  Virginia Kanira

Name:

School Principal/ Secretary to
BOM

Date: 

Name:

Bursar/ Finance Officer

Date: 

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					
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	700,000.00	-	700,000	682,499.00	97
Exams And Assessment	-	-	-	-	-
(2) Capitation Grant on Operations					
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	800,000.00	-	800,000.00	743,300.00	93%
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	300,000.00	-	300,000.00	262,800.00	88%
Administration Costs	-	-	-	-	-
Activity	300,000.00	-	300,000.00	208,004.00	69%
Gratuity	-	-	-	-	-
Other voteheads	1,700,000.00	-	1,700,000.00	1,666,674.72	98%

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
3) FDSE for infrastructure					
Maintenance &Improvement MoE	800,000	-	800,000	743,300	92%
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
(4) Fees Charged on Parents					
Personnel Emoluments	-	-	-	-	-
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	-	-	-	-	-
Lunch	3,500,000.00		3,500,000.00	3,088,887.00	88%
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	-	-	-	-	-
5) Miscellaneous Income					
Loans / Borrowing	-	-	-	-	-
Rent income	-	-	-	-	-
Income From Farming Activities	-	-	-	-	-
Insurance Compensation	-	-	-	-	-

(Ack. Kaanwa Mixed Day 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
Income From Posho Mill	-	-	-	-	-
Income From Bus Hire	-	-	-	-	-
Fee For Hire of Ground and Equipment	-	-	-	-	-
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
Total Income					
(6) Expenditure For Tuition					
Textbooks	-	-	-	-	-
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	900,000.00	-	900,000.00	896,640.00	99%
Chalks	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Bank Charges	-	-	-	-	-
(7) Expenditure For Operations					
Personnel Emoluments	-	-	-	-	-
Repairs, Maintenance & Improvements	200,000.00	-	200,000.00	191,680.00	96%

(Ack. Kaanwa Mixed Day 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
Local Transport / Travelling	1,867,669	-	1,867,669	650,300	35%
Electricity, Water and Conservancy	-	-	-	-	-
Medical	250,000.00	-	250,000.00	209,350.00	84%x
Administration Costs	-	-	-	-	-
Activity Expenses	600,000.00	-	600,000.00	570,200.00	95%
Gratuity	-	-	-	-	-
SMASSE	-	-	-	-	-
Other voteheads	2,365,463.00		2,365,463.00	2,365,463.00	100%
(8) Expenditure For infrastructure					
Construction of classrooms	-	-	-	-	-
Construction of LAB	-	-	-	-	-
Construction of DORMS	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
(9) Expenditure For school fund/lunch/boarding	-	-	-	-	-
Personnel Emoluments	-	-	-	-	-
Repairs, Maintenance and Improvements	-	-	-	-	-
Local Transport / Travelling	-	-	-	-	-
Electricity, Water and Conservancy	-	-	-	-	-

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
Medical Expenses	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	-	-	-	-	-
Gratuity	-	-	-	-	-
Lunch Programme	3,500,000.00	-	3,500,000.00	3,282,427.00	94%
Boarding Equipment and Stores	-	-	-	-	-
Expenditure For Income Generating Activity	-	-	-	-	-
Insurance Costs	-	-	-	-	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	5,000.00	-	5,000.00	4,832.00	97%
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Totals	16,993,132	-	17,788,132	12,279,097.72	1,325%

[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]

- i. Xxx
- ii. Xxx

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, these first/second/third/year financial statements are transitional financial statements.

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of 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 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	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Tuition	-	613760.00
Reference Materials	-	25640.00
Reference/Library	-	15,215.00
Laboratory Equipment	-	27540.00
Internal Exams	-	-
Teaching / Learning Materials	682,499.00	-
Others (specify) *	-	-
Total	682,499.00	682,155.00

*Include others as per MOE circulars

2 Government Grants for Operations

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Maintenance and improvement	743,300.00	1,072,500.00
Personnel Emoluments	-	1,864,056.84
Medical	262,800.00	28,700.00
Electricity And Water	-	55,000.00
Local Transport / Travelling	-	59,000.00
Administration Costs	-	67,042.12
Activity	208,004.00	167,256.00
Repairs And Maintenance	-	-
Other Vote Heads (specify) *	1,666,674.72	-
Total	2,880,778.72	3,313,544.96

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Maintenance & Improvement	-	-
Transition infrastructure grants	-	-
Administration Block	-	-

(Ack. Kaanwa Mixed Day Secondary School)

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

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-
Total	-	-

4 School Fund Income - Parents Contribution/Fees

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Personnel emoluments	-	-
Lunch Programme	3,088,887.00	3,046,358.00
Bursary Fund	-	994, 000.00
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Fee on Boarding Equipment and stores	-	3,100.00
PA Levies*	-	-
Others (specify)	-	-
Total	3,088,887.00	4,043,458.00

*Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.

5 Miscellaneous Incomes

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	-	-
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-

(Ack. Kaanwa Mixed Day Secondary School)

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

Loans/Borrowings*	-	-
Other Income (specify) *	-	-
Total	-	-

(Include an explanation on the kind and source of grants/ donations received by the school.)

*Ensure proper authorization from MOE before obtaining loans/borrowings.

*Indicate what other income relates to including income arising from writebacks if any.

(Ack. Kaanwa Mixed Day Secondary School)

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

6 Tuition

Description	<i>Insert Current 2024-2025</i>	<i>Insert Comparative 2023-2024</i>
	Kshs	Kshs
Exercise Books	-	312,332.00
Textbooks	-	32,600.00
Reference materials	-	-
Laboratory Equipment	-	65,780.00
Teaching / Learning Materials	896,640.00	39,000.00
Exams And Assessment	-	-
Teachers Guides	-	-
Bank Charges	-	1,512.50
Others (<i>specify</i>)	-	-
Total	896,640.00	451,224.50

7 Operations

Description	<i>Insert Current 2024-2025</i>	<i>Insert Comparative 2023-2024</i>
	Kshs	Kshs
Personnel Emoluments	-	984,227.00
Activity Expenses	570,200.00	-
Administration Cost	-	1,491,489.00
Repairs And Maintenance & Improvements	-	200,400.00
Local Transport / Travelling	650,300	40,500.00
Electricity And Water	-	102,250.00
Medical	209,350.00	-
Activity Expenses	-	118,000.00
Bank Charges	-	6,042.00
Insurance Cost	-	-
Others (<i>specify</i>)	2,365,463.00	-
Total	3,794,313	2,942,908.00

(Ack. Kaanwa Mixed Day Secondary School)

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

8 Infrastructure

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Construction of classrooms	-	-
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	-	-

9 Boarding and School Fund

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Personnel Emoluments	-	-
Bursary Fund	-	994,000.00
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical Expenses	-	-
Administration Costs	-	-
Lunch Programme	3,282,427.00	2,893,831.00
Bank Charges	4,832.00	1,325.00
Expenses On Income Generating Activities**	-	-
Fee On Boarding Equipment and Stores	-	-
Internal Exam	-	36,200.00
Insurance Cost (Life Property)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	-	-
Others (specify)	-	-
Total	3,287,259	3,925,356.00

(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous revenue as recorded in note 5. These costs should include farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others).

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10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	Insert Current 2024-2025	Insert Comparative 2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account			13,323.28	230,871.28
Operations Account			72,306.22	1,092,490.54
School Fund Account/Boarding			20,317.00	-
Savings Account			-	139,055.50
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account			-	-
Total			105,946.50	1,462,417.32

11 Cash In Hand

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Notes and Coins	-	-
Total	-	-

12 Short Term Investments

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

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13 Accounts Receivable

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Fees Arrears	105,946.50	1,462,417.32
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	105,946.50	1,462,417.32

13 b) Ageing Analysis of Accounts Receivable

Description	Insert Current 2024-2025		Insert Comparative 2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 13 a)	-	%	-	%

14 Accounts Payable

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	-	-
Prepaid Fees	-	-
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (specify)	-	-
Total	-	-

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14a. Ageing Analysis of Accounts Payable

Description	Insert Current 2024-2025		Insert Comparative 2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (should tie to note 14)	-	%	-	%

15 Fund Balance Brought Forward

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Bank balance b/f	1,464,317.28	2,264,905.00
Bank Balances	-	-
Cash Balances	-	-
Short Term Investments	-	-
Receivables	-	-
Payables	(-)	(-)
Total	1,464,317.28	2,264,905.00

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	Insert Current 2024-2025	Insert Comparative 2023-2025
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	Insert Current 2024-2025	Insert Comparative 2023-2024
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees		-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total		-	-

18 Borrowings

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

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Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current 2024-2025	Insert Comparative 2023-2024
	Kshs	Kshs
Food stuffs	-	-
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	-	-

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

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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	Outstanding Balance Comparative	Comments
	A	B	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

Annex 2 – Summary of Fixed Assets Register

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Asset Class	Historical Cost b/f (Kshs) 1 st July 2025	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land				
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture and Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				

(The school should ensure that a detailed fixed assets register is maintained).