

REPUBLIC OF KENYA

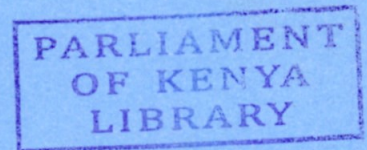


REPORT

THE NATIONAL ASSEMBLY PAPER CLIP	
DATE: 02 JUN 2026	DAY: Thursday
TABLED BY:	Deputy Majority Whip Hon. Ngoni Nguni
OF THE TABLE:	Hakima Ahmed

THE AUDITOR-GENERAL

ON



KARAMUGI GIRLS SECONDARY SCHOOL

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

THARAKA NITHI COUNTY

Revised 30th June 2025.



KARAMUGI GIRLS' SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025**

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



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KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

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KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

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)

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

2. Key School Information and Management

(a) Background information

The school is domiciled in Kenya and its operations are governed under the Basic Education Act, 2013. It is in Tharaka Nithi county, Meru South Sub-County.

The school was registered in 27/2/1974 under registration number 19S30000041 and is currently categorized as a *Extra County* public school established, owned or operated by the Government.

The school is a boarding school and had 260 number of students as at 30th June 2025. It has 3 streams and 20 teachers of which 2 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Archangelo micheni mbaabu	Chairman	1/7/2022
2	Flora wairimu	Secretary - Principal	1/9/2024
3	Agostina Gakuri Mutegi	Member	1/7/2022
4	Dennis Mugambi Kibungi	Member	1/7/2022
5	Dr. Janerose Kaithi Mutegi	Member	1/7/2022
6	David Kimanthi Maruta	Member	1/7/2022
7	Leah Murugi Mbungu	Member	1/7/2022
8	Humphrey Gitonga	Member – Rep CEB	1/7/2022
9	Japhet Ndeke Muuru	Member Rep Teachers	1/7/2022
10	Francis Kinyua	3 Members - Sponsor	1/7/2022
11	John Njagi	Member - Community	1/7/2022
12	David Kinyua (P.A)	Member Special Needs	1/7/2022
13	Fr.Francis Karikatu	Sponsor	1/7/2022
14	Elizabeth Wanja Rugane		1/7/2022
15	Ndii Stanley Mwiti		1/7/2022
16	Fr. Mbaka	Education secretary	1/7/2022
	SCDE		1/7/2022

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.

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

(c) Committees of the Board

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Archangelo Micheni 2.Flora Wairimu 3.Dr. Janerose Kaithi 4.David Kinyua 5.David Kimathi	Chairman Secretary Member Member Member	3 out of 3
2	Audit Committee	1.David Kimanthi 2.Archangelo Micheni 3.Flora Wairimu 4.David Kinyua Dr. Janerose Kaithi	Chairman Member Member Member Member	1 out of 1
3	Finance,procurement and general purposes Committee	1.Morris Mwiti 2.Archangelo Micheni 3.Flora Wairimu 4.David Kinyua 5.Denis Mugambi	Chairman Member Member Member Member	2 out of 2
4	Academic Committee	1.Dr. Janerose Kaithi 2. Archangelo Micheni 3.Flora Wairimu 4. David Kinyua 5. John Mwangi	Chairman Member Member Member Member	2 Out of 2
5	Development Committee	1.Dennis Mugambi 2.Leah Ntinyari Murungi 3.Archangelo Micheni 4.Flora Wairimu 5.David Kinyua 6.David Kimanthi Scde Representative	Chairperson Member Member Member Member Member Member	1
6	Discipline and welfare Committee	1.Japhet Ndeke 2Archangelo Micheni 3.Flora Wairimu 4.David Kinyua 5.Gitonga Humprey	Chairperson Member Member Member Member	1
7	Adhoc Committee (if any during the year)	1.Mr. John Njagi 2.Madam Flora Wairimu 3.Mr.David Kinyua 4.Mr.Ndeke Muuru .j. 5.Francis Kinyua 6.Fr. Francis Kalkatu 7.Mr. Morris Mwiti	Acting Bom Chairman Secretary Member Member Member Member Member	1

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	FLORA WAIRIMU	TSC No.388826
2	Deputy Principal	LEAH NTINYARI MURUNGI	TSC No.325615
3	School Bursar	DOREEN KENDI	ID No. 24605409

(e) Schools contacts

Post Office Box: 136-60400
 Telephone: 0721430595
 E-mail: Karamugigirls@gmail.com
 Website: Karamugigirls.sc.ke
 Facebook:
 Twitter:

(f) School Bankers

Name of Bank: EQUITY BANK - TUITION
 Branch: CHUKA
 Account Number 0210291337834
 Account Name TUITION
 Postal Address.

Name of Bank: EQUITY BANK - SCHOOL BUS A/C
 Branch: CHUKA
 Account Number 0210293321168
 Account Name Bus Project
 Postal Address.

Name of Bank: EQUITY BANK - OPERATION
 Branch: CHUKA
 Account Number 0210291771147
 Account Name Operation
 Postal Address.

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

Name of Bank:	CO-OPERATIVE BANK	-SCHOOL FUND
Branch:	CHUKA	
Account Number	01129057798200	
Account Name	SCHOOL FUND	
Postal Address.		

Name of Bank:	CO-OPERATIVE BANK	-INFRASTRUCTURE
Branch:	CHUKA	
Account Number	01139057798200	
Account Name	Project	
Postal Address.		

Name of Bank:	CO-OPERATIVE BANK	-SAVING
Branch:	CHUKA	
Account Number	01100057798200	
Account Name	SAVING	
Postal Address		

6.MPESA Pay Bill No.400222 attached to Cooperative bank account No 01129057798200-school Fund account.

(g) Independent Auditors

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

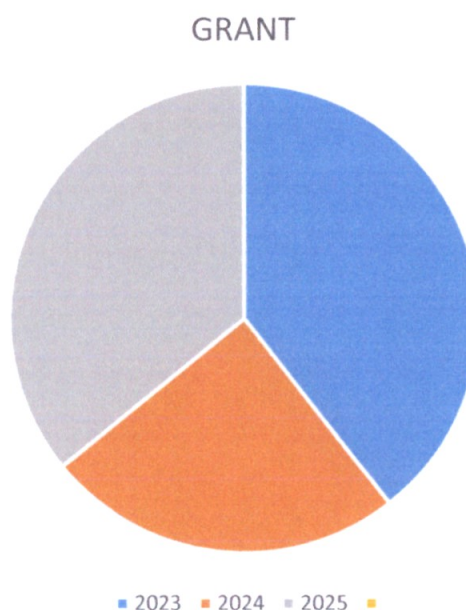
3. Summary Report of Performance of The School

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*

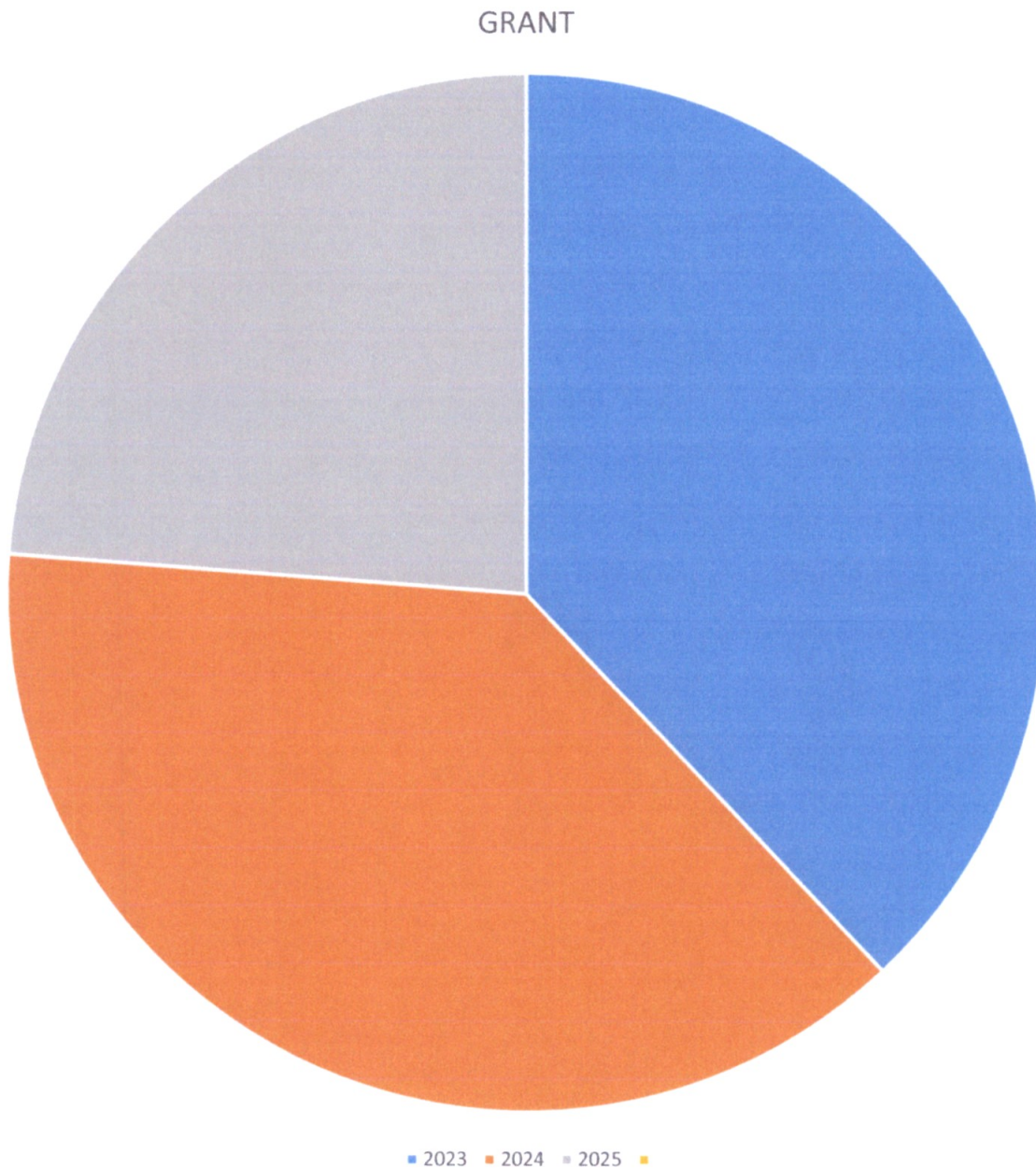
YEAR	GRANT
2023	(5,969,767.03)
2024	(3,737,400.32)
2025	(4,693,989.24)



KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

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

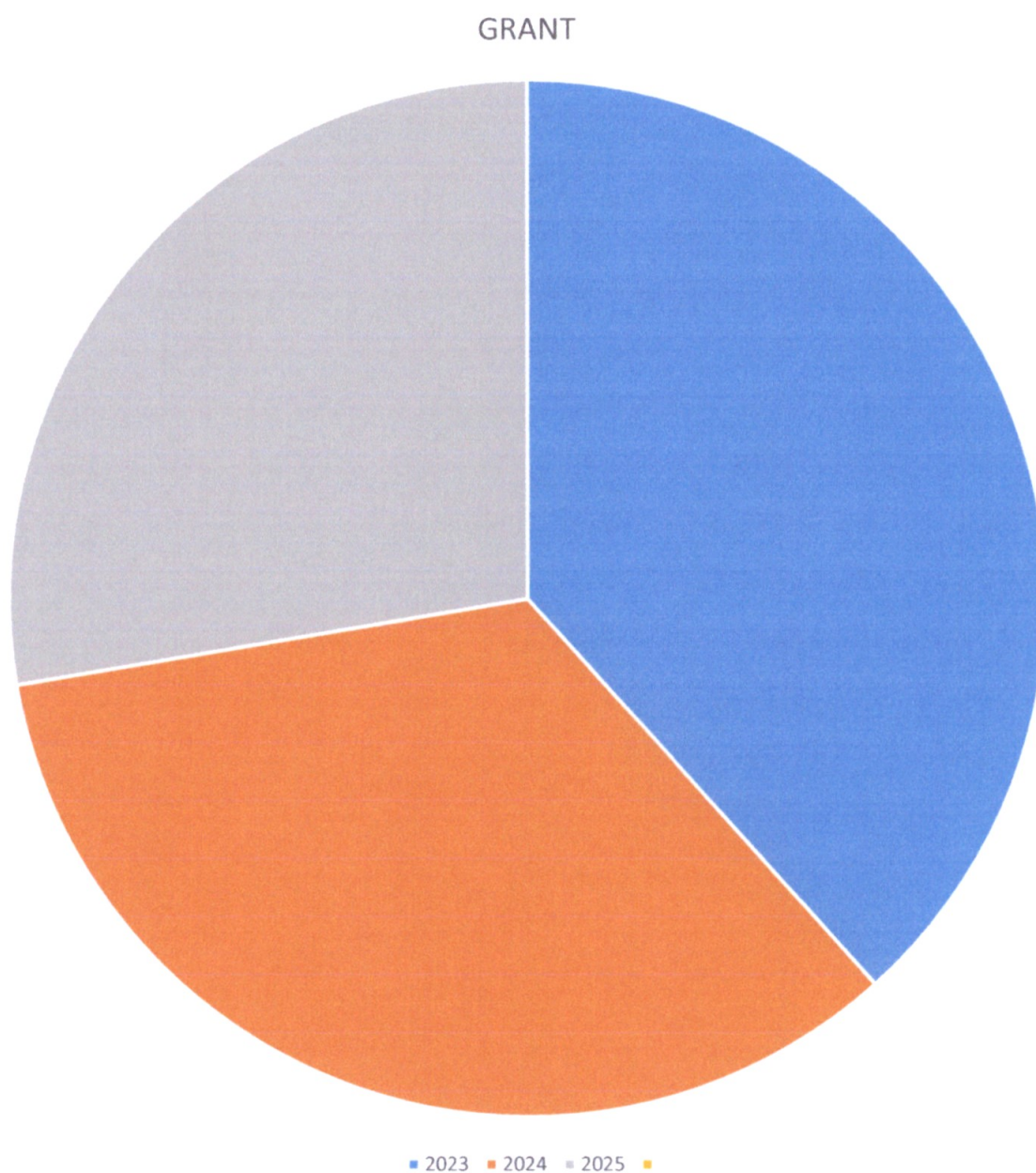
YEAR	GRANT
2023	6,551,594.09
2024	6,602,264.32
2025	4,104,002.22



KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

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

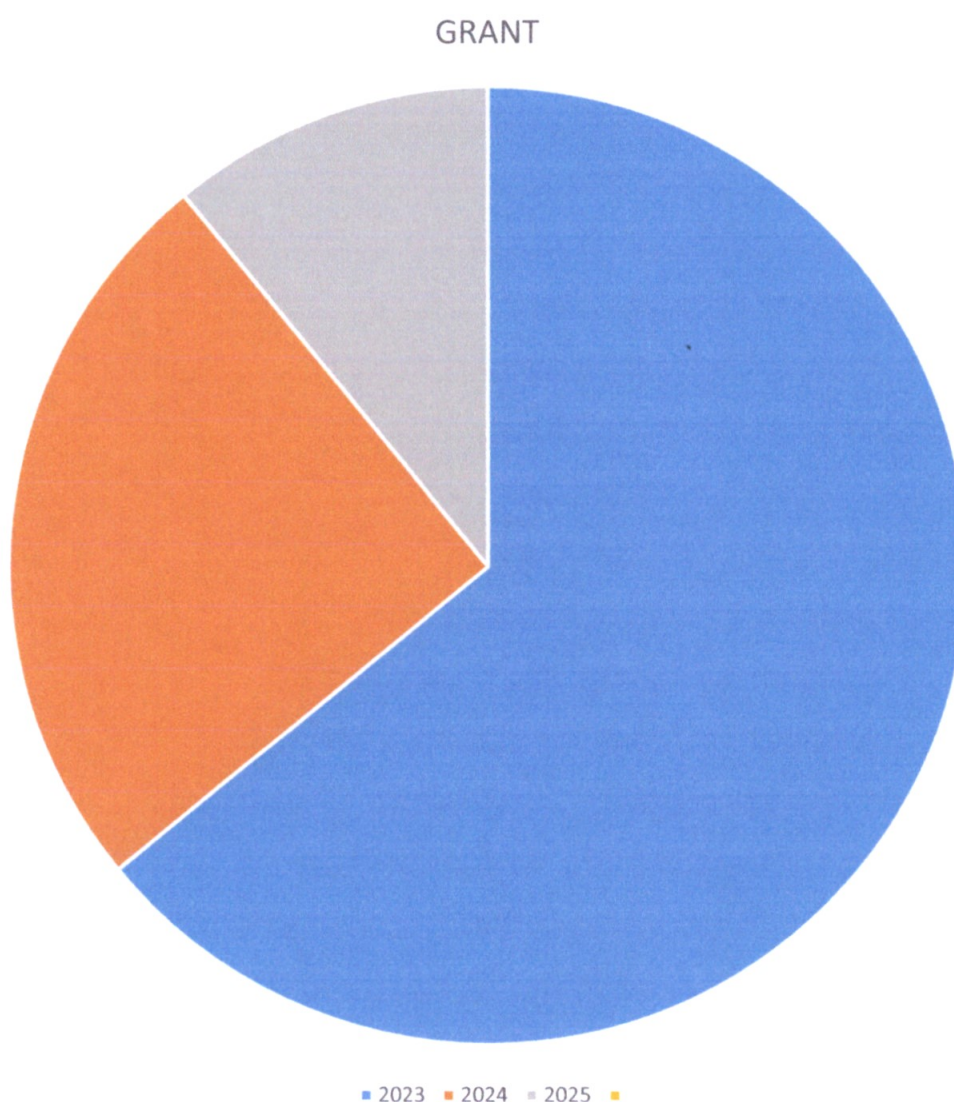
YEAR	GRANT
2023	24,245,002.09
2024	21,499,379.80
2025	17,276,512.5



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

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

YEAR	GRANT
2023	30,214,769.12
2024	25,236,780.12
2025	17,176,394.5



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

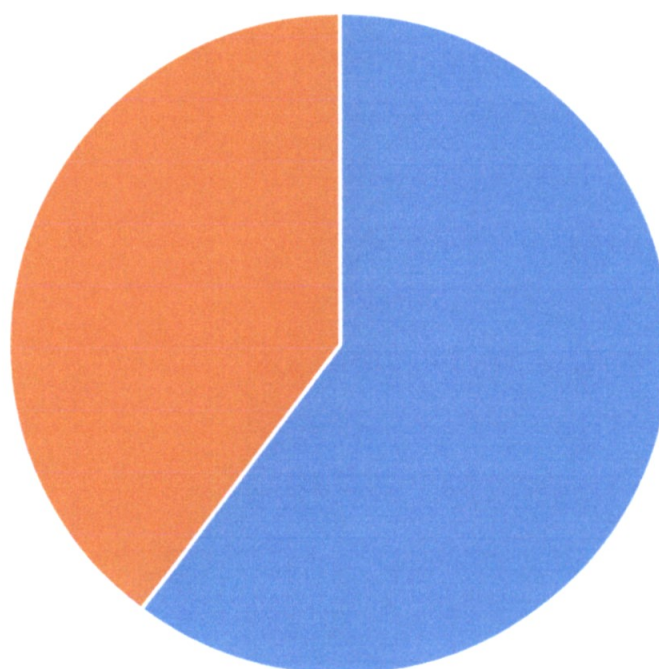
KARAMUGI GIRLS' SECONDARY SCHOOL ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

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

DEBTORS

YEAR	GRANT
2023	1,837,930.00
2024	1,212,124.00
2025	2,461,657.00

GRANT

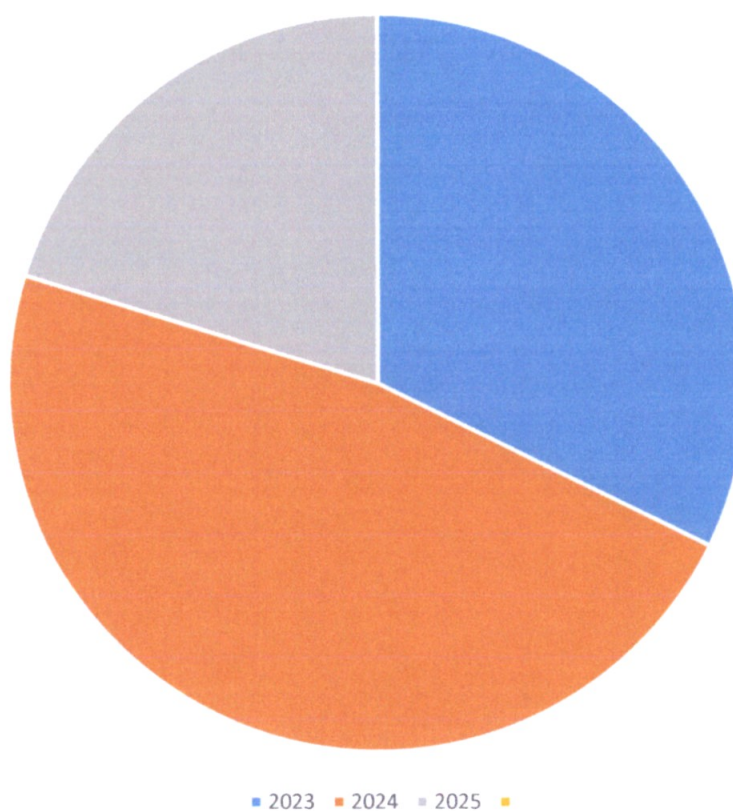


■ 2023 ■ 2024 ■ 2025 ■

CREDITORS

<i>YEAR</i>	<i>GRANT</i>
2023	5,556,306.00
2024	8,190,753.00
2025	3,492,483

GRANT



b) Teacher Student ratio:

<i>TEACHERS</i>	<i>STUDENTS</i>
1	13
20	260

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

NAME OF TEACHER	SUBJECT COMBINATION	EMPLOYER	REMARKS
MISS FLORA WAIRIMU	GERMAN/SEC	TSC	
MRS LEAH NTINYARI MURUNGI	KISWAHILI/LITERATURE	TSC	
MISS MWIANDI LILAH NJOKA	CRE/KISWAHILI	TSC	
MISS VIRGINIA IRUNGU MUGURU	HOME SCIENCE/CHEMISRY	TSC	
MR. MWIRIGI WILSON KANGERE	GEOGRAPHY/HISTORY	TSC	
MR. KIUNGA PATRICK MUTUA	HISTORY/CRE	TSC	
MISS MARY GATIRIA KINYUA	BIOLOGY/AGRICULTURE	TSC	
MR. CHARLES THIGE GATHERU	COMPUTER/MATHAMETICS	TSC	
MR. KOBIA TITUS	CRE/HISTORY	TSC	
JOHN MUTISO	MATHEMATICS/CHEMISTRY	TSC	
MISS KALAWA CHRISTINE GATWIRI	CRE/ KISWAHILI	TSC	
MISS MIRIAM KINYA MUTABARI	GEOGRAPHY/BUSINESS	TSC	
MR.KINYUA FRANCIS GICHIA	ENGLISH/LITRERATURE	TSC	
KENNETH MUTWIRI MURIUKI	CHEM/MATH	TSC	
GEORGE IKUA NJENGA	ENG/LIT	TSC	
MORRIS MAWIRA KINYUA	BIO/AGRI	TSC	
JONES KATHURE NJAGI	MATHEMATICS/BUSINESS	TSC	
DORCAS NJOROGE	KISWAHILI/CRE	TSC	
MORRISON OYENGU ONYANGO	BIOLOGY /AGRICULTURE	BOM	
STEVE OCHARO ICHUKO	PHYSICS/CHEMISRY	BOM	

<i>English/ Literature</i>	3
<i>Kiswahili/ History</i>	2
<i>Biology/ Agriculture</i>	2
<i>Physics/ Mathematics</i>	0
<i>Home Science</i>	1
<i>Mathematics/ Business</i>	2
<i>CRE/ History</i>	4
<i>Chemistry/ Mathematics</i>	2
<i>Kiswahili/ CRE</i>	3
<i>Kiswahili/Business</i>	0
<i>Geography/Business</i>	1
Total	<u>20</u>

Shortage
Physics/Maths/Chem
Computer and home science

c) The mean score in the 2025 KCSE:

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

YEAR	ENTRY	MEAN	DEVIATION	UNIVERSITY ENTRY
2022	115	3.9652	+ 0.3067	1
2023	87	3.8966	- 0.0686	5
2024	60	3.7333	-0.1633	2

d) Number of Candidates in the 2025 KCSE:

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

YEAR	NO. OF CANDIDATES
2022	115
2023	87
2024	60

e) The capacity of the school:

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

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

DESCRIPTION	NO. OF FACILITIES	CAPACITY	REMARKS
DORMS	3	150	SUFFICIENT
LABORATORIES	3	40	SUFFICIENT
TOILETS	54	54	INSUFFICIENT
CLASSROOMS	18	44	SUFFICIENT
DINING HALLS	1	250	INSUFFICIENT
LIBRARY	1	100	INSUFFICIENT
ADMINISTRATION BLOCK	1	100	SUFFICIENT
COMPUTER LAB	1	60	SUFFICIENT
BUS	1	51	SUFFICIENT
STAFF QUARTERS	4	4	INSUFFICIENT
KITCHEN	1	4	SUFFICIENT
GENERATOR	1		INSUFFICIENT

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

The school urgently requires:

1. *A generator*
2. *Perimeter fence*
3. *A new dining hall*
4. *A new Night ablution block*
5. *Staff Quarters*
6. *Dorm*

f) Development projects carried out by the school:

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

<i>project</i>	<i>Source of funds</i>	<i>status</i>	<i>Initial cost(Kshs)</i>	<i>Amount Spent (Kshs)</i>	<i>Expected completion time</i>
<i>1. Teachers Toilet Facelift</i>	<i>MOE</i>	<i>COMPLETE</i>	<i>300,000</i>	<i>280,000</i>	<i>2025</i>
<i>2. PAVEMENT FROM CLASS TO DINING HALL</i>	<i>MOE</i>	<i>COMPLETE</i>	<i>200,000</i>	<i>150,000</i>	<i>2025</i>

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

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

Name: DR. HARRISON KINYUA



Designation: Chairman, School Board of Management

Date: 10/4/2026

Name: FLORA WAIRIMU



Designation: School Principal & Secretary to Board of Management

Date: 10/4/2026

Name: DOREEN KENDI



Designation: Bursar/ Finance Officer

Date: 10/4/2026

REPUBLIC OF KENYA

Phone: +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 KARAMUGI GIRLS 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 Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose, and;
- C. Report on 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 Karamugi Girls Secondary School as set out on pages 1 to 20, 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 the statement of budgeted versus actual amounts for the

Report of the Auditor-General on Karamugi Girls Secondary School for the year ended 30 June, 2025 - Tharaka Nithi County

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 effects of matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Karamugi Girls Secondary School as at 30 June, 2025, and of its financial performance and its cash flows for the year ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.29,282,507 as disclosed in Note 13 to the financial statements. However, no ageing analysis was provided for audit and the School does not have a policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivable balance. Further, receivables amounting to Kshs.26,090,936 had been outstanding for more than two (2) years

In the circumstances, the accuracy, completeness and recoverability of the outstanding receivables balance of Kshs 29,282,507 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects budgeted and actual receipts of Kshs.18,399,130 and Kshs.18,086,604 respectively resulting in under-funding amount of Kshs.312,525 of the budget. Similarly, the School spent an amount of Kshs.6,368,936 against actual receipts of Kshs.18,086,604 resulting in under-utilization of Kshs.11,717,668 or 65 % of the actual receipts.

The under-funding and under-utilization may have affected the planned activities for the year and may have impacted negatively on service delivery to the students.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Errors and Omissions in the Reporting Templates

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

Other Information

Management is responsible for the Other Information set out on page iii to xi which comprise of the School's Information and Overall Performance, Statement of Performance against the School's Predetermined Objectives, Environmental and Sustainability Reporting and the Statement of School's Management Responsibilities. 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 effects of the matter 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. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects capitation grants for operations amount of Kshs.3,320,029 received from the Ministry of Education. Kshs.961,000 in respect of infrastructure grants which was to be transferred to infrastructure bank account within fifteen (15) days. However, the amount was transferred between eight to fifty days after the date of receipt contrary to The Ministry of Education circular ref HQS/3/6/36 dated January 14, 2021, that outlines guidelines for the implementation of school projects and dates of transfer.

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

2. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan, contrary to Section 2.2 of the Ministry of Education Operation Manual for Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-six year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

In the circumstances, management is in breach of the Manual and School improvement may be impaired.

3. Non-Compliance with Transitional IPSAS Reporting Requirements

As disclosed in Note 2 to the financial statements on statement of compliance and basis of preparation of the financial statements, the School has taken advantage of the transitional provisions under IPSAS 33. However, Management did not indicate the elements of the financial statements that have not been fully recognized as per the respective IPSAS and the steps being taken towards full compliance with IPSAS Accrual.

In the circumstances, the financial statements as prepared and presented are not in compliance with IPSAS reporting framework.

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 Approved Critical Governance Documents

During the period under review, the School did not have in place a strategic plan, operational plan, and organizational chart. This is contrary to Regulation 165. (1) of the Public Finance Management (National Government) Regulations, 2015 which states that; The Accounting Officer shall ensure that the national government entity develops; (a) risk management strategies, which include fraud prevention mechanism; and (b) a system of risk management and internal control that builds robust business operations.

In the circumstances, the School may face challenges in strategic direction, clear roles and responsibilities, accountability, and efficient utilization of resources.

2. Weak IT and Other Internal Controls

During the audit, the School Management did not have in place the following controls to ensure smooth running of the operations:

- i. IT strategy committee and an IT steering committee. This resulted to inadequacy in IT governance, which forms a critical part of the agency's governance structure.
- ii. No disaster management and recovery policies in place including fire suppression systems and the agencies operations might not recover from a disaster.
- iii. No business continuity plan and IT continuity plan including an off-site back-up plan.
- iv. The School did not have an accounting software system to manage accounts payables, accounts receivables, ledgers, invoices and assets.

In the circumstances, the adequacy of the IT and other controls could not be confirmed.

3. Ineffective Audit Committee

During the period under review, there was no evidence of follow-up on the implementation of the recommendations of internal auditors by the audit committee. No satisfactory explanations were provided for this anomaly.

In the circumstances, follow-up by the audit committee which may lead to poor risk management strategies, ineffective internal control and weak governance within the school could not be confirmed.

4. Non-Valuation of Biological Assets

Note 15 on other disclosures includes biological assets totaling Kshs.530,000. However, no valuation was provided to confirm the accuracy of the balance.

In the circumstances, adequacy of the system for recording and reporting biological assets could not be confirmed.

5. Non-Stock taking for Inventory

Note 17 on other disclosures includes Kshs 883,124 as stock. Management did not carry out stock take at the end of the financial year and no basis was provided for the valuation.

In the circumstances, the accuracy and existence of stock of Kshs. 883,124 could not be confirmed.

6. Weaknesses in Management of Assets

The School has five (5) parcels of land totaling to 13.18 hectares. However, only two parcels measuring 1.2 hectares have ownership documents. Further, the asset register was incomplete as it did not reflect values for various classes of assets and physical verification of the asset's existence at the School in the Month of March, 2026, revealed that the assets did not have specific identification references on them for ease of identification and tracking.

In the circumstances, the adequacy of the internal controls over the fixed assets could not be confirmed.

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

Responsibilities of 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 (Cash Basis) and for maintaining effective internal control 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 for 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

15 May, 2026

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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	783,973	848,133
Government grants for operations	2	3,320,029	5,754,131
Government Grants for infrastructure	3	701,000	440,000
School fund income- parents' contributions	4	15,073,439	13,363,508
Miscellaneous incomes	5	1,991,942	1,904,054
Total Revenue		21,870,383	22,309,827
Expenditure			
Tuition	6	822,202	805,349
Operations	7	5,160,563	5,366,696
Infrastructure			140,120
Boarding and school fund	8	11,193,629	15,412,285
Bus -Expenses			
Total Expenditure		17,176,395	21,724,450
Surplus/Deficit		4,693,989	585,377

The school financial statements were approved on 10/04/2026 and signed by:

Name: DR. HARRISON KINYUA

Chair BOM

Date: 10/4/2026



Name: FLORA WAIRIMU
School Principal/ Secretary to BOM

Date: 10/4/2026



Name: DOREEN KENDI

Bursar/ Finance Officer

Date: 10/4/2026



KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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	772,544	1,381,348
Cash balances	11	141	40,753
Short term investments	12		
Total cash and cash equivalent		<u>772,685</u>	<u>1,422,101</u>
Account's receivables	13	29,282,507	27,753,941
Total financial assets (a)		30,055,192	29,176,042
Financial liabilities			
Accounts payables	14	8,386,076	12,200,915
Total Financial Liabilities (b)		8,386,076	12,200,915
Net financial assets (a-b)		21,669,116	16,975,127
Represented by			
Accumulated fund b/fwd	15	16,975,127	16,389,750
Surplus/deficit for the year		4,693,989	585,377
Net Assets		21,669,116	16,975,127

The school's financial statements were approved on 10/04/2026 and signed by:

Name: DR. HARRISON KINYUA

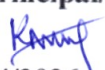
Chair BOM

Date: 10/4/2026



Name: FLORA WAIRIMU
School Principal/ Secretary to BOM

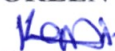
Date: 10/4/2026



Name: DOREEN KENDI

Bursar/ Finance Officer

Date: 10/4/2026



KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

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

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	783,973	848,133.70
Government grants for operations	2	3,320,029	5,754,130.62
Government grants for infrastructure	3	701,000	440,000
School fund income- parents contributions/ fees	4	13,861,698	13,363,508.48
Other income	5	1,991,942	1,904,054.00
Bus Income	6		
Total receipts		20,658,642	22,309,826.80
Payments			
Cash outflows for tuition	7	822,202	805,349
Cash outflows for operations	8	4,056,652	5,366,696
Cash outflows Boarding school fund payments	9	16,429,204	15,409,837
Cash outflows for Bus Fund			
			140,120
Total payments		21,308,058	21,722,002
Net cash inflow/outflow from operating activities		(649,416)	587,825
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		(649,416)	587,825
Cash and cash equivalent at beginning of the FY		1,424,101	808,194
Cash and cash equivalent at end of the FY		772,685	1,396,018

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).

The school's financial statements were approved on 10/04/2026 and signed by:

Name: DOREEN KENDI

Chair BOM

Date:10/4/2026



Name: FLORA WAIRIMU

School Principal/ Secretary to BOM

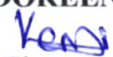
Date:10/4/2026



Name: DOREEN KENDI

Bursar/ Finance Officer

Date:10/4/2026



KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	65,000.00				
Exercise Books	213,600.00				
Laboratory Equipment	400,000.00	388,590.10	788,590.10	783,973	98
Internal Exams	181,000.00	(395,383.00)	214,383.00		99
Teaching / Learning Materials	29,420.00		29,420.00		-
Exams And Assessment	64,100		64,100		-
	953,120.0		1,096,493.1	783,973	
<i>(2) Capitation Grant on Operations</i>					
Personnel Emoluments	2,374,750.00	1,602,350.00	772,400.00	772,400	99
Repairs And Maintenance	1,610,000.00	639,000.00	971,000.00	971,000	98
Local Transport / Travelling	747,500.00	390,200.00	357,300.00	357,300	98
Electricity And Water	854,450.00	637,815.18	216,634.82	216,635	98
Medical	460,000	172,320.00	287,680.00	287,680	98
Administration Costs	984,400	458,120.7	526,279.30	526,279	99
Activity	460,000	271,265.00	188,735.00	188,735	99
	7,491,100		3,320,029.12	3,320,029	

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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	701,000		701,000	701,000	100
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
	971,000	971,000	971,000.00	701,000	98
(4) Fees Charged on Parents					
Personnel Emoluments	1,035,000.00	338,330.00	696,670.00	696,670.00	99
Repairs And Maintenance	460,000.00	1,175,431.00	1,635,431.00	1,635,431.00	99
Local Transport / Travelling	207,000.00	60,695.00	146,305.00	146,305.00	99
Electricity And Water	842,950.00	177,227.00	665,723.00	665,723.00	98
Medical	460,000.00				
Administration Costs	714,150.00	252,785.00	461,365.00	461,365.00	98
Activity	115,000.00	44,355	70,645.00	70,645.00	99
SMASSE					
Fee On Boarding Equipment and Stores	5,998,400.00	1,454,845.5	4,543,554.50	4,543,554.50	98
5) Miscellaneous Income					
Income From Bus Hire	850,000.00	20,940	870,940.00	870,940.00	97
Rent income					
Income From Farming Activities	900,000	29,060.00	870,940.00	870,940.00	98

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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
Insurance Compensation					
Income From Posho Mill					
Loans / Borrowing					
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Total Income	9,372,500.00		4,933,668.46	17,065.381	99
(6) Expenditure For Tuition					
Textbooks					
Reference Materials	64,100.00				-
Exercise Books	213,600.00				-
Laboratory Equipment	400,000.00	421,167.00	821,167.00	821,167	99
Internal Exams	181,000.00				-
Teaching / Learning Materials	65,000.00				-
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges	29,420.00			1,035	99
	953,120.00			822,202	

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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
<i>(7) Expenditure For Operations</i>					
Personnel Emoluments	2,374,750.00	(347,710.00)	2,027,040.00	2,027,040.00	99
Repairs, Maintenance & Improvements	1,610,000.00	(909,000.00)	701,000.00	701,000.00	99
Local Transport / Travelling	747,500.00	(647,500.00)	1,000.00	1,000.00	99
Electricity, Water and Conservancy	854,450.00	(745,747.00)	108,703.00	108,703.00	99
Medical	460,000.00				
Administration Costs	984,400.00	(651,430.00)	332,970.00	332,970.00	98
Activity Expenses	460,000.00	(173,320.00)	286,680.00	286,680.00	99
Gratuity					
SMASSE					
	7,491,100.00			4,056,652	98
<i>(8) Expenditure For infrastructure</i>					
Construction of classrooms					
Construction of LAB					
Construction of DORMS					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT 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
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Personnel Emoluments	2,374,750.00	(1,312,537.00)	1,062,213.00	1,062,213.00	97
Repairs, Maintenance and Improvements	1,610,000.00	(589,906.00)	1,020,094.00	1,020,094.00	98
Local Transport / Travelling	747,500.00	(565,350.00)	182,150.00	182,150.00	98
Electricity, Water and Conservancy	854,450.00	(543,673.00)	310,777.00	310,777.00	97
Medical Expenses					
Administration Costs	984,400.00	(509,445)	474,955.00	474,955.00	98
Activity	460,000.00	(394,940)	65,060.00	65,060.00	98
Lunch Programme					
Boarding Equipment and Stores	5,998,400.00	(2,109,059)	3,889,341.00	3,889,341.00	97
Expenditure For Income Generating Activity					
Insurance Costs					
Other Expenses On Investments					
Rent Expenses					
Bank Charges					
Acquisition Of Assets					
Totals	13,029,500.00		7,004,590.00	16,429,204	98

NB:

Receipts below 100% is due to poor fees contribution by parents and lower disbursement of funds than expected Expenditures above 100% is due to economic inflation.

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.

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment	388,590	50,000
Internal Exams		
Teaching / Learning Materials	395,383	798,133.70
Others (specify)*		
Total	783,973	848,134

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	772,400	
Repairs And Maintenance	971,000	2,298,840
Local Transport / Travelling	357,300	100,000
Electricity And Water	216,634	227,500
Medical	287,680	
Administration Costs	526,279	568,300
Activity	188,735	276,797
Other Vote Heads (specify)*		
Total	3,320,029	5,754,131

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement		
Transition infrastructure grants	701,000.00	440,000.00
Total	701,000.00	440,000.00

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	995,309	1,387,255
Repairs and maintenance	2,260,095	602,875
Local transport / travelling	208,105	278,990
Electricity and water	795,456	1,187,954
Medical		
Administration costs	681,160	943,272
Activity	108,895	148,160
Fee on Boarding Equipment and stores	5,632,331	10,300,929
PA Levies*		
Sundry Creditors	4,392,089	
Total	15,073,440	12,553,061

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

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income		
Income From Farming Activities	870,940	908,350
Insurance Compensation		
Income From BUS FUND	271,002	2,449
Income From Bus Hire	850,000	853,255
Fee For Hire of Ground and Equipment		
Other Income (<i>specify</i>)*		
Total	1,991,942	1,904,054

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

6 Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Teaching / Learning Materials	821,167	804,224
Bank Charges	1,035	1,125
Others (<i>specify</i>)		
Total	822,202	805,349

7 Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	2,027,040	1,557,257
Service Gratuity		
Administration Cost	332,971	1,972,560
Repairs And Maintenance & Improvements		2,138,408
Local Transport / Travelling	1,000	1,163
Electricity And Water	108,703	600,357
Medical		
Activity Expenses	286,680	401,036
Insurance Cost		
Infrastructure A/c	701,000	300,000
Others (<i>specify</i>)		
Total	5,160,563	6,970,781

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

8 Boarding And School Fund

Description	2024-2025	2023-2025
	Kshs	Kshs
Personnel Emoluments	1,062,213	2,551,104
Service Gratuity		
Repairs And Maintenance & Improvements	1,020,094	1,115,450
Local Transport / Travelling	182,150	530,900
Electricity And Water	310,777	201,437
Medical Expenses		
Administration Costs	474,955	1,729,378
INFRASTRUCTURE AC		140,000
Bank Charges		
Expenses On Income Generating Activities**	65,060	682,755
Fee On Boarding Equipment and Stores	3,889,341	8,545,246
FARM		813,830
Insurance Cost (<i>Life Property</i>)		
Loan Principal Repayment		
BUS FUND	149,465	128,200
BUS ACCOUNT	1,390,061	882,230
PA expenses		
Others (specify)		
Total	11,193,629	17,320,530

KARAMUGI GIRLS' SECONDARY SCHOOL
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10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	210291337834	18,111	56,340
Operations Account	Active	210291771147	32,638	766,289
School Fund Account/Boarding	Active	1129057798200	120,546	77,551
Savings Account	Dormant	1100057798200	26,082	26,082
Income Generating Activities Account	Active	210293321168	122,191	654
Infrastructural Account	Active	1139057798200	453,462	449,462
Total			772,544	1,381,348

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	141	40,753
Total	141	40,753

KARAMUGI GIRLS' SECONDARY SCHOOL
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12 Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	29,282,507	27,753,941
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	29,282,507	27,753,941

13 b) Ageing Analysis of Accounts Receivable

Description	2023-2024	
	Kshs	
	2024-2025	2023-2024
Less than 1 year	2,461,657	1,837,930
Between 1- 2 years	1,212,124	1,212,124
Between 2-3 years	1,535,931	1,535,931
Over 3 years	17,500,564	17,434,441
Total (should tie to note 13 a)	29,282,507	27,753,941

13 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	8,331,513	10,524,502
Prepaid Fees	261,774	1,676,413
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	8,593,287	12,200,915

KARAMUGI GIRLS' SECONDARY SCHOOL
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14a. Ageing Analysis of Accounts Payable

Description		
	2024-2025	2023-2024
Less than 1 year	3,492,483	5,566,306
Between 1- 2 years	5,566,306	265,839
Between 2-3 years		
Over 3 years	465,503	6,368,769
Total (should tie to note 14)	8,593,286	12,200,915

14 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	1,381,348	1,800,143
Cash Balances	40,753	
Short Term Investments		
Receivables	27,753,941	19,899,916
Payables	(12,200,915)	(4,346,890)
Total	16,975,127	20,110,063

KARAMUGI GIRLS' SECONDARY SCHOOL
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Other important disclosure notes

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

15 Non – Current Liabilities Summary

16 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle	2	60,000	45,000.00
Sheep	15	45,000	42,000.00
Trees	80	250,000	210,000.00
Pigs	25	175,000	210,000.00
Poultry			
Others (specify)			
Total		530,000	512,000.00

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Other important disclosure notes

17 Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	345,424.00	654,124.00
Lab consumables	194,000	194,441.00
Farm produce	20,000	
Medication		
Construction Materials	5,000.00	15,000.00
Others (specify)		
Stationery/Exer.Books/Inks		2,003,406.00
	883,124.00	2,003,406.00

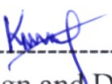
(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

KARAMUGI GIRLS' SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30TH JUNE 2025

18 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

KARAMUGI GIRLS' SECONDARY SCHOOL
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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 FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
1. TRIOMAX DYNAMIK	30,000	7/1/2024	54,000	48,000	30,000	
2. NTAUGO STORES	160,000	7/1/2024		360,000	160,000	
3. MOVERS CHOICE	187,500	1/7/2023		187,500	187,500	
4. JAMES KIRIMI MBAKA	33,768	1/7/2024		33,768	33,768	
5. LANES ENTERPRISES		1/7/2024		52,900		
6. KACHE AUTO INVESTMENT		1/7/2024		596,200		
7. JAKAJO	200,225	1/7/2023		167,305		
8. KASSIM INVESTMENT		1/7/2024		279,040		
9. BENSON NTAGUO		1/7/2024		64,600		
10. ADDYTEX ENTERPRISES		1/1/2021		883,680		
11. FRANCO ELECTRICAL		1/1/2021		98,190		
12. DESCANA MACHINES		1/1/2021		481,300		
13. LIBERATO K MANGA		1/7/2024		240,000		
Sub-Total				3,492,483.00		
Grand Total				3,492,483.00		

Annex 2 – Summary of Fixed Assets Register

KARAMUGI GIRLS' SECONDARY SCHOOL
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Asset Class	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land1 Jointly owned with Chera Primary 5.6 HA Each (Land No 918)	6,000,000.00			6,000,000.00
Land 2 (Land No 717) Size 0.6 HA	2,000,000.00			2,000,000.00
Land 3 (Land No 52)0.18 HA	1,000,000.00			1,000,000.00
Land 4 (Land No 2002) 0.6	1,000,000.00			1,000,000.00
Land 5 (Land No 2003)0.6	1,000,000.00			1,000,000.00
Buildings And Structures	30,000,000.00			30,000,000.00
Motor Vehicles	1,540,000.00			1,540,000.00
Office Equipment, Furniture and Fittings	2,500,000.00			2,500,000.00
Textbooks	2,300,000.00			2,300,000.00
ICT Equipment	1,200,000.00			1,200,000.00
Tools And Apparatus	1,100,000.00			1,100,000.00
Other Machinery and Equipment	5,500,000.00			5,500,000.00
Heritage And Cultural Assets				
Intangible Assets- Soft Ware	250,000.00			250,000.00
Water harvesting System	3,730,544.00			3,730,544.00
Electrical cable and water pump	256,000.00			256,000
Bus pack	200,000			200,000
BOM TOILET	450,000			450,000
TEACHERS House Renovation	800,000			800,000
Improving Dormitory Windows	41,650			41,650
Teachers Toilet Facelift	280,000			280,000
Pavement from class to dining hall	150,000			150,000
Total	61,298,194.00			61,298,194.00