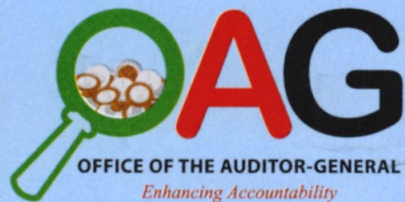


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Enhancing Accountability

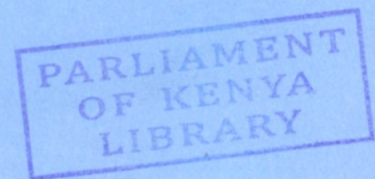
REPORT

OF

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 25 JUN 2026	
DAY: Thur	
TABLED BY:	Hon. Owen Baya, MP Dep. leader of the Majority Party
CLERK-AT THE-TABLE:	M. Chuma

THE AUDITOR-GENERAL

ON



ALLIANCE HIGH SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

KIAMBU COUNTY



ALLIANCE HIGH 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)

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

2. Key School Information and Management

(a) Background information

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

The school was registered in **09/01/2017** under registration number **22S00300277** and is currently categorized as a National public school established, owned and operated by the Government. The school is a boarding school and had **1565** number of students as at **30th June 2025**. It has **9** streams and **98** teachers of which **6** 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	Mr. Sam Ncheeri	BOM Chairman	09/03/2022
2	Mr. Kamau D. Chomba	Secretary - Principal	03/06/2022
3	Prof. James Gideon Maina	Member-PA chair	09/03/2022
4	Ms Mercy Ngethe	Member	09/03/2022
5	Mr. Maurice Nduranu	Member - Community	09/03/2022
6	Mr. Peter Njioka	Member	09/03/2022
7	Mr. Chris Chege	Member	09/03/2022
8	Prof. Gidraph Wairire	3 Members - Sponsor	09/03/2022
9	Dr. John Muhoho	3 Members - Sponsor	09/03/2022
10	Mr. Andrew Wakahiu	Member	09/03/2022
11	Eng. Benjamin Njenga Kahura	Member – Rep CEB	09/03/2022
12	Mr. Henry Wanyoike	Member Special Needs	09/03/2022
13	Mr. Paul Lilan	Member – Special interest	09/03/2022
14	Ms. Clara Mureithi	Member	09/03/2022
15	Ms. Patricia Githu	Member - Community	09/03/2022
16	Mr. Philip Wachira	Member - Community	09/03/2022
17	Ms. Evelyn Kibisu	Member Rep Teachers	09/03/2022
18	Student leader	Rep Students	09/03/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Mr. Sam Ncheeri	Chairman	4 out of 4
		Prof. James Gideon Maina	Member	3 out of 4
		Mr. Kamau D. Chomba	Secretary	4 out of 4
		Ms Mercy Ngethe	Member	4 out of 4
		Mr. Maurice Nduranu	Member	4 out of 4
2	Audit Committee	Dr. John Muhoho	Chairman	2 out of 2
		Mr. Maurice Nduranu	Member	2 out of 2
		Ms. Clara Mureithi	Member	2 out of 2
3	Finance, procurement and general purposes Committee	Ms. Mercy Ngethe	Chairperson	5 out of 5
		Mr. Sam Ncheeri	Member	5 out of 5
		Mr. Maurice Nduranu	Member	4 out of 5
		Prof. Gideon Maina	Member	4 out of 5
		Mr. Peter Njioka	Member	3 out of 5
		Mr. Chris Chege	Member	2 out of 5
		Mr. Kamau D. Chomba	Secretary	5 out of 5
4	Academic Committee	Prof. James Gideon Maina	Chairman	3 out of 3
		Prof. Gidraph Wairire	Member	3 out of 3
		Dr. John Muhoho	Member	3 out of 3
		Mr. Andrew Wakahiu	Member	3 out of 3
		Mr. Kamau D. Chomba	Secretary	3 out of 3

Alliance High School**Annual Report and Financial Statements For the year ended 30th June 2025**

5	Discipline and welfare Committee	Mr. Philip Wachira	Chairman	2 out of 3
		Mr. Paul Lilan	Member	2 out of 3
		Ms. Clara Mureithi	Member	3 out of 3
		Ms. Patricia Githu	Member	3 out of 3
		Mr. Peter Njioka	Member	2 out of 3
		Ms. Evelyn Kibisu	Member	3 out of 3
6	Development Committee	Eng Benjamin Njenga	Member	3 out of 3
		Mr. Sam Ncheeri	Member	3 out of 3
		Prof. James Gideon Maina	Member	3 out of 3
		Mr. Kamau D. Chomba	Member	3 out of 3
		Ms. Mercy Ngethe	Member	3 out of 3
		Ms. Evelyn Kibisu	Member	3 out of 3
		Ms. Patricia Githu	Member	3 out of 3
7	Adhoc Committee – New Chapel Construction	Mr. Sam Ncheeri	Chair man	3 out of 3
		Prof. James Gideon Maina	Member	1 out of 3
		Mr. Kamau D. Chomba	Member	3 out of 3
		Ms Mercy Ngethe	Member	2 out of 3
		Mr. Maurice Nduranu	Member	3 out of 3
		Ms. Patricia Ngina	Member	3 out of 3
		Mr. Andrew Wakahiu	Member	1 out of 3
		Ms. Clara Mureithi	Member	3 out of 3
		Mr. Martin Mbaya - OBC	Member	2 out of 3
		Mr. Francis Muema - OBC	Member	2 out of 3
		Arch Aggrey Maganga-OBC	Member	3 out of 3
		Prof. Gidraph Wairire	Member	3 out of 3
		Dr. John Muhoho	Member	3 out of 3

The BoM term expired on 9th March 2025. A New BoM was appointed on 28th May 2025 and was inaugurated on 11th June 2025. They have held only one meeting which was done immediately after the inauguration. However, the new BoM committees had not met as of the end of the financial year 2024/2025.

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

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	David Chomba Kamau	TSC No.313101
2	Deputy Principal-Administration	Daniel Maina	TSC No.377149
3	Deputy principal -Academics	Nicholas Ndwiga	TSC No.396480
4	School Finance officer	Heli Kiptoo Komugor	ICPAK No.9305

(e) Schools contacts

Post Office Box: 7-00902 Kikuyu
Telephone: 020-2015026
E-mail: info@alliancehighschool.ac.ke
Website: www.alliancehighschool.ac.ke
Facebook: @allianhighschool
Twitter: @alliance highschool

(f) School Bankers

The following school operated 13 bank accounts in the following banks:

S/no	Name of Bank	Branch	Bank Account Number
1	KCB Bank	Kikuyu	1102909017
2	Equity Bank (K)Ltd	Kikuyu	05702917400900
3	KCB Bank	Moi avenue	1107133726
4	KCB Bank	Moi Avenue	1102475165
5	KCB Bank	Kikuyu	1316196283
6	KCB Bank	Moi Avenue	1107544688
7	ECO Bank K Ltd	Westminster	0043025030992601
8	KCB Bank	Moi Avenue	1101722509
9	KCB Bank	Moi Avenue	1107134021
10	Equity Bank	Kikuyu	0570280958157
11	Safaricom Mpesa (Kes)-Linked to KCB 1107133726	Safaricom	997390
12	K-Unity-	Kikuyu	0700-03
13	Equity Bank (K) ltd	Kikuyu	0570263361967

(g) Independent Auditors

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

3. Summary Report of the Performance of the School.

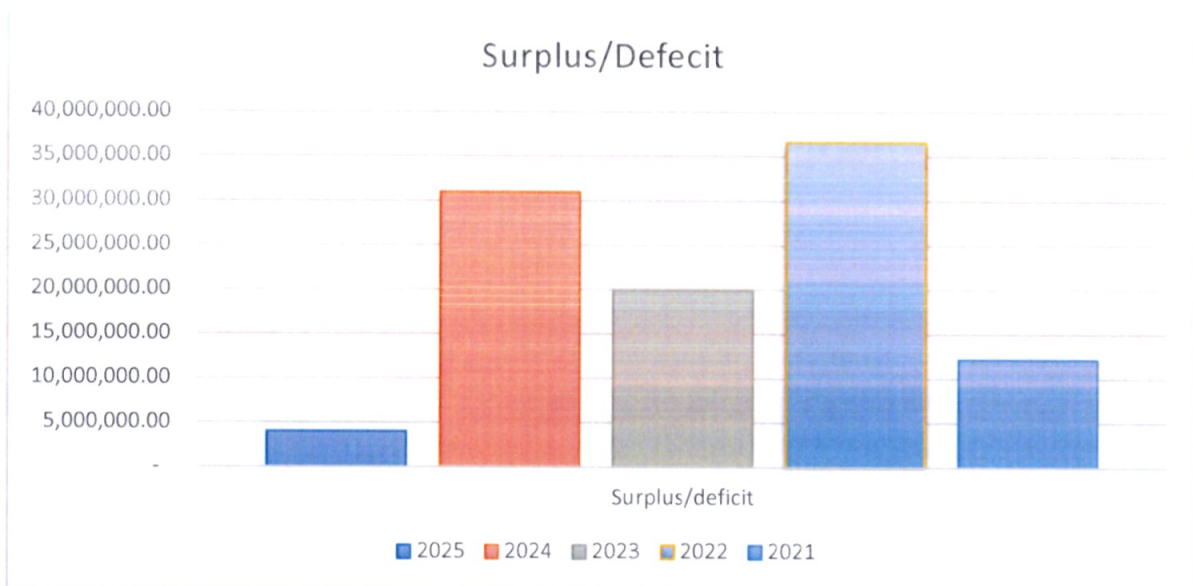
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

i) Deficit/Surplus movement

The total deficit/surplus trend for the last three years is as shown in the chart below:

Chart 1: Total deficit/Surplus trend for last three years

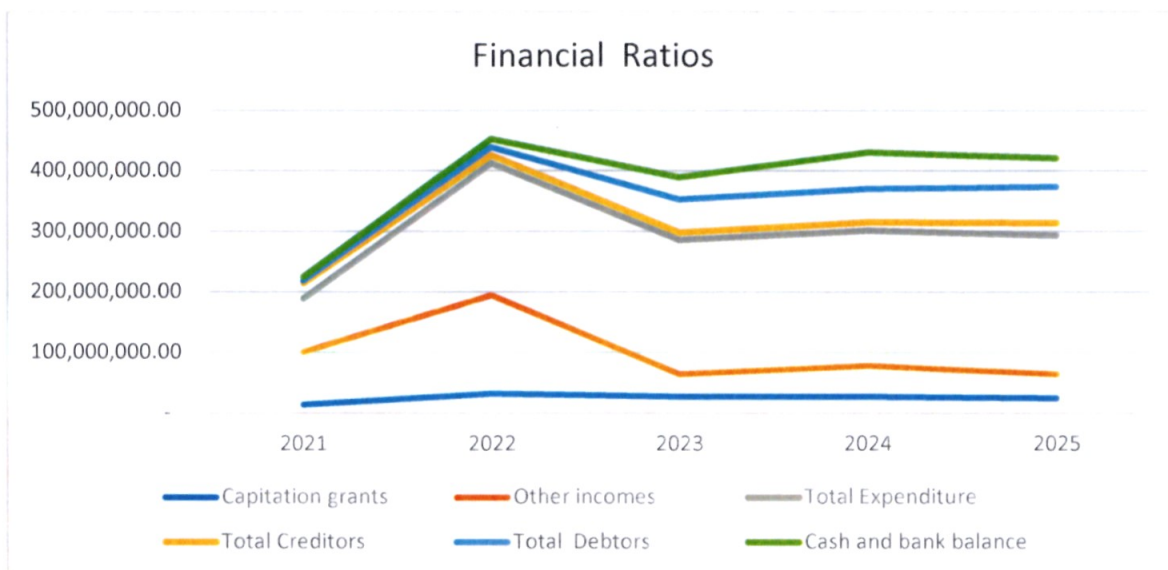


The school surplus reduced in Financial Year 2024/2025 due to reduction in student enrolment in the academic year 2025. This is attributed to transition of the Education system from 8-4-4 curriculum to CBE. This trend will likely improve in the near future when the school operates at full capacity.

ii) Key financial trends

The key financial trends over the last three years shows that Cash balance declined in the FY 2022/2023 as compared to FY 2021/2022. The total expenditure remained steady despite the upsurge in the cost of food items and other teaching/Learning items. The Creditors were managed at the same level as previous financial year. Fees arrears significantly decreased in the FY 2023-2024 due to efficient collection measures employed by the school management.

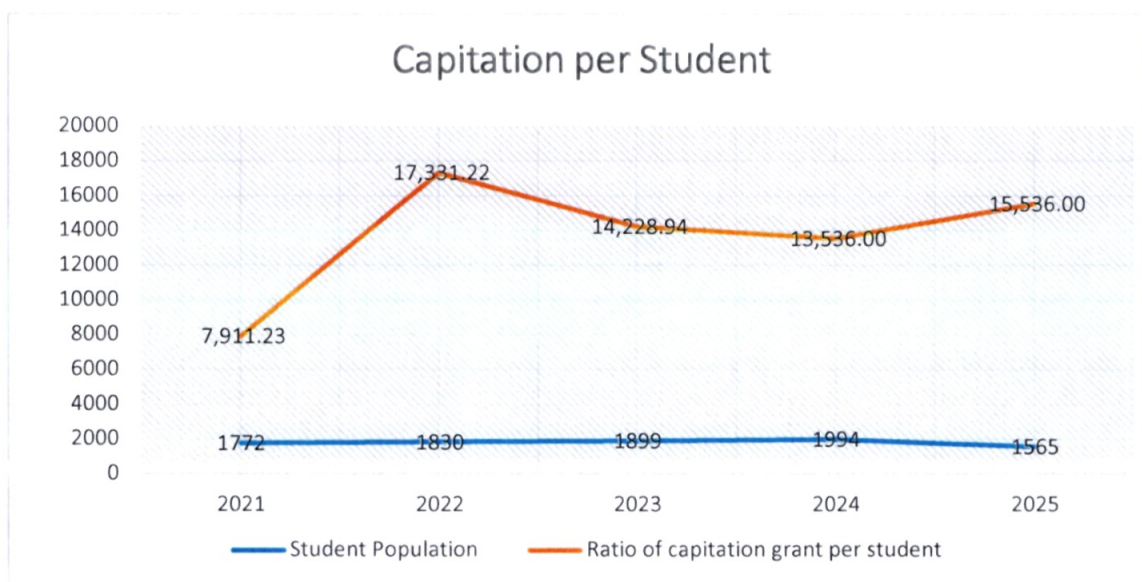
Chart 2: Financial indicators five year movement



iii) Ratio of capitation per student

The ratio of capitation grant per student declined in the FY 2023/2024 as compared to FY 2022/2023. This trend reversed in 2025 due to reduction in student enrolment.

Chart 3: Capitation per student



b) (i)Teacher Student ratio:

The school has 9 streams in each of class making a total of 36 streams. A total of 74 teachers have been posted by the TSC. The Board of Management has employed 12 teachers to mitigate the shortage. The table below shows the curriculum based establishment data on subject allocation per week of teachers

Table 1: CBE

Subject	Form 2	Form 3	Form 4	Total periods	Teachers required
English	54	72	72	198	10
Kiswahili	45	54	54	153	8
Mathematics	54	72	72	198	11
Chemistry	36	45	45	126	8
Physics	36	54	54	144	8
Biology	36	54	54	144	8
Geography	36	45	45	126	7
History and Government	36	45	45	126	7
C.R.E.	36	45	45	126	7
Agriculture	8	5	5	18	2
Art & Design	4	5	5	14	1
Electricity	4	5	5	14	0.67
Computer Studies	36	30	35	101	5
Music	4	5	5	14	1
French	4	5	5	14	1
German	4	5	5	14	1
P.E.	9	9	9	27	2
LIFE SKILLS	1	1	1	3	1
GRAND TOTAL	443	551	551	1545	87

From the above table the total number of teachers required is 87 taking a minimum of 27 lessons a week. However due to teaching load allocation as per Job group, all teachers are not taking the same load and hence there is a shortfall as depicted in the table below:

Table 2: Lessons shortfall

Title	No of teachers	Maximum lesson per week	Total shortfall periods per week
Principal	1	6	27-6= 21 periods
Deputy principal- academic	1	12	27-12=15 periods
Deputy Principal –Administration	1	12	27-12=15periods
HOD Job Gr N	4	18	(27-18)x4=36 Periods
HOD Job Gr M	8	18	(27-18)x 8=72periods
HOD Job Gr L	13	20	(27-20)x13=91 periods
House teachers Job Gr L	6	20	(27-20)x6=42 periods
Total Shortfall in period/lessons			292 Periods

ii) Number of teachers Required:

From the table above, the total shortfall in terms of periods is 292. The maximum period per teacher per week is 27 lessons. Therefore the shortfall $292/27=10.8$ equivalent to 11 teachers. The total teacher requirement will therefore be 98. However, the school offers special subjects whose teachers rarely teach a second subject (especially those employed before TSC adopted a policy of 2 teaching subjects for all teachers) Such subjects include Art and Design, Electricity, Computer studies, Music, French and German Language. The school has therefore had to engage 7 teachers on BoM terms for the following subjects :

Table 3: Teachers required

	Subject	Teachers required
1	Computer Studies	2
2	Electricity	1
3	Maths/Business	2
4	Geo /History	2
5	Bio/Chem	1
6	French/Music	1

c) Mean score in the 2024 KCSE:

The school has continually improved in academic performance in the recent past. The candidature and mean score for the last three year is as shown in the table below

Table 4: School KCSE Mean score

Item/Description	2021	2022	2023	2024
Number of candidates	428	443	467	462
Means core in KCSE	10.191	10.192	9.591	10.28

d) Capacity of the school:

The school currently has a population of 1565 students. The facilities required to comfortably run the school and the current prevailing shortages are as shown in the table below:

Table 5: School Capacity

S no	Facility name	Number	Total Capacity	Shortage	Comment
1	Classrooms	36	1800	-	Some classrooms are too small
2	Dormitories	13	1780	1 dormitory	Some classrooms are too small
3	Dining Hall	1	1200	1	Inadequate

Alliance High School**Annual Report and Financial Statements For the year ended 30th June 2025**

4	Halls	1	600	1	Too small
5	Sanatorium	1	800	1	Inadequate
6	Science laboratories	6	300	4	Inadequate
7	Computer labs	6	240	2	Inadequate
8	Playing fields	4	800	4	Inadequate
9	Music centre	1	50	1	Inadequate
10	Toilets	226	980	50	Need more
11	School chapel	1	800	1	Under Construction
12	Lecture theatre	1	400	1	Inadequate
14	School buses	3	162	2	Inadequate
15	School van	1	12	1	Inadequate

Some of the facilities indicated as available were put up in the early year of the school when it was started in 1926. Their size, shape and structuring do not fit the current demands of learners and were not even approved for use in the CBE system. The school is in the process of constructing new classroom and dormitories

e) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
New Beds	Maintenance Fund	complete	388,960.00	226,960.00	completed
CCTV installation	Maintenance Fund	Complete	1,355,544.00	1,292,200.00	More areas to be covered
New Solar Powered Borehole water Pump	Maintenance Fund	complete	1,128,000.00	1,128,000.00	Completed
New Desks and chairs	Maintenance Fund	complete	742,675.00	622,995.00	Completed
New chapel construction	Parents/Well wishers	Ongoing	222,000,000.00	101,729,788.00	31/08/2025

Sign: _____

Kamau D chomba
School Principal

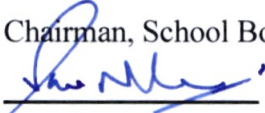
4. Statement of School Management Responsibility

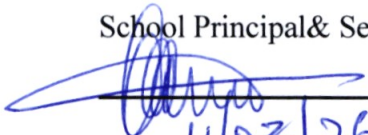
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant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

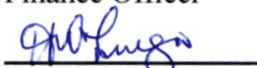
Schedule 4 (Section 23) of the Education Act, 2013 requires the Board of Management of a public institution of basic education to be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

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

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

Name: Mr Samuel Nteere Ncheeri
Designation: Chairman, School Board of Management
Sign: 
Date: 11/3/2026

Name: Kamau D Chomba
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 11/03/26

Name: CPA Heli Kiptoo Komugor
Designation: Finance Officer
Sign: 
Date: 11/03/2026

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON ALLIANCE HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025- KIAMBU 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 Alliance High School set out on pages 1 to 19, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of financial performance, statement of cash flows and statement of comparison of budget and 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 Alliance High School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis including the transitional provisions permitted under IPSAS 33 and comply with the 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

1. Long Outstanding Student Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 reflects an accounts receivables balance of Kshs.59,173,068. However, this includes receivables amounting to Kshs.27,841,836 that had been outstanding for over three (3) years. Further, no evidence of a debt recovery plan or an approved debt management policy was provided for audit review casting doubt on the full recoverability of the accounts receivables balance.

In the circumstances, the recoverability of the accounts receivables balance of KShs.59,173,068 could not be confirmed.

2. Lack of Ownership Documents

Annex 2 to the financial statements shows summary of fixed assets register amounting Kshs.950,773,600 in respect of fixed assets which includes parcels of land valued at Kshs.360,000,000 measuring approximately 141 acres. However, the School did not have ownership documents for the parcel of land as the land is owned by Presbyterian Church of East Africa (PCEA), Kikuyu. Further, there were no valuation done for buildings and structures amounting to Kshs.500,000,000 and office equipment, furniture and fittings amounting to Kshs.29,236,235.

In the circumstances, the accuracy, completeness of fixed assets valued at Kshs.950,773,600 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Alliance High 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 comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.254,918,204 and Kshs.215,797,406

Report of the Auditor-General on Alliance High School for the year ended 30 June, 2025 - Kiambu County

respectively resulting to an under-funding of Kshs.39,120,798 or 15 % of the budget. Similarly, the School spent an amount of Kshs.211,778,055 against actual receipts of Kshs.215,797,406 resulting to under-utilization of Kshs.4,019,351 or 2% of the receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on services 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 effect of matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1. 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.

2. Unresolved Prior Year Matters

In the prior year's audit reports, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the School in the financial year 2024/2025, revealed that the issues remained unresolved as listed below;

No.	Financial Year	Audit Issue
1	2023/2024	Long Outstanding Receivables
2	2023/2024	Budgetary Control and Performance
3	2023/2024	Failure to Transfer Capitation Infrastructure Funds from Operation Bank Account
4	2023/2024	Long Outstanding Payables
5	2023/2024	Under-funding of Capitation
6	2023/2024	Irregular Transfer of Funds to Kenya Secondary School Heads Association (KESSHA)
7	2023/2024	Lack of Ownership Documents

Other Information

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

In connection with my audit of the School's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this Other Information 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. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects operations grants amount of Kshs.15,608,663 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.4,104,250 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, an amount of Kshs.2,941,750 was not transferred within 15 days upon receipt. This was contrary to the Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

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

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

The statement of financial performance for the year ended 30 June, 2025 reflects boarding and school fund payments amounting to Kshs.180,720,516 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.2,125,550

transferred to Kenya Secondary Schools Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from school principals only.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.2,125,550 could not be confirmed.

3. Unapproved Fees on Parents Association Support Programme

The statement of financial performance reflects school fund income from Parents contribution amounting Kshs.142,893,311 as disclosed in Note 4 to the financial statements. The amount includes PA support programme amounting to Kshs.42,254,020. Review of the minutes of the parents Annual General Meeting held on 23 March, 2024 revealed that it was agreed that each parent contributes Kshs.30,792 to support the school budget. Further review of the minutes of the parents Annual General Meeting held on 22 March, 2025 revealed that parents were required to contribute Kshs.26,000 to support the School budget. The extra charges by the School had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of free Day and Secondary Education programme which stipulates that parent will only pay for school uniforms, boarding related costs as reflected in the boarding fee structure and lunch for day scholars.

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

4. Non-Compliance With the Law on Ethnic Diversity in Employment

Review of records revealed that the School had one hundred and eighteen (118) employees engaged by the Board of Management. However, sixty-seven (67) employees (representing 57% of the total number) were from same ethnic group. This was contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which states that all public establishments shall seek to represent the diversity of the people of Kenya in the employment of staff and no public establishment should have more than one third of its staff from the same ethnic group.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance

Report of the Auditor-General on Alliance High School for the year ended 30 June, 2025 - Kiambu County

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

During the year under review, the School did not have an internal audit unit. This was contrary to Section 73(1)(a) of the Public Finance Management Act, 2012, which provides that every national government entity shall ensure that it has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board.

In the circumstances, existence of an effective oversight mechanism, internal checks and balances in the School could not be confirmed.

2. Failure to Maintain Fixed Assets Register

Annex 2 to the financial statements reflects summary of fixed asset register balance of Kshs.950,773,600 with Kshs.2,483,544 additions for the year in respect of fixed assets. However, Management did not maintain a fixed assets register during the year under review. The disclosure under Annex 2 to the financial statements is therefore not supported by a fixed assets register. Consequently, it was not possible to ascertain the existence, location, completeness and accuracy of the assets as at 30 June, 2025. Physical verification revealed that Management did not ensure that all assets under its custody were properly tagged. It was noted that various movable assets such as printers, computers, chairs, and tables lacked asset identification tags, while others had faded or illegible. This exposes the School to risk of theft or loss, particularly when assets are used outside the office setting, as their movement and condition cannot be effectively tracked or controlled.

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

3. Use of Asbestos Roofing Materials

The Fourth Schedule of the Environmental Management and Coordination (Waste Management) Regulations, 2006 classifies materials containing asbestos as hazardous and potentially carcinogenic. Physical verification of the School's infrastructure conducted in March, 2026 however, revealed that the School had three (3) staff houses and five (5) dormitories with asbestos roofing. This was contrary to Ministry of Environment, Climate Change and Forestry Circular Ref: MEF/EMC/1/1 dated 23 August, 2024 that directed on the removal of asbestos roofing by Government agencies including offices, houses and learning institutions' premises as a means of providing a clean, safe, healthy and sustainable environment.

In the circumstances, the School poses a health risk to the students and staff with the continued deterioration of the roofing.

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 control, 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 (Transitional 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

28 April, 2026

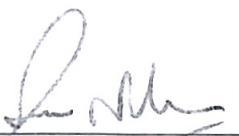
Alliance High School

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
Receipts			
Government grants for tuition	1	4,601,706	4,605,879
Government grants for operations	2	15,608,663	15,086,515
Government Grants for infrastructure	3	4,104,250	33,086,440
School fund income- parents' contributions	4	142,893,311	151,385,139
Miscellaneous incomes	5	48,589,475	50,993,061
Total Receipts		215,797,405	255,157,034
Payments			
Tuition	6	3,498,754	3,027,799
Operations	7	21,594,605	13,824,286
Infrastructure	8	5,964,180	4,503,235
Boarding and school fund	9	180,720,516	202,802,450
Total Payments		211,778,055	224,157,770
Surplus/Deficit		4,019,350	30,999,264

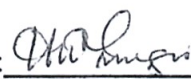
The school financial statements were approved on 11/03/2026 and signed by:

Sign: 
Name..Samuel Nteere Ncheeri
Chair BOM

Date 11/03/2026

Sign: 
Name.Kamau D Chomba
**School Principal/
Secretary to BOM**

Date 11/03/2026

Sign: 
Name Heli Komugor.
Finance officer

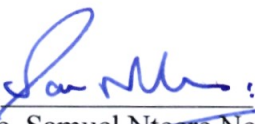
Date 11/03/2026

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

7. Statement of Assets and Liabilities as at 30th June 2025

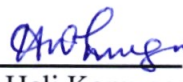
Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	47,921,813	60,218,110
Cash balances	11	45,976	166,015
Short term investments	12	-	-
Total cash and cash equivalent		47,967,789	60,384,125
Account's receivables	13	59,173,067	55,307,156
Total financial assets (a)		107,140,856	115,691,281
Financial liabilities			
Accounts payables	14	26,588,448	39,158,221
Total Financial Labilities (b)		26,588,448	39,158,221
Net financial assets (a-b)		80,552,408	76,533,058
Represented by			
Accumulated fund b/fwd	15	76,533,058	45,533,794
Surplus/deficit for the year		4,019,350	30,999,264
Net Assets		80,552,408	76,533,058

The school financial statements were approved on 11/03/2026 and signed by:

Sign: 
Name..Samuel Nteere Ncheeri
Chair BOM

Date 11/03/2026

Sign: 
Name.Kamau D Chomba
**School Principal/
Secretary to BOM**
Date 11/03/2026

Sign: 
Name Heli Komugor.
Finance officer
Date 11/03/26

Alliance High School

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

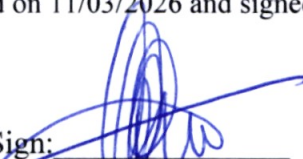
8. Statement of Cash Flows for the Year Ended 30th June 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	4,601,706	4,605,879
Government grants for operations	2	15,608,663	15,086,515
Government grants for infrastructure	3	4,104,250	33,086,440
School fund income- parents contributions/ fees	4	140,814,260	151,385,139
Other income	5	48,589,475	50,993,061
Increase in accounts payable			
Total receipts		213,718,354	255,157,034
Payments			
Cash outflows for tuition	6	3,498,754	3,027,799
Cash outflows for operations	7	21,594,605	13,824,286
Cash outflows for infrastructure	8	5,964,180	4,503,235
Cash outflows Boarding/lunch and school fund payments	9	180,720,516	184,839,595
Increase in accounts receivable		3,865,912	945,987
Decrease in accounts payable		12,569,774	6,510,005
Total payments		228,213,741	213,650,907
Net cash inflow/outflow from operating activities		(14,495,387)	41,506,127
Cash flow from investing activities			
Acquisition of assets			17,962,855
Proceeds from sale of Assets		2,079,051	
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities		2,079,051	17,962,855
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		(12,416,336)	23,543,272
Cash and cash equivalent at beginning of the FY		60,384,125	36,840,853
Cash and cash equivalent at end of the FY		47,967,789	60,384,125

The school financial statements were approved on 11/03/2026 and signed by:

Sign: 
Name..Samuel Nteere Ncheeri
Chair BOM

Date 11/03/2026

Sign: 
Name.Kamau D Chomba
**School Principal/
Secretary to BOM**
Date 11/03/2026

Sign: 
Name Heli Komugor.
Finance officer
Date 11/03/2026

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

9. Statement of Budgeted Versus Actual Amounts for the Year Ended 30th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials	1,140,000	-	1,140,000		0%
Exercise Books	2,280,000	-	2,280,000		0%
Laboratory Equipment	2,280,000	-	2,280,000	-	0%
Internal Exams	1,330,000	-	1,330,000	-	0%
Teaching / Learning Materials	4,623,000	-	4,623,000	4,601,706	100%
Exams And Assessment	3,828,600	-	3,828,600	-	0%
Sub Total	15,481,600	-	15,481,600	4,601,706	30%
<i>(2) Capitation Grant on Operations</i>			-		
Personnel Emoluments	6,895,600	-	6,895,600	8,258,066	120%
Repairs And Maintenance	-	-	-		
Local Transport / Travelling	2,079,900	-	2,079,900	628,880	30%
Electricity And Water	6,370,700	-	6,370,700	3,824,367	60%
Medical	1,093,200	-	1,093,200	732,650	67%
Administration Costs	4,134,400	-	4,134,400	950,650	23%
Activity	1,516,200	-	1,516,200	638,800	42%
Insurance	1,555,740	-	1,555,740	575,250	37%
Sub Total	23,645,740	-	23,645,740	15,608,663	66%
<i>3) FDSE for infrastructure</i>			-		
Maintenance & Improvement MoE	7,600,000	-	7,600,000	4,104,250	54%
M&I parents' contribution	-	-	-		
Economic Stimulus Programs	-	-	-		
Transition Infrastructure Grants	-	-			0%
Administration Block	-	-	-	-	

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

Sub Total	7,600,000	-	7,600,000	4,104,250	54%
(4) Fees Charged on Parents			-		
Personnel emoluments	18,608,520	-	18,608,520	17,237,260	93%
Repairs and maintenance	4,565,211	-	4,565,211	4,128,440	90%
Local transport / travelling	4,900,000	-	4,900,000	4,766,960	97%
Electricity and water	14,850,200	-	14,850,200	14,764,965	99%
Medical	1,435,140	-	1,435,140	1,335,140	93%
Administration costs	6,625,828	-	6,625,828	6,525,828	98%
Activity	2,290,850	-	2,290,850	2,288,990	100%
Fee on Boarding Equipment and stores	47,800,000	-	47,800,000	46,908,963	98%
PA Levies*	57,254,020	-	57,254,020	42,254,020	74%
Insurance	3,782,745	-	3,782,745	2,682,745	71%
Sub Total	162,112,514	-	162,112,514	142,893,311	88%
5) Miscellenous Income			-		
Loans / Borrowing	-	-	-	-	
Rent income	2,222,050	-	2,222,050	2,222,050	100%
Income From Farming Activities	18,256,300	-	18,256,300	18,107,632	99%
Insurance Compensation	-	-	-		
Income From Posho Mill	-	-	-		
Income From Bus Hire	-	-	-		
Fee For Hire of Ground and Equipment	25,600,000	-	25,600,000	23,521,521	92%
Interest Income	-	-	-	-	
Income From Any Other Investment	4,738,272	-	-	4,738,272	
Sub Total	50,816,622	-	46,078,350	48,589,475	105%
Total Income	259,656,476	-	254,918,204	215,797,405	85%
(6) Expenditure For Tuition					
Exercise Books	-	-	-		
Textbooks	1,540,000	-	1,540,000		0%
Reference materials	280,000	-	280,000		0%
Laboratory Equipment	2,980,000	-	2,980,000	2,171,242	73%
Teaching / Learning Materials	1,630,000	-	1,630,000	206,889	13%
Exams And Assessment	1,463,000	-	1,463,000	1,120,622	77%

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

Teachers Guides	380,600	-	380,600		0%
Bank Charges	1,500,000	-	1,500,000		0%
Others (specify)	896,300	-	896,300		0%
Sub Total	10,669,900	-	10,669,900	3,498,753	33%
(7) Expenditure For Operations					
Personnel Emoluments	7,098,516	-	7,098,516	4,118,773	58%
Service Gratuity	-	-	-		
Administration Cost	3,079,900	-	3,079,900	886,080	29%
Repairs And Maintenance & Improvements	6,370,700	-	6,370,700	-	0%
Local Transport / Travelling	3,093,200	-	3,093,200	-	0%
Electricity And Water	9,134,400	-	9,134,400	13,558,324	148%
Medical	687,333	-	687,333	323,733	47%
Activity Expenses	2,144,582	-	2,144,582	1,889,570	88%
Insurance Cost	1,055,740	-	1,055,740	818,125	77%
Others (specify)					
Sub Total	32,664,371	-	32,664,371	21,594,605	66%
(8) Expenditure For infrastructure					
Construction of classrooms		-	-	-	0%
Construction of laboratory		-	-		
Construction of dormitory		-	-		
Purchase of furniture		-	-	-	0%
Purchase of equipment	1,258,630	-	1,258,630	1,258,630	100%
Purchase of apparatus	-	-	-		
Repairs and renovations	15,815,550	-	15,815,550	4,705,550	30%
Sub Total	17,074,180	-	17,074,180	5,964,180	35%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	28,132,500	-	28,132,500	27,329,866	97%
Service Gratuity	-	-	-		
Repairs And Maintenance & Improvements	6,300,000	-	6,300,000	5,797,296	92%
Local Transport / Travelling	7,159,000	-	7,159,000	7,002,119	98%
Electricity And Water	12,311,950	-	12,311,950	8,139,950	66%

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

Medical Expenses	1,613,500	-	1,613,500	1,600,333	99%
Administration Costs	15,802,500	-	15,802,500	15,746,968	100%
Activity	4,536,600	-	4,536,600	4,425,512	98%
Lunch Programme	-	-	-		
Bank Charges			-		
Expenses On Income Generating Activities**	29,400,000	-	29,400,000	28,157,805	96%
Fee On Boarding Equipment and Stores	92,391,975	-	92,391,975	72,039,773	78%
Rent Expenses		-	-		
Insurance Cost (Life Property)	1,600,000	-	1,600,000	769,237	48%
Loan Principal Repayment	-	-	-		
Loan Interest Repayment	-	-	-		
Acquisition Of Assets	-	-	-		
PA expenses	-	-	-	9,350,117	
Other Income			-	361,541	
Sub Total	199,248,025	-	199,248,025	180,720,517	
Grant Totals	259,656,476	-	259,656,476	211,778,055	82%

Comments on over/under utilization

Vote Head	% of Utilization	Comments
Receipts		
Tuition account receipts	30%	The MOE did not remit all the expected capitation for tuition account. The capitation circulars allocated all the monies received to Teaching and learning materials
Operations account receipts	60%	The MOE did not remit all the expected capitation for Operations account resulting in underutilization in majority of the vote heads
Expenditure for Tuition	33%	Due to under capitation the school ended up with deficits in majority of the vote heads in this account

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.

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

11. Notes to the Financial Statements

1 Government Grants for Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		948,971
Internal Exams		
Teaching / Learning Materials	4,601,706	3,656,908
Others (<i>specify</i>) *		
Total	4,601,706	4,605,879

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	8,258,066	5,613,500
Repairs And Maintenance		
Local Transport / Travelling	628,880	563,594
Electricity And Water	3,824,367	2,956,786
Medical	732,650	1,542,450
Administration Costs	950,650	1,886,403
Activity	638,800	1,122,782
Insurance	575,250	1,401,000
Total	15,608,663	15,086,515

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	4,104,250	7,298,400
Transition infrastructure grants		25,788,040
Administration Block		
Economic stimulus grants		
Other (<i>specify</i>)(NGCDF and County govt.		
Total	4,104,250	33,086,440

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	17,237,260	19,386,800
Repairs and maintenance	4,128,440	4,523,999
Local transport / travelling	4,766,960	5,158,999
Electricity and water	14,764,965	15,311,950
Medical	1,335,140	1,571,099
Administration costs	6,525,828	7,206,199
Activity	2,288,990	2,536,599
Fee on Boarding Equipment and stores	46,908,963	48,150,750
PA Levies*	42,254,020	44,702,395
Insurance	2,682,745	2,836,349
Total	142,893,311	151,385,139

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income	2,222,050	1,541,150
Income From Farming Activities	18,107,632	16,590,566
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire		
Fee For Hire of Ground and Equipment	23,521,521	31,851,516
Income From Grants and Donations*		463,000
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income Asset Disposal Breakages ,Tenders,ID,Magazines ,SES recoveries	4,738,272	546,829
Total	48,589,475	50,993,061

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

Notes to the Financial Statements (continued)

6 Payments for Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		
Laboratory Equipment	2,171,242	1,566,197
Teaching / Learning Materials	206,889	1,461,602
Exams And Assessment	1,120,623	
Teachers Guides		
Bank Charges		
Others (<i>specify</i>)		
Total	3,498,754	3,027,799

7 Payments for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	4,118,773	3,771,920
Service Gratuity		
Administration Cost	886,080	1,288,561
Repairs And Maintenance & Improvements		
Local Transport / Travelling		776,098
Electricity And Water	13,558,324	5,720,516
Medical	323,733	
Activity Expenses	1,889,570	552,560
Insurance Cost	818,125	1,714,631
Others (<i>specify</i>)		
Total	21,594,605	13,824,286

Alliance High School
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Notes to the Financial Statements (continued)

8 Payments for Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Construction of classrooms		788,220
Construction of laboratory		
Construction of dormitory		
Purchase of furniture		1,727,815
Purchase of equipment	1,258,630	595,000
Purchase of apparatus		
Repairs and renovations	4,705,550	1,392,200
Renovation of washrooms -Admin offices		
Total	5,964,180	4,503,235

9 Payments for Boarding and School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	27,329,866	28,262,054
Service Gratuity		
Repairs And Maintenance & Improvements	5,797,296	6,290,947
Local Transport / Travelling	7,002,119	4,844,985
Electricity And Water	8,139,950	14,922,492
Medical Expenses	1,600,333	774,490
Administration Costs	15,746,968	14,214,883
Activity	4,425,512	5,256,780
Lunch Programme		
Bank Charges		
Expenses On Income Generating Activities**	28,157,805	42,147,087
Fee On Boarding Equipment and Stores	72,039,773	75,196,347
Rent Expenses		
Insurance Cost (<i>Life Property</i>)	769,237	568,839
Loan Principal Repayment		
Loan Interest Repayment		
Acquisition Of Assets		
PA expenses	9,350,117	9,069,174
Other Income Breakages ,Tenders,ID,Magazines ,SES recoveries	361,540	1,254,372
Total	180,720,516	202,802,450

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Notes to the Financial Statements (continued)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account,KCB(Kes)	Active	1102909017	1,690,554	1,795,521
Operations Account,Equity (Kes)	Active	05702917400900	867,876	33,227,318
School Fund Account/Boarding,KCB(Kes)	Active	1107133726	1,168,459	9,448,055
Equity Bank -Kikuyu -Collection account	Active	0570263361967	2,330,251	3,398,353
Savings Account,KCB (Kes)	Active	1102475165	3,553,542	1,081,748
KCB Goal account -Chapel Fundraising	Active	1316196283	805,215	429,758
Income generating activities Account,KCB(Kes)	Active	1107544688	3,497,809	278,632
Infrastructural Account,Eco bank,(Kes) (Special Projects)	Dormant	0043025030992601	829	829
Dollar savings account(Usd)Rate 1=100	Active	1101722509	406,558	10,355
Farm account,KCB (Kes)	Active	1107134021	775,621	522,606
K-Unity-Farm savings	Active	0700-03	404,017	404,017
Infrastructural Account,Equity -MOE	Active	0570280958157	28,617,972	4,104,402
Safaricom Mpesa (Kes)	Active	997390	3,803,110	5,516,516
Total			47,921,813	60,218,110

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	45,976.00	166,015.00
Total	45,976.00	166,015.00

12 Short Term Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit accounts		
Other Investments		
Total		

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Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	58,532,068	54,292,006
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	73,000
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)	641,000	942,150
Total	59,173,068	55,307,156

13 b Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	10,794,100	21%	7,533,994	14%
Between 1- 2 years	16,690,285	32%	14,650,285	27%
Between 2-3 years	3,846,847	7%	2,146,807	4%
Over 3 years	27,841,836	53%	30,976,070	57%
Total (should tie to note 13 a)	59,173,068		55,307,156	

14 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	12,909,265	13,758,134
Prepaid Fees	7,242,005	14,200,187
Students pocket monies	451,426	1,244,061
Endowment funds	180,633	180,633
Deferred income	1,134,470	1,134,470
New Chapel Funds	1,270,415	3,458,618
Clubs & societies	164,342	786,419
Other payables (-Uniform)	3,235,892	4,395,701
Total	26,588,448	39,158,222

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Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	26,407,815	79%	38,977,589	85%
Between 1- 2 years		0%	180,633	0%
Between 2-3 years	180,633	1%		0%
Over 3 years		0%		0%
Total (should tie to note 14)	26,588,448		39,158,222	

15 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	47,921,813	60,218,110
Cash Balances	45,976	166,015
Short Term Investments		
Receivables	59,173,068	55,307,156
Payables	(26,588,448)	(39,158,223)
Total	80,552,410	76,533,059

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Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle	21 cows (including calves)	6,995,000	6,980,000
Nursery beds	2beds @ 18ft	24,500	44,500
Tree Nursery	8beds (assorted trees)	28,000	268,000
Un-harvested crops	Mixed vegetables 1.5acre	124,000	95,000
Pigs	95pigs	760,000	680,000
Eggs	48trays	19,200	11,200
Poultry	1122irds	494,000	664,000
Total		8,444,700	8,742,700

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		

Alliance High School
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Other important disclosure notes

19 Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
Food stuffs	548,750	654,200
Lab consumables	168,400	358,400
Farm produce	3,017	12,486
Medication	22,650	8,630
Construction Materials	668,874	465,820
Others (specify)	-	-
Total	1,411,691	1,499,536

20. Contingent Liability

The school is currently in negotiations with the workers trade union regarding the salary increments and payment of salary arrears to casual employees. It's more likely that the school will have to pay these expenses though the estimates of which cannot be reliably measured as at the date of this report

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

21 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)
1	Non Submission of Financial statements to OAG	The FS were submitted through CDE office as per circulars ref MOE/DSAS/FIN/17/1/17	Resolved	
2	Capitation grants and NEMIS	Students have been registered on NEMIS except few due to system failure.	Not Resolved	30/05/2026
3	Transfer to Infrastructure	Delay in issuance of circulars for various capitations . All MIF funds have been transferred	Not Resolved	30/06/2026
4	Extra levies	Parents made a resolution in their AGM to cater for the budget deficit	Not Resolved	30/06/2026
5	Outstanding Receivables	The long outstanding receivables relate to students who left the school in prior years	Not resolved	30/06/2026
6	Outstanding accounts payable	The suppliers were all paid in the subsequent FY	Resolved	
7	Asset Register	There was difficulty in ascertain the historical cost of some of the old assets	Not Resolved Resolved	30/06/2026


 Kamau D Chomba
 Principal

Date : 11/03/2026

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

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
				2024-2025	2023-2024	
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supplier Of Goods Or Services						
UTOPIA MEDICAL SUPPLIES LTD	2,311,700	01-06-24	1,565,345	746,355	38,040	
MAICE ENTERPRISES	2,900,000	01-06-24	2,805,200	94,800	-	
COPY CAT LTD	3,415,350	01-06-24	2,326,288	1,089,062	-	
MATERGER LTD	827,500	01-06-24	450,700	376,800	-	
SUJACK ENTERPRISES	5,959,635	01-06-24	4,654,835	1,304,800	1,872,500	
SKYLIM GREEN TRADERS	3,392,500	01-06-24	3,014,780	377,720	303,590	
MELAN VEG ENTERPRISES	1,562,300	01-06-24	1,315,865	246,435	438,777	
CARLIUS ENTERPRISES	2,465,280	01-06-24	2,043,610	421,670	38,000	
KOLU GENERAL MERCHANTS	2,872,945	01-06-24	1,658,375	1,214,570	1,700,000	
BAWEK VENTURES LTD	2,285,670	01-06-24	1,830,170	455,500	1,650,800	
PINPOINT HYGIENE SERVICES LTD	2,512,000	01-06-24	2,470,588	41,412	56,028	
EUNY PRECIOUS ENTERPRISES	1,578,500	01-06-24	975,850	602,650	1,518,600	
HARIPHARM PHARMACY	860,815	01-06-24	600,456	260,359	-	
BELONIA ENTERPRISES	996,546	01-06-24	939,600	56,946		
HILL FIVE LTD	2,410,792	01-06-24	1,187,017	1,223,775		
YUKON MERCHANTS	4,202,475	01-06-24	3,587,850	614,625		
VIBRANIUM LINK ENTERPRISES	456,423	01-06-24	283,498	172,925		
WONDERS SOLUTION	865,400	01-06-24	524,500	340,900		
BRIMLUX INVESTMENT	875,441	01-06-24	672,476	202,965		
SHEKAMI TECHNOLOGIES	600,580	01-06-24	198,080	402,500		
FAIRMART SUPERMAKET	6,242,843	01-06-24	3,580,347	2,662,496	1,534,559	
Total	49,594,695		36,685,430	12,909,265	9,150,894	

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Annex 2 – Summary of Fixed Assets Register

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
Land	360,000,000			360,000,000
Buildings and structures	500,000,000			500,000,000
Motor vehicles	30,200,000		2,079,500	28,120,500
Office equipment, furniture and fittings	29,236,235	1,128,000		30,364,235
ICT Equipment, and Other ICT Assets	11,772,365	1,355,544		13,127,909
Tools and apparatus	4,595,650			4,595,650
Textbooks	5,650,000			5,650,000
Other Machinery and Equipment	8,915,306			8,915,306
Total	950,369,556	2,483,544	2,079,500	950,773,600