

REPUBLIC OF KENYA



REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

DATE: 17 JUN 2026

DAY.

Wed

OF

**TABLED
BY:**

Hon. Naomi Wageri MP
Deputy Majority Whip

**CLERK-AT
THE TABLE:**

Nado Atabo

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

LENANA SCHOOL

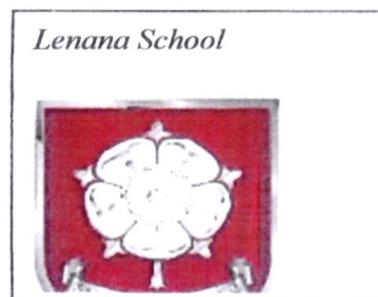
FOR THE YEAR ENDED

30 JUNE, 2025

NAIROBI CITY COUNTY



Revised 30th June 2025.



LENANA SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 11/12/2019 under registration number 47S120002411 and is currently categorized as a National public school established, owned or operated by the Government.

The school is a boarding school and had 1500 number of students as at 30th June 2025. It has 09 streams and 100 teachers of which 20 teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Dr. Samson Ndegwa	Chairman	24/05/2022
2	Mr. William Kemei	Secretary- Principal	24/05/2022
3	Doreen Muthaura	Member	24/05/2022
4	Mr. Frank Mutua	Member	24/05/2022
5	Mr. Jonah Marahpash	Member	24/05/2022
6	Dr. Selphe Cheloti	Member	24/05/2022
7	Dr. Nyachira Muthiga	Member	24/05/2022
8	Mr. Joel Karubiu Karimi	Member	24/05/2022
9	Eng. Silas Kinoti	Member	24/05/2022
10	Mrs. Beatrice Isiye	Member Rep Teachers	24/05/2022
11	Mrs. Eddah Muiruri	Member	24/05/2022
12	Dr. Sella Kisaka	Member	24/05/2022
13	Mr. Martin Mogwanja	Member - Community	24/05/2022
14	Mr. Silvance Nono	Member Special Needs	24/05/2022
15	Mr. Alhaxard Osoro	Member	24/05/2022
16	Godfrey Kampan Putunoi	Member	24/05/2022
17	Dr. Kasomi F.M.	Member	24/05/2022

The functions of the School Board of Management are to:

- Promote the best interests of Lenana 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 Lenana School I.
- 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 Lenana 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 Lenana School.
- Receive, collect and account for any funds accruing to the institution in accordance with Article 226 (1) (a) of the Constitution of Kenya, Section 81 of the Public Finance Management Act, 2012 and the Fourth Schedule para 21 and 23 of the Basic Education Act, 2013.

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Dr. Samson Ndegwa 2. Mr. William Kemei 3. Dr. Selpher Cheloti 4. Mr. Jonah Marahpash 5. Mrs. Doreen Muthaura	Chairman Secretary Vice Chairperson PA Chairman Member	3 in 3 3 in 3 3 in 3 2 in 3 0 in 3
2	Audit Committee	1. Mr. Silvance Nono 2. Mr. Godfrey Kampan Putuonoi 3. Mr. Frank Mutua 4. Dr. Nyachira Muthiga 5. Mr. Joel Karubiu	Principal	1 in 1 1 in 1 1 in 1 0 in 1 1 in 1
3	Finance Committee	1. Dr. Fredrick Kasomi 2. Mr. Jonah Marahpash 3. Mrs. Eddah Muiruri 4. Mr. William Kemei 5. Eng. Silas Kinoti	Principal	1 in 1 1 in 1 1 in 1 0 in 1

(d) School operation Management

4	Academic Committee	1. Mr. Jonah Marahpash 2. Mrs. Doreen MuthauraMr. 3. Mrs. Beatrice Isiye 4. Dr. Selper Cheloti 5. Dr. Sella Kisaka 6 Mr. William K. Kemei		2 in 2 2 in 2 2 in 2 2 in 2 0 in 2 2 in 2
5	Development Committee (Infrastructure)	1. Mr. Jonah Marahpash 2. Mr. William K. Kemei 3. Dr. Samson Ndegwa 4. Dr. Kasomi F.M. 5. Mr. Theofas Ogata 6. Eng. Silas Kinoti 7. CDE/SCDE (Mandatory)		1 in 2 2 in 2 2 in 2 1 in 2 2 in 2 1 in 2 2 in 2
6	Discipline and welfare Committee	1. Dr. Samson Ndegwa 2. Mr. Frank Mutua 3. Mr. Wiliam Kemei 4. Mr. Theofas Ogata 5. Mr. Alphazard Osoro 6. Mrs. Bendict Mutuku 7. School Captain		0 in 1 1 in 1 1 in 1 1 in 1 1 in 1 1 in 1 0 in 1
7	Adhoc Committee (if any during the year) (Procurement)	1. Mr. Theofas Ogata 2. Mr. Bendict Mutuku 3. Mr. Jeremiah Kinga 4. Ms. Genetrix Barasa 5. Mr. Elkanah Babu	Chairman Senior Master Boarding School Bursar Member Secretary	1 in 1 1 in 1 1 in 1 1 in 1 1 in 1

(e) School operation Management

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

Ref:	Designation	Name	Identification
1	Chief Principal	Mr. William Kemei	358135
2	Deputy Principal	Mr. Theofas Ogata	430761
3	School Bursar	Mr. Jeremiah Kinga	BOM
4	Other (specify)		

(f) Schools contacts

Post Office Box: 30253 - 00100
 Telephone: 0708 952250
 E-mail: lenanaschool@gmail.com
 Website: lenanaschool.sc.ke
 Facebook:
 Twitter:

School Bankers

1. Name of Bank: Co-operative (School Fund)
Branch: NBC
Account Number: 01129098734500
2. Name of Bank: Co-operative (Tuition)
Branch: NBC
Account Number: 01139098734500
3. Name of Bank: Co-operative (Operation)
Branch: NBC
Account Number: 01139098734501
4. Name of Bank: Co-operative (Saving)
Branch: NBC
Account Number: 01100098734500
5. Name of Bank: Co-operative (Saving)
Branch: NBC
Account Number: 01100098734501
6. Name of Bank: Co-operative (Infrastructure)
Branch: NBC
Account Number: 01129098734503
7. Name of Bank: Co-operative (Income Generating)
Branch: NBC
Account Number: 01129098734502
8. Name of Bank: Equity (School Fund)
Branch: Kilimani Supreme
Account Number: 1470262691579

(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

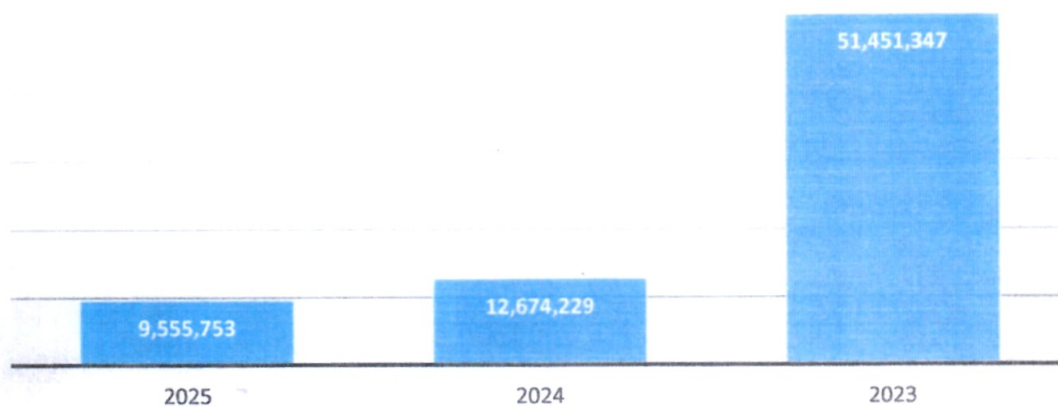
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) Financial performance:

(Under this section, the following information should be given:

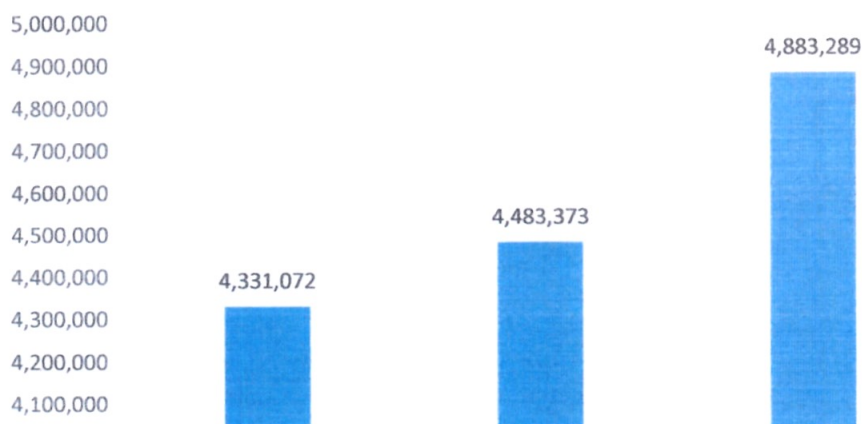
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

SUPLUS

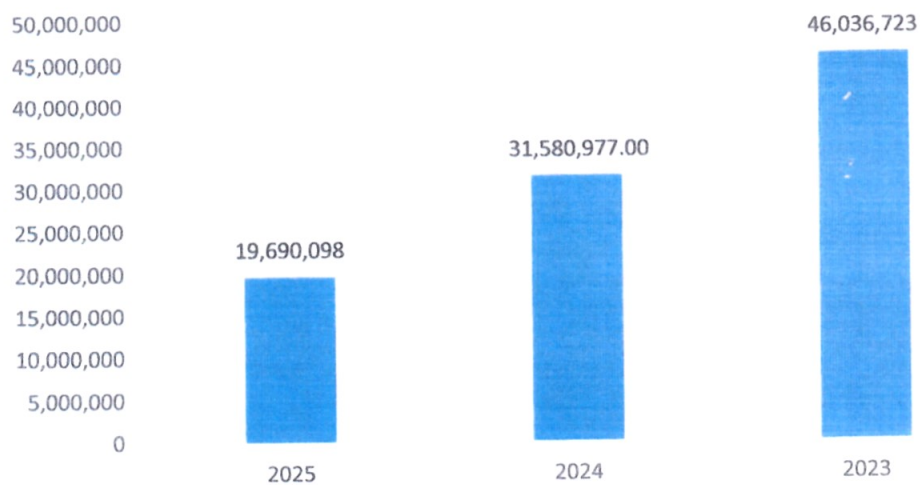


- *Capitation grants from the Ministry of Education for the last three years*

TUITION FUNDS

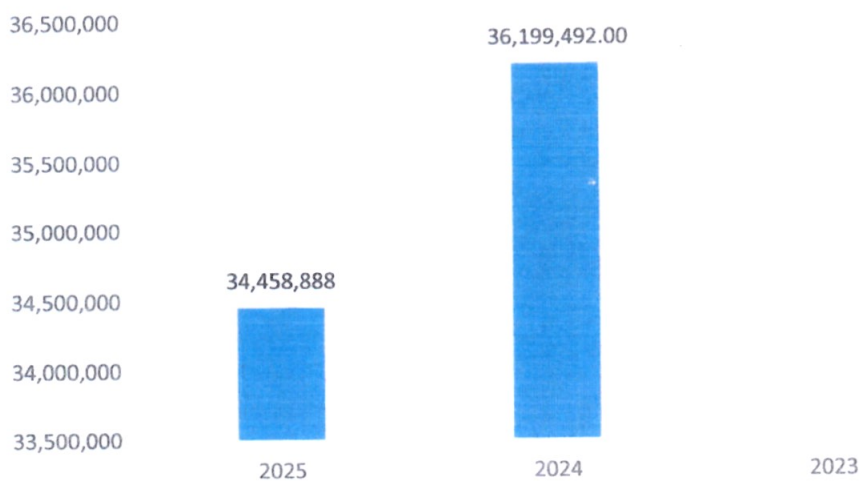


OPERATION FUNDS

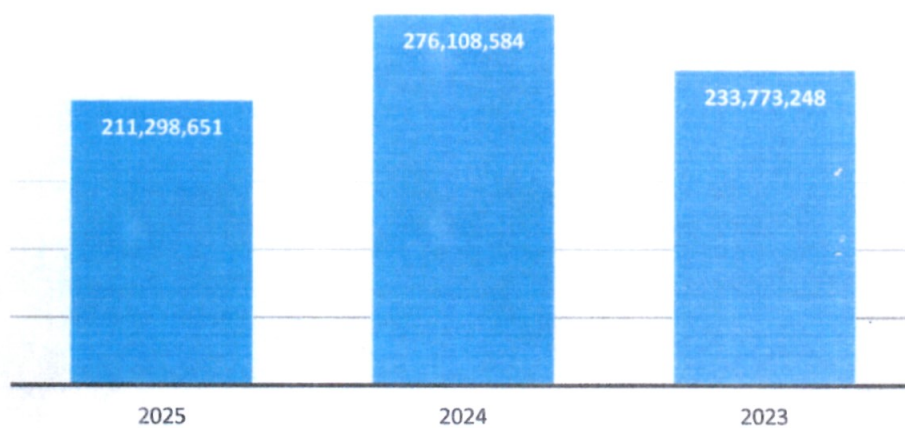


A three-year overview of growth of other income(s) earned by the school.

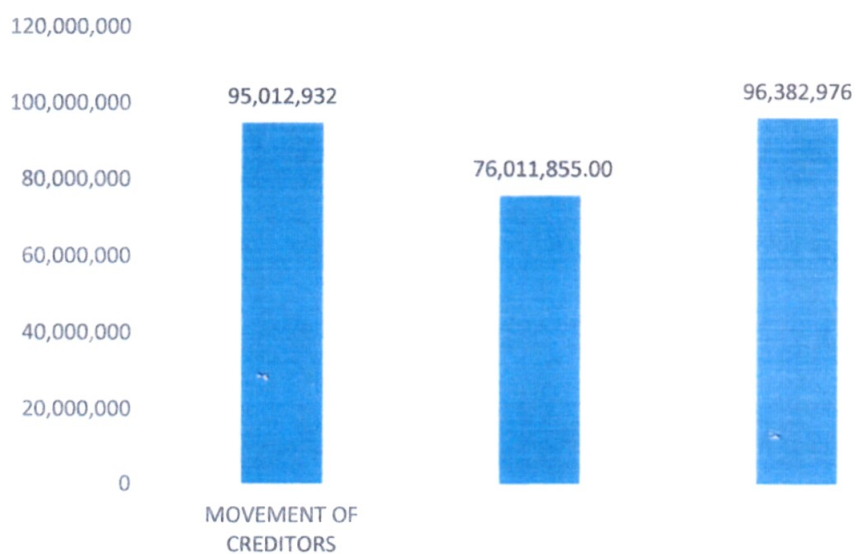
OTHER INCOME



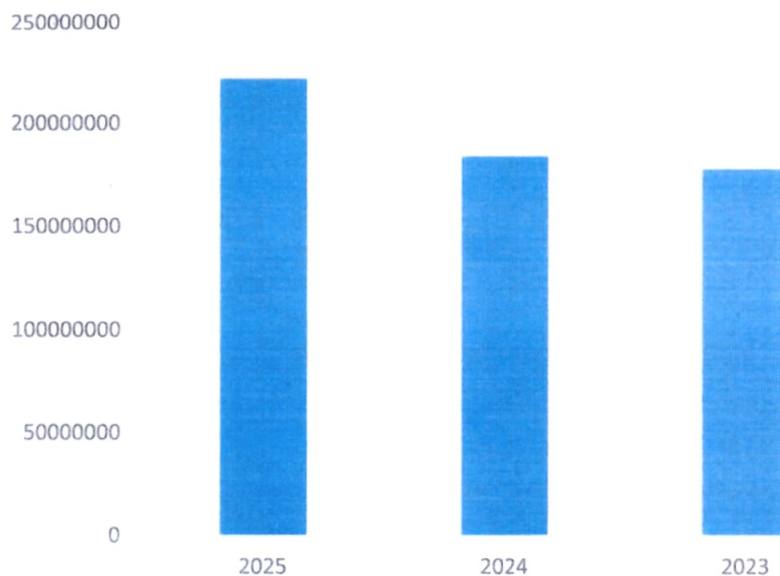
EXPENSES



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



MOVEMENT OF DEBTORS



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

b) Teacher Student ratio:

LENANA SCHOOL-GRADES

YEAR	ENTRY	MEAN SCORE	TRANSITION	TARGET	+/-ve
					COMMENTS
2024	438	9.0618(B)	397	9.5	+0.0187
2023	418	9.0431(B)	391	9.5	+0.6162
2022	423	8.4269(B-)	369	9.5	-1.074
2021	408	8.3596	398	9.5	-0.5645
2020	384	8.9241(B)	382	9.5	+0.1235

CAPACITY OF THE SCHOOL

YEAR	STUDENT POPULATION
2025	1442
2024	1915
2023	1740
2022	1824
2021	1746

School Facilities

FACILITIES	NUMBERS	REQUIRED	DEFICIT
DORMITORIES	11	14	3
DINING HALL	2	3	1
LABORATORIES	9	18	9
TOILETS	64	87	23
LIBRARY	2	2	-
CLASSROOMS	40	52	10
STORES FOOD	1	2	1
STORES STATIONERY	1	2	1

	SUBJECT	NO REQUIRED	PRESENT	SHORTAGE
1	MATHEMATICS	10	08	02
2	ENGLISH	11	10	01
3	KISWAHILI	10	09	01
4	BUSINESS EDUCATION	04	03	01
5	CRE	06	06	0
6	FRENCH	02	02	0
7	PHYSICS	08	05	03
8	CHEMISTRY	08	07	01
9	BIOLOGY	08	07	01
10	GEOGRAPHY	04	03	01
11	HISTORY	05	04	01
12	IRE	02	01	01
13	AGRICULTURE	02	02	0
14	COMPUTER	05	03	02
15	ART & DESIGN	01	0	01

16	AVIATION	01	00	01
17	METAL WORK	01	01	0
18	DRAWING & DES.	01	0	01
19	MUSIC	01	01	0
20	POWER MECHANICS	01	01	0
21	WOOD WORK	01	01	0
TOTAL		92	76	16

b) Teacher Student ratio:

1. Teacher student ratio $\frac{1442}{92} = 15.673$

2. No. of teacher – TSC 80

BOM 12

No. of teacher total 92

3. No. of teachers transferred - 1

4. No. of teachers retired - 0

Transferred teachers

1. Julie Wambui – MOE – Kajiado

The mean score in the 2024 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

C Mean score from 2020 to 2024 KCSE:

Year	Mean score
2024	9.0618
2023	9.0431
2022	8.426
2021	8.3596

c) The capacity of the school:

CAPACITY OF THE SCHOOL

YEAR	STUDENT POPULATION
2025	1442
2024	1915
2023	1740
2022	1824
2021	1746

d) Development projects carried out by the school:

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

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
GOLF GREENS	MOE	Not complete	27,260,600.	33,760,393	7.9.2022
CBC CLASSES	MOE&PARENTS	Not complete	6,091,210	2,939,210	5.3.2023
LENANA SCHOOL PRIMARY (ADDITIONAL WORKS)	MOE	Not complete	10,000,000	7,263,893.7	22.10.2024

.....

 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 Lenana school accepts responsibility for the school's financial statements, which have been prepared on the accrual basis of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

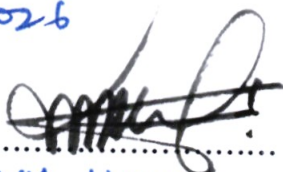
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.



.....
Name: SILAS KIMOTI

Designation: Chairman, School Board of Management

Date: 7/4/2026



.....
Name: WILLIAM KEMEI

Designation: School Principal & Secretary to Board of Management

Date: 7/4/2026



.....
Name: JEREMIAH KINGA

Designation: Bursar/ Finance Officer

Date: 7/4/2026

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON LENANA SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NAIROBI CITY COUNTY

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the 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, the risk management environment and the 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 Lenana School set out on pages 1 to 22, which comprise of the statement of assets and liabilities as at 30 June, 2025, the statement of financial performance and statement of cash flows

and the statement of budgeted 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 effects of the matter 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 Lenana 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

Unsupported Accounts Payables

The statement of assets and liabilities reflects trade payables balance of Kshs.95,259,221, as disclosed under Note 14 to the financial statements. However, audit review revealed that payables totalling Kshs.40,947,912 included in this balance were not supported by the relevant documentation or schedules. Further, the summary of the aging analysis under Note 14a indicates that trade creditors worth Kshs.22,465,232 or 27% had been outstanding for over one (1) year, Kshs.13,785,329 or 17% being outstanding for two (2) years, Kshs.3,002,339 or 4% being outstanding for three (3) years.

In the circumstances, the accuracy, existence and completeness of the payables balance of Kshs.95,259,221 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Lenana 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 final receipts budget and actual on a comparable basis of Kshs.246,185,198 and Kshs.187,881,252 respectively, resulting in an under-funding of Kshs.58,303,946 or 24% of the budget. However, the School spent an amount of Kshs.178,575,499 against actual receipts amounting to Kshs.187,881,252, resulting in an under-utilization of Kshs.9,305,753 or 5% of actual receipts.

The under-funding affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the 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

1. Significant Exemptions by PSASB in the Financial Reporting Template

The financial statements have been prepared using the FY 2024/2025 reporting template issued by the Public Sector Accounting Standards Board (PSASB). As communicated by PSASB on 25 February, 2026, the template was designed to facilitate a phased transition to accrual-based IPSAS for public secondary Schools and, therefore, does not include certain statements and disclosures required under the full IPSAS transition. These omissions include the opening statement of financial position, the statement of changes in net assets/equity, detailed disclosures of transitional provisions under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

2. Unresolved Prior Year Matters

The Auditor-General's report for the year ended 30 June, 2024 raised several audit issues which remained unresolved as at 30 June, 2025. Management has not taken adequate action to address these matters. The issues relate to prior periods and have been reported for emphasis of matter purposes.

No.	Audit Issue
1.	Long Outstanding Students Accounts Receivable
2.	Long Outstanding and Unsupported Accounts Payable
3.	Failure to Maintain Biological Asset Register
4.	Unbalance Budget
5.	Unresolved Prior Year Matters
6.	Unapproved Fees from Parents Association Support Programme
7.	Under Funding of Capitation Grants
8.	Irregular Transfer of Fund to KESSHA
9.	Excess Supply of Books
10.	Late Submission of Financial Statements
11.	Inactive BOM Audit Committee
12.	Failure to Remit Annual Reports on Governance
13.	Lack of Updated Asset Register

3. Unsecured School Land

Physical inspection and review of the property management arrangements at the School revealed that portions of the School land have not been adequately secured, as some sections of the School perimeter are not fenced. The absence of a complete perimeter fence exposes the School property to unauthorized access, encroachment, vandalism, theft of School assets and potential safety risks to students, staff, and visitors. It also increases the risk of boundary disputes and the possible loss or illegal occupation of the School land due to inadequate safeguarding of public property.

Other Information

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

In connection with my audit on the Lenana School 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 no material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of financial performance reflects boarding and School fund payments totalling Kshs.161,959,582 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.657,500 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in

Government Funding system and there is no assurance that it has implemented effective, efficient and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.657,500 could not be confirmed.

2. Under Funding of Capitation Grants

The statement of financial performance reflects capitation grants for tuition and operations amounts of Kshs.4,331,072 and Kshs.19,690,098, respectively as disclosed in Note 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of one thousand, four hundred and thirty-two (1,432) students while the enrolment records provided by the School indicated a total number of one thousand, four hundred forty-three (1,443) students, resulting in an unexplained variance of eleven (11) students. As a result of the variances, the School was under funded by an amount of Kshs.244,684.

In the circumstances, the under-funding of the School may have affected service delivery to the public.

3. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 19 November, 2025 instead of the statutory deadline of 31 August, 2025 for 2024/2025 financial year. This was contrary to The National Treasury Circular No. AG.3/88/Vol.VII(41) of 4 December, 2024 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

4. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects boarding and School fund amount of Ksh.161,959,582 as disclosed in Note 9 to the financial statements which includes an amount of Kshs.52,354,476 in respect of procurement contracts signed with the School's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority. In the circumstances, Management was in breach of the law.

5. Delayed Projects

During the year under review, the School had two (2) projects; Golf Greens and CBC Classes contracted at a total contract sum of Kshs.33,351,810. However, the completion periods of the contracts had delayed by between fifteen (15) months and thirty-two (32) months respectively. Out of the contracted amount, a total of Ksh.25,908,010 had been paid as at 30 June, 2025.

In the circumstances, value for money on Kshs.25,908,010 incurred on the delayed projects could not be confirmed.

6. Non-Representation of Persons Living with Disability

Note 9 of the financial statements reflects expenditure totalling Kshs.161,959,582 in respect of boarding and School fund. Included in this amount is Kshs.67,400,946 relating to other expenses which further include Kshs.27,463,711 for payment of salaries. Review of the School staff establishment revealed that the School has a total of one hundred and fifty-six (156) staff composed of ninety-two (92) and fifty-six (56) staff drawn from teaching and non-teaching staff. However, it was noted the School had not made any of reservation of employment for persons living with disability contravening Person with Disability Act.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards requires 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 are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Internal Audit Function

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

In the circumstances, the existence of an effective oversight mechanisms could not be confirmed.

2. Lack of Updated Fixed Assets Register

Annex 2 to the financial statements reflects summary of fixed assets balance of Kshs.38,729,882,788. Further, Note 17 to the financial statements reflects biological

assets balance of Kshs.4,429,000. However, a detailed analysis indicating assets description, reference or identification numbers, date acquired, purchase cost, location, nature and use including current status was not provided for audit. Further, up to date valuation reports for the assets were not provided for audit.

In the circumstances, the existence of an effective mechanism to safeguard assets could not be confirmed.

3. Long Outstanding Student Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.221,949,992 which include an amount of Kshs.220,891,576 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.200,116,480 or 90% which had been outstanding for more than one (1) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance. Further, significant accounting policies on accounts receivables as disclosed in Note 5 is silent on the treatment of student's fee balances which is a major source of income for the School.

In the circumstances, existence of effective mechanisms for debt management 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 (Accrual Basis) 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 overall 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

08 May, 2026

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

Description Of Vote Head	Note	2025	2024
Revenue		Kshs	Kshs
Government grants for tuition	1	4,331,072	4,483,373
Government grants for operations	2	19,690,098	31,580,977
Government Grants for infrastructure	3	19,117,677	36,300,000
School fund income- parents' contributions	4	143,102,469	151,656,003
Miscellaneous incomes	5	34,458,888	34,762,460
Total Revenue		220,700,204	258,782,813
Expenditure			
Tuition	6	6,593,572	3,776,155
Operations	7	27,755,053	16,758,947
Infrastructure	8	14,990,444	53,249,917
Boarding and school fund	9	161,959,582	172,323,565
Total Expenditure		211,298,651	246,108,584
Surplus/Deficit		9,401,553	12,674,229

The school financial statements were approved on 7/4/2026 and signed by:

Name: **SINAS KINOTI**

Chairman BOM

Date: **7/4/2026**

Name: **WILLIAM KIEMEL**
School Principal/ Secretary to
BOM

Date: **7/4/2026**

Name: **JEREMIAH KINGHA**

Bursar/ Finance Officer

Date: **7/4/2026**

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

Description	Note	2025	2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	74,507,676.00	83,894,987.00
Cash balances	11	186,654.00	105,096.00
Short term investments	12	-	-
Total cash and cash equivalent		74,694,330.00	84,000,083.00
Account's receivables	13	221,949,992.00	183,995,320.00
Total financial assets (a)		296,644,322.00	267,995,403.00
Financial liabilities			
Accounts payables	14	95,259,221.00	76,011,855.00
Total Financial Labilities (b)		95,259,221.00	76,011,855.00
Net financial assets (a-b)		201,385,101.00	191,983,548.00
Represented by			
Accumulated fund b/fwd	15	191,983,548.00	179,309,319.00
Surplus/deficit for the year		9,401,553.00	12,674,229.00
Net Assets		201,385,101.00	191,983,548.00

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

Name: **SYLWAS KINOTI**

Chair BOM

Date: **7/4/2026**

Name: **WILLIAM KEMEI**
School Principal/ Secretary to
BOM

Date: **7/4/2026**

Name: **JEREMIAH KINCHA**

Bursar/ Finance Officer

Date: **7/4/2026**

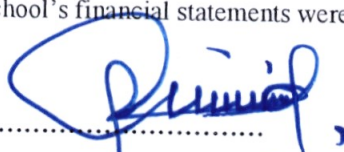
8. Statement of Cash Flows for the Year Ended 30th June 2025

Description	Note	2025	2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		4,331,072.00	4,483,373.00
Government grants for operations		19,690,098.00	31,580,977.00
Government grants for infrastructure		19,171,677.00	36,300,000.00
School fund income- parents contributions/ fees		112,134,246.00	151,656,003.00
Other income		32,608,159.00	36,199,492.00
Total receipts		187,881,252.00	260,219,845.00
Payments			
Cash outflows for tuition		2,397,056.00	3,776,155.00
Cash outflows for operations		21,993,696.00	70,008,864.00
Government grants for infrastructure		14,836,244.00	56,249,917.00
Cash outflows Boarding/lunch and school fund payments		156,564,009.00	172,323,565.00
Total payments		195,791,005.00	246,108,584.00
Net cash inflow/outflow from operating activities		(7,909,753.00)	12,674,229.00
Cash flow from investing activities			
Acquisition of assets		(1,396,000.00)	
Proceeds from sale of Assets		-	
Net cash inflow/outflows from investing activities		(9,305,753.00)	(26,785,490.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	
Net cash inflow/outflow from financing activities			
Net increase/decrease in cash and cash equivalents		(9,305,753.00)	(14,111,261.00)
Cash and cash equivalent at beginning of the FY		84,000,083.00	98,111,344.00
Cash and cash equivalent at end of the FY		74,694,330.00	84,000,083.00

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 _____ 2025 and signed by:

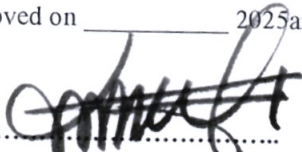


Name: **SILAS KIMOTI**

Chair BOM

Date:

7/4/2026



Name: **WILLIAM KEMEI**

School Principal/ Secretary to BOM

Date:

7/4/2026



Name: **JEREMIAH KINYUA**

Bursar/ Finance Officer

Date:

7/4/2026

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	A	B	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	-	-	-	-	0
Exercise Books	-	-	-	-	0
Laboratory Equipment	-	-	-	-	0
Internal Exams	-	-	-	-	0
Teaching / Learning Materials	7,179,480.00	-	7,179,480.00	4,331,072.00	60.2
Exams And Assessment	-	-	-	-	0
(2) Capitation Grant on Operations					
Other(LTT,EWC,PE,ADMIN)	16,285,500.00	-	16,285,500.00	11,401,888	70
Repairs And Maintenance	8,662,500.00	-	8,662,500.00	5,303,000	61.2
Infrastructure	-	-	-	88,000	0
Electricity And Water	-	-	-	-	0
Medical	3,465,000.00	-	3,465,000.00	1,583,530	45.7
Administration Costs	-	-	-	88,000	0
Activity	2,598,750.00	-	2,598,750.00	1,048,730	40.4
Gratuity	-	-	-	264,950	0
Total	31,011,750.00		31,011,750.00	19,690,098	

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	11,771,877.00	-	11,771,877.00	11,617,677.00	0
M&I parents' contribution	7,500,000.00	-	7,500,000.00	7,500,000.00	0
Economic Stimulus Programs	-	-	-	-	0
Transition Infrastructure Grants	-	-	-	-	0
Administration Block	-	-	-	-	0
	19,271,877.00		19,271,877.00	19,117,677.00	
(4) Fees Charged on Parents					
Other(LTT,EWC,PE,ADMIN)	75,374,457.00	-	75,374,457.00	62,604,214.20	98
Maintenance & Improvement (MI)	3,465,000.00	-	3,465,000.00	2,587,271.00	88
Local Transport / Travelling	-	-	-	-	-
Electricity And Water	-	-	-	-	-
Medical	-	-	-	-	-
Administration Costs	-	-	-	-	-
Activity	4,166,663.00	-	4,166,663.00	1,067,706.00	83
SMASSE	-	-	-	-	-
Fee On Boarding Equipment and Stores	58,536,688.00	-	58,536,688.00	45,875,055.00	87
Total	141,542,808.00		141,542,808.00	112,134,246	
5) Miscellaneous Income					
P.T.A DEV+DIGITAL SCREENS	12,127,500.00	3,632,500.00	15,760,000.00	9,134,711.00	91.9
Rent income	3,184,909.00	-	3,184,909.00	2,301,598.00	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	A	B	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Farming Activities	2,742,162.00	-	2,742,162.00	2,742,162.00	0
Insurance Compensation	-	-	-	-	0
Income From Posho Mill	-	-	-	-	0
hire of facility-knec	23,089,315.00	-	23,089,315.00	16,025,791	0
Fee For Hire of Ground and Equipment	2,402,897.00	-	2,402,897.00	2,403,897	0
Interest Income	-	-	-	-	0
Income From Any Other Investment	-	-	-	-	
	43,546,783.00		47,179,283.00	32,608,159	
Total Income	242,552,698.00	3,632,500.00	246,185,198.00	187,881,252	
(6) Expenditure For Tuition					
Textbooks	-	-	-	-	0
Reference Materials	-	-	-	-	0
Exercise Books	-	-	-	-	0
Laboratory Equipment	-	-	-	-	0
Internal Exams	-	-	-	-	0
Teaching / Learning Materials	7,179,480.00	-	7,179,480.00	2,397,056.00	33.4
Chalks	-	-	-	-	0
Exams And Assessment	-	-	-	-	0
Teachers Guides	-	-	-	-	0
Administration Costs	-	-	-	-	0
Bank Charges	-	-	-	-	0
(7) Expenditure For Operations					
Other(LTT,EWC,PE,ADMIN)	16,285,500.00	-	16,285,500.00	12,705,556.00	111.8

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
Repairs, Maintenance & Improvements	8,662,500.00	-	8,662,500.00	1,407,000.00	16.2
Infrastructure	-	-	-	7,708,800.00	0
Electricity, Water and Conservancy	-	-	-	-	0
Medical	3,465,000.00	-	3,465,000.00	118,840.00	3.8
Administration Costs	-	-	-	-	0
Activity	2,598,750.00		2,598,750.00	53,500.00	
	31,011,750.00		31,011,750.00	21,993,696.00	
(8) Expenditure For infrastructure					
Maintenance & Improvement MoE	11,771,877.00	-	11,771,877.00	14,836,244.00	0
M&I parents' contribution	7,500,000.00	-	7,500,000.00	-	0
Construction of DORMS	-	-	-	-	0
Purchase of furniture	-	-	-	-	0
Purchase of equipment	-	-	-	-	0
Purchase of equipment	-	-	-	-	0
	19,271,877.00		19,271,877.00	14,836,244.00	
Other(LTT,EWC,PE,ADMIN)	75,374,457.00	-	75,374,457.00	62,269,743.00	94.7
Repairs, Maintenance and Improvements	3,465,000.00	-	3,465,000.00	3,000,000.00	86.6
Local Transport / Travelling	-	-	-	-	0
Electricity, Water and Conservancy	-	-	-	-	0
Medical Expenses	-	-	-	-	0
Administration Costs	-	-	-	-	0
Activity	4,166,663.00	-	4,166,663.00	1,817,428.00	47.9
Gratuity	-	-	-	-	0

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
Lunch Programme	-	-	-	-	0
Boarding Equipment and Stores	58,536,688.00	-	58,536,688.00	45,435,970.00	96.1
Expenditure For Income Generating Activity	-	-	-	-	0
Insurance Costs	-	-	-	18,000.00	0
P.T.A DEV+DIGITAL SCREENS	12,127,500.00	3,632,500.00	15,760,000.00	4,500,000.00	28.6
Rent Expenses	3,184,909.00	-	3,184,909.00	3,217,320.00	0
Income From Farming Activities	2,742,162.00	-	2,742,162.00	2,711,851.00	0
Hire of facility-knec	23,089,315.00	-	23,089,315.00	16,025,791.00	0
Fee For Hire of Ground and Equipment	2,402,897.00	-	2,402,897.00	352,400.00	0
Acquisition Of Assets	-	-	-	-	0
Sub-Totals	185,089,591.00	3,632,500.00	188,722,091.00	139,348,503.00	0
Grand totals	242,552,698.00	3,632,500.00	246,185,198.00	178,575,499.00	

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

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-year financial statements are phased 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 Lenana 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 Lenana 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 Lenana school's budget was approved by the School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

9. Comparative figures

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

10. Subsequent events

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2025	2024
	Kshs	Kshs
Reference Materials	0	0
Exercise Books	0	0
Laboratory Equipment	0	0
Internal Exams	0	0
Teaching / Learning Materials	4,325,041	4,483,373
Others (MAIN)*	6,031	0
Total	4,331,072	4,483,373

*Include others as per MOE circulars

2 Government Grants for Operations

Description	2025	2024
	Kshs	Kshs
Personnel Emoluments	0	0
Repairs And Maintenance	5,303,000	6,941,800
Local Transport / Travelling	0	0
MAIN ACCOUNT	264,950	0
Medical	1,583,530	1,447,350
INFRASTRUCTURE ACCOUNT	88,000	10,000,000
Activity	1,048,730	1,420,381
Other(LTT,EWC,PE,ADMIN)	11,401,888	11,771,446
Total	19,690,098	31,580,977

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	2025	2024
	Kshs	Kshs
Maintenance & Improvement	11,617,677.00	6,300,000.00

Description	2025	2024
	Kshs	Kshs
MAIN ACCOUNT	7,500,000.00	-
Administration Block	-	-
Economic stimulus grants	-	-
Other - Primary	-	30,000,000.00
Total	19,117,677.00	36,300,000.00

4 School Fund Income - Parents Contribution/Fees

Description	2025	2024
	Kshs	Kshs
Personnel emoluments	0	0
Repairs and maintenance	3,063,920	3,735,667
Local transport / travelling	0	0
Electricity and water	0	0
Medical	0	0
Administration costs	0	641,534
Activity	3,447,000	1,409,319
Fee on Boarding Equipment and stores	51,195,692	74,385,324
P.T.A DEV	11,691,373	10,692,649
Other(LTT,EWC,PE,ADMIN)	73,704,484	60,791,510
Total	143,102,469	151,656,003

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

5 Miscellaneous Incomes

Description	2025	2024
	Kshs	Kshs
Rent Income	3,184,909	1,822,263

Income From Farming Activities	2,742,162	3,061,940
Insurance Compensation	0	
DIGITAL SCREEN	2,799,057	0
hire of facility-knec	23,089,315	21,368,657
matresses/cuttleries/id	112,948	764,900
Fee For Hire of Ground and Equipment	2,402,897	7,744,700
Interest Income	0	
Dividends Income	0	
Loans/Borrowings*	0	0
UNIFORM	127,600	0
Total	34,458,888	34,762,460

6. Tuition

Description	2025	2024
	Kshs	Kshs
Exercise Books	0	0
Textbooks	0	65,750
Reference materials	0	0
Laboratory Equipment	0	0
Teaching / Learning Materials	6,592,632	3,710,405
Exams And Assessment	0	0
Teachers Guides	0	0
Bank Charges	940	0
Others (<i>specify</i>)	0	0
Total	6,593,572	3,776,155

7. Operations

Description	2025	2024
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Administration Cost	-	-
Maintenance & Improvements	1,407,000.00	-

Local Transport / Travelling	-	-
Infrastructure account	7,708,800.00	-
Medical	130,752.00	180,150.00
Activity Expenses	301,755.00	
Insurance Cost	-	72,000.00
Others, LTT, EW+C, PEM+ADM	18,206,746.00	16,506,797.00
Others (specify)	-	-
Total	27,755,053.00	16,758,947.00

8. Infrastructure

Description	2025	2024
	Kshs	Kshs
Construction of classrooms(cbc)	-	1,715,305.00
Construction of laboratory	-	6,373,080.00
Construction of primary	8,262,893.00	29,519,986.00
Construction of golf	6,639,551.00	15,641,546.00
Purchase of equipment	88,000.00	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	14,990,444.00	53,249,917.00

9. Boarding And School Fund

Description	2025	2024
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Maintenance & Improvements	3,000,000.00	1,330,031.00
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical Expenses	-	-
Administration Costs	-	216,000.00
Activity	1,995,228.00	2,178,418.00
Bank Charges	36,740.00	-
Expenses On Income Generating (knec)	22,128,710.00	24,860,283.00
Fee On Boarding Equipment and Stores (BES)	56,272,901.00	56,702,872.00
Rent Expenses	3,217,320.00	802,554.00
Insurance Cost	18,000.00	1,024,554.00
payment from farming activities	3,037,337.00	136,335.00
hire of facility	352,400.00	4,951,204.00
matresses/cuttleries/id	-	1,969,850.00
PA expenses	4,500,000.00	-
Others,LT+T,,EW+C,PEM+ADM	67,400,946.00	78,151,464.00
Total	161,959,582.00	172,323,565.00

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2025	2024
	Active/Dormant		Kshs	Kshs
Tuition Account			1,332,118.00	2,068,874.00
Operations Account			5,028.00	7,024,066.00
School Fund Account/Boarding			10,644,509.00	11,351,380.00
Savings Account			5,620,317.00	7,510,605.00
Parent Association Development Account(knec)			377,263.00	3,994,479.00
Income Generating Activities Account(Farm)			187,745.00	148,582.00
Infrastructural Account			56,090,696.00	51,797,001.00
Bank guarantee 012460987345			250,000.00	
Total			74,507,676.00	83,894,987.00

11. Cash In Hand

Description	2025	2024
	Kshs	Kshs
Notes and Coins	186,654.00	105,096.00
Total	186,654.00	105,096.00

12. Short Term Investments

Description	2025	2024
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

13. Accounts Receivable

Description	2025	2024
	Kshs	Kshs
Fees Arrears	220,891,576.00	183,360,973.00
Other Non-Fees Receivables	0	0
Salary Advances (list/schedule attached)	0	0
Imprest (list/schedule attached)	175,105.00	22,175.00
Rent arrears (list/schedule attached)	883,311.00	612,172.00
Total	221,949,992.00	183,995,320.00

13 b) Ageing Analysis of Accounts Receivable

Description	2025		2024	
	Kshs		Kshs	
	Current 2025	% of the total	Comparative 2024	% of the total
Less than 1 year	21,833,511.80	11	22,385,408	12
Between 1- 2 years	43,326,185.20	11	28,429,188	16
Between 2-3 years	27,236,581.00	9	132,546,377	36
Over 3 years	129,553,714.00	69		
Total (should tie to note 13 a)	221,949,992.00	100	183,360,973	100

14Accounts Payable

Description	2025	2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	83,403,373	61,006,611
Prepaid Fees	11,855,848	15,005,244
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Caution money	0	0
Other payables (<i>specify</i>)	0	0
Total	95,259,221	76,011,855

14a. Ageing Analysis of Accounts Payable

Description	2025		2024	
	Kshs		Kshs	
	Current 2025	% of the total	Comparative 2024	% of the total
Less than 1 year	44,150,473	53	34,691,908	57
Between 1- 2 years	22,465,232	27	17,773,324	29
Between 2-3 years	13,785,329	17	6,785,329	11
Over 3 years	3,002,339	3	1,756,050	3
Total (should tie to note 14)	83,403,373	100	61,006,611	100

15 Fund Balance Brought Forward

Description	2025	2024
	Kshs	Kshs
Bank Balances	83,894,987.00	83,894,987.00
Cash Balances	105,096.00	105,096.00
Short Term Investments	-	-
Receivables	183,995,320.00	183,995,320.00
Payables	(76,011,855.00)	(98,810,477.00)
Total	191,983,548.00	169,184,926.00

Other important disclosure notes

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

16. Non-current Liabilities Summary

Description	2025	2024
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	1,725,691	3,623,926
Others (specify)	0	0
Total	1,725,691	3,623,926

17 Biological assets

Description	Numbers	2025	2024
		Kshs	Kshs
Cattle		2,660,000	2,326,000
Goats		130,000	195,000
Trees		1,300,000	1,200,000
Coffee Or Tea Plantation		0	0
Poultry		0	0
Others (pigs)		339,000	240,000
Total		4,429,000	3,961,000

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	0	0
Borrowings during the year	0	0
Repayments during the year	0	0
Balance at the end of the year	0	0

Other important disclosure notes

19 Stock/ Inventory

Description	2025	2024
	Kshs	Kshs
Food stuffs	1,676,119	1,741,410
Lab consumables	1,047,631	1,254,492
Farm produce	-	45,125
Medication	3,586	10,205
Construction Materials	54,440	154,760
Others (specify)	1,408,292	1,819,878
	4,190,067	5,025,870

20. Progress On Follow Up of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

Sign and Date
Principal

LENANA 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 Current 2025	Outstanding Balance Comparative 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. LENANA GOLF	27,260,600	7.3.2022	22,968,800.	4,291,800	13,291,400	
2. CBC CLASSES	6,091,210	5.11.2022	2,939,210	3,152,000	3,152,000	
3. LENANA SCHOOL PRIMARY (ADDITIONAL WORKS)	10,000,000	12.8.2024	8,070,993	1,929,007	0	
Sub-Total	43,351,810		33,979,003	9,372,807.00	16,443,400	
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						

LENANA SCHOOL

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

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2025	Outstanding Balance Comparative 2024	Comments
7.						
8.						
Sub-Total						
Grand Total						

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	37,832,000,000.00	-	-	37,832,000,000.00
Land 2	9,800,000.00	-	-	9,800,000.00
Buildings And Structures	829,218,788.00		-	829,218,788.00
Motor Vehicles	20,746,000.00	-	-	20,746,000.00
Office Equipment, Furniture and Fittings	15,600,000.00	456,000.00		16,056,000.00
Textbooks	15,500,000.00	350,000.00		15,850,000.00
ICT Equipment	2,700,000.00	150,000.00		2,850,000.00
Tools And Apparatus	1,700,000.00	320,000.00		2,020,000.00
Other Machinery and Equipment	1,000,000.00	120,000.00		1,120,000.00
Heritage And Cultural Assets	-			
Intangible Assets- Soft Ware	240,000.00	-		240,000.00
Total	38,728,504,788.00	1,396,000.00	-	38,729,900,788.00