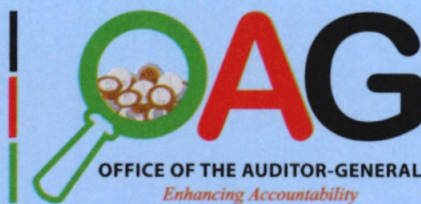


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 16 JUN 2026

DAY.

Tuesday

TABLED
BY:

Hon Naomi Walego CBS, MP

(Deputy Majority Party Whip)

OF

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THE-TABLE:

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PARLIAMENT
OF KENYA
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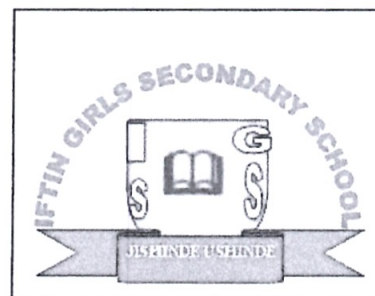
THE AUDITOR-GENERAL

ON

IFTIN GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2023

GARISSA COUNTY



IFTIN GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

IFTIN GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

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1. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary School

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 GARISSA County, TOWNSHIP Sub-County.

The school was registered in 31/3/2006 under registration number GP/A/3691/2006 and is currently categorized as a *Sub County* public school established, owned or operated by the Government.

The school is a day/boarding school and had 603 number of students as at 30th June 2023. It has 4 streams and 27 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	HUSSEIN DAHIR ABDI	Chairman	01/10/2022
2	ZEINAB KOSAR	Secretary - Principal	01/10/2022
3	HABON ADEN	Member	01/10/2022
4	AHMED HASSAN	Member	01/10/2022
5	MOHAMED BUUL	Member	01/10/2022
6	MOHAMED ABDI MATAN	Member	01/10/2022
7	OMAR TAWANE	Member	01/10/2022
8	ABDIRAHMAN SHEIKH	Member – Rep CEB	01/10/2022
9	AMINA KASSIM	Member Rep Teachers	01/10/2022
10		3 Members - Sponsor	
11	IDRIS IBRAHIM MAALIM	Member - Community	01/10/2022
12	FARHIYA OSMAN	Member Special Needs	01/10/2022
13	SUMEYA KAMIL	Rep Students	01/10/2022

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

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	Hussein Dahir Habon Aden Zeinab Kosar Mohamed buul Idris Ibrahim	Chairman V/ Chairperson Secretary Member member	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
2	Audit Committee	Omar Tawane Mohamed Abdi Mohamed Buul Habon Aden	Member Member Member d/chairperson	1 out of 1 1 out of 1 1 out of 1 1 out of 1
3	Finance,procurement and general purposes Committee	Mohamed Buul Mohamed Abdi Farhiya Osman	Member Member member	1out of 1 1 out of 1 1 out of 1
4	Academic Committee	Ahmed Hassan Amina Kassim Omar Tawane Abdirahman Sheikh Ajabo Abdullahi	Member Member Member Member Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
5	Development Committee	-	-	-
6	Discipline and welfare Committee	Omar Tawane Mohamed Buul Habon Aden	Member Member Member	3 out of 3 3 out of 3 3 out of 3
7	Adhoc Committee (if any during the year)			

(d) School operation Management

For the financial year ended 30th June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	ZEINAB KOSAR	467842
2	Deputy Principal	AMINA KASSIM	497908
3	School Bursar	FOZIA HASSAN	26094215
4	Other (specify)		

(e) Schools contacts

Post Office Box: 852-70100 GARISSA

Telephone: 0113924138

E-mail:

Website:

Facebook:

Twitter:

(f) School Bankers

Provide details of the school bankers.

1. Name of Bank: : Kenya Commercial Bank
Branch: : Garissa
Account Number: : 1206123354
2. Name of Bank : Kenya Commercial Bank
Branch : Garissa
Account Number : 1206123054
3. Name of Bank : Kenya Commercial Bank
Branch : Garissa
Account Number : 1233586106
4. Name of Bank : Kenya Commercial Bank
Branch : Garissa
Account Number : 1183710070
5. MPESA PayBill No. 522123 attached to 36335k bank account

3. Summary Report of Performance of The School

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

a) Financial performance:

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

	<i>2020-2021</i>	<i>2022-2023</i>	<i>2021-2022</i>
<i>SURPLUS/DEFICIT</i>	3,328,404	928,263	1,204,332

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

<i>ACCOUNT</i>	<i>AMOUNT</i>	<i>YEAR</i>
<i>TUITION</i>	1,739,495	2022
	737,433.75	2021
	1,687,435	2023
<i>OPERATION</i>	7,594,741.40	2022
	4,891,125.95	2021
	8,403,244	2023

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

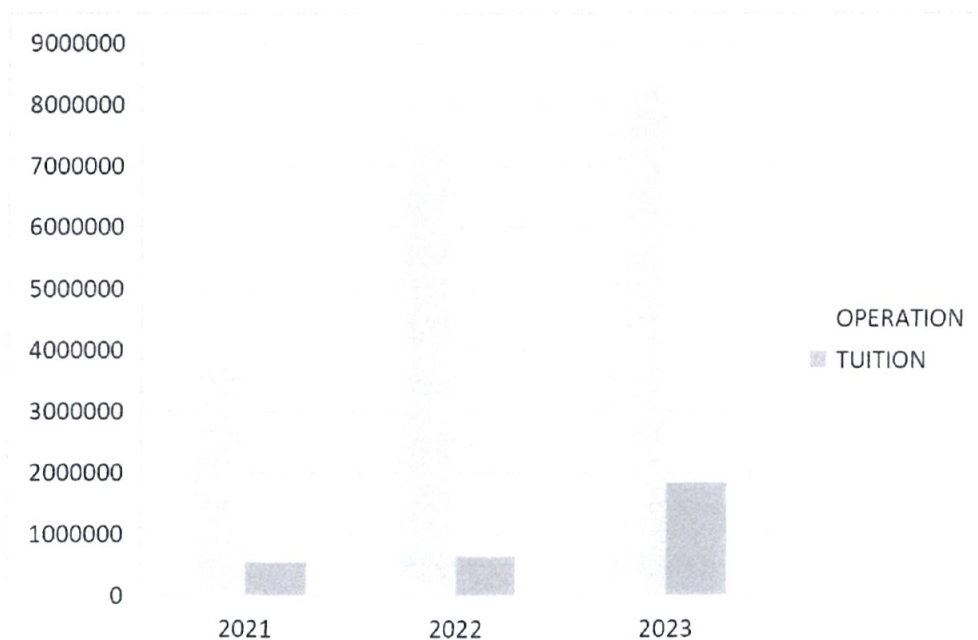


Three-year overview of growth of other income earned by the school

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

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

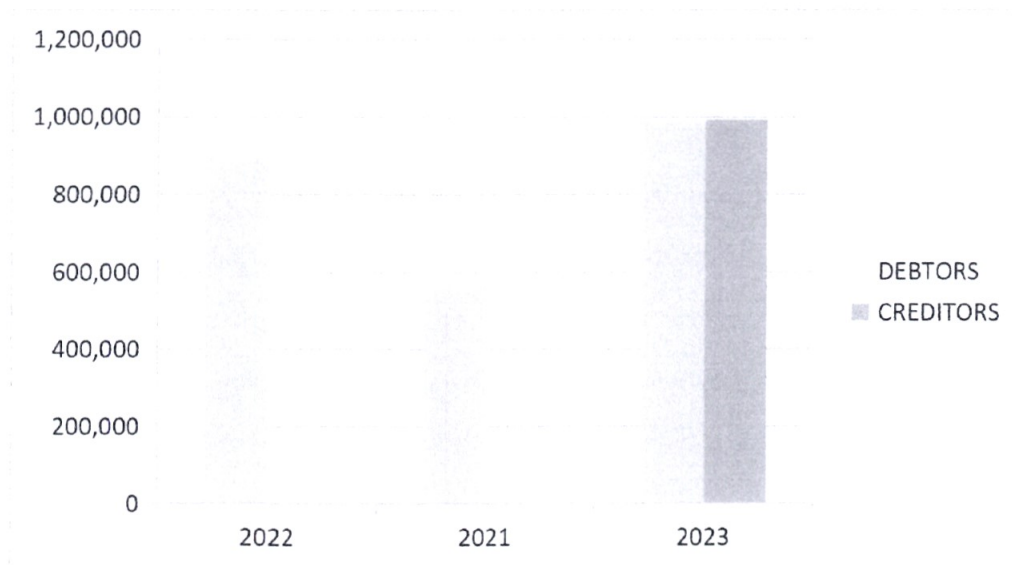
<i>ACCOUNT</i>	<i>AMOUNT</i>	<i>YEAR</i>
<i>TUITION</i>	641,074	2022
	540,181	2021
	1,845,485	2023
<i>OPERATION</i>	7,513,875	2022
	3,972,302	2021
	8,403,244	2023



three-year overview of growth in expenditure of the school

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

YEAR	DEBTOR	CREDITORS
2022	899,000	-
2021	567,000	-
2023	987,300	993,685



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

b) Teacher Student ratio:

Student to teacher ratio **1:45**

	POSTED	RECRUITED	TRANSFER
2022		1	0
2021	1	9	2
2023		3	2

c) Mean score in the 2023KCSE:

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.

d) Number of Candidates in the 2023 KCSE:

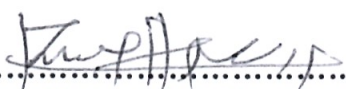
	<i>NO.OF STUDENT</i>	<i>MEANS CORE</i>
<i>2022</i>	<i>73</i>	<i>D</i>
<i>2023</i>	<i>43</i>	<i>C-</i>
<i>2021</i>	<i>59</i>	<i>D</i>

e) Capacity of the school:

<i>1</i>	<i>DINING HALL</i>	<i>1</i>
<i>2</i>	<i>LABORATORIES</i>	<i>2</i>
<i>3</i>	<i>TOILETS</i>	<i>48</i>

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****f) Development projects carried out by the school:**

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
RENOVATION OF 16 CLASSES,KICHEN AND STAFFROOM	MOE(MI)	COMPLETE	1973960	1973960	19/4/2023

.....

School Principal

PRINCIPAL
IFTIN GIRLS SECONDARY SCHOOL
P.O. BOX 852-70109,
CARINGA

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

The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2023, and of the school's financial position as at that date.


.....
Name: HUSEIN DAHIR
Designation: Chairman, School Board of Management
Date: 26/3/2026


.....
Name: IFTIN GIRLS SECONDARY SCHOOL
Designation: School Principal & Secretary to Board of Management
Date: 26/03/2026


.....
Name: Fozia Hassan
Designation: Bursar/ Finance Officer
Date: 26/3/2026

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 IFTIN GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 – GARISSA 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 the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on the 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 financial statements of Iftin Girls Secondary School set out on pages 1 to 18, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Iftin Girls Secondary School at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Statement of Budgeted Versus Actual Amounts

The statement of cash flows reflects total actual receipts and payments of Kshs.17,835,113 and Kshs.16,530,345 respectively. However, the statement of budgeted versus actual amounts reflects total actual receipts and payments of Kshs.20,046,677 and Kshs.19,118,414 respectively, resulting in variances of Kshs.2,211,564 and Kshs.2,588,069 in receipts and payments respectively.

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

2. Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.5,702,625 as disclosed in Note 11 to the financial statements. However, movement schedule reconciling the opening balance to the closing balance was not provided for audit review. In addition, review of records revealed that receivables totalling Kshs.3,490,725 have been outstanding for more than one (1) year, including amounts due from former students.

In the circumstances, the accuracy, completeness and recoverability of receivables balance of Kshs.5,702,625 could not be confirmed.

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

Key Audit Matters

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

described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

The financial statements for the year ended 30 June, 2023 were submitted for audit on 7 September, 2024 instead of the statutory deadline of 30 September, 2023. This was contrary to Section 68(2) of the Public Finance Management Act, 2012 which requires financial statements to be submitted to the Auditor-General within three months after the end of each financial year.

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

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

The statement of receipts and payments reflects operations payments of Kshs.8,782,244 as disclosed in Note 6 to the financial statements. Included in the expenditure is an amount of Kshs.212,470 transferred to the Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that

draws its membership from schools 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.212,470 could not be confirmed.

3. Capitation Underfunding from Ministry of Education

The statement of financial performance reflects capitation grants for tuition and operations amount of Kshs.1,837,435 and Kshs.7,979,036 respectively as disclosed in Notes 1 and 2 to the financial statements. During the financial year under review, the approved capitation rate per student was Kshs.22,244 which, based on recorded student enrollment, should have translated to total capitation funding of Kshs.13,635,572. However, the School received a total of Kshs.9,816,471 while Kshs.700,966 was retained by the Ministry for Strengthening of Mathematics and Sciences in Secondary Schools (SMASSE) and other co-curricular activities resulting in an under-funding of Kshs.3,118,136.

In the circumstances, the School was underfunded contrary to the Government Policy on Free Day Secondary Education which may have impacted negatively on the planned learning outcomes.

4. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required under Section 47(2) of the Public Procurement and Asset Disposal Act, 2015 and Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020. Procurement activities were undertaken by individuals lacking the requisite qualifications.

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

5. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects operations grants of Kshs.7,979,036 as disclosed in Note 2 to the financial statements. Included in the amount is Kshs.2,490,000 in respect of infrastructure grants which were supposed to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, the amount of Kshs.1,839,000 was transferred more than 15 days after receipt, contrary to The Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021, which requires infrastructure grants as well as maintenance and improvement funds be transferred to the school infrastructure account within fifteen days upon receipt of the funds in the operations account.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and

information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the 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 Unit and Audit Committee

During the year under review, the School did not have Audit Committee and an Internal Audit Unit. This was contrary to Section 73(1)(a) of the Public Finance Management Act, 2012, 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. Further, Regulation 174(1) of the Public Finance Management (National Government) Regulations, 2015, requires each National Government entity to establish an audit committee.

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

2. Weaknesses in Management of Assets

Annex 2 of the financial statements reflects summary of fixed assets register with undisclosed balances which includes land. However, land ownership documents were not provided for audit. In addition, the fixed assets register maintained was not updated and did not include the assets and the values. Further, assets were not tagged for easier identification.

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

3. Weaknesses in Management of Textbooks

The audit established that the School did not have an approved policy, processes, or procedures for the management of textbooks. The School relies on a manual textbook inventory system, which is poorly maintained and incomplete. As a result, it was not possible to accurately determine the number of textbooks held and their current status. In addition, the textbook store was inadequately maintained due to insufficient shelving facilities.

In the circumstances, the existence of effective measures in the management of textbooks 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 the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash 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 also 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

11 May, 2026

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****6. Statement Of Receipts and Payments For the Year Ended 30th June 2023**

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,837,435.00	1,739,495.00
Government grants for operations	2	7,979,036.00	7,594,741.00
Government Grants for infrastructure	3	2,490,000.00	0.00
School fund income- parents' contributions	4	7,740,206.00	6,227,890.00
Total Receipts		20,046,677.00	15,562,126.00
Payments			
Tuition	5	2,195,485.00	1,764,083.00
Operations	6	8,782,244.00	8,304,955.00
Infrastructure	7	1,899,669.00	4,288,756.00
Boarding and school fund	8	6,241,016.00	-
Total Payments		19,118,414.00	14,357,794.00
Surplus/Deficit		928,263.00	1,204,332.00

The school financial statements were approved on _____ 2023 and signed by:

Name: HUSSEIN DATAR

Chair BOM

Date: 26/3/26

Name: GABISSA
School Principal/ Secretary to
BOM

Date: 26/3/26

Name: Aden Hession

Bursar/ Finance Officer

Date: 26/3/26

IFTIN GIRLS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

7. Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	9	2,539,029.00	3,128,610.00
Cash balances	10	-	5,320.00
Total cash and cash equivalent		2,539,000.00	3,133,930.00
Account's receivables	11	5,702,625.00	3,491,061.00
Total financial assets		8,241,654.00	6,624,991.00
Financial liabilities			
Accounts payables	12	688,400.00	-
Net financial assets		7,553,254.00	6,624,991.00
Represented by			
Accumulated fund b/fwd	13	6,624,991.00	5,420,569.00
Surplus/deficit for the year		928,263.00	1,204,332.00
Net financial position		7,553,254.00	6,624,991.00

The school financial statements were approved on 26/3 2022 and signed by:

Sign: 

Name HUSSEIN DAHIR

Chair BOM

Officer

Date 26/3/2026

Sign: 

Name Zainab Hassan
School Principal/
Secretary to BOM

26/03/26
Date

Sign: 

Name Fadia Hassan
Bursar/
Finance

26/3/26
Date

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****8. Statement of Cash Flows for the Year Ended 30th June 2023**

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition	1	1,837,435.00	1,739,495.00
Government grants for operations	2	7,979,036.00	7,594,741.00
Government grants for infrastructure	3	2,490,000.00	0.00
School fund income- parents contributions/ fees	4	5,528,642.00	5,344,129.00
Total receipts		17,835,113.00	14,678,365.00
Payments			
Cash outflows for tuition	5	1,845,485.00	1,764,083.00
Cash outflows for operations	6	8,443,844.00	5,186,055.00
Cash outflows Boarding/lunch and school fund payments	7	6,241,016.00	4,288,756.00
Total payments		16,530,345.00	11,238,894.00
Net cash inflow/outflow from operating activities		1,304,768.00	3,439,471.00
Cash flow from investing activities			
Proceed from sale of assets		-	-
Repair of classrooms		(1,899,669.00)	(3,118,900.00)
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(1,899,669.00)	(3,118,900.00)
Cash flow from Financing activities			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(594,901.00)	320,571.00
Cash and cash equivalent at beginning of the FY		3,133,930.00	2,813,359.00
Cash and cash equivalent at end of the FY		2,539,029.00	3,133,930.00

The school's financial statements were approved on _____ 2023 and signed by:

IFTIN GIRLS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

.....
Name: HUSSEIN DATA

Chair BOM

Date: 26/3/2026

.....
Name: Z. S. SECONDARY SCHOOL
School Principal/Secretary to
BOM

Date: 26/03/26

.....
Name: Faris Hassan

Bursar/ Finance Officer

Date: 26/3/26

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

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>					
Teaching / Learning Materials	1,875,000	0	1,875,000	1,837,435	98%
<i>(2) Capitation Grant on Operations</i>					
Repairs And Maintenance	1,308,000	0	1,308,000	2,493,000	191%
Other Vote Heads	7,657,394	0	7,657,394	5,486,036	72%
Activity	821,424	0	821,424	-	100%
<i>3) FDSE for infrastructure</i>					
Maintenance &Improvement MoE	1,308,000	-	1,308,000	2,490,000	190%
<i>(4) Fees Charged on Parents</i>					
Lunch Programme	6,240,000	-	6,240,000	7,740,206	124%
<i>5) Miscellenous Income</i>					
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
Total Income	19,209,818		19,209,818	20,046,677	104%
<i>(6) Expenditure For Tuition</i>					
Teaching / Learning Materials	1,875,000	-	1,875,000	2,195,485	117%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>(7) Expenditure For Operations</i>					
Repairs, Maintenance & Improvements	1,308,000	-	1,308,000	2,493,000	191%
Other Vote Heads	7,657,394	-	7,657,394	6,289,244	82%
Activity Expenses	821,424	-	821,424	-	-
<i>(8) Expenditure For infrastructure</i>					
Repair of classrooms (floors)	1,308,000	-	1,308,000	1,899,669	145%
<i>(9) Expenditure For school fund/lunch/boarding</i>					
Lunch Programme	6,240,000	-	6,240,000	6,241,016	100%
Totals	19,209,818	-	19,209,818	19,118,414	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

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include school fees from parents, imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *school*, and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs, and the related cash has actually been paid out by the *school*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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 receipts and payments both as a receipt and as a payment 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 insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

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.

5. 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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditure incurred for the purchase of goods, works and services that has 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.

6. 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.

7. 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.

8. Comparative figures

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

9. 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 2023.

11. Notes To The Financial Statements

1 Government Grants for Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	1,837,435.00	-
Others (<i>specify</i>)*	-	-
Total	1,837,435.00	1,739,495.00

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Repairs And Maintenance	2,493,000.00	2,290,000.00
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical	-	-
Administration Costs	-	-
Activity	-	-
Other Vote Heads	5,486,036.00	5,304,741.00
Total	7,979,036.00	7,594,741.00

3 Government Grants for infrastructure

Description	2022-2023	2021-2021
	Kshs	Kshs
Maintenance & Improvement	2,490,000.00	-
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (<i>specify</i>)(NGCDF and County govt.	-	-
Total	2,490,000.00	0.00

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
Lunch Programme	7,740,206.00	6,173,890.00
Repairs and maintenance	-	-
Local transport / travelling	-	-
Electricity and water	-	-
Medical	-	-
Administration costs	-	-
Activity	-	-
Fee on Boarding Equipment and stores	-	-
PTA Development	-	54,000.00
Others (specify)	-	-
Total	7,740,206.00	6,227,890.00

Notes to the Financial Statements (continued)**5. Payments for Tuition**

Description	2022-2023	2021-2022
	Kshs	Kshs
Exercise Books	-	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	2,195,485.00	1,764,083.00
Exams And Assessment	-	-
Teachers Guides	-	-
Bank Charges	-	-
Others (<i>specify</i>)	-	-
Total	2,195,485.00	1,764,083.00

6. Payments for Operations

Description	2022-2023	2022-2021
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Other Vote Heads	6,289,244.00	5,186,055.00
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	-	-
MIF Grant	2,493,000.00	3,118,900.00
Medical	-	-
Activity Expenses	-	-
Insurance Cost	-	-
Others (<i>specify</i>)	-	-
Total	8,782,244.00	8,304,955.00

Notes to the Financial Statements (continued)
7. Payments for Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Construction of classrooms	1,899,699.00	-
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	1,899,699.00	0.00

8. Payments for Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel Emoluments	-	-
Service Gratuity	-	-
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	-	-
Electricity And Water	-	-
Medical Expenses	-	-
Administration Costs	-	-
Lunch Programme	6,241,016.00	4,234,756.00
Bank Charges	-	-
Expenses On Income Generating Activities**	-	-
Fee On Boarding Equipment and Stores	-	-
Rent Expenses	-	-
Insurance Cost (<i>Life Property</i>)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PTA Development	-	54,000.00
Others (specify)	-	-
Total	6,241,016.00	4,288,756.00

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Notes to the Financial Statements (continued)****9. Bank Accounts**

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account	Active	1206123095	161,180.00	175,230.00
Operations Account	Active	1206123354	582,280.00	1,041,768.00
School Fund Account/Boarding	Active	1183710070	1,425,444.00	1,076,499.00
Infrastructural Account	Active	1233586106	364,125.00	835,113.00
Total			2,539,029.00	3,128,610.00

10. Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Notes and Coins	-	5,320.00
Total	0.00	5,320.00

IFTIN GIRLS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

11. Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees Arrears	5,702,625.00	3,491,061.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears (list/schedule attached)	-	-
Total	5,702,625.00	3,491,061.00

11 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	2,211,900	39 %	899,000	26%
Between 1- 2 years	898,664	16%	551,761	16%
Between 2-3 years	551,761	9 %	2,040,300	58 %
Over 3 years	2,040,300	36%	-	0%
Total (should tie to note 13 a)	5,702,625	100%	3,491,061	100%

12. Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	688,400.00	0.00
Prepaid Fees	-	-
Retention Monies	-	-
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	684,400.00	0.00

IFTIN GIRLS SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2023

Notes to the Financial Statements (continued)

12a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	688,400	100%	0	0%
Between 1- 2 years	-	0%	0	0%
Between 2-3 years	-	0%	0	0%
Over 3 years	-	0%	0	0%
Total (should tie to note 14)	688,400	100%	0	0%

13. Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	3,128,610.00	2,813,159.00
Cash Balances	5,320.00	200.00
Short Term Investments	-	-
Receivables	3,491,061	2,607,300.00
Payables	-	-
Total	6,624,991.00	5,420,659.00

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****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.

14. Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

15. Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle		-	-
Goats		-	-
Trees	100	-	-
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total		-	-

16. 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	-	-

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

Other important disclosure notes**17. Stock/ Inventory**

Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	-	-
Lab consumables	-	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	-
	-	-

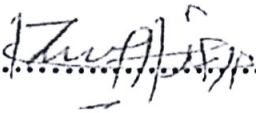
(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023**

18. Progress On Follow Up Of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	None	N/a		

.....


26/3/26
Sign and Date
Principal

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****12. Annexes****Annex I - Analysis of Pending Accounts Payable**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4. HABAK SYPLY	688,400		0.00	684,000	0	
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total	688,400	0	0	688,400		
Grand Total	688,400	0	0	688,400		

IFTIN GIRLS SECONDARY SCHOOL**Annual Report and Financial Statements For the year ended 30th June 2023****Annex 2 – Summary of Fixed Assets Register**

Asset Class	Historical Cost b/f (Kshs) 1st July 2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2023
Land				
Buildings And Structures				
Motor Vehicles				
Office Equipment, Furniture And Fittings				
Textbooks				
ICT Equipment				
Tools And Apparatus				
Other Machinery And Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total				

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

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