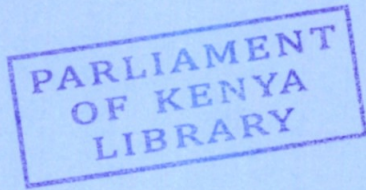
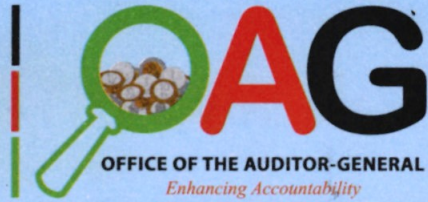


REPUBLIC OF KENYA



 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 17 JUN 2026	
DAY: Wed	
TABLED BY:	Hon. Naomi Wago, MP Deputy Majority Whip
CLERK-AT THE-TABLE:	Moderator Atabo

REPORT

OF

THE AUDITOR-GENERAL

ON

MOI FORCES ACADEMY - NAIROBI

FOR THE YEAR ENDED

30 JUNE, 2025

NAIROBI CITY COUNTY

Revised 30th June 2025.



MOI FORCES ACADEMY
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)

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

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Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

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Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

2. Key School Information and Management

(a) Background information

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

The school was registered in December/2015 under registration number 47S12300001 and is currently categorized as a **National** public school established, owned and operated by the Government.

The school is a boarding school and had 1868 number of students as at 30th June 2025. It has 31 streams and 84 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	Brig. Samuel Kipkorir	Chairman	01/11/2022
2	Mr. James Kigwa Maina	Secretary - Principal	01/01/2021
3	Col Dr. B.K Maswili	Member - Sponsors Rep	05/05/2022
4	Capt Wambui Annastacia	Member -Sponsors Rep	24/06/2022
5	Col Godfrey Beneti	Member –Parents Rep Chair	05/05/2022
6	Dr. Josphine Macharia	Member -	05/05/2022
7	Joan Onyango	Member -	05/05/2022
8	Mr. Ensume Mithika	Member -	05/05/2022
9	Mr. Robert Masese	Member –	05/05/2022
10	Dr. Edward Karanja	Member –	05/05/2022
11	Mr. Joseph Kuyo Legei	Member –	05/05/2022
12	Mrs Susan Kinyotta	Member –Teachers Rep	05/05/2022
13	Eng. Wambua Hawkins	Member –Special needs Rep	05/05/2022
14	Col Misiani	Member-	05/05/2022
15	Mr. Michael Waweru Mburu	Member -	05/05/2022
16	Victor Mutua	Students Rep	05/05/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

(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	Brig. Samuel Kipkorir Mr. James K. Maina Col Godfrey Beneti Dr.Josphine Macharia	Chairman Principal P.A. Chair Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3
2	Academic Committee	Mr. Michael Waweru Capt Wambui Mrs Susan Kinyotta	Chair Member Member	2 out of 3 2 out of 3 2 out of 3
3	Finance,audit,procurement and general purposes Committee	Dr. Edward Karanja Mr. Joseph Legei Mr. Ensume Mithika Dr.Josphine Macharia	Chair Member Member Member	1 out of 3 1 out of 3 0 out of 3 1 out of 3
4	Development Committee	Col Godfrey Beneti Mr. Robert Masese Capt Wambui Eng.WambuiHawkins SCDE	Chair 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	Discipline and welfare Committee	Joan Onyango Col Dr. B.K Maswili Mrs Susan Kinyotta	Chair Member Member	3 out of 3 3 out of 3 3 out of 3

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

(d) School operation Management

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

Ref :	Designation	Name	TSC Number
1	Principal	Mr. James K. Maina	347859
2	Deputy Principal	Mrs. Rosemary Wanja Kaburu	423636
3	Deputy Principal	Mr. John Mwaura	401010
4	School Bursar	Mrs Edith Karimi Njiru	ICPAK No.

(e) Schools contacts

Post Office Box: 77155- 00611
Telephone: 0721368277
E-mail: moiforces@gmail.com
Website: www.moiforcesacademy.co.ke
Facebook:
Twitter:

(f) School Bankers

The school operated 5 bank accounts in the following banks:

1. Name of Bank: Equity – Fees collection account
Branch: Kariobangi
Account Number: 0320280706773
2. Name of Bank: National bank – Fees collection account
Branch: Harambee
Account Number: 7700064393
3. Name of Bank: Kenya Commercial bank – Fees collection account
Branch: Kariobangi
Account Number: 1317714105
4. Name of Bank: National bank – School farm income collection
Branch: Harambee
Account Number: 7700146896
5. Name of Bank: National bank – Operation account
Branch: Harambee
Account Number: 7700415358

Moi Forces Academy- Nairobi
Annual Report and Financial Statements for the year ended 30Th June 2025

6. Name of Bank: National bank – Tuition account
 Branch: Harambee
 Account Number: 7700415331

7. Name of Bank: KCB bank – Infrastructure account
 Branch: Kariobangi
 Account Number: 1289599408

Pay bills:

8. MPESA Pay Bill No. 247247; Account 706773 attached to Equity bank account

9. MPESA Pay Bill No. 4045387 attached to National bank account

10. MPESA Pay Bill No. 522533; Account 7671380 attached to KCB bank account

(g) Independent Auditors

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

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

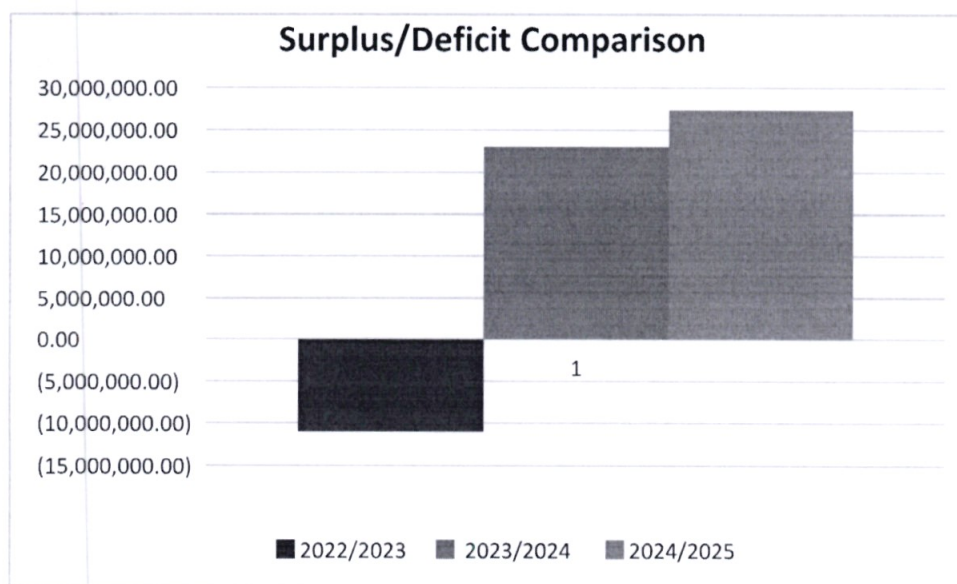
3. Summary Report of Performance of The School

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

a) Financial performance

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

Year	2022/2023	2023/2024	2024/2025
Surplus / Deficit	(11,016,109.56)	22,972,923.67	27,329,010.88

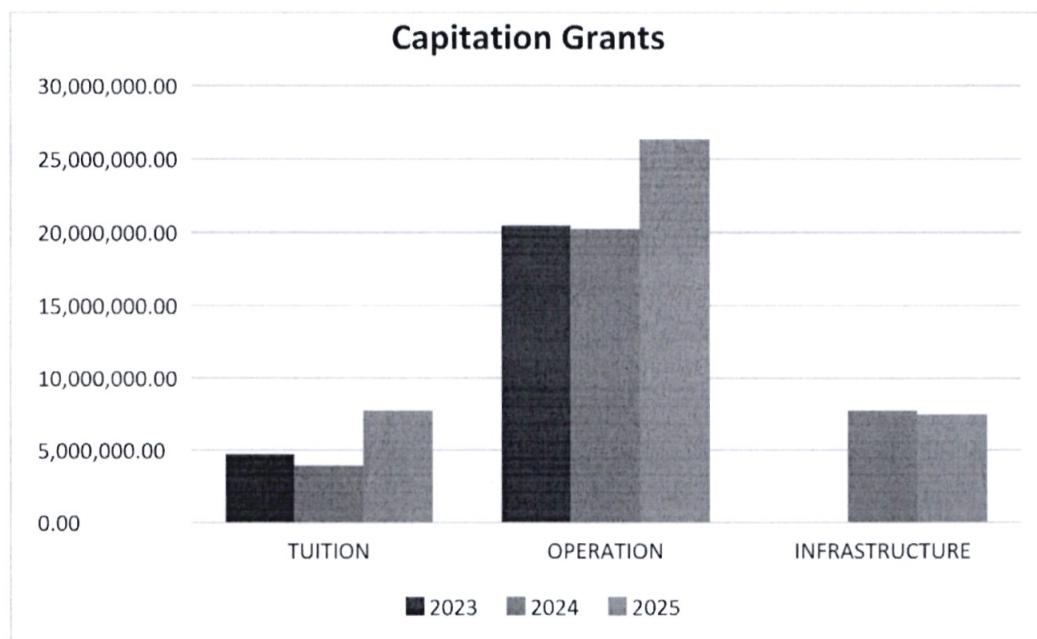


Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

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

	TUITION	OPERATION	INFRASTRUCTURE
2023	4,723,147.25	20,456,546.04	0
2024	3,916,189.40	20,237,913.72	7,718,140.00
2025	7,740,992.00	26,338,800.00	7,472,000.00

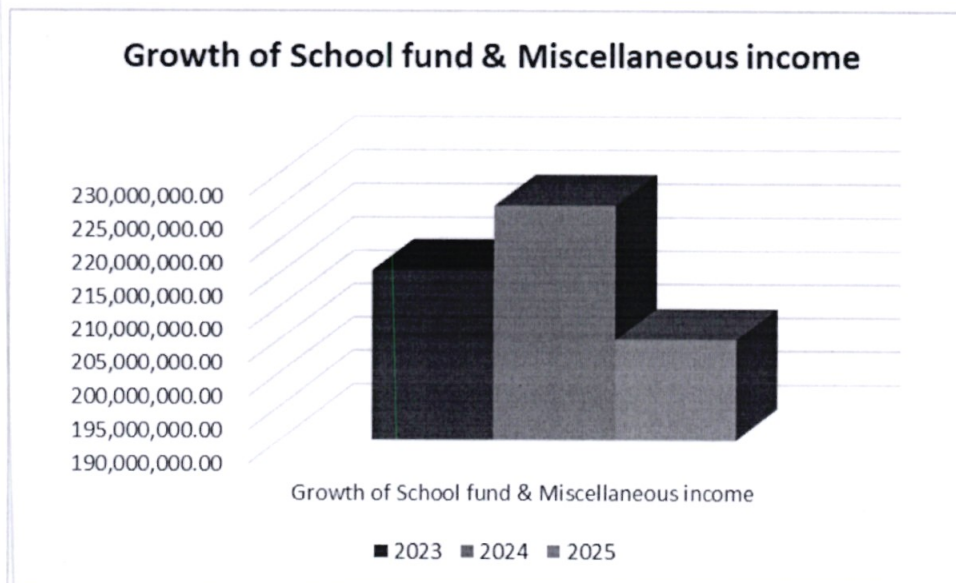


- A three-year overview of growth of School Fund and other income(s) earned by the school.

	Growth of School fund & Miscellaneous income
2023	215,357,889.01
2024	225,005,330.00
2025	204,920,109.00

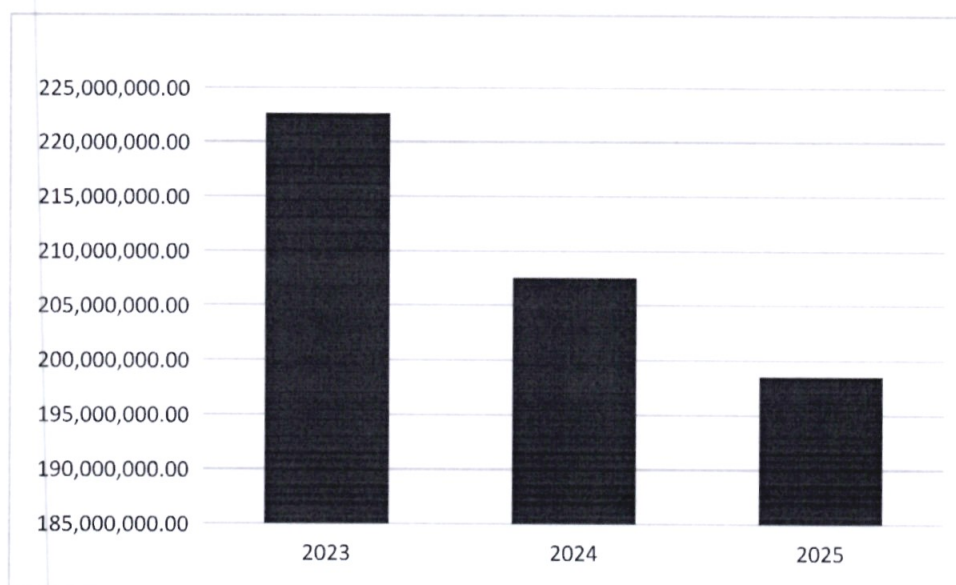
Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025



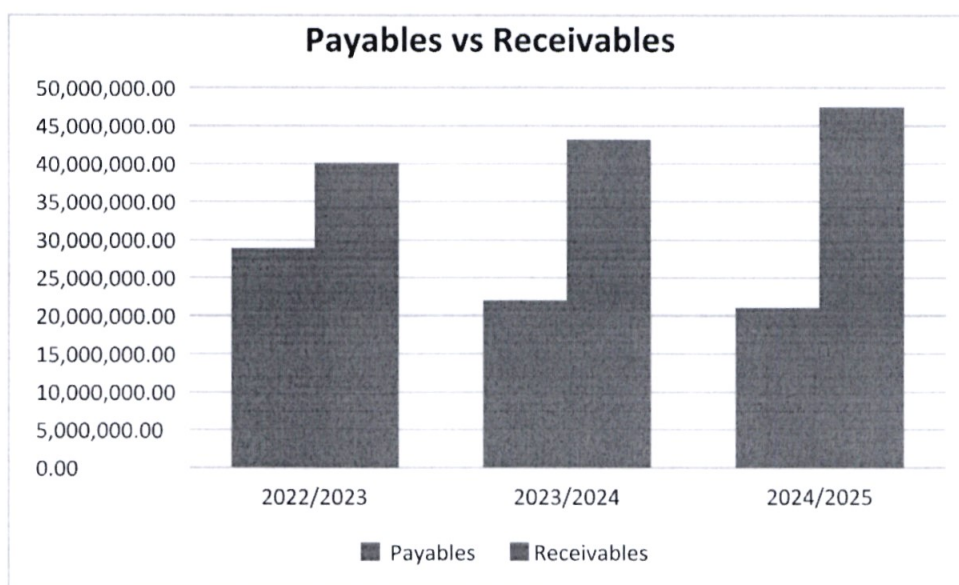
- A three-year overview of growth in expenditure of the school

	School fund & Miscellaneous expenditure
2023	222,632,443.26
2024	207,580,123.03
2025	195,897,857.22



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

	2022/2023	2023/2024	2024/2025
Payables	28,899,181.00	21,957,494.17	21,057,866.00
Receivables	40,076,895.85	43,107,968.11	47,474,448.10



b) Teacher Student ratio:

2 teachers were recruited and posted to the school ,3 teachers were transferred and no teacher retired during the period under review.

78 teachers were employed by TSC while 6 teachers were employed by BOM.

Having 1868 students and 84 teachers the student to teacher ratio = 1 teacher to 23 students

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

c) The mean score in the 2025 KCSE:

Mean score in the KCSE					
YEAR	ENROLMENT	MEAN	TRANSITION	SCHOOL TARGET	COMMENTS
2024	407	9.13	98%	9.5	Great improvement
2023	542	8.34	84%	9.5	A lot of Improvement
2022	372	7.804	74%	8.5	Improvement noted

d) Number of Candidates in the 2025 KCSE:

Year	Entry	Score	M	A	A-	B+	B	B-	C+	C	C-	D+	D	D-	E	Transition
2024	407	9.13	B-	11	51	99	119	83	35	7	2	0	0	0	0	98%
2023	542	8.4	B-	18	60	80	99	99	101	50	30	4	1	0	0	84%
2022	372	7.8	B-	2	25	54	51	71	73	56	30	10	0	0	0	74%
2021	402	7.74	B-	7	44	46	60	52	68	60	37	22	5	1	0	70%
2020	396	7.88	B-	4	32	45	69	74	70	65	32	3	2	0	0	74.20%

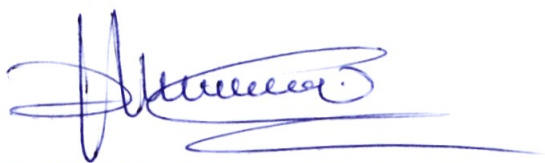
e) The capacity of the school:

Number of students = 1868

FACILITIES	NUMBERS	CAPACITY	DEFICIT
DORMITORIES	9	2000	
DINNING HALL	1		
LABORATORIES	9		
COMPUTER LABS	2		
TOILETS	144		
LIBRARY	1		
CLASSROOMS	31	1500	
FOOD STORES	1		
STORES STATIONERY	1		

f) Development projects carried out by the school:

Repairs and Maintenance works



.....
J.K. Maina

School Principal

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

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 Moi Forces Academy accepts responsibility for the school's financial statements, which have been prepared on the Transitional Accrual Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

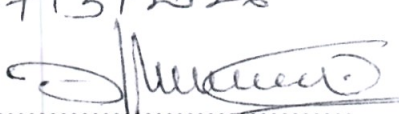
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.

.....

Name: Brig. Herbert M Wafula

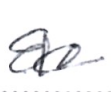
Designation: Chairman, School Board of Management

Date: 27/3/2026

.....

Name: Mr. James Kigwa Maina

Designation: School Principal & Secretary to Board of Management

Date: 27/3/2026

.....

Name: Mrs Edith Karimi Njiru

Designation: Bursar/ Finance Officer

Date: 27/3/2026

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 MOI FORCES ACADEMY- NAIROBI 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 Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of Moi Forces Academy - Nairobi set out on pages 20 to 45, which comprise of the statement of assets and liabilities as at 30 June, 2025 and the statement of financial performance, statement

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

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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

1.1 Variances Between Financial Statements and the Trial Balance

Review of the financial statements revealed variances with amounts reflected in the trial balance as analyzed below;

Component	Financial Statements Amount	Trial Balance	Variance
	(Kshs)	(Kshs)	(Kshs)
Government Grants for Tuition	7,740,992	4,584,186	3,156,806
Government Grants for Operations	26,338,800	14,953,497	11,385,303
Grants for Infrastructure	7,472,000	5,618,500	1,853,500
School Fund Income - Parents Contribution	164,298,072	179,913,282	(15,615,210)
Miscellaneous Incomes	40,622,037	25,183,968	15,438,069
Boarding and School Fund	195,897,857	196,108,726	210,869

Further, review of operation trial balance revealed that the total debits of Kshs.26,916,097 did not tally with the total credits of Kshs.22,806,805, resulting in an unbalanced trial balance with a variance of Kshs.4,109,292. In addition, the trial balance has suspense accounts with debits of Kshs.7,464,434 and credits of Kshs.41,035 indicating unresolved posting errors and misclassification of transactions.

1.2 Inconsistencies in the Statement of Cash Flows

The statement of cash flows reflects cash and cash equivalents balance of Kshs.47,781,941 at the end of the year, however review of the cashflow revealed the following inaccuracies;

- i. The statement of financial performance reflects School fund income - parents contributions amount of Kshs.164,298,072 while the statement of cash flows reflects an amount of Kshs.154,890,744. Verification of accounts receivable aging analysis as disclosed in Note 13(b) revealed that fee arrears decreased from Kshs.42,839,148 to Kshs.15,319,844 resulting in cash inflow of Kshs.27,519,304 which has not been included in the cash flow.
- ii. The statement of cash flows reflects cash outflow boarding/School fund amount of Kshs.179,025,487 while the statement of financial performance reflects an expenditure of Kshs.195,897,857. Verification of the accounts payable aging analysis disclosed in 14(b) revealed decrease in creditors' balance from Kshs.15,395,734 to Kshs.10,464,547 resulting to cash outflow of Kshs.4,931,187 which has not been included in the statement of cash flows.
- iii. The statement of cash flows reflects Government grant for infrastructure amount of Kshs.5,618,500. Examination of infrastructure bank statement revealed actual receipts of Kshs.7,614,200 resulting in an unexplained variance of Kshs.1,995,700.
- iv. The statement of cash flows reflects cash and cash equivalents balance of Kshs.47,781,941 as at the end of the year. However, recasting of the statement indicates a balance of Kshs.24,452,833 resulting in a variance of Kshs.23,329,108.

1.3 Unbalanced Statement of Assets and Liabilities

The statement of assets and liabilities and Note 14 to the financial statements reflects net financial assets amount of Kshs.71,076,555 which differs with net assets reported in the same statement of Kshs.72,905,552 resulting in unexplained variance of Kshs.1,828,997.

1.4 Unsupported Adjustments in the Financial Statements

Review of the financial statements and the supporting accounting records revealed several adjusted balances. However, the adjustments were not supported by journal vouchers, adjustment schedules, or relevant supporting documentation to explain the nature and basis of the changes made as analysed below;

Component	Financial Statements Amounts (Kshs)	Supporting Schedules (Kshs)	Variance (Kshs)
Revenue			
Government Grants for Tuition	7,740,992	4,584,186	3,156,806
Government Grants for Operation	26,338,800	13,782,996	12,555,804
Government Grants for Infrastructure	7,472,000	5,618,500	1,853,500
School Fund Income - Parent Contribution	164,298,072	203,187,465	(38,889,393)

Component	Financial Statements Amounts (Kshs)	Supporting Schedules (Kshs)	Variance (Kshs)
Miscellaneous Incomes	40,622,037	25,183,968	15,438,069
Expenditure			
Boarding and School Fund Payments	195,897,857	202,228,589	(6,330,732)
Tuition	4,558,119	4,692,619	(134,500)
Operations	13,477,608	13,391,120	86,488
Infrastructure	5,209,306	5,206,450	2,856
Assets			
Accounts Receivables	47,474,448	15,588,745	31,885,703
Stock/Inventory	7,662,833	2,080,831	5,582,002
Liabilities			
Account Payables	21,057,866	17,935,898	3,121,968

Further, several inconsistencies were noted in the numbering of notes within the financial statements and the table of contents.

1.5 Unsupported Assets

Note 17 to the financial statements reflects biological assets amounting to Kshs.6,680,500. However, Management did not disclose the basis upon which this valuation was determined or valuation policy outlining the recognition, measurement, and valuation methodology applied. Further, the School procured a School van at a cost of Kshs.5,752,700, which was not disclosed in the statement of assets and liabilities despite being disclosed in the statement of cash flows.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Infrastructure Expenses

The statement of financial performance reflects infrastructure expenditure totalling Kshs.5,209,306 as disclosed in Note 8 to the financial statements. However, the payments were made without adequate supporting documents such as requisitions, Local Purchase Orders, Delivery Notes, Inspection Reports, Goods Received Notes, Certificate of Payments and requisite procurement documents. Further, review of the budget revealed that the infrastructure expenditure was not budgeted for in the financial year.

In the circumstances, the regularity, accuracy and completeness of the infrastructure expenditure of Kshs.5,209,306 could not be confirmed.

3. Misstatement of Revenue

The statement of financial performance reflects revenue totalling Kshs.246,471,901. However, analysis of the revenue ledgers revealed that the School reported the actual revenue received from both Government grants and parents' contribution contrary to the significant accounting policy number 2 which requires the School to recognize all revenue from various sources when earned. Tabulation of the School revenue when earned against the reported revenue revealed variances as analysed below;

Revenue Stream	Expected Revenue July to December, 2024 (No. of Students-2110) (Kshs)	Expected Revenue Jan to May, 2025 (No. of Students-1703) (Kshs)	Expected Total Revenue (Kshs)	Revenue as per Financial Statements (Kshs)	Variance (Kshs)
GOK Grant Tuition	4,371,920	3,528,616	7,900,536	7,740,992	159,544
GOK Grant Operations	13,820,500	11,154,650	24,975,150	26,338,800	(1,363,650)
GOK Grant Infrastructure	5,275,000	4,257,500	9,532,500	7,472,000	2,060,500
Total Grants			42,408,186	41,551,792	856,394
Parents Contributions	92,791,470	74,892,831	167,684,301	164,298,072	3,386,229

As a result of failure to comply with the reporting requirements, revenue from Government grants was understated by Kshs.856,394 and parents' contribution revenue was overstated by Kshs.3,386,229. Further, miscellaneous income amounting to Kshs.40,622,037 as disclosed in Note 5 of the financial statements, was not supported with receipts, invoices and income ledger.

In the circumstances, the accuracy and completeness of the revenue of Kshs.246,471,901 could not be confirmed.

4. Unreconciled Bank Loan Balance

The statement of financial assets and liabilities reflects a bank loan of Kshs.3,121,968 as reflected in Note 16 of the financial statements. However, review of the loan repayment schedule provided for audit indicates an outstanding balance of Kshs.3,056,021 resulting in an unexplained variance of Kshs.65,947.

In the circumstances, the completeness and accuracy of the borrowings totalling Kshs.3,121,968 could not be confirmed.

5. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects bank balance of Kshs.47,780,636 as disclosed in Note 10 to the financial statements. Included in the balance are two (2) bank accounts with total account balance of Kshs.27,728,019, which were not supported with cash books. Further, as disclosed in Note 11 to the financial statements, the balance includes cash in hand of Kshs.1,305. However, the cash balance was not supported with a petty cash book or a memorandum cash book. In addition, the cash withdrawals and expenses analysis reflects a negative closing balance of Kshs.(15,340).

In the circumstances, the accuracy, completeness, existence of cash and cash equivalents balance of Kshs.47,781,941 could not be confirmed.

6. Unsupported KCSE Marking Exercise Revenue

The statement of financial performance reflects miscellaneous incomes amount of Kshs.40,622,037 as disclosed in Note 5 to the financial statements which include KCSE marking exercise revenue of Kshs.32,079,804. However, KNEC data provided for audit review revealed that, as at 30 June, 2025 the School invoiced KNEC an amount of Kshs.20,676,252, resulting to an unexplained variance of Kshs.11,398,555. Further, Note 9 to the financial statements reflects boarding and School fund payments totalling Kshs.195,897,857 which includes KCSE marking exercise expenditure amount of Kshs.17,728,618. However, the reported amount differs from an amount of Kshs.20,676,252 invoiced in the financial year resulting in an unexplained variance of Kshs.2,947,634.

In addition, scrutiny of the bank statement revealed that the amounts were received on different dates without any supporting invoices, remittance advice or official receipts for the transactions.

In the circumstances, the reported KCSE marking exercise receipts and payments of Kshs.39,759,682, could not be confirmed.

7. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.47,474,448 as disclosed in Note 12a to the financial statements which include fees arrears totalling Kshs.15,319,845. Note 13b reflects fees arrears totalling Kshs.5,912,516 which had been outstanding for more than a year. However, there was no policy in place on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivable balance.

Further, a balance of Kshs.268,900 relating to rent arrears remained the same from the previous year audited financial statements. The School Management did not show any effort of recovering the arrears since no demand letters to the tenants were provided for audit review. No explanation was given why the School could not recover the monies directly from the staff earnings and the aged schedule of occupants with arrears was not provided for audit review.

In the circumstances, the accuracy, completeness and the recoverability of the outstanding receivables totalling Kshs.47,474,448 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Moi Forces Academy - Nairobi 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 Matter

1. Significant Exemptions by PSASB in the Financial Reporting Template

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

2. Unresolved Prior Year Matters

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.

	Audit Issue
1	Long Outstanding Receivables Balance
2	Statement of Cash Flows Variance
3	Unsupported Long Outstanding Payables
4	Budgetary Control and Performance
5	Irregular transfer of funds to Kenya Secondary School Head Association
6	Late Transfer of Infrastructure Funds from Operations Bank Account
7	Direct procurement of Administration Costs
8	Excess Supply of Books

	Audit Issue
9	Unapproved Additional Fees on Parents' Contributions
10	Unconfirmed Students' Enrollment Data and Overfunding
11	Failure to Prepare School Improvement Plan
12	Weak IT internal Control
13	Lack of an Internal Audit Function
14	Incomplete Asset Register

Other Information

Management is responsible for the other information set out on pages 7 to 17 which comprise of Key School Information and Management, School Board of 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 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 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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of financial performance reflects operations payments amount of Kshs.13,477,608 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.2,052,800 as shown below 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.2,052,800 could not be confirmed.

2. Unsupported and Late Transfers of Infrastructure Grants

The statement of financial performance reflects total revenue amount of Kshs.246,471,901 which include Government grants for infrastructure amount of Kshs.7,472,000 as disclosed in Note 3 of the financial statements. However, transfers totalling Kshs.2,115,100 in the infrastructure ledger did not have a corresponding debit in the operations account and was not supported with transfer vouchers from the Ministry and receipt vouchers by the School.

Further, the Ministry requires that infrastructure grants be transferred to the infrastructure account within 15 days from the date of disbursement. It was noted that the School did not comply to this requirement since Kshs.4,095,500 was transferred after lapse of the 15 days as tabulated below:

Grant Amount (Kshs)	Date Received	Date of Transfer	Days Delayed
1,435,500	28 August, 2024	20 September, 2024	24 days
1,523,000	17 March, 2025	19 May, 2025	2 months
1,137,000	21 May, 2025	09 June, /2025	20 days

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

3. Unconfirmed Students Enrolment Data

During the year under audit, it was observed that the number of students listed as enrolled in the records was 2,110 and 1,868 for the periods between July to December, 2024 and January to June, 2025 respectively. Whereas, the count of students registered on the National Education Management Information System (NEMIS) was 1,914 and 1,523 for the same period, indicating a variance of 196 and 345 unregistered students for the periods between July to December, 2024 and January to June, 2025 respectively.

In the circumstances, the accuracy of student's enrollment data could not be confirmed, which may result in overstatement of student's numbers.

4. Under-Funding of Capitation Grants

Examination of documents provided for audit revealed that there were discrepancies between the data in the National Education Management Information System (NEMIS) and School records relating to the enrolment of students. During the financial year, the NEMIS reported a total number of 1,914 students as at 22 August, 2024, 1532 students as at 13 February, 2025 and 1,516 as at May, 2025. However, the enrolment record provided by the School indicated a total of 2,110, 1868 and 1,868 students respectively, which resulted in variance of 196, 345, and 352 respectively. As a result of the variances, the School was under funded by an amount of Kshs.3,221,615.

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

5. Unapproved Fees Payment - School Fund Income (Parents Contribution)

The statement of financial performance reflects School fund income - parents' contributions amount of Kshs.164,298,072 as disclosed in Note 4 to the financial statements which includes development fund amount of Kshs.18,680,000. Review of the records revealed that the School charged an amount of Kshs.10,000 per student to support the fund, Kshs.18,000 per student to bridge the boarding budget deficit and Kshs.6,400 per student for curriculum. The School however, did not obtain authorization from the Ministry of Education to charge the extra fees in the year under review, after expiration of an earlier authority granted up to December, 2022, as per a letter dated 26 August, 2022 from the Ministry of Education Ref: MOE.HQS/3/7/23(283).

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

6. Unapproved Bank Loan

The School acquired a bank loan from a local bank of Kshs.3,752,699.80 for a period of 24 months (6 instalments) at an interest rate of 19% per annum, however, the facility was not approved by the Cabinet Secretary Ministry of Education contrary to guideline on implementation of free day secondary School that provides that the School may not enter into financial contracts (bank loans) without the express written approval of the Cabinet Secretary in line with Section 18 of Fourth schedule of the Basic Education Act, 2013. Further, Management did not provide terms and conditions or a loan agreement between the bank and the School.

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

7. Failure to Prepare School Improvement Plan

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

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

8. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects expenditure amount of Kshs.219,142,890 which includes an amount of Kshs.17,184,489 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 amounting to Kshs.5,155, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

9. Irregularities in Procurement

The School advertised for an open tender for goods, services and works for the financial year 2024/2025 in the Daily Nation on 6 June, 2024. However, review of the procurement records revealed the following anomalies;

- i. Professional opinion was not prepared for approval by the Accounting Officer contrary to Section 95(2) of the Public Procurement and Asset Disposal Act, 2015 which provides that the record of results prepared under subsection (1) shall be submitted with recommendations of the evaluation committee and the professional opinion of the head of procurement function to the Accounting Officer for approval.
- ii. Regret letters were not sent to non-responsive tenderers.
- iii. Review of the evaluation reports revealed that the committee members did not initial the evaluation reports as mandated by the Act.
- iv. Although the School prepared a list of suppliers, the list was for one supplier per category and no contract was signed between the supplier and the School.
- v. The School did not carry out market survey for goods and services contrary to Section 54(2A) of Public Procurement and Asset Disposal Act, 2015 which states that the head of the procurement function shall carry out market surveys to inform the placing of orders or decision making on a procurement by the relevant awarding authority.
- vi. The School single sourced goods and services from the list of suppliers. However, the contract price was not clearly documented during the procurement process as required by the law.

In the circumstances, Management was in breach of law.

10. Irregular Procurement of School Van

The School procured a Toyota Hiace Van from CFAO Mobility Kenya at a contract sum of Kshs.5,752,700 in the financial year under review. However, review of procurement documents and full Board and committee minutes revealed that the School infrastructure committee minutes dated 11 October, 2024 and procurement committee minutes dated 25 October, 2025 stated that the School will procure the van from CFAO Mobility since it's the only dealer meeting the requirement and requested for a quotation from the dealer. However, Management did not adhere to the procedures for direct procurement contravention in Section 104 of the Public Procurement and Asset Disposal Act, 2015 and Regulation 90 of the Public Procurement and Asset Disposal Regulation, 2020 as follows;

- i. The School did not issue a tender document as a basis of tender preparation by tenderer and subsequent negotiations.
- ii. The Accounting Officer did not appoint an ad hoc evaluation committee pursuant to Section 46 to negotiate with CFAO for the delivery of the van.
- iii. No evidences of a contract in writing and signed by both parties.
- iv. No evidence that the Accounting Officer reported direct procurement to the Public Procurement Regulatory Authority in the format prescribed within fourteen days

after the notification of the award of the contract, contrary to Regulation 90 of Public Procurement Asset and Disposal Regulations, 2020 that provides which an Accounting Officer shall, within fourteen days after the notification of the award of the contract, report any direct procurement of a value exceeding five hundred thousand shillings to the Authority in a format provided by the Authority.

- v. No evidence of user requisition highlighting the specification of the van contrary to Regulation 71 of the Public Procurement Asset and Disposal Regulations, 2020 which states that pursuant to Section 73 of the Act, the head of the user department shall initiate the procurement process through a requisition initiation of procurement.
- vi. The procurement was not budgeted for and was not included in the approved procurement plan for the financial year.

In the circumstances, the regularity of the procurement for the School Van could not be confirmed.

11. Non-Compliance with Quotation Procurement Procedures

The School requested for quotation for financing of School Van amounting to Kshs.3,700,000 from three (3) commercial banks. However, the audit revealed that the School did not comply with the procedures of quotation as the following anomalies were noted;

- i. The School did not issue a standard quotation document to the commercial banks
- ii. The Accounting Officer did not appoint ad hoc opening committee and evaluation committee as required by Regulation 91(2) of the Public Procurement and Asset Disposal Regulations, 2020.
- iii. The quotation was not subjected to any evaluation in accordance with Regulations 91(3) of the Public Procurement Asset and Disposal Regulations, 2020 which provides that the ad hoc evaluation committee shall carry out the evaluation in accordance with the Act and these Regulations.
- iv. The quotation was above the threshold of Kshs.3,000,000 for quotation as highlighted in Second Schedule of the Public Procurement Asset and Disposal Regulation, 2020 hence alternative procurement method should have been used.
- v. The procurement was not included in the annual approved procurement plan.

In the circumstances, the regularity of the procurement for financing services could not be confirmed.

12. Irregular Procurement of Boarding and School Fund Items

The statement of financial performance reported boarding and School fund expenditure totalling Kshs.195,897,857. Review of payment vouchers related to the fund revealed the following procurement irregularities:

12.1 Direct Procurement

Review of procurement records and payment voucher revealed that the School issued LPO's amounting to Kshs.6,494,155 to suppliers who were not evaluated in an open tender for the financial year 2024/2025 and therefore the School directly sourced goods and works from the suppliers. This was contrary to the Article 227 of the Constitution of

Kenya that provides that procurement should be fair, equitable, transparent, competitive and cost-effective.

12.2 Failure to Indicate Costs in Local Purchase Orders

Review of sampled Local Purchase Orders revealed that the School issued suppliers without prices in the Local Purchase Orders with total expenditure of Kshs.4,088,550. This was contrary to Regulation 68(1) of the Public Procurement and Asset Disposal Regulation, 2020. It was also noted that the School did not maintain priced contracts between the suppliers and the School hence allowing the discretion to determine prices.

In the circumstances, it was not clear on how the School identified the suppliers and the School may be compromising on value for money which may result to loss of public funds.

13. Lack of a Functional Procurement Unit

The School did not have an established procurement function managed by qualified procurement professional as required Regulation 33 of the Public Procurement and Asset Disposal Regulations, 2020 which provides that procurement functions shall be handled by the procurement professionals whose qualification and experience are recognized in Kenya.

In the circumstances, procurement activities may be undertaken by individuals lacking the requisite qualifications affecting School operations.

14. Non-Compliance with a Third Rule

The statement of financial performance and as disclosed in Note 7 to the financial statements, reflects expenditure totalling Kshs.13,477,608 on operations which include an amount of Kshs.5,359,009 on personal emoluments. However, review of the payroll data for the month of June, 2025 revealed that during the year under review, twenty-three (23) employees earned a net salary less than one-third ($\frac{1}{3}$) of their basic salary contrary to Section 19(3) of the Employment Act, 2007 which provides that public officers shall not over-commit their salaries beyond two thirds ($\frac{2}{3}$) of their basic salaries.

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

15. Irregular Payment of Sitting Allowance

The statement of financial performance reflects boarding and School fund payments of Kshs.195,897,857 as disclosed in Note 9 to the financial statements. Review of payment records revealed that the chairman and members of the Board were paid Kshs.10,000 and Kshs.5,000 respectively per sitting. However, Board minutes and approval from the Cabinet Secretary approving payment of the allowances were not provided for audit review. This was contrary to Section 232 of the Basic Education Act, 2013, which requires disbursement for expenses to be approved by the Cabinet Secretary.

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

16. Casual Employees Engaged Beyond Stipulated Period

Examination of the casual data established that there were, seventeen (17) casual Workers who were engaged for more than 3 months during the period under review. This

was contrary to Section 37(1) of the Employment Act, 2007 which requires that if a casual employee works continuously for a period equivalent to one month or performs tasks that extend beyond three months, their employment shall be deemed to be on a monthly wage contract basis. Further, review of payment voucher revealed that the School did not adhere to regulation of wages amendment 2024 on daily minimum wages for casuals as follows;

Casual	Rate as Per the Circular (Kshs)	Amount Paid (Kshs)	Variance (Kshs)
Security	863	714	149
Catering	877	300	577
Gardener	775	300	475

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on the 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. Weaknesses in Management of Assets

Annex 2 to the financial statements reflects summary of fixed assets register balance of Kshs.1,040,357,661. However, Management did not prepare an updated fixed assets register with details such as serial number, net book value, description of assets and location of the assets. Further, assets at the School were not tagged with unique identification numbers.

In the circumstances, effectiveness of the measures for the management of assets could not be confirmed.

2. Failure to Post Bursary Allocations to Students' Fee Ledger

The statement of financial performance reflects School fund income - parents' contributions amount of Kshs.164,298,072 as disclosed in Note 4 to the financial statements. Review of bursary disbursement schedules provided for review revealed that various students enrolled in the School were beneficiaries of bursary allocations from various County Governments and sponsorships from other private entities. Although physical receipts were issued indicating the amount received in favor of the beneficiary students, it was not possible to identify the disbursing entities as the receipts lacked precise narration. In addition, it was not possible to trace the bursaries allocated to the students' fee ledger as amounts receipted lacked a narration of whether they were in respect of bursary or other School fund income. Further, the School did not maintain a record of bursaries received from the National Government Constituency Development Fund (NG-CDF).

In the circumstances, existence of effective management mechanisms for bursary allocation could not be confirmed.

3. Lack of Internal Audit Function and Audit Committee

During the year under review, the School had not constituted an audit committee and an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government), Regulations, 2015 which provides 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.

4. Weak IT Internal Control

Review of the IT Internal Control Systems of the entity revealed the following anomalies:

- i. The non- establishment of an IT strategy committee at the School could result in IT governance which forms part of an entity's governance not being adequately implemented.
- ii. The School does not have an approved IT security policy in place and as such, it faces the risk of data leak or loss due to lack of clear direction on how to maintain information security and data across the School's departments and to properly safeguard the organizations' assets.
- iii. The School has no IT continuity and disaster recovery plan in case of a disaster.
- iv. The School has no documented retention strategy in place thus, exposing it to risk in case of a disaster. Further, there were no backups performed, verified and checked for successful completion to an offsite recovery point. In view of this, the School is exposed to the risk of loss of key data and financial records.
- v. The School lacks a formal, documented and tested emergency procedures in place to guide in case of an emergency and as such, the personnel and the students within

the buildings might not be aware of what is expected of them in case of an emergency and this might lead to disruption in case of an emergency.

In the circumstances, the effectiveness of the IT internal control of the School 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 (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue sustaining services, disclosing, as applicable, matters related to sustainability of services and using the applicable 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

Report of the Auditor-General on Moi Forces Academy - Nairobi for the year ended 30 June, 2025 – Nairobi City County

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

25 May, 2026

Moi Forces Academy- Nairobi
Annual Report and Financial Statements for the year ended 30Th June 2025

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

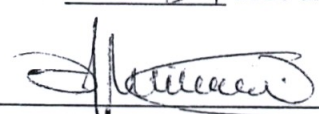
Description Of Vote Head	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	7,740,992.00	3,916,189.40
Government grants for operations	2	26,338,800.00	12,519,773.72
Government Grants for infrastructure	3	7,472,000.00	7,718,140.00
School fund income- parents' contributions	4	164,298,072.00	189,945,061.24
Miscellaneous incomes	5	40,622,037.00	35,060,270.50
Total Revenue		246,471,901.00	249,159,434.86
Expenditure			
Tuition	6	4,558,119.00	2,936,086.00
Operations	7	13,477,608.15	11,039,987.91
Infrastructure	8	5,209,305.75	4,630,313.00
Boarding and school fund	9	195,897,857.22	207,580,123.03
Total Expenditure		219,142,890.12	226,186,509.94
Surplus		27,329,010.88	22,972,924.92

The school financial statements were approved on 27/3/2026 and signed by:

Sign: 

Name:
Brig. Herbert M Wafula

Chair BOM

Sign: 

Name:
Mr. James Kigwa Maina

School Principal/
Secretary to BOM

Sign: 

Name:
Mrs Edith Njiru

Bursar/
Finance Officer

Date: 27/3/2026

Date: 27/3/2026

Date: 27/3/2026

Moi Forces Academy- Nairobi
Annual Report and Financial Statements for the year ended 30Th June 2025

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

Description Of Vote Head	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	47,780,636.60	24,425,527.93
Cash balances	11	1,304.64	538.10
Short term investments	12	-	-
Total cash and cash equivalent		47,781,941.24	24,426,066.03
Account's receivables	13	47,474,448.10	43,107,968.11
Total financial assets (a)		95,256,389.34	67,534,034.14
Financial liabilities			
Bank loan	16	3,121,968.00	
Accounts payables	14	21,057,866.00	21,957,494.70
Total Financial Labilities (b)		24,179,834.00	
Net financial assets (a-b)		71,076,555.34	45,576,539.44
Represented by			
Accumulated fund b/fwd	15	45,576,540.69	22,603,615.77
Surplus/deficit for the year		27,329,010.88	22,972,924.92
Net Assets		72,905,551.57	45,576,540.69

Moi Forces Academy- Nairobi

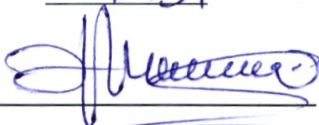
Annual Report and Financial Statements for the year ended 30Th June 2025

The school financial statements were approved on 27/3/2026 and signed by:

Sign: 

Name:

Brig. Herbert M Wafula
Njiru

Sign: 

Name:

Mr. James Kigwa Maina

Sign: 

Name:

Mrs Edith

Chair BOM

School Principal/
Secretary to BOM

Bursar/
Finance Officer

Date: 27/3/2026

Date: 27/3/2026

Date: 27/3/2026

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

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

Description	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		4,584,186.40	3,916,189.40
Government grants for operations		14,919,521.79	12,519,773.72
Government grants for infrastructure		5,618,500.00	7,718,140.00
School fund income- parents contributions/ fees		154,890,743.50	189,945,061.24
Other income		24,915,068.00	35,060,270.50
Total receipts		204,928,019.69	249,159,434.86
Payments			
Cash outflows for tuition		4,558,119.00	2,936,086.00
Cash outflows for operations		13,477,608.15	11,039,987.91
Cash outflows Boarding/lunch and school fund payments		179,025,487.22	207,580,123.03
Cash outflows for Infrastructure		5,209,305.75	4,630,313.00
Total payments		202,270,520.12	226,186,509.94
Net cash inflow/outflow from operating activities		2,657,499.57	22,972,924.92
Cash flow from investing activities			
Acquisition of assets		5,752,700.00	38,310,889.00
Proceeds from sale of Assets			
Proceeds from investments			
Purchase of investments			
Net cash inflow/outflows from investing activities		5,752,700.00	38,310,889.00
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	3,700,000.00	
Repayment of principal borrowings		578,032.00	
Net cash inflow/outflow from financing activities		3,121,968.00	
Net increase/decrease in cash and cash equivalents		26,767.57	13,000,165.11

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Cash and cash equivalent at beginning of the FY		24,426,066.03	11,425,900.92
Cash and cash equivalent at end of the FY		47,781,941.24	24,426,066.03

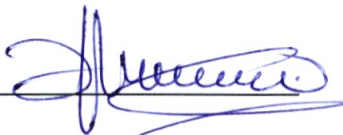
Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(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 financial statements were approved on 27/3/ 2026 and signed by:

Sign: 

Name:
Brig. Herbert M Wafula
Njiru

Sign: 

Name:
Mr. James Kigwa Maina

Sign: 

Mrs Edith

Chair BOM

School Principal/
Secretary to BOM

Bursar/
Finance Officer

Date: 27/3/ 2026

Date: 27/3/ 2026

Date: 27/3/ 2026

Moi Forces Academy- Nairobi
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9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30Th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	7,900,536.00	0	7,900,536.00	4,584,186.40	58.02
Exams And Assessment					
(2) Capitation Grant on Operations					
Personnel Emoluments	9,139,761.00	0	9,139,761.00	6,414,610.83	70.18
Repairs And Maintenance					
Local Transport / Travelling	2,867,376.00	0	2,867,376.00		-
Electricity And Water	3,405,009.00	0	3,405,009.00	2,574,171.66	75.60
Medical	-	0	-	1,107,045.00	
Administration Costs	2,508,954.00	0	2,508,954.00	1,974,288.21	78.69
Activity	2,859,750.00	0	2,859,750.00	1,107,780.00	38.74
Insurance	-	0	-	571,125.00	100.00

Moi Forces Academy- Nairobi**Annual Report and Financial Statements for the year ended 30Th June 2025**

Gratuity	-	0	-	1,170,501.09	100.00
3) FDSE for infrastructure					
Maintenance &Improvement MoE	9,532,500.00	0	9,532,500.00	5,618,500.00	58.94
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Administration Block					
(4) Fees Charged on Parents					
Personnel Emoluments	28,387,785.00	-	28,387,785.00	29,231,570.04	102.97
Repairs And Maintenance	3,813,000.00	-	3,813,000.00	3,766,719.00	98.79
Local Transport / Travelling	6,211,377.00	-	6,211,377.00	6,163,395.00	
Electricity And Water	7,385,781.00	-	7,385,781.00	7,316,464.00	99.06
Medical	-	-	-		
Administration Costs	5,437,338.00	-	5,437,338.00	6,288,617.00	115.66
Activity	1,521,387.00	-	1,521,387.00	1,852,059.00	121.73
Development cost	19,065,000.00	-	19,065,000.00	19,043,972.50	99.89
School Equipments & Supplies	3,622,350.00	-	3,622,350.00	5,134,201.00	141.74
SMASSE	-	-	-		
Fee On Boarding Equipment and Stores	92,247,909.00	-	92,247,909.00	76,093,745.96	92.49
5) Miscellaneous Income					
Loans / Borrowing					
Rent income				1,901,730.00	

Moi Forces Academy- Nairobi
Annual Report and Financial Statements for the year ended 30Th June 2025

Income From Farming Activities				6,255,500.00	
Kcse marking exercise				16,636,738.00	
Tender				84,000.00	
Uniform				37,100.00	
Interest Income					
Income From Any Other Investment					
Total Income	205,905,813.00	-	205,905,813.00	204,928,019.69	99.53
(6) Expenditure For Tuition					
Textbooks					
Reference Materials	60,000.00	0	60,000.00	60,000.00	100.00
Exercise Books	896,400.00	0	896,400.00	896,400.00	100.00
Laboratory Equipment	686,220.00	0	686,220.00	686,220.00	100.00
Internal Exams		0	-		
Teaching / Learning Materials	1,164,589.00	0	1,164,589.00	1,164,589.00	100.00
Chalks		0	-		
Exams And Assessment	1,750,680.00	0	1,750,680.00	1,750,680.00	100.00
Teachers Guides		0	-		
Administration Costs		0	-		
Bank Charges	230.00	0	230.00	230.00	100.00
(7) Expenditure For Operations					
Personnel Emoluments	5,359,009.36	0	5,359,009.36	5,359,009.36	100.00
Repairs, Maintenance & Improvements		0	-		

Moi Forces Academy- Nairobi**Annual Report and Financial Statements for the year ended 30Th June 2025**

Local Transport / Travelling		0	-		
Electricity, Water and Conservancy	2,573,385.00	0	2,573,385.00	2,573,385.00	100.00
Medical	1,077,500.00	0	1,077,500.00	1,077,500.00	100.00
Administration Costs	1,914,722.84	0	1,914,722.84	1,914,722.84	100.00
Activity Expenses	1,306,500.00	0	1,306,500.00	1,306,500.00	100.00
Gratuity		0	-	1,170,501.09	100.00
SMASSE		0	-		
Insurance Cost	74,835.00	0	74,835.00	74,835.00	100.00
Bank Charges	1,154.95	0	1,154.95	1,154.95	100.00
(8) Expenditure For infrastructure					
Maintenance & Improvement				5,209,305.75	
Construction of classrooms					
Construction of LAB					
Construction of dorms					
Purchase of furniture					
Purchase of equipment					
Purchase of machinery					
(9) Expenditure For school fund/lunch/boardings					
Personnel Emoluments	33,020,310.00	0	33,020,310.00	30,112,111.77	91.19
Repairs, Maintenance and Improvements	7,158,760.00	0	7,158,760.00	5,262,345.00	73.51
Local Transport / Travelling	6,604,710.00	0	6,604,710.00	5,499,247.00	83.26

Moi Forces Academy- Nairobi
Annual Report and Financial Statements for the year ended 30Th June 2025

Electricity, Water and Conservancy	17,891,500.00	0	17,891,500.00	6,043,147.00	33.78
Medical Expenses	1,685,324.00	0	1,685,324.00		-
Administration Costs	3,685,000.00	0	3,685,000.00	5,128,267.80	139.17
Activity	3,370,080.00	0	3,370,080.00	1,794,086.00	53.24
Gratuity		0	-		
School Equipments & Supplies	12,383,010.00	0	12,383,010.00	4,932,798.00	39.84
Lunch Programme		0	-		
Boarding Equipment and Stores	98,747,523.00	0	98,747,523.00	89,599,149.00	90.74
Expenditure For Income Generating Activity		0	-	5,199,645.00	
Development fund	19,065,000.00	0	19,065,000.00	5,347,464.00	28.05
Insurance Costs					
Kcse marking exercise				17,728,618.00	
Other Expenses On Investments					
Rent Expenses				1,973,350.00	
Tender				88,000.00	
Bank Charges				134,949.65	
Loan Interest Repayment				182,309.00	
Loan Principal Repayment					
Acquisition Of Assets					
Totals expenditure	203,611,217.00	-	203,611,217.00	202,270,520.21	99.34
[Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization above 100%]					

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

- i) From the above budget we budgeted to collect income amounting to Kshs. 205,905,813.00, the actual revenue collected was 204,928,019.69 which represents a 99.53% of the budgeted amount.
- ii) Total expenditure forecast was 203,611,217.00, at the end of the financial year under review the actual expenditure was 202,270,520.21. This represents 99.34% of the original budget.
- iii) Hence; in overall there is neither overutilization nor underutilization.

10.

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

11. Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, these first/second/third/year financial statements are transitional financial statements.

Basis of Preparation

These financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, statement of cash flow). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of revenue and expenditure

The school recognizes all revenue from various sources when earned and all expenses when incurred.

The capitation grants include recurrent and development grants. Recurrent capitation is recognised in the statement of financial performance while development grants are recognised in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognised as revenue upon fulfilment of the set conditions.

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of financial

performance both as revenue and as expenditure in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. Accounts receivables also include school fees billed to parents for services rendered but not paid. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

6. Accounts Payable

For the purposes of these financial statements, deposits, and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending the fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Payables also include expenditures incurred for the purchase of goods, works and services that have been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

7. Non-current assets

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the school fixed asset register a summary of which is provided as a memorandum to these financial statements.

8. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *school's* budget was approved by the School Board of Management. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

9. Comparative figures

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

10. Subsequent events

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

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

12. Notes to the Financial Statements

1 Government Grants for Tuition

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Reference Materials		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	7,740,992.00	
Tuition subsidy		3,916,189.40
Total	7,740,992.00	3,916,189.40

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel Emoluments	9,907,872.00	5,747,211.89
Repairs And Maintenance		
Local Transport / Travelling	3,108,352.00	
Electricity And Water	3,691,168.00	2,094,921.91
Medical		135,825.00
Administration Costs	2,719,808.00	1,743,038.03
Activity	2,802,000.00	1,448,481.89
Medical Insurance	3,736,000.00	1,350,295.00
SMASSE	373,600.00	
Gratuity		
Total	26,338,800.00	12,519,773.72

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Moi Forces Academy- Nairobi**Annual Report and Financial Statements for the year ended 30Th June 2025**

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Maintenance & Improvement	7,472,000.00	6,930,100.00
CBC Class Funds		788,040.00
Bank charges		
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (specify) (NGCDF and County govt.		
Total	7,472,000.00	7,718,140.00

4 School Fund Income - Parents Contribution/Fees

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel emoluments	27,814,520.00	33,763,456.63
Repairs and maintenance	3,736,000.00	4,967,446.11
Local transport / travelling	6,084,076.00	7,377,863.00
Electricity and water	7,234,764.00	9,277,388.00
Medical		-
Administration costs	5,325,668.00	6,636,378.00
Activity	1,490,664.00	1,821,310.00
Fee on Boarding Equipment and stores	90,383,180.00	99,402,631.50
Development fund	18,680,000.00	22,923,466.00
S.E.S	3,549,200.00	3,285,189.00
Uniforms		489,933.00
Total	164,298,072.00	189,945,061.24

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

5 Miscellaneous Incomes

Description	2024 - 2025	2023 - 2024
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Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

	Kshs	Kshs
Rent & Water Income	2,170,630.00	2,049,190.00
Income From Farming Activities	6,255,500.00	8,021,581.50
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire		
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans/Borrowings*		
KCSE Marking Exercise	32,074,807.00	24,897,299.00
Tenders	84,000.00	92,200.00
Uniform	37,100.00	
Total	40,622,037.00	35,060,270.50

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

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

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

Moi Forces Academy- Nairobi**Annual Report and Financial Statements for the year ended 30Th June 2025**

6 Tuition Payments

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Exercise Books	896,400.00	1,450,531.00
Tuition		
Textbooks		
Reference materials		
Laboratory Equipment	686,220.00	376,830.00
Teaching / Learning Materials	1,164,589.00	269,607.00
Exams And Assessment	1,750,680.00	838,888.00
Library reference	60,000.00	
Bank Charges	230.00	230.00
Total	4,558,119.00	2,936,086.00

7 Operations Payments

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel Emoluments	5,359,009.36	1,880,778.38
Service Gratuity	1,170,501.00	
Administration Cost	1,914,722.84	1,752,641.60
Repairs And Maintenance & Improvements		1,056,412.00
Local Transport / Travelling		558,528.00
Electricity And Water	2,573,385.00	4,440,989.89
Medical	1,077,500.00	175,000.00
Activity Expenses	1,306,500.00	1,092,300.00
Insurance Cost	74,835.00	74,835.00
Bank Charges	1,154.95	8,503.04
Total	13,477,608.15	11,039,987.91

8 Infrastructure Payments

Description	2024 - 2025	2023 - 2024
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Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

	Kshs	Kshs
Construction of classrooms-CBC		788,220.00
Maintenance & Improvement	5,206,450.00	
Bank charges	2,855.75	
RMI Funds		3,842,093.00
Construction of classrooms		
Construction of laboratory		
Construction of dormitory		
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
Others (specify)		
Total	5,209,305.75	4,630,313.00

9 Boarding and School Fund Payments

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel Emoluments	32,438,660.77	29,765,643.19
Service Gratuity	-	
Repairs And Maintenance & Improvements	5,738,083.00	4,054,098.00
Local Transport / Travelling	6,278,684.00	6,589,171.00
Electricity And Water	9,415,016.00	12,333,485.00
Medical Expenses	-	
Administration Costs	5,561,804.80	5,326,561.00
Development fund	6,329,692.00	33,680,576.00
S.E.S	5,160,019.00	4,001,033.00
Activity	1,837,925.00	1,598,173.00
Bank Charges	134,949.65	75,947.61
Expenses On Income Generating Activities**	5,710,345.00	7,053,919.30

Moi Forces Academy- Nairobi**Annual Report and Financial Statements for the year ended 30Th June 2025**

Fee On Boarding Equipment and Stores	97,320,401.00	81,079,054.93
Rent Expenses	1,973,350.00	580,200.00
Insurance Cost (<i>Life Property</i>)		
Loan Interest Repayment	182,309.00	
KCSE Marking Exercise	17,728,618.00	20,770,837.00
Tenders	88,000.00	106,924.00
Uniforms		498,000.00
Caution		66,500.00
Others (specify)		
Pending bills paid		
Total	195,897,857.22	207,580,123.03

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

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

1 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024 - 2025	2023 - 2024
	Active/ Dormant		Kshs	Kshs
Tuition Account	Active	7700415331	1,303,344.13	1,411,776.73
Operations Account	Active	7700415358	4,501,169.04	4,109,292.49
School Fund Account/Boarding: NBK	Active	7700064393	8,696,661.95	11,807,267.43
School Fund Account/Boarding: EQUITY	Active	0320280706773	21,116,037.40	2,240,241.33
School Fund Account/Boarding: KCB	Active	131771105	6,611,981.50	750,989.75
Income generating activities Account : Farm Account	Active	7700146896	2,203,486.88	1,167,198.75
Infrastructural Account	Active	1289599408	3,347,955.70	2,938,761.45
Total			47,780,636.60	24,425,527.93

10 Cash in Hand

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Notes and Coins	1,304.64	538.10
Total	1,304.64	538.10

11 . Short Term Investments

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Cooperative Shares	-	-

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

12 a) Accounts Receivable

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Fees Arrears	15,319,844.50	42,839,148.11
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)	268,900.00	268,820.00
KNEC debt	15,438,069.00	
Capitation not received 2024_2025	16,447,634.60	
Total	47,474,448.10	43,107,968.11

13 b) Ageing Analysis of Accounts Receivable

Description	2024 - 2025	2023 - 2024		
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	9,407,328.50	61.41	12,783,916.40	29.84
Between 1- 2 years	3,279,931.00	21.41	5,221,364.00	12.19
Between 2-3 years	514,323.00	3.36	8,552,094.46	19.96
Over 3 years	2,118,262.00	13.83	16,281,773.25	38.01
Total (should tie to note 13 a)	15,319,844.50	100.00	42,839,148.11	100.00

13 a) Accounts Payable

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

Trade Creditors (See Ageing Below and Appendix 1)	10,464,547.00	15,395,734.20
Prepaid Fees	6,407,823.00	6,561,760.50
Retention Monies		
Unpaid salaries and statutory deductions		
Bank loan	3,121,968.00	
Unclaimed deposits	1,063,528.00	
Total	21,057,866.00	21,957,494.70

14b. Ageing Analysis of Accounts Payable

Description	2024 - 2025		2023 - 2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	10,155,727.00	97.05	13,277,264.20	0.86
Between 1- 2 years	308,820.00	2.95	2,118,470.00	0.14
Between 2-3 years			-	0.00
Over 3 years			-	0.00
Total (should tie to note 14 a)	10,464,547.00	100.00	15,395,734.20	1.00

14 . Fund Balance Brought Forward

Moi Forces Academy- Nairobi

Annual Report and Financial Statements for the year ended 30Th June 2025

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Bank Balances	47,780,636.60	24,425,527.93
Cash Balances	1,304.64	538.10
Short Term Investments	-	-
Receivables	47,474,448.10	43,107,968.11
Payables	21,057,866.00	21,957,494.70
Bank loan	3,121,968.00	
Total	71,076,555.34	45,576,539.44

Other important disclosure notes

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

15 Non-current Liabilities Summary

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Bank Loans	3,121,968.00	
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	3,121,968.00	-

16 Biological assets

Description	Numbers	2024 - 2025	2023 - 2024
		Kshs	Kshs

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Cattle	43	5,180,000.00	
Sheep	96	1,131,000.00	
Trees	Plenty	-	
Coffee Or Tea Plantation	N/a	-	
Poultry	739	369,500.00	
Others (specify)	-		
Total	878	6,680,500.00	

17 Borrowings

		2024 - 2025	2023 - 2024
Description		Kshs	Kshs
Borrowings at beginning of the year		-	-
Borrowings during the year		3,700,000.00	-
Repayments during the year		578,032.00	-
Balance at the end of the year		3,121,968.00	-

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Other important disclosure notes

18 Stock/ Inventory

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Food stuffs	1,004,261.00	3,612,414.00
Lab consumables	5,133,672.00	4,563,206.00
Farm produce; Eggs	7,220.00	
Medication	441,110.00	-
Construction Materials	-	-
Others ; Stationery & Teaching Materials	1,076,570.00	1,330,665.00
TOTAL	7,662,833.00	9,506,285.00

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

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19 Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Late submission of Financial Statements	Financial statements to be submitted on time.	Resolved	
2	Irregular Transfer of Funds to Kenya Secondary Schools Head Association	Funds are transferred through circulars from Regional and County Education offices for co-curricular activities	resolved	
3	Late Transfer of Infrastructure Funds From Operations Account	MOE delay in issuing circulars, in future transfers will be carried out within the stipulated time frame.	resolved	
4	Direct Procurement of Administration Costs	The expenditure amounting to Kshs. 1,745,376 was for fuelling of school buses done directly at DEFCO where fuel is cheaper .	resolved	
5	Excess supply of Books	Books are supplied directly by the MOE	Not resolved	To follow up
6	Unapproved Additional Fees on Parents Contribution	Approved by parents through AGM and forwarded to MOE awaiting approval	Not resolved	To follow up
7	Unconfirmed Students Enrolment Data	Data has been reconciled	Resolved	
8	Failure to Prepare School Improvement Plan	The management is working on the plan.	Not resolved	Next financial year

Sign _____ Date 27/3/2026

J.K. Maina
Principal

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13. Annexes

Annex I - Analysis of Pending Accounts Payable

	Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2024 - 2025	Outstanding Balance 2023-2024	Comments
		A	b	C	d=a-c		
		Kshs	Kshs	Kshs	Kshs	Kshs	
	Construction Of Buildings						
1.							
	Sub-Total						
	Supply Of Goods						
2	Accia Innovations				120,000.00		Supplying kunisafi
3	Bakers Corner co ltd				885,885.00		Supplying bread
4	Bafkado Meat Supply ltd				804,500.00		Supplying meat
5	DEFCO				53,900.00		Fuel for buses
6	Daddy Millers ltd				771,480.00		Supplying foodstuffs
7	Fine Daddys Animal Feeds				490,000.00		Supplying livestock feeds

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8	Fresh & Fit Foods Kenya Ltd				363,070.00		Supplying potatoes
9	Four Aces Ventures ltd				14,020.00		Supplying chicken
10	Jomfan Enterprises ltd				427,260.00		Supplying milk
11	KENMU Electrical Enterprises				109,000.00		Supplying electrical fittings
12	Lymari tents				26,500.00		Supplying tents
13	Nairobi water				2,961,225.00		Supplying water
14	Ngewa Stores				290,000.00		Supplying cereals
15	Prime Work Tools and Electriclas				104,300.00		Supplying repair items
16	Sagian Enterprises				886,930.00		Supplying groceries
17	Sonec Hardware				264,270.00		Supplying paints and cleaning items
18	Wilmo Supplies				207,235.00		Supplying fruits
19	Zeny Blu Supplies				390,000.00		Supplying meat
	Sub-Total				9,169,575.00		
	Supply Of Services						
20	Aplus Business Solutions				160,200.00		Cctv repairs
21	Hybrid Auto Services Ltd				414,093.00		Repair and servicing of school buses
22	Magdaline Nyaga				308,820.00		Retiree gratuity
23	Selina Anjao				157,040.00		Resignee dues
24	Justus Syingi Mulwa				234,119.00		Resignee dues

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25	Joskis Veterinary Services				20,700.00		Treatment of livestock
	Sub-Total				1,294,972.00		
	Grand Total				10,464,547.00		

Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f	Additions during the year	Disposals during the year	Historical Cost c/f
			(Kshs)	(Kshs)	(Kshs)	(Kshs)
			1st July 2024			30th June 2025
Land			KDF OWNED			KDF OWNED
Buildings and structures			874,274,961.00			874,274,961.00

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Motor vehicles	Tuesday, July 9, 2002	KAN 197 U	430,000.00			430,000.00
Motor vehicles	Tuesday, May 27, 2008	KBB 165S	1,500,000.00			1,500,000.00
Motor vehicles	Tuesday, April 1, 2025	KDR 485P		5,752,700.00		5,752,700.00
Office equipment, furniture and fittings			12,000,000.00			12,000,000.00
ICT Equipment, and Other ICT Assets			45,000,000.00			45,000,000.00
Laboratory Tools and apparatus			30,000,000.00			30,000,000.00
Textbooks			20,000,000.00			20,000,000.00
Technical workshops			50,000,000.00			50,000,000.00
Heritage and cultural assets (music instruments)			600,000.00			600,000.00
Intangible assets- software			800,000.00			800,000.00
Total			1,034,604,961.00	5,752,700.00	0.00	1,040,357,661.00

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