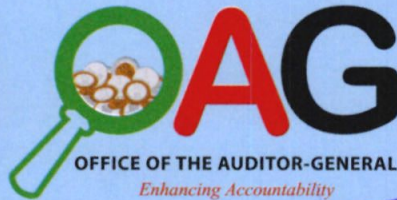


REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



THE REPORT ASSEMBLY PAPERS LAID	
DATE: 29 JUL 2026	DAY: WEDNESDAY
TABLED BY:	HON. MARGARET WITANY OF ON BEHALF OF LOM
CLERK-AT THE-TABLE:	FEOSTER NGINTO

THE AUDITOR-GENERAL

ON

ST. MATTHIAS MULUMBA MATINYANI
BOYS SCHOOL

FOR THE YEAR
ENDED 30 JUNE, 2025

KITUI COUNTY





Revised 30th June 2025.



ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2025

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

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ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

2. Key School Information and Management

(a) Background information

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

The school was registered in 02/2023 under registration number 15S30001222181 and is currently categorized as an, *Extra County* public school established, owned or operated by the Government.

The school is a boarding school and had 1,184 number of students as at 30th June 2025. It has 07 streams and 51 teachers of which 11 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	FCCA GEOFFREY MALOMBE	Chairman	23/05/2025
2	MR. MICHAEL N. MUTIE	Secretary - Principal	23/05/2025
3	PROF. ANGELINE MULWA	VICE/ CHAIR	23/05/2025
4	DR. RICHARD KASOMO	Member	23/05/2025
5	HON. JEREMIAH KISANGAU	Member	23/05/2025
6	MS. EDAH LENA KITEME	Member	23/05/2025
7	MS. CATHERINE M MUTHAMI	Member	23/05/2025
8	MRS. FELISTUS MALUKI	Member	23/05/2025
9	MRS. ANGELINE KIKUMU	Member	23/05/2025
10	MR. SAMUEL MWANGANGI	Member	23/05/2025
11	ENG. FREDRICK MAUNDU MUTINDA	Member – Rep CEB	23/05/2025
12	MR. DUNCAN KIITHI	Member Rep Teachers	23/05/2025
13	FR. ROBERT MUTUI	3 Members - Sponsor	23/05/2025
14	MR. AMBROSE WAMBUA	Member - Community	23/05/2025
15	MR. FREDRICK KYALO MUTINDA	Member Special Needs	23/05/2025
16	MR. SHADRACK MULWA	Rep Students	23/05/2025

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 paragraph 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	1.GEOFFREY MALOMBE 2.MICHAEL MUTIE 3..FREDRICK MUTINDA 4.ANGELINE MULWA 5.MD.PAULINE KIELEKO ...	BOM CHAIRMAN BOM SECRETARY. P.A CHAIRMAN BOM V/CHAIR MEMBER	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2
2	Audit Committee	1.AMBROSE WAMBUA 2.PAULINE KIELEKO 3.SAMUEL MWANGANGI 4.FR.ROBERT MUTUI	CHAIRMAN MEMBER MEMBER SPONSOR	1 out of 1 1 out of 1 1 out of 1 1 out of 1
3	Finance,procurement and general purposes Committee	1.MR.FREDRICK MUTINDA 2.MRS.PAULINE ITUMBI 3.ENG.FREDRICK MUTINDA	CHAIRMAN MEMBER MEMBER	1 out of 1 1 out of 1 1 out of 1

*ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL***Annual Report and Financial Statements For the year ended 30th June 2025**

4	Academic Committee	1.PROF.ANGELINE MULWA 2.DR.RICHARD KASOMO 3.MR.DUNCAN KIITHI 4.MS.CATHERINE MUTHAMI 5.FR. ROBERT MUTUI	CHAIRPERSON MEMBER MEMBER MEMBER MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
5	Development Committee	1.ENG.FREDRICK MUTINDA 2.MRS.FELISTUS MALUKI 3.MR.PASCAL MUTUKU 4.MR.MICHAEL MUTIE 5.FCPA.GEOFFREY MALOMBE	CHAIRMAN MEMBER SECRETARY MEMBER MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1 1 out of 1
6	Discipline and welfare Committee	1.MRS. EDAH KITEMA 2.MR. PASCAL MUTUKU 3.MRS. ANGELINE KIKUMU 4.MR. JEREMIAH KISANGAU	CHAIRPERSON MEMBER MEMBER MEMBER	1 out of 1 1 out of 1 1 out of 1 1 out of 1
7	Adhoc Committee (if any during the year)			

NB; The sub committees constitutes the new board that came into operation towards the end of financial year hence they never held meetings

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	MR. MICHAEL NGALU MUTIE	TSC No. 303869
2	Deputy Principal 1	MR.PASCAL MUTUA MUTUKU	TSC No. 254021
3	School Bursar	CPA DERRICKSON.K. MASILA	ICPAK No. 26344
4	Deputy Principal 2	MR.SIMON MUSYOKA KITATHE	TSC No. 260880

(e) Schools contacts

Post Office Box: P.O.BOX 30-90200, KITUI
Telephone: 0794591127
E-mail: matthiasmulumba@Ymail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

Provide details of the school bankers.

Name of Bank: NATIONAL BANK OF KENYA
Branch: KITUI
Postal Address: P.O.BOX 166- 90200 ,KITUI

Name of Bank: KENYA COMMERCIAL BANK
Branch: KITUI
Postal Address: P.O.BOX 683-90200, KITUI

Name of Bank: CO-OPERTIVE BANK OF KENYA
Branch: KITUI
Postal Address: P.O.BOX 1432-90200, KITUI

(g) Independent Auditors

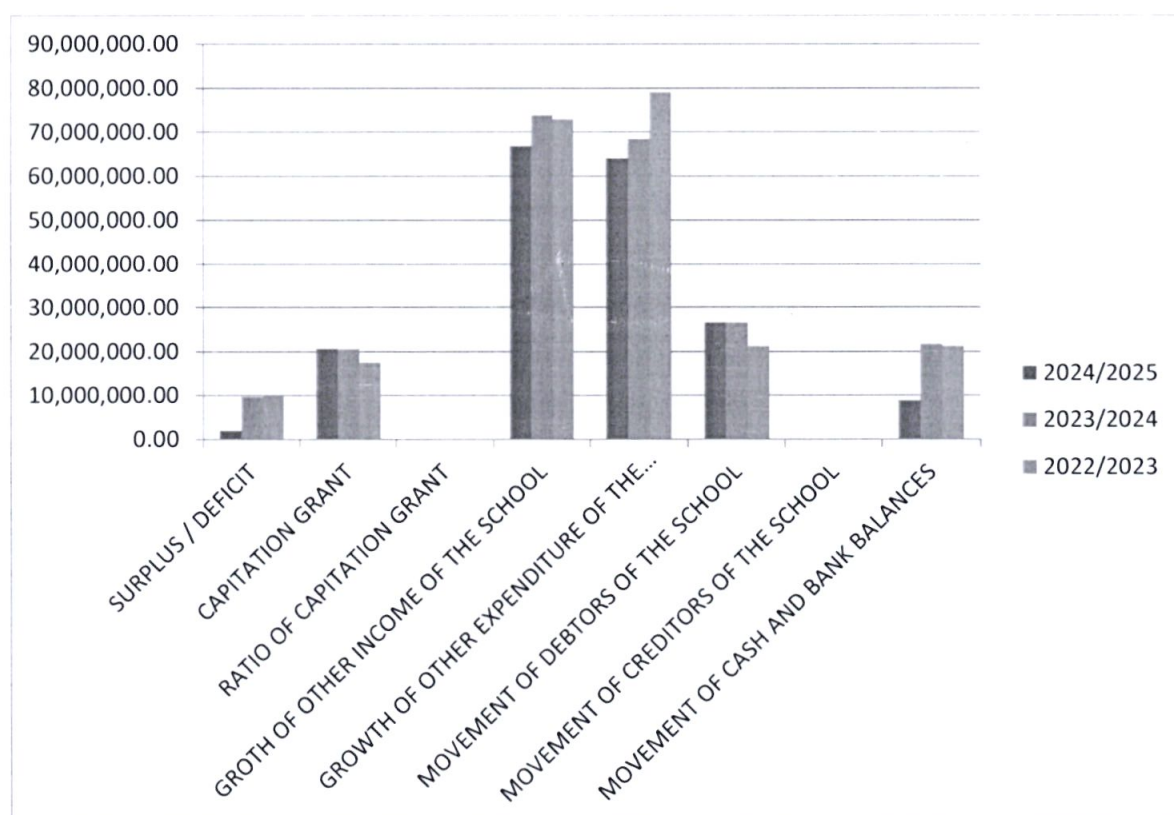
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

3. Summary Report of Performance of The School

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

a) Financial performance:

PARTICULARS	2024/2025	2023/2024	2022/2023
SURPLUS / DEFICIT	1,953,158.60	9,675,722.20	10,247,800.4
CAPITATION GRANT	20,706,268.10	20,642,128.20	17,545,400.4
RATIO OF CAPITATION GRANT	17,226.50	13,652.20	13,282.00
GROTH OF OTHER INCOME OF THE SCHOOL	66,865,444.00	73,830,674.00	72,847,036.0
GROWTH OF OTHER EXPENDITURE OF THE SCHOOL	71,427,487.00	70,788,757.25	79,058,276.0
MOVEMENT OF DEBTORS OF THE SCHOOL	26,642,453.00	20,794,934.00	21,199,523.0
MOVEMENT OF CREDITORS OF THE SCHOOL	0.00	0.00	0.00
MOVEMENT OF CASH AND BANK BALANCES	8,803,233.96	21,731,069.26	21,199,523.0



b) Teacher Student ratio:

YEAR	NO. OF STUDENTS	TSC TEACHERS	B.O.M TEACHERS	RETIRED TEACHERS	TRANSFERD TEACHERS	TOTAL NO. OF TEACHERS	RAT TEA TO STU
2024/ 2025	1,184	40	11	0	03	51	

c) The mean score in the 2022 - 2024 KCSE:

YEAR	MEAN SCORE	NO.OF CANDIDATES	UNIVERSITY INTAKE	COLLEGE
2022	9.94	240	240	0
2023	8.21	265	262	03
2024	6.62	328	163	165

d) Number of Candidates in the 2022 - 2024 KCSE:

YEAR	NO. OF CANDIDATES
2022	240
2023	265
2024	328

e) The capacity of the school:

FACILITY	CAPACITY OF FACILITY	NO. OF STUDENTS IN THE SCHOOL
DORMITORIES	1,539	1,184
DINNING HALL	1,200	1,184
LABS	800	1,184
TOILETS	82 DOORS	1,184

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

f) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
STOREY CLASSROOM S	MOE INFRASTRUCTURE PARENTS	COMPLETE	36,139,140.00	36,139,140.00	



 School Principal



4. Statement of School Management Responsibility

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

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

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

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

.....
Name: **FCPA GEOFFREY MALOMBE**

Designation: Chairman, School Board of Management

Date: 20/4/2026

.....
Name: **MR. MICHAEL MUTIE**

Designation: School Principal & Secretary to Board of Management

Date:

.....
Name: **CPA DERRICKSON MASILA**

Designation: Bursar/ Finance Officer

Date: 20/4/2026



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON ST. MATTHIAS MULUMBA MATINYANI BOYS SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – KITUI 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 St. Matthias Mulumba Matinyani Boys School set out on pages 1 to 22, 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 effects of the matter described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of St. Matthias Mulumba Matinyani Boys School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013, Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025 for transitional IPSAS financial statements.

Basis for Qualified Opinion

1. Unsupported Cash and Cash Equivalents

The statement of cash flows and as disclosed in Note 10 and 11 to the financial statements reflects cash and cash equivalents balance of Kshs.8,803,233 which comprise of Kshs.8,794,881 and Kshs.8,352 in respect of cash at bank and cash in hand respectively. However, the cash in hand was not supported by a Board of Survey report.

Further, review of records revealed that the School operated seven (7) bank accounts. However, the bank reconciliation statements and bank confirmation certificate for the Constituency Development Fund (CDF) Project Account were not provided for audit.

In the circumstances, the accuracy and completeness of the cash and cash equivalents could not be confirmed.

2. Unauthorized Expenditure

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.84,060,381 and Kshs.79,349,745, respectively, resulting to under-funding of Kshs.4,710,636 or 6% of the budget. However, the School spent amount of Kshs.92,988,829 against actual receipts of Kshs.79,349,745 resulting to an over-utilization of Kshs.13,639,084 or 17% of the actual receipts and exceeded budgeted expenditure of Kshs.90,388,734 by Kshs.2,600,095 or 3% being unauthorized expenditure.

Further, there were no explanatory notes for deviations of 10% and above on the components in the statement of budgeted versus actual amounts while items not budgeted were included in the statement.

In the circumstances, the regularity of the expenditure amounting to Kshs.2,600,095 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the St. Matthias Mulumba Matinyani Boys 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 effects of the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1. Significant Exemptions by Public Sector Accounting Standards Board in the Financial Reporting Template

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

2. Unresolved Prior Year Matters

Several issues raised in the Auditor-General's report for the year ended 30 June, 2024 remain unresolved as at 30 June, 2025. Management has provided explanations on the status of these matters. However, they had not been fully resolved by the time of this audit.

No.	Audit Issue
1	Long Outstanding Receivables
2	Inaccuracies in the Financial Statements
3	Undisclosed Operations Expenditure
4	Undisclosed Accounts Payable
5	Budgetary Control and Performance
6	Unbalanced Budget
7	Irregular Transfer of Funds to Kenya Secondary School Heads Association
8	Lack of a Procurement Plan
9	Lack of School Improvement Plan
10	Under Funding of Capitation
11	Ineffective Distribution and Management of Textbooks
12	Lack of Land Ownership Documents

Other Information

The Management is responsible for the Other Information set out on page iii to x which comprise of Key School Information and Management, Summary Report of Performance of the School, 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 Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments and as disclosed in Note 2 to the financial statements reflects operations grants amount of Kshs.10,971,698 which was credited in the Operations Bank Account. Included in the amount is a balance of Kshs.6,107,950 in respect of infrastructure grants which were to be transferred to Infrastructure Bank Account for maintenance and improvement of the School's facilities. However, the School transferred the funds long after lapse of fifteen (15) days of receipt contrary to Ministry of Education Circular Ref. No: MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds should be transferred to the School Infrastructure Bank Account fifteen (15) days upon receipt of the funds in the school operations bank account.

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

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

The statement of financial performance and as disclosed in Note 7 to the financial statements reflects operations payments amount of Kshs.11,406,370. Included in the expenditure is an amount of Kshs.98,500 transferred to Kenya Secondary School Heads

Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from school principals only.

The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools as provided in Regulation 23(2)(c) of the Public Finance Management (National Government) Regulations, 2015 which requires that an Accounting Officer shall, before transferring any funds to an entity within or outside Government, ensure that there is a written assurance from the entity that it shall implement effective, efficient and transparent financial management and internal control systems.

In the circumstance, value for money transferred to KESSHA could not be ascertained.

3. Failure to Develop and Implement 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.

4. Non-Deduction and Remittance of Capacity Building Levy

During the financial year under review, the School made payments on procurement contracts. Review of payment records for goods and services revealed that there was no evidence on deductions and remittances of the Public Procurement Capacity Building Levy of 0.03% on the contracts, contrary to Paragraph 3(1) of The Levy Order, 2023 and Legal Notice No. 206 of 2024 issued by the Public Procurement Regulatory Authority.

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 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 an Audit Committee

During the year under review, the School operated without an Audit Committee. This is contrary to Section 61(2) of the Basic Education Act, 2013 which requires the Board of Management to establish Finance, Procurement and General Purposes Committee, Academic Standards, Quality and Environment Committee, Ethics and Integrity Committee, Audit Committee and Human Rights and Student Welfare Committee. As a result, there was no internal oversight on Management operations.

In the circumstances, the existence of an effective mechanism of governance could not be confirmed.

2. Lack of Human Resource Policy

Review of the School's administrative records revealed that the School did not have an Approved Human Resource (HR) Policy. Management does not also have a documented procedures governing recruitment, promotion, disciplinary processes, leave management, staff welfare, and performance management. Further, it was observed that the School did not have a qualified nurse to provide health services to students

In the circumstances, the existence of an effective controls and governance on Human Resource could not be confirmed.

3. Lack of a Functional Procurement Unit

During the year under review, the School operated without 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. As a result, procurement activities were undertaken by individuals lacking the requisite qualifications.

In the circumstances, the existence of an effective internal controls mechanism on procurement of goods and services could not be confirmed.

4. Incomplete Fixed Assets Register

Annex 2 on summary of fixed asset register reflects fixed assets with historical cost balance brought forward of Kshs.183,169,180, additions during the year of Kshs.16,017,658, disposals during the year of Kshs.20,161,538 and historical cost balance carried forward of Kshs.179,025,000. However, the assets disposals of Kshs.20,161,538 during the year relates to depreciation and not assets disposals.

Further, the Annex reflects land donation with nil historical cost balance. Review of records revealed that the land measures forty-five (45) acres, out of which only eight (8) acres had ownership documents while the remaining thirty-seven (37) acres lacked ownership documents.

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

5. Long Outstanding Accounts Receivables

The statement of assets and liabilities and as disclosed in Note 13 to the financial statements reflects accounts receivables balance of Kshs.26,642,453 in respect of fees arrears. Included in the accounts receivables balance is fees arrears of Kshs.20,083,685 or 75% of the total accounts receivables which had been outstanding for over three (3) years. The recoverability of the long outstanding accounts receivables – fees arrears is doubtful.

In the circumstances, the existence of effective mechanism for debt management could not be confirmed.

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

Responsibilities of 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 as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the School's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to

governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 May, 2026

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL

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

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

Description Of Vote Head	Note	2024/2025	2023/2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	3,626,621.10	3,395,905.40
Government grants for operations	2	10,971,698.10	11,093,782.80
Government Grants for infrastructure	3	4,444,750.00	6,152,440.00
School fund income- parents' contributions	4	65,999,639.00	72,974,874.00
Miscellaneous incomes	5	865,805.00	855,800.00
Total Revenue		85,908,513.20	94,472,802.20
Expenditure			
Tuition	6	4,735,840.50	1,922,696.00
Operations	7	11,406,370.00	10,713,068.00
Infrastructure	8	5,419,132.00	10,203,055.95
Boarding and school fund	9	71,427,487.00	70,788,757.25
Total Expenditure		92,988,829.50	93,627,577.20
Surplus/Deficit		(7,080,316.30)	845,225.00

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

.....
Name: FCPA GEOFFREY MALOMBE

Chair BOM

Date: 20/4/2026

.....
Name: MR. MICHAEL MUTIE
School Principal/ Secretary to BOM

Date:



.....
Name: CPA DERRICKSON MASILA

Bursar/ Finance Officer

Date: 20/4/2026

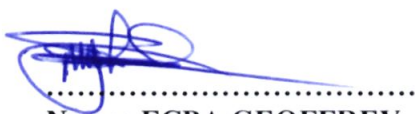
ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL

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

7. Statement of Assets and Liabilities As At 30th June 2025

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	8,794,881.46	21,701,786.76
Cash balances	11	8,352.50	29,282.50
Short term investments	12	-	-
Total cash and cash equivalent		8,803,233.96	21,731,069.26
Account's receivables	13	26,642,453.00	20,794,934.00
Total financial assets (a)		35,445,686.96	42,526,003.26
Financial liabilities			
Accounts payables	14	0.00	0.00
Total Financial Liabilities (b)		0.00	0.00
Net financial assets (a-b)		35,445,686.96	42,526,003.26
Represented by			
Accumulated fund b/fwd	15	42,526,003.26	41,680,778.26
Surplus/deficit for the year		(7,080,316.30)	845,225.00
Net Assets		35,445,686.96	42,526,003.26

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



Name: FCPA GEOFFREY
MALOMBE

Chair BOM

Date: 20/4/2026



Name: MR. MICHAEL
MUTIE

School Principal/ Secretary to
BOM

Date:





Name: CPA DERRICKSON
MASILA

Bursar/ Finance Officer

Date: 20/4/2026

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		3,626,621.10	3,395,905.40
Government grants for operations		10,971,698.10	11,093,782.80
Government grants for infrastructure		4,444,750.00	5,364,400.00
School fund income- parents contributions/ fees		60,152,120.00	72,974,874.00
Other income		865,805.00	855,800.00
Total receipts		80,060,994.20	91,380,766.20
Payments			
Cash outflows for tuition		4,735,840.50	1,922,696.00
Cash outflows for operations		11,406,370.00	10,713,068.00
Cash outflows Boarding/lunch and school fund payments		71,427,487.00	70,788,757.00
Total payments		87,569,697.50	83,424,521.25
Net cash inflow/outflow from operating activities		(7,508,703.30)	7,956,244.95
Cash flow from investing activities			
Acquisition of assets		(5,419,132.00)	(10,203,057.20)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(5,419,132.00)	(10,203,057.20)
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		(12,927,835.30)	(2,246,812.25)
Cash and cash equivalent at beginning of the FY		21,731,069.26	23,977,881.51
Cash and cash equivalent at end of the FY		8,803,233.96	21,731,069.26

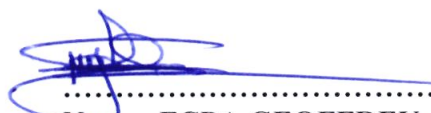
Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(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).

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL

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

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



.....
Name: FCPA GEOFFREY
MALOMBE

Chair BOM

Date: 20/4/2026



.....
Name: MR. MICHAEL
MUTIE

School Principal/ Secretary to
BOM

Date:



.....
Name: CPA DERRICKSON
MASILA

Bursar/ Finance Officer

Date:

20/4/2026

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	0	0	0	0	0
Exercise Books	0	0	0	0	0
Laboratory Equipment	0	0	0	0	0
Internal Exams	0	0	0	0	0
Teaching / Learning Materials	5,271,752.00	0	5,271,752.00	3,626,621.10	69
Exams And Assessment	0	0	0	0	0
(2) Capitation Grant on Operations					
Personnel Emoluments	6,163,809.00	1,200,000.00	7,363,809.00	4,481,757.00	61
Repairs And Maintenance	0	0	0	0	0
Local Transport / Travelling	1,250,389.00	(300,000.00)	950,389.00	1,386,248	145
Electricity And Water	1,272,200.00	(100,000.00)	1,172,200.00	1,606,031.00	137
Medical	2,544,400.00	0	2,544,400.00	1,326,830.00	52
Administration Costs	1,363,676.00	(500,000.00)	863,676.00	1,299,622.10	150
Activity	1,908,300.00	(300,000.00)	1,608,300.00	871,210.00	54
Gratuity	0	0	0	0	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	6,361,000.00	0	6,361,000.00	4,444,750.00	70%
M&I parents' contribution	0	0	0	0	0
Economic Stimulus Programs	0	0	0	0	0
Transition Infrastructure Grants	0	0	0	0	0
Administration Block	0	0	0	0	0
(4) Fees Charged on Parents					
Personnel Emoluments	4,695,100.00	(800,000.00)	4,165,100.00	5,029,268.00	120
Repairs And Maintenance	2,906,400.00	0	2,906,400.00	3,086,425.00	106
Local Transport / Travelling	787,150.00	600,000.00	1,387,150	829,020.00	60
Electricity And Water	4,722,900.00	(1,000,000.00)	3,722,900.00	4,850,205.00	130
Medical	0	0	0	0	0
Administration Costs	2,240,350.00	900,000.00	3,140,350.00	2,618,742.00	83
Activity	302,750.00	300,000.00	602,750.00	394,025.00	65
SMASSE	0	0	0	0	0
Fee On Boarding Equipment and Stores	34,081,235.00	0	34,081,235.00	35,580,021.00	104
5) Miscellaneous Income					
Loans / Borrowing	0	0	0	0	0
Rent income	0	0	0	0	0
Income From Farming Activities	0	0	0	0	0
Insurance Compensation	0	0	0	0	0
Income From Posho Mill	0	0	0	0	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Income From Bus Hire	767,805.00	0	767,805.00	767,805.00	100
Fee For Hire of Ground and Equipment	0	0	0	0	0
SALE OF TENDER DOCUMENTS	98,000.00	0	98,000.00	98,000.00	100
P.A LEVIES	7,053,165.00	0	7,053,165.00	7,053,165.00	100
Total Income	83,790,381.00	0	84,060,381.00	79,349,745.20	94
(6) Expenditure For Tuition					
Textbooks	0	0	0	0	0
Reference Materials	0	0	0	0	0
Exercise Books	0	0	0	0	0
Laboratory Equipment	0	0	0	0	0
Internal Exams	0	0	0	0	0
Teaching / Learning Materials	5,271,752.00	0	5,271,752.00	4,735,840.50	90
Chalks	0	0	0	0	0
Exams And Assessment	0	0	0	0	0
Teachers Guides	0	0	0	0	0
Administration Costs	0	0	0	0	0
Bank Charges	0	0	0	0	0
(7) Expenditure For Operations					
Personnel Emoluments	6,163,800.00	0	6,163,800.00	8,902,409.00	144
Repairs, Maintenance & Improvements	0	0	0	0	0
Local Transport / Travelling	1,250,389.00	0	1,250,389.00	438,100.00	35

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
Electricity, Water and Conservancy	1,272,200.00	0	1,272,200.00	982,491	77
Medical	2,544,400.00	0	2,544,400	177,540	7
Administration Costs	1,363,676.00	0	1,363,676.00	287,420	21
Activity Expenses	1,908,300.00	0	1,908,300.00	618,410	32
Gratuity	0	0	0	0	0
SMASSE	0	0	0	0	0
(8) Expenditure For infrastructure					
Construction of classrooms	6,361,000.00	0	6,361,000.00	5,419,132.00	85
Construction of LAB	0	0	0	0	0
Construction of DORMS	0	0	0	0	0
Purchase of furniture	0	0	0	0	0
Purchase of equipment	0	0	0	0	0
Purchase of machinery	0	0	0	0	0
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	4,165,100.00	0	4,165,100.00	5,009,378.00	120
Repairs, Maintenance and Improvements	2,906,400.00	0	2,906,400.00	5,026,497.00	173
Local Transport / Travelling	1,387,150.00	0	1,387,150.00	1,521,209.00	110
Electricity, Water and Conservancy	3,722,900.00	0	3,722,900.00	2,355,119.00	63
Medical Expenses	0	0	0	0	0

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	3,140,350.00	0	3,140,350.00	3,963,484.00	126
Activity	602,750.00	0	602,750.00	475,775.00	79
Gratuity	0	0	0	0	0
Lunch Programme	0	0	0	0	0
Boarding Equipment and Stores	34,081,235.00	0	34,081,235.00	38,828,693.00	114
Expenditure For Income Generating Activity	1,225,387.00	0	1,225,387.00	1,225,387.00	100
Insurance Costs	0	0	0	0	0
P.A LEVIES	0	13,021,945.00	13,021,945.00	13,021,945.00	100
Rent Expenses	0	0	0	0	0
Bank Charges	0	0	0	0	0
Loan Interest Repayment	0	0	0	0	0
Loan Principal Repayment	0	0	0	0	0
Acquisition Of Assets	0	0	0	0	0
Totals	83,790,381.00	0	90,388,734	92,988,829.50	103

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

- i. *Personal emoluments has over utilization of 120% due to the payment of B.O.M teachers*
- ii. *R.M.I has over utilization of 144% due to infrastructural improvement*
- iii. *Operational L.T.T has underutilization of 35% due to alternative spending in the boarding account*
- iv. *Operational administration cost has under utilization of 21% due to alternative spending in the boarding account*
- v. *Operational activity has under utilization of 32% due to alternative spending in boarding account*
- vi. *Boarding account administration cost has over utilization of 126% due to under utilization in operation account*
- vii. *Boarding equipment and stores has over utilization of 114% due inflation*

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

The capitation grants include recurrent and development grants. Recurrent capitation are recognized in the statement of financial performance while development grants are recognized in the statement of financial position after meeting the revenue recognition criteria. The conditional grants will be recognized as revenue upon fulfillment 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 authorized 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 fulfillment 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.

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	3,626,621.10	3,395,905.40
Others (specify)*	-	-
Total	3,626,621.10	3,395,905.40

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	4,481,757.00	4,447,024.00
Repairs And Maintenance	-	-
Local Transport / Travelling	1,386,248.00	1,423,048.00
Electricity And Water	1,606,031.00	1,689,869.00
Medical	1,326,830.00	1,104,150.00
Administration Costs	1,299,622.10	1,334,107.80
Activity	871,210.00	1,095,584.00
Other Vote Heads (specify)*	-	-
Total	10,971,698.10	11,093,782.80

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Maintenance & Improvement	4,444,750.00	5,364,400.00
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL

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

Description	2024/2025	2023/2024
	Kshs	Kshs
Total	4,444,750.00	5,364,400.00

4 School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel emoluments	5,029,268.00	6,650,000.00
Repairs and maintenance	4,284,924.00	3,864,000.00
Local transport / travelling	1,387,150.00	1,047,200.00
Electricity and water	4,850,205.00	6,160,000.00
Medical	-	-
Administration costs	3,963,484.00	2,979,200.00
Activity	602,750.00	375,825.00
Fee on Boarding Equipment and stores	38,828,693.00	38,647,649.00
PA Levies*	7,053,165.00	13,251,000.00
Others (specify)	-	-
Total	65,999,639.00	72,974,874.00

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

5 Miscellaneous Incomes

Description	2024/2025	2023/2024
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	-	-
Insurance Compensation	-	-
Income From Posho Mill	-	-
Income From Bus Hire	767,805.00	794,800.00
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Tender Fees	98,000.00	61,000.00
Total	865,805.00	855,800.00

(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 writebacks if any.*

6 Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Exercise Books	-	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	4,735,840.50	1,922,696.00
Exams And Assessment	-	-
Teachers Guides	-	-
Bank Charges	-	-
Others (<i>specify</i>)	-	-
Total	4,735,840.50	1,922,696.00

7 Operations

Description	2024/2025	2024/2025
	Kshs	Kshs
Personnel Emoluments	8,902,409.00	8,853,003.00
Service Gratuity	-	-
Administration Cost	287,420.00	555,940.00
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	438,100.00	-
Electricity And Water	982,491.00	984,635.00
Medical	177,540.00	-
Activity Expenses	618,410.00	319,490.00
Insurance Cost	-	-
Others (<i>specify</i>)	-	-
Total	11,406,370.00	10,713,068.00

8 Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Construction of classrooms	5,419,132.00	10,203,057.20
Construction of laboratory	-	-
Construction of dormitory	-	-
Purchase of furniture	-	-
Purchase of equipment	-	-
Purchase of apparatus	-	-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	5,419,132.00	10,203,057.20

9 Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments	5,009,378.00	5,445,548.00
Service Gratuity	-	-
Repairs And Maintenance & Improvements	5,026,498.00	4,735,544.00
Local Transport / Travelling	1,521,208.00	1,119,546.00
Electricity And Water	2,355,119.00	7,316,080.00
Medical Expenses	-	-
Administration Costs	3,963,484.00	3,197,935.25
Lunch Programme	-	-
Bank Charges	-	-
Expenses On Income Generating Activities**	1,225,387.00	743,385.00
Fee On Boarding Equipment and Stores	38,828,693.00	47,494,699.00
Rent Expenses	-	-
Insurance Cost (Life Property)	-	-
Loan Principal Repayment	-	-
Loan Interest Repayment	-	-
Acquisition Of Assets	-	-
PA expenses	13,021,945.00	-
Activity)	475,775.00	736,020.00
Total	71,427,487.00	70,788,757.25

(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).

ST. MATTHIAS MULUMBA MATINYANI BOYS' SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024/2025	2023/2024
	Active/Dormant		Kshs	Kshs
Tuition Account	ACTIVE	01025051511700	933,978.40	2,043,197.80
Operations Account	ACTIVE	01021051511702	3,723,043.15	5,820,991.05
School Fund Account/Boarding	ACTIVE	01021051511700	256,832.86	1,337,402.86
Paybill Account NO 522123	ACTIVE	1257338293	297,519.80	2,237,368.80
Parent Association Development Account	ACTIVE	1257338455	46,486.50	7,414,623.50
CDF PROJECT ACCOUNT	ACTIVE	01139304468370 0	138,115.00	138,115.00
Infrastructural Account	ACTIVE	1261953843	3,398,905.75	2,710,087.75
Total			8,794,881.46	21,701,786.76

11 Cash In Hand

Description	2024/2025	2023/2024
	Kshs	Kshs
Notes and Coins	8,352.50	29,282.50
Total	8,352.50	29,282.50

12 Short Term Investments

Description	2024/2025	2023/2024
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

13 Accounts Receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Fees Arrears	26,642,453.00	20,794,934.00
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	0	0
Imprest (list/schedule attached)	0	0
Rent arrears (list/schedule attached)	0	0
Total	26,642,453.00	20,794,934.00

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	6,558,768.00	25%	5,775,096.00	28%
Between 1- 2 years			5,063,847.00	24%
Between 2-3 years			9,955,991.00	48%
Over 3 years	20,083,685.00	75%		
Total (should tie to note 13 a)	26,642,453.00	100%	20,794,934.00	100%

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	0	0
Prepaid Fees	0	0
Retention Monies	0	0
Unpaid salaries and statutory deductions	0	0
Caution money	0	0
Other payables (<i>specify</i>)	0	0
Total	0	0

14a. Ageing Analysis of Accounts Payable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	0	0%	0	0%
Between 1- 2 years	0	0%	0	0%
Between 2-3 years	0	0%	0	0%
Over 3 years	0	0%	0	0%
Total (should tie to note 14)	0	0%	0	0%

15 Fund Balance Brought Forward

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Balances	8,794,881.46	21,701,786.46
Cash Balances	8,352.50	29,282.50
Short Term Investments	0	0
Receivables	26,642,453.00	20,794,934.00
Payables	0	0
Total	35,445,686.96	42,526,003.26

Other important disclosure notes

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

16 Non-current Liabilities Summary

Description	2024/2025	2023/2024
	Kshs	Kshs
Bank Loans	0	0
Outstanding Leases	0	0
Hire Purchase	0	0
Gratuity And Leave Provision	0	0
Others (specify)	0	0
Total	0	0

17 Biological assets

Description	Numbers	2024/2025	2023/2024
		Kshs	Kshs
Cattle	2	80,000.00	80,000.00
Goats	8	40,000.00	50,000.00
Trees	1950	99,000.00	96,000.00
Coffee Or Tea Plantation	0	0	0
Poultry	0	0	0
Others (specify)	0	0	0
Total		219,000.00	226,000.00

18 Borrowings

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

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Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Food stuffs	701,180.00	380,000.00
Lab consumables	45,800.00	38,500.00
Farm produce	0	0
Medication	10,000.00	1,200.00
Construction Materials	0	0
Others (specify)	0	0
	756,980.00	419,700.00

(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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20 Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Sundry Debtors	Recoveries on going	Resolved	Resolved
2.	Procurement	Resolved	Resolved	Resolved
3.	Funded Accounts	Resolved	Resolved	Resolved



Sign and Date
Principal



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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Storeyed Classrooms	0	0	0	0	0	COMPLETE
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

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

Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land	Donation	0	0	Donation
Buildings And Structures	163,122,880.00	9,327,820.00	16,312,288.00	156,138,412.00
Motor Vehicles	2,850,000.00	5,824,648.00	285,000.00	8,389,648.00
Office Equipment, Furniture and Fittings	10,045,000.00	647,000.00	502,250.00	10,189,750.00
Textbooks	5,000,000.00	218,190.00	3,000,000.00	2,218,190.00
ICT Equipment	780,000.00	0	20,000.00	760,000.00
Tools And Apparatus	980,000.00	0	20,000.00	960,000.00
Other Machinery and Equipment	18,000.00	0	2,000.00	16,000.00
Heritage And Cultural Assets	0	0	0	0
Intangible Assets- Soft Ware	373,300.00	0	20,000.00	353,000.00
Total	183,169,180.00	16,017,658.00	20,161,538.00	179,025,000.00

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

REPUBLIC OF KENYA

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Website: www.oagkenya.go.ke



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

Ref: OAG/MKS/AUD/10/3/2024/2025/(23)

06 July, 2026

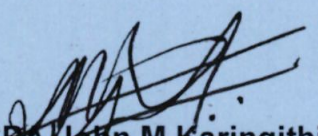
Mr. Samuel Njoroge, CBS
Clerk of the National Assembly
Parliament Buildings
P.O. Box 41842-00100
NAIROBI

Dear Sir

REPORT OF THE AUDITOR-GENERAL ON ST. MATTHIAS MULUMBA MATINYANI BOYS SCHOOL FOR YEAR ENDED 30 JUNE, 2025 – KITUI COUNTY

I transmit the report of the Auditor-General on the examination and audit of the financial statements of St. Matthias Mulumba Matinyani Boys School for year ended 30 June, 2025 in accordance with the provisions of Article 229(7) of the Constitution of Kenya for the necessary action as required by Article 229(8) of the Constitution.

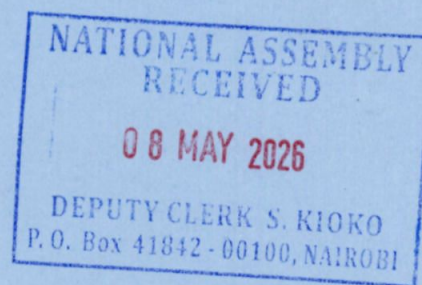
Yours faithfully


CPA John M Karingithi
For: AUDITOR-GENERAL

Copy to: **Dr. Chris K. Kiptoo, PhD, CBS**
Principal Secretary
The National Treasury
P.O. Box 30007-00100
NAIROBI

John Lekakeny Ololtuaa, CBS
Principal Secretary
State Department for Basic Education
P.O. Box 30040-00100
NAIROBI

Mr. Michael Mutie
The Principal
St. Matthias Mulumba Matinyani Boy School
P.O. Box 30-90200
KITUI



REPORT ON THE DAY

1. The first part of the day was spent in the laboratory, where the experiments were carried out. The results of the experiments were recorded in the table below.

Time	Temperature	Pressure	Volume
10.00	25.0	1.01	100.0
10.30	25.5	1.02	101.0
11.00	26.0	1.03	102.0
11.30	26.5	1.04	103.0
12.00	27.0	1.05	104.0
12.30	27.5	1.06	105.0
13.00	28.0	1.07	106.0
13.30	28.5	1.08	107.0
14.00	29.0	1.09	108.0
14.30	29.5	1.10	109.0
15.00	30.0	1.11	110.0
15.30	30.5	1.12	111.0
16.00	31.0	1.13	112.0
16.30	31.5	1.14	113.0
17.00	32.0	1.15	114.0
17.30	32.5	1.16	115.0
18.00	33.0	1.17	116.0
18.30	33.5	1.18	117.0
19.00	34.0	1.19	118.0
19.30	34.5	1.20	119.0
20.00	35.0	1.21	120.0

The second part of the day was spent in the field, where the observations were made. The results of the observations were recorded in the table below.

The third part of the day was spent in the laboratory, where the experiments were carried out. The results of the experiments were recorded in the table below.