

REPUBLIC OF KENYA



REPORT

**THE NATIONAL ASSEMBLY
PAPERS LAID**

DATE: 17 JUN 2026

DAY.

Wed

TABLED

BY:

**CLERK-AT
THE-TABLE:**

Hon. Naomi Wago, MP
Deputy Majority Whip
Mado Atabo

THE AUDITOR-GENERAL

ON

PARLIAMENT
OF KENYA
LIBRARY

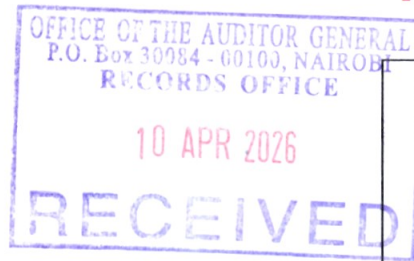
THE KENYA HIGH SCHOOL

FOR THE YEAR ENDED

30 JUNE, 2025

NAIROBI CITY COUNTY

Revised 30th June 2025



THE KENYA HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

(Leave this page blank)

The Kenya High School

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

Table of Contents

Page

1. Acronyms and Definition of Key Terms	ii
2. 1.Key School Information and Management	v
3. Summary Report of Performance of The School	x
4. Statement of School Management Responsibility	xxi
5. Report Of The Independent Auditors	xxii
6. Statement Of Receipts and Payments for the Year Ended 30 th June 2025	1
7. Statement of Assets and Liabilities As At 30 th June 2025	2
8. Statement of Cash Flows for the Year Ended 30 th June 2025	3
9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30 th June 2025	4
10. Significant Accounting Policies	8
11. Notes To the Financial Statements	11
12. Annexes	23

1. Acronyms and Definition of Key Terms

A. Acronyms.

ADM	Administration
AGM	Annual General Meeting
ARCH	Architect
ANNX	Annexure
BES	Boarding Equipment & Stores
BOM	Board of Management
CBE	Competency Based Education
CCTV	Closed-Circuit Television
CEB	County Education Board
CP	Chief Principal
DOS	Director of Studies
DH	Dining Hall
DP	Deputy Principal
EMF	Emergency Medical Fund
EWC	Electricity, Water & Conservancy
FY	Financial Year
FDSE	Free Day Secondary Education
GoK	Government of Kenya
HR	Human Resource
HOD	Head of Department
ID	Identity Card
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
KNEC	Kenya National Examination Council
KESSHA	Kenya Secondary Schools Heads Association
KSHS	Kenya Shillings
LT&T	Local Travel & Transport

The Kenya High School

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

M	Million Kenya Shillings
MIF	Maintenance & Improvement Fund
MOE	Ministry of Education
NTS	Non - Teaching Staff
PA	Parents Association
PTA	Parents Teachers Association
P/E	Personnel Emoluments
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
REP	Representative
RD	Returned to Drawer
RMI	Repairs Maintenance & Improvement
SCDE	Sub-county Director of Education
SDPW	State Department of Public Works
SIC	School Infrastructure Committee
SMASSE	Strengthening of Mathematics and Science in Secondary Education
TIG	Transition Infrastructure Grant
TSC	Teachers Service Commission

B. Definition of Key Terms

Comparative Year- Means the prior period

Accrued Income - revenue that has been earned, but has yet to be received

Accrued Expenditure - expense recognized as incurred but not yet paid

Prepaid Fees - Income received in advance for subsequent periods

Cash basis accounting - recognizes income when it is received and expenses when they are paid for.

Modified cash basis - combining elements of two major accounting methods: cash and accrual

Adjustment to cash basis - Means to subtract accrued income or expense and to add or reduce actual cash for receivables and payables respectively

Payables - represents money that the school owes to suppliers and other creditors

Receivables - represents a money owed to the school by students and other debtors

Creditors - A person to whom money is owed

Debtor - A person who owes money

Deficit - Excess of income over expenditure

Surplus - Excess of expenditure over income

1. Key School Information and Management**(a) Background information**

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

The school was registered in December, 2019 under registration number **47S30000776** and is currently categorized as a National public school established, owned or operated by the Government.

The school is a girls boarding school and had **1,906 in** the first half of the financial year (**July 2024 to December 2024** and **1,556** students in the next half of the financial Year (**January 2025 to June 2025**) and as at 30th June 2025. It had 28 streams and 85 teachers of which 10 teachers are employed by the School Board of Management, 1 volunteer Teacher and 74 posted by T.S.C.

(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	Canon Phillip Njuki	Chairman - Sponsor	5th May, 2022
2	Ms. Virginia Wahome	Secretary – Chief Principal	5th January, 2023
3	Judge Lee Muthoga	Member - Sponsor	5th May, 2022
4	Arch. Silvester Muli	Member	5th May, 2022
5	Mrs. Faith Riungu	Member	July, 2024
6	Mr. Moses Nyakiongora	Member	5th May, 2022
7	Arch. Simon Kahinga	Member	October, 2022
8	Eng. Phillip Gichuki	Member – Rep CEB	5th May, 2022
9	Theophilus Kanuna	Member Rep Teachers	February 2023
10	Dr. Lily Musinga	Member - Sponsor	5th May, 2022
11	Mrs. Victoria Nzau	Member - Community	5th May, 2022
12	Dr. Irene Inwani	MemberSpecial Needs	5th May, 2022
13	Dr. Skitter Mbugua	Member	5th May, 2022
14	Lorna Lwembe (President)	Students' Representative	1st July, 2024

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Board of Management Executive Committee	1. Canon Philip Njuki- 2. Justice Hon. Lee Muthoga 3. Ms. Virginia Wahome 4. Mrs. Faith Riungu 5. Dr. Lily Musinga 6. Mr. Moses Nyakiongora	- Chairman BOM - BOM Member - Principal/Secretary BOM - PA Chair - BOM Member - BOM Member	8
2	Audit Committee	1. Arch. Samson Kahinga 2. Mrs. Victoria Nzau 3. Dr. Skitter Mbugua	- BOM Member - Member - Member	
3	Finance, Procurement and General purposes Committee	1. Canon P. Njuki 2. Moses Nyakiongora 3. Justice Hon. Lee Muthoga 4. Mrs. Victoria Nzau 5. Arch. Simon Kahinga	- Chairman BOM - BOM Member - BOM Member - BOM Member - PA Treasurer	3

The Kenya High School

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

		6. Dr. Irene Inwani 7. Dr. Skitter Mbugua 8. Mrs. Faith Riungu 9. Ms. Virginia Wahome 10. Ms. Phyllis Wachiori 11. Two parents	- BOM Member - BOM Member - PA Chairperson - Chief Principal - D/Principal Admin -	
4	Academic, Committee	1. Mrs. Faith Riungu 2. Ms. Virginia Wahome 3. Dr. Irene Inwani 4. Mrs. Victoria Nzau 5. Mr. Simon Kahinga 6. Mrs. J. F. Nyasya 7. Mr. Theophilus Kanuna 8. Mrs. Irene Omangi 9. Faith Riungu 10. Class Year Heads (F1-F4)	- PA Chairperson - Chief Principal - BOM Member - BOM Member - BOM Member - PA Member - D.O.S. - D/Principal Admn. - P.A. Member - Teachers	1
5	Development Committee (SIC)	1. Justice Hon. Lee Muthoga 2. Canon Philip Njuki 3. Ms. Virginia Wahome 4. Mrs. Faith Riungu 5. Mrs. Janetor Munyoki 6. Arch. Silvester Muli 7. Ms. Julia Komunga 8. Mr. Moses Nyakiongora 9. Public Works Representative	- Chairperson/BOM Member - BOMChair/Member - Principal/Secretary - PA Chair/Member - D/Principal Academics - Member - S.C.D.E. - Member	18
6	Discipline and welfare Committee	1. Canon Philip Njuki 2. Dr. Lily Musinga 3. Justice Hon. Lee Muthoga 4. Ms. Virginia Wahome 5. Ms. Phyllis Wachiori 6. Dr. Irene Inwani 7. Arch. Silvester Muli 8. Parent Rep.	- Chairperson /BOM - Member - Member - Chief Principal - Deputy Principal Admin. - Member - Member	3
	Adhoc Commitees			
7	Improvement Committtee	1. Ms. Virginia Wahome 2. Arch. Silvester Muli 3. Dr. Irene Inwani 4. Mr. Ronald Too 5. Mr. Samwel Mwanzia	- Chief Principal/Secretary - BOM Member - BOM Member - Member - Member	1

The Kenya High School

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

		6.Mrs. Winfred Watuha 7. Mr. Daniel Kinyua 8. Mrs. Lillian Mutua	- Member - Member - Member	
8	Strategic Plan Committee	1. Mr. Moses Nyakiongora 2. Dr. Mrs. Skitter Mbugua 3. Eng. Phillip Gichuki 4. Ms. Virginia Wahome	- BOM Member - BOM Member - BOM Member - Chief Principal	1
9	Tender & Quotations Opening & Evaluation Committees	1. Phillis Wachiori 2. Mathew Osoro 3. Theophilus Kanuna 4. Geoffrey Muriithi 5. Jacson Mwai 6. Winfred Anzoka 7. Rose Muturi 8. Mary Ncube 9. Winnie Watuha 10. Daniel Kinyua 11. Rodgers Swanya 12. Janet Kahuha 13. Damaris Keli 14. Winnie Kamau 15. Bobby Wekesa 16. Janetor Munyoki 17. Sarah Nyoro 18. Jane Munuhe 19. Margaret Onimbo 20. Samwel Maina 21. Faith Mboya	-Chairperson/Deputy Principal -Secretary/Procurement Officer -Member/Director of Studies -Member/Labs in charge -Member/Teacher -Member-Teacher -Member-Teacher -Member-Teacher -Member-Teacher -Member-Teacher -Member-Teacher -Member-Teacher -Member Boarding Mistress -Member-Teacher -Member-Teacher -Chair Evaluation-D/principal -Member-Bursar -Member-Teacher -Member-Teacher -Member-Teacher -Member-Teacher	5

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

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Chief Principal	Ms. Virginia Wahome	TSC No. 324535
2	Deputy Principal - Administration	Ms. Phylis Wachiori	TSC No. 348126
3	Deputy Principal - Academics	Mrs. Janetor Munyoki	TSC No. 461647
4	School Bursar	Ms. Sarah Nyoro	ICPAK No. 4550
5	Director of Studies	Mr. Theophilus Kanuna	TSC. No. 508457
6	Boarding Mistress	Mrs. Damaris Keli	TSC No. 390156

(e) Schools contacts

Post Office Box: 30035 -00100 GPO NAIROBI
Telephone: 0724 253920
E-mail: kenyahigh@gmail.com
Website: www.kenyahighschool.ac.ke

(f) School Bankers

Name of Bank: Co-operative Bank of Kenya
Branch: Lavington Mall
Postal Address. 48231-00100 Nairobi
Email: lavingtonmallbr@co-opbank.co.ke

Name of Bank: Kenya Commercial Bank
Branch: Kipande House
Postal Address. 30012-00100 Nairobi
Email: kipandehouse@kcbgroup.com

Name of Bank: Equity Bank
Branch: Kilimani Supreme
Postal Address. 10785-00100 Nairobi

(g) Independent Auditors

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

2. 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:

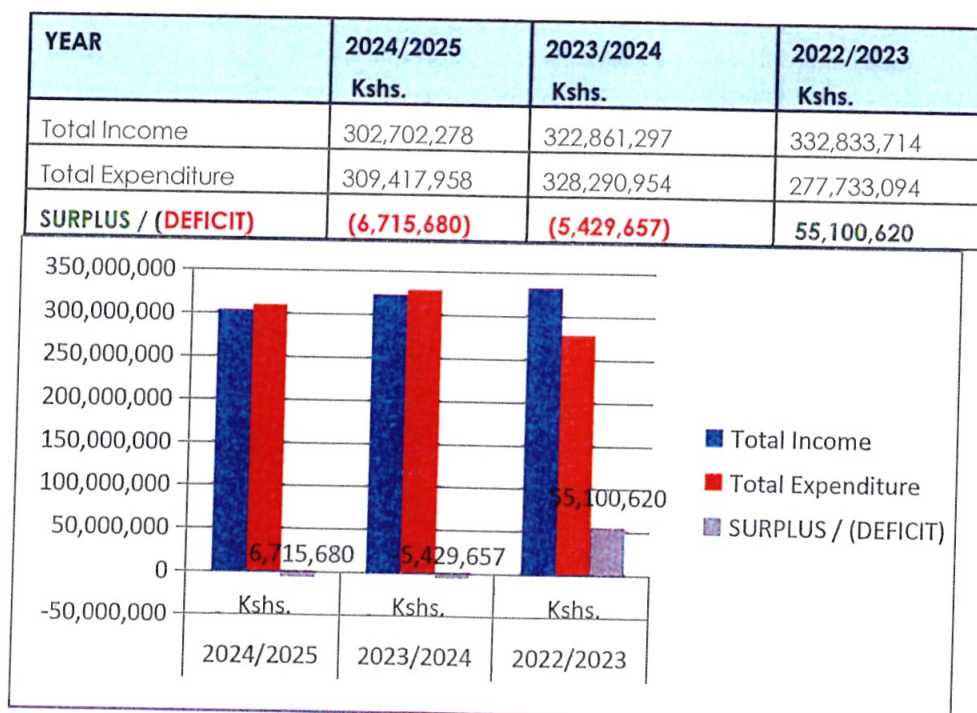
b) Surplus/ deficit for the year and a comparison of the same for the last three years

In FY 2024/2025 and FY 2023/2024 the school posted a deficit of **Kshs. 6.7M** and **Kshs. 5.4M** respectively.

In both years, there was expenditure from accumulated funds for Infrastructure projects (Maintenance Improvement Fund), boarding expenses and International trips.

For Infrastructure projects and international trips, the income was received before year end and expenditure in the next financial period resulting to a deficit in operations, in both years. Another factor causing the deficit is less capitation grants allocation to budget and hence redirecting expenditure to parents fees.

In FY 2022/2023 the school had reserved Kshs. 55M in accumulated funds and this had been contributed by Infrastructure funds received towards close of that year **Kshs. 22.4M** and International trips funds deposited in May and June 2023 for International trips that took place and paid for in August 2023.



(i) Capitation grants from the Ministry of Education for the last three years

DESCRIPTION	2024/2025 Kshs.	2023/2024 Kshs.	2022/2023 Kshs.
Capitation grants for Tuition	4,512,747	4,327,902	4,385,850
Capitation grants for Operations	13,516,511	14,150,323	12,914,625
Capitation grants for Infrastructure (TIG & MIF)	5,530,000	7,631,020	26,484,000
TOTAL CAPITATION GRANTS	23,559,258	26,109,245	43,784,475

During the FY 2024/2025 the school received Kshs. 23.5M for capitation grants which was 10% less previous year funding. The capitation grants from MoE reduced by Kshs. 2,549,987

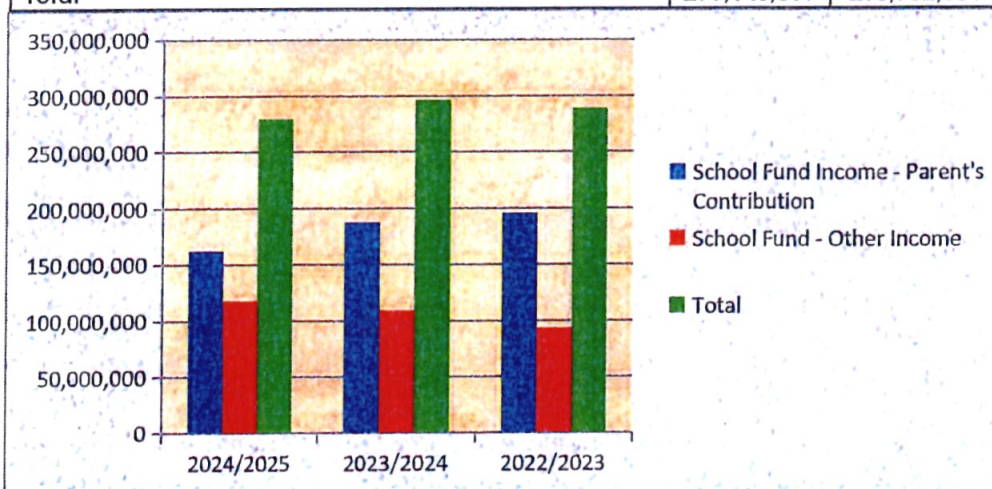
The school was not awarded funds for TIG in the current year.

In the previous financial periods, the school had received TIG funds Kshs. 20M in 2022/2023

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

The school had other income from parents contributions in form of school fees, Other incomes from chapel collections, clubs, welfares, international trips and exchanges, interest income from fixed and call deposits, sale of tenders and income generating projects as below;

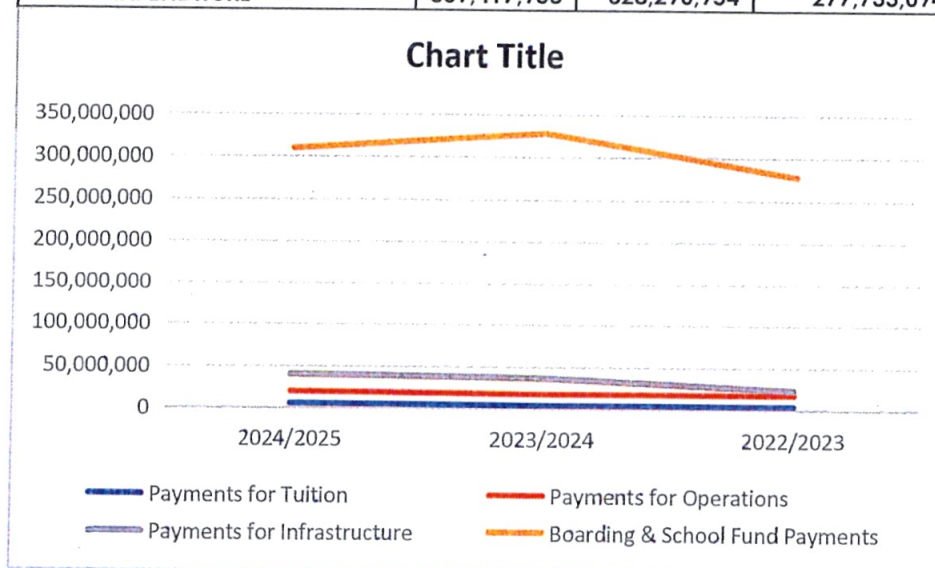
Description / Year	2024/2025 Kshs.	2023/2024 Kshs.	2022/2023 Kshs.
School Fund Income - Parent's Contribution	162,535,375	187,932,202	195,722,508
School Fund - Other Income	116,607,644	108,819,849	93,326,731
Total	279,143,019	296,752,051	289,049,240



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

(iii) A three-year overview of growth in expenditure of the school

YEAR	2024/2025	2023/2024	2022/2023
Payments for Tuition	5,021,388	3,664,543	4,339,805
Payments for Operations	14,473,942	13,690,409	13,018,417
Payments for Infrastructure	20,540,634	19,073,219	5,582,890
Boarding & School Fund Payments	269,381,993	291,862,782	254,791,982
TOTAL EXPENDITURE	309,417,958	328,290,954	277,733,094



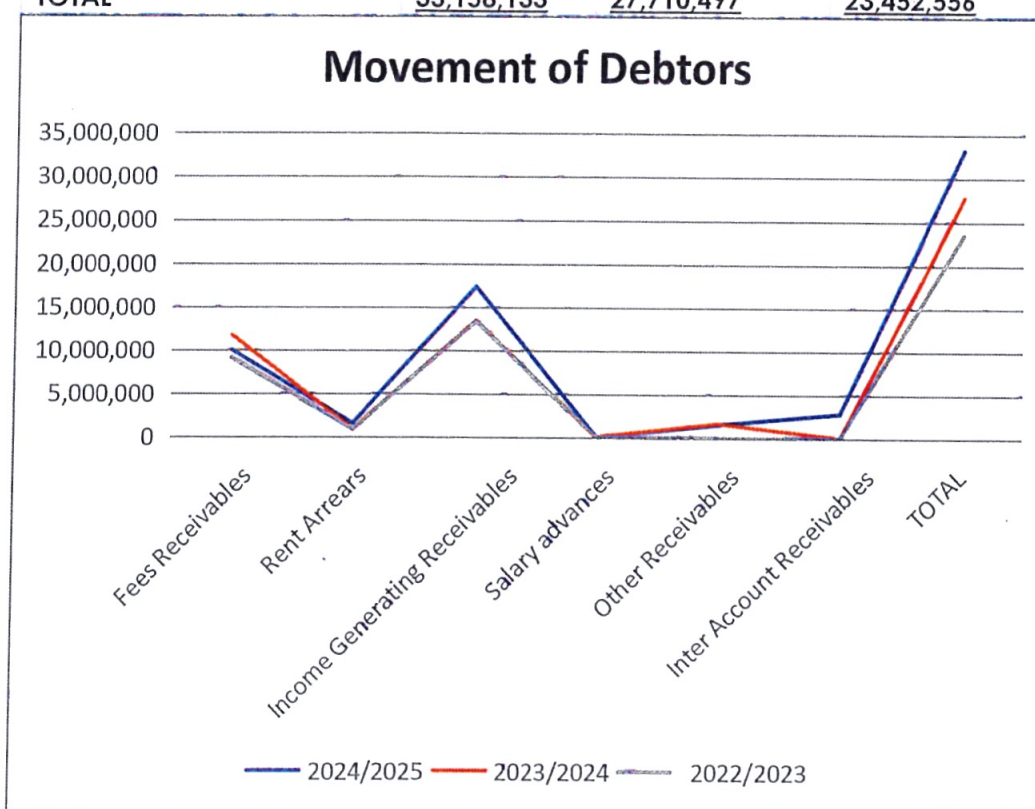
The average expenditure is Kshs. 305,147,335 p.a.
 Boarding and school fund payments has the highest expenditure.

Infrastructure payments are dependent of GoK support for infrastructural development and depend on project being financed. During the year, the school was completing Science Laboratories and Technology Centre in lots for outstanding works and Phase III.

The expenditure is constant for Operations and Tuition over the three years.

(iv) Movement of debtors of the school over the last three years

	2024/2025	2023/2024	2022/2023
Fees Receivables	9,961,497	11,689,851	9,138,534
Rent Arrears	1,521,750	875,215	869,690
Income Generating Receivables	17,323,466	13,451,262	13,380,722
Salary advances	88,590	72,360	63,610
Other Receivables	1,486,772	1,621,809	-
Inter Account Receivables	2,776,058	-	-
TOTAL	33,158,133	27,710,497	23,452,556



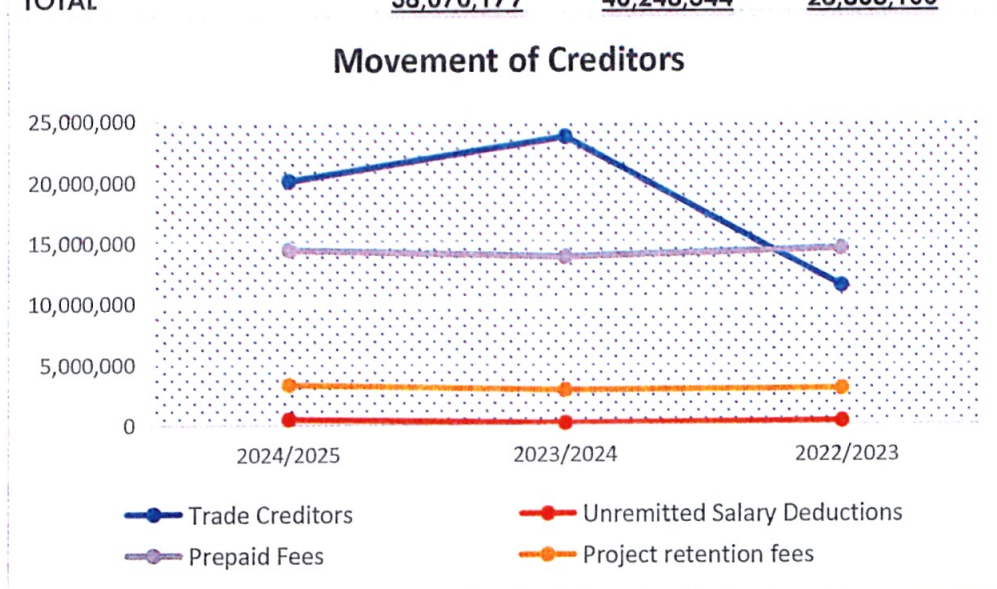
Debtors for the year ended 2024/2025 increased by 22.9% higher than the previous year. This was mainly due to;

- Increased KNEC examiners hosting receivables
- Unsettled Interaccount receivables

The school had 20% less student population in the second half of the financial year 2024/2025 and fees receivable was lower than previous year.

(v) Movement of creditors of the school over the last three years

	2024/2025	2023/2024	2022/2023
Trade Creditors	20,008,982	23,586,595	11,308,197
Un remitted Salary Deductions	430,489	88,573	216,448
Prepaid Fees	14,363,326	13,770,571	14,438,614
Project retention fees	3,267,382	2,802,605	2,904,841
TOTAL	<u>38,070,179</u>	<u>40,248,344</u>	<u>28,868,100</u>



During the year the payables decreased by 6% and trade Creditors formed the most part of the payables.

In Year 2024/2025 the school was holding retention fees for contractors in the Science Laboratory project.

Un-remitted deductions and prepaid fees remained constant.

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

b. Teacher-to- Student ratio:

The student population was 1556 at the end of the year and teachers were 85 giving a ratio of 1 teacher for 18 students as at 30th June, 2025. The ratio improved as the students' population was lower at the end of the year as there was no Form 1 class as the education system transisted to CBE.

(i)Transfers/Retirement: There were 2 TSC Teachers transfers during the Year and 1 Retiree during the period. 1 Teacher also proceeded for studies.

(ii)Postings /Recruitments: The TSC posted 8 teachers during the Year and the BOM appointed Teachers reduced from 13 to 10 during the Year.

(iii)Teacher/Subject Distribution: The total teaching staff was 85 Teachers. BOM had 10 Teachers and 1 Volunteer Teacher.

74 Teachers were posted by TSC and distributed as follows:

SUBJECT	NO. OF TEACHERS POSTED BY T.S.C.	REQUIREMENT	SHORTAGE
English	10	11	1
Kiswahili	8	11	3
Mathematics	7	10	3
Chemistry	8	10	2
Physics	6	7	1
Biology	7	9	2
History	4	5	1
Geography	5	5	NIL
C.R.E.	5	5	NIL
I.R.E.	1	1	NIL
Business Studies	4	5	1
Agriculture	1	2	1
Home Science	2	3	1
Computer	1	3	2
Music	1	1	NIL
French	1	1	NIL
German	1	1	NIL
Art	1	1	NIL
P.E.	1	2	1

(c) Mean score in the 2024 K.C.S.E:

The mean Score for Year 2023 K.C.S.E was **10.128 (B+)** an improvement of 0.172 compared to Year 2023 KCSE performance.

The school had 382 candidates and 373 managed to score university entry grade of C+ and above. This was 97.64% transition to University.

The summary performance for the last 3 academic years is tabulated as below;

Year/ Grade	2024	2023	2022	Remarks
A	69	36	41	
A-	115	118	102	
B+	94	106	91	
B	47	65	59	
B-	29	42	28	
C+	19	9	17	
C	5	5	6	
C-	2	1	2	
D+	2	1	0	
D	0	0	0	
D-	0	0	0	
E	0	0	0	
Mean Score	10.128	9.956	9.954	
Improvement/Decline	0.172	0.0002	0.471	
University Entry	373	376	338	
Number of Students	382	383	346	

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

The number of candidates who sat for K.C.S.E. between Year 2022 and Year 2024 is tabulated as below;

Year	Number of candidates
2022	346
2023	383
2024	382

The Kenya High School

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

(e) The Capacity of the school

The school had 1556 students in the year ending 30th June, 2025. The school is able to accommodate 1800 students.

The following are the facilities vis a viz the number of students;

Facility	Number Available	Number In use	Holding Capacity	Current Capacity	Requirement	Remarks
Classrooms	34	28	45 students	56 Students	8 classrooms	Currently the classrooms are over-congested with each holding 11 to 15 more students with no proper movement inside the classes
Science Laboratories	8	6	50 Students	56 Students	Equipping of 2 laboratories	The school has a newly constructed science lab block. 2 new science laboratories labs have not been equipped.
Dining Hall	1	1	1500 Students	1556 Students	Extension of DH	The capacity of the new dining hall could not hold 2000 as per the project proposal. When the school admits Grade 10, the DH will be congested and the school may be forced to change to the meals attendance to 2 shifts.
Computer Laboratories	5	3	260 Students	300 students	Equipping of 2 computer labs with a capacity of 110 computers	2 computer labs with a capacity of 110 computers require to be equipped. 1 is a new lab of 70 machines and 1 old lab has 40 obsolete machines.
Home science Labs	3	3	60 Students	130 Students	2 labs fully equipped	The school requires more Home-science laboratories equipped with cookers and sewing machines to accommodate the current student population

The Kenya High School

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

Art room	1	1	10 students	10 students	0	Adequate
Facility	Number Available	Number In use	Holding Capacity	Current Capacity	Requirement	Remarks
CBE Classrooms	2	0	50 students	11-46 students	0	Currently being used for teaching special subjects
Staff room	1	1	50 Teachers	85 Teachers	Staffroom extension for 100 teachers	Currently the Teachers are occupying students library
Dormitories	10	10	1000 Students	1556 Students	2 Dormitories	Each dormitory is holding 55 56 students in excess and the dormitories are congested. This will be made worse when the school received Grade 10 in Year 2026. The bathrooms and toilets in dorms are also not enough. The school requires 2 new dormitory blocks that can accommodate excess students. In the meantime, the school has converted staff houses annexed to the dormitories to create accommodation spaces for students.
Library	1	1	350 Students	600 Students	Relocation of Teachers to create space in the library	Library space is available upstairs but currently being occupied by HODs. Departmental offices required and furnishing of the library

The Kenya High School

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

Lecture Theatre			150 Students	600 students	Lecture Hall to accommodate 700 students	The school uses the old dining hall for lecture as the current facility is not adequate to host a stream
Facility	Number Available	Number In use	Holding Capacity	Current Capacity	Requirement	Remarks
Toilets	75	75	20 students per toilet cubicle	29 students per toilet cubicle	20 toilets	Currently the school requires additional 20 toilets in tuition area.
Sanatorium	1 with 27 beds-ward	1	27 ward beds			Adequate
Swimming Pool	1 (33m*14m) With 2 changing rooms, 2 showers and 2 toilets	1	1 (33m*14m) With 2 changing rooms, 2 showers and 2 toilet	1 (33m*14m) With 2 changing rooms, 2 showers and 2 toilets	Expansion of pool to (50m* 25m) With 10 washrooms, 10 shower and 4 changing rooms	The swimming pool needs to be expanded to Olympic size and the number of changing rooms, showers and toilets added to serve at least 2 classes at the same time
Teaching Staff departmental Offices	5	5	40 Teachers	85 Teachers	5	The school needs additional departmental offices enough to hold 100 Teachers
Facility	Number Available	Number In use	Holding Capacity	Current Capacity	Requirement	Remarks
Staff Houses	100 units	All		150 staff (Teaching and Non Teaching Staff)	20	The school needs additional staff houses to be able to accommodate more Teachers and essential staff in the school

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

f.) Development projects carried out by the school:

The school started Science and Technology Centre which comprised of 4 classrooms, 2 computer laboratories, 4 science laboratories & prep rooms and an ablution block.

The project was handed over to the contractor in Year 2020 which was to be constructed in Phase I (awarded to Procost Ideas Ltd.) and Phase II (awarded to Cement House Ltd.).

The contractors in Phase I and Phase II left incomplete works which were completed in lots by 3rd contractor Parquet Ltd. The project is almost complete after carrying out Phase III of the project and the complex is in use by the students.

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Certified / spent (Kshs)	Expected completion time
Science Technology Centre Phase I	TIG/MIF/PARENTS	Handed Over	114,630,840	108,646,630.41	Exceeded completion period
Science Technology Centre Phase II	TIG/MIF/PARENTS	Completed	36,870,076	30,607,874.80	Exceeded completion period
Science Technology Centre Phase (Completion LOT S 1 & 3 and Phase III)	TIG/MIF	Completed	18,816,795	14,823,869.30	Exceeded completion period
Total Contracted/Paid			170,317,711	154,078,374.51	



School Principal

3. 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 **Kenya High School** accepts responsibility for the school's financial statements, which have been prepared on accrual method under transitional 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: Dr. Skifter Ocharo

Designation: Chairman, School Board of Management

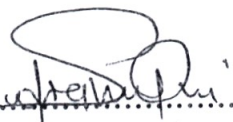
Date: 26th March, 2026



.....
Name: Rev. Edith Koech

Designation: School Principal & Secretary to Board of Management

Date: 26th March, 2026



.....
Name: Sarah W. Nyoro

Designation: Bursar/ Finance Officer

Date: 26th March, 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 THE KENYA HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NAIROBI CITY COUNTY

PREAMBLE

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

- A. Report on 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 The Kenya High School set out on pages 1 to 31, which comprise of the statements assets and liabilities as at 30 June, 2025, the statement of financial performance and statement of

cash flows and the 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 The Kenya High School as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Basic Education Act, 2013, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No. 3 of 14 April, 2025.

Basis for Qualified Opinion

1. Unsupported Boarding and School Fund Payments

The statement of financial performance reflects boarding and school fund expenditure amount of Kshs.269,381,993 as disclosed in Note 9 to the financial statements. However, examination of payment vouchers amounting to Kshs.16,588,216 revealed that Management made payments without proper support documents such as inspection reports and goods received notes.

In the circumstances, the regularity, accuracy and completeness of the boarding and school fund payments of Kshs.16,588,216 could not be confirmed.

2. Underfunding of Capitation Grants

The statement of financial performance and as disclosed in Note 1, Note 2, and Note 3 to the financial statements reflects amounts of Kshs.4,512,747, Kshs.13,516,511, and Kshs.5,530,000 in respect of Government grants for tuition, operations, and infrastructure, respectively. Review of the National Education Management Information System (NEMIS) data provided for audit revealed a total student population of 1,547 learners, while the School's enrolment records reflect 1,556 learners, resulting in an unreconciled variance of nine (9) students. Based on the approved Free Day Secondary School (FDSE) capitation of Kshs.22,244 per student the expected total capitation allocation amounted to Kshs.32,077,300. However, the NEMIS disbursement records indicated that the School received a total of Kshs.23,559,258 resulting in an underfunding of capitation grants by an amount of Kshs.8,518,042.

In the circumstances, the validity and completeness of Government grants totalling Kshs.23,559,258 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of The Kenya High School Management in

accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

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

In the prior year's audit reports, several issues were raised in 2023/2024 financial year under the report on Financial Statements, Lawfulness and effectiveness in use of Public Resources, and effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the Kenya High School in 2024/2025 revealed that although Management provided explanations on the status of these matters, the issues had not been resolved.

	Audit Issue
1	Deposit in the Bank not Recorded in Cashbook
2	Long Outstanding Receivables
3	Underfunding of Capital Grant
4	Lack of Valuation Report and Registration of Lease
5	Unapproved Fees on Parents Association Support Programmme
6	Irregular Transfer of Funds to KESSHA

	Audit Issue
7	Long Outstanding Accounts Payables
8	Inadequate Accommodation Facilities Relative to Student Enrolment
9	Non-Adherence with Operation Manual from Ministry of Education
10	Unsupported Inventory Balances
11	Failure to Value Biological Assets

Other Information

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

In connection with my audit on The Kenya High School financial statements, my responsibility is to read the Other Information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is no material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of financial Statements for Audit

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

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

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

The statement of financial performance reflects boarding and school fund payments amount of Kshs.269,381,993 as disclosed in Note 9 to the financial statements. Included in the expenditure is an amount of Kshs.1,042,400 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.1,042,400 could not be confirmed.

3. Excess/Shortfall of Textbooks

A comparison between the number of textbooks available and the student enrolment data indicated instances where the number of textbooks exceeded or was below the required quantity. The analysis further showed varying textbook-to-learner ratios, with some subjects recording ratios below 1:1, indicating an undersupply of textbooks, while others recorded ratios above 1:1, indicating an oversupply. For instance, subjects such as Chemistry for Form 3 and Form 4 recorded excess copies compared to the number of learners, while other subjects such as Mathematics for Form 3 and English and Kiswahili texts in some classes recorded significant shortages.

In the circumstances, the imbalance between the number of textbooks and student enrolment affects the optimal utilization of learning resources.

4. 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.

5. Late Transfer of Infrastructure Funds from Operations Bank Account

The statement of financial performance reflects infrastructure grants revenue amount of Kshs.5,530,000 as disclosed in Note 3 to the financial statements from the Ministry of Education credited in the operations bank account. However, review of bank records

revealed that the funds were transferred from the operations account to the infrastructure account between twenty-three (23) and thirty-four (34) days after receipt, This was contrary to the Ministry of Education Circular Ref. No. MOE.HQS/3/13/3 dated 16 June, 2021, which requires that infrastructure grants and funds for maintenance and improvement be transferred to the school infrastructure account within fifteen (15) days of receipt in the operations account.

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

6. Failure to Deduct Capacity Building Levy

The statement of financial performance reflects boarding and school fund expenditure amount of Kshs.269,381,993 as disclosed in Note 9 to the financial statements which includes an amount of Kshs.65,854,623 in respect of procurement contracts signed with the School's suppliers. Review of payments for goods and services revealed that there was no deduction of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order, 2023 issued by the Public Procurement Regulatory Authority.

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

7. Irregularities in Construction of Science Laboratory and Technology Centre

Note 8 to the financial statements reflects infrastructure expenditure of Kshs.20,540,634, which include an amount of Kshs.17,798,792 relating to Science Laboratory and Technology Centre. The documents provided for audit revealed that, the construction tender was awarded to a local contractor at an initial construction contract of Kshs.114,630,840 and the construction commenced on 20 November, 2020. However, as at the time of audit in the month of March, 2026, the completion periods of the contracts had delayed by between three (3) months to two (2) years and a total of Kshs.154,078,375 had been paid as at 30 June, 2025, though the project had not been completed.

Review of the project documents revealed the following anomalies:

- i. Failure to conduct due diligence at the time of tendering the project as required by the procurement law.
- ii. The project after some time was abandon and by 18 May, 2022 a new second contractor was awarded the tender at a cost of Kshs.36,870,076 to construct the facilities.
- iii. The construction was later abandoned by the second and a new tender was awarded to a third contractor for completion at cost of Kshs.18,816,795.
- iv. The third contractor again abandoned the project and new tender was awarded a forth contractor for completion at a cost of Kshs.18,816,795.
- v. Physical inspection of the project during the audit in the month of March, 2026 revealed several deficiencies in the completed works. Visible cracks were observed

along the staircase structure, raising concerns regarding the quality, structural integrity and durability of the construction. Further, it was noted that electrical power was not available at the socket outlets within the Physics Laboratory, despite the fact that the electrical wiring works had been completed and forming part of the project scope.

- vi. Several concerns were not addressed during the audit as to whether, the works were properly executed, inspected and certified prior to completion and handover, and whether the construction complied with the required technical specifications and quality standards.
- vii. Management did not provide the forward plan and action that the School had taken to ensure the project was completed.

In the circumstances and due to delayed completion of the project, the value for money spent on the project of Kshs.154,078,375 that had been paid as at 30 June, 2025 could not be confirmed and the expected objectives of the project had not been realized.

8. Continued Use of Asbestos in School Building

Physical verification of the School's infrastructure conducted on 6 March, 2026 revealed that old dining hall, music and art room and gym hall had asbestos roofing. This was contrary to Ministry of Environment, Climate Change and Forestry circular Ref: MEF/EMC/1/1 dated 23 August, 2024 that directed on the removal of asbestos roofing by Government agencies including offices, houses and learning institutions' premises as a means of providing a clean, safe, healthy and sustainable environment.

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

9. Award of Tender to Non-Registered Suppliers

Note 9 to the financial statements reflects an amount of Kshs.269,381,993 in respect of boarding and school fund expenditure. Included in this amount is Kshs.79,430,479 in respect of boarding, equipment and stores. During the audit it was established that a total of Kshs.14,550,733 was paid to different suppliers of goods and services that were not registered under the list of prequalified suppliers as required by the procurement law.

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

10. Lack of Goods Received Notes (GRNs) and Inspection and Acceptance Procedures for Delivered Supplies

Note 9 to the financial statements reflects an amount of Kshs.269,381,993 in respect of boarding and school fund expenditure which include an amount is Kshs.79,430,479 in respect of boarding, equipment and stores. Further, included in this amount is goods procured from different suppliers totalling Kshs.16,588,216 which were not subjected to inspection and acceptance before the same were received at the stores and taken on charge as required by procurement law for accountability. In addition, the audit revealed

that the School did not utilize Goods Received Notes or conduct formal inspection and acceptance procedures upon receiving supplies. Specifically, there was no documentations provided to verify whether the delivered goods matched the specifications, quantities and quality standards outlined in purchase orders.

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

11. Non-Compliance with the One Third of Basic Salary Rule

Note 9 of the financial statements reflects an amount of Kshs.269,381,993 in respect of boarding and school fund expenditure. Included in this amount is Kshs.19,435,398 relating to salaries and wages. An analysis of the June, 2025 payroll revealed that a number of employees earned a net salary of less than a third (1/3) of the basic salary contrary to Section 19(3) of the Employment Act, 2007.

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

12. Long Outstanding Accounts Payables

The statements of assets and liabilities and as disclosed in Note 14 to the financial statements reflect accounts payables balance of Kshs.38,070,179 comprising of prepaid fees of Kshs.14,363,326, trade creditors of Kshs.20,008,982, unremitted statutory deductions of Kshs.430,489 and projects retention monies of Kshs.3,267,382. Review of the aging analysis under Note 14b revealed that, trade creditors of Kshs.4,07,414 had been outstanding for more than three (3) years exposing the School to risk of loss of public funds through litigations, interests and penalties. This was contrary to Regulations 42(1)(a) of the Public Finance Management (National Government) Regulations, 2025 which states that, 'service payments shall be a first charge on the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of Internal Audit Function

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

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

2. Lack of Updated Fixed Assets Register

Annex 2 to the financial statements reflects summary of fixed assets without historical cost carried forward. Further, a detailed schedule indicating assets description, reference or identification numbers, date acquired, purchase cost, location, nature and use including current status were not provided for audit. In addition, up to date valuation reports for the assets were not provided for audit.

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

3. Lack of Approved Workplan for the Board of Management

Review of the Board minutes for the School revealed that the Board of Management operated without an approved work plan to guide its committees in the discharge of their mandate. Further, the requirement for committees to convene at least once every four months was not adhered to.

In the circumstances, the School may not achieve its strategic objectives.

4. Lack of an Approved Endowment Policy

The statement of financial performance reflects an amount of Kshs.269,381,993 in respect of boarding and school fund expenditure as disclosed in Note 9 to the financial statements. Included in this amount is Kshs.1,149,694 relating to Endowment Fees Bursaries. Review of the documents provided for audit revealed the following anomalies;

- i. The School commenced soliciting and collecting funds under an Endowment Fund which had not been legally established through the prescribed approval process.

- ii. The policies and procedures intended to govern the management, investment, and utilization of the Endowment Fund are still at the draft stage and not approved by the Board.
- iii. Management did not provide evidence to support whether the funds collected had been adequately safeguarded, properly utilized, or invested in accordance with the provisions of Regulation 207 of the Public Finance Management (National Government) Regulations, 2015.
- iv. No separate bank account had been opened to receive and manage the endowment funds, thereby exposing the funds collected to possible commingling with other School funds making it difficult for audit trail on spending of endowment funds that may lead to possible irregularities and risk of fund misuse and misappropriation.

In the circumstances, operating the Endowment Fund without approved policy framework demonstrates weaknesses in governance and internal control mechanisms.

5. Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.33,158,133 in respect of accounts receivables as disclosed in Note 13 to the financial statements. However, the ageing analysis revealed that Kshs.1,785,084 had been outstanding for between one (1) to two (2) years while Kshs.600,637 had been outstanding for between two (2) to three (3) years. Further, significant accounting policies on accounts receivables as disclosed in Significant Policy No.5 is silent on the treatment of student's fee balances which is a major source of income for the School.

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

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

Responsibilities of 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 overall 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 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

08 May, 2026

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

5. Statement of Financial Performance for the Year Ended 30th June 2025

Description of Votehead	Note	2024/2025	2023/2024
Revenue		Kshs.	Kshs.
Government grants for tuition	1	4,512,747	4,327,902
Government grants for operations	2	13,516,511	14,150,323
Government grants for infrastructure	3	5,530,000	7,631,020
School Fund Income - Parent's Contribution	4	162,535,375	187,932,202
Miscellaneous incomes	5	116,607,645	108,819,849
Total Revenue		<u>302,702,278</u>	<u>322,861,297</u>
Expenditure			
Tuition	6	5,021,388	3,664,543
Operations	7	14,473,942	13,690,409
Infrastructure	8	20,540,634	19,073,219
Boarding & School Fund	9	269,381,993	291,862,782
Total Expenditure		<u>309,417,958</u>	<u>328,290,954</u>
Surplus / (Deficit)		<u>(6,715,680)</u>	<u>(5,429,657)</u>

The school financial statements were approved on **26th March, 2026** and signed by:



Name: Dr. Skitter Ocharo

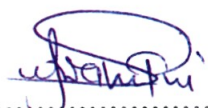
Chair BOM

Date: 26th March, 2026



Name: Rev. Edith Koech
School Principal/ Secretary
to BOM

Date: 26th March, 2026



Name: Sarah W. Nyoro
Bursar/ Finance Officer

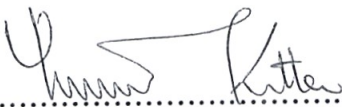
Date: 26th March, 2026

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

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

<u>Description</u>	<u>Note</u>	<u>2024/2025</u>	<u>2023/2024</u>
Financial Assets		Kshs.	Kshs.
Cash and Cash Equivalents			
Bank Balances	10	90,451,156	76,564,758
Cash Balances	11	452,237	154,457
Short Term Investments	12	0	28,205,150
Total Cash and Cash Equivalent		<u>90,903,393</u>	<u>104,924,365</u>
Account's receivables	13	33,158,133	28,031,007
Total Financial Assets (a)		<u>124,061,527</u>	<u>132,955,372</u>
Financial Liabilities		Kshs.	Kshs.
Accounts Payables	14	38,070,179	40,248,344
Total Financial Liabilities (b)		<u>38,070,179</u>	<u>40,248,344</u>
Net Financial Assets (a-b)		<u>85,991,348</u>	<u>92,707,028</u>
Represented By:		Kshs.	Kshs.
Accumulated Fund b/fwd	15	92,707,028	98,136,685
Surplus / (Deficit) for the Year		(6,715,680)	(5,429,657)
Net Assets		<u>85,991,348</u>	<u>92,707,028</u>

The school financial statements were approved on **26th March, 2026** and signed by:



Name: Dr. Skifter Ocharo

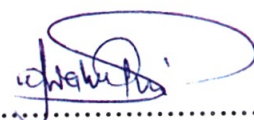
Chair BOM

Date: 26th March, 2026



Name: Rev. Edith Koech
School Principal/ Secretary
to BOM

Date: 26th March, 2026



Name: Sarah W. Nyoro
Bursar/ Finance Officer

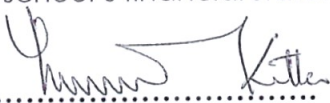
Date: 26th March, 2026

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

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

Description		2024 /2025	2023 /2024
Cash from Operating Activities	Notes	Kshs.	Kshs.
<u>Receipts</u>			
Government grants for tuition	1	4,512,747	4,327,902
Government grants for operations	2	13,516,511	14,150,323
Government grants for Infrastructure	3	5,530,000	7,631,020
School Fund Income - Parent's Contribution/fees	Annx 3.1	185,627,316	212,390,506
Other Income	Annx 3.2	107,320,135	107,006,215
Total receipts		316,506,708	345,505,966
<u>Payments</u>			
Cash Outflows for Tuition	Annx 3.3	5,074,488	3,140,553
Cash Outflows for Operations	Annx 3.4	15,590,526	13,504,524
Cash Outflows for Infrastructure	Annx 3.5	4,782,986	14,278,165
Cash Outflows Boarding and school fund	Annx 3.6	291,783,573	313,210,589
Total payments		317,231,574	344,133,831
Net Cash Inflow/ Outflow From Operating Activities		(724,865)	1,372,136
<u>Cash flow from investing activities</u>			
Acquisition of Assets	Annx 3.7	(18,684,723)	0
Proceeds from sales of assets	Annx 3.8	539,100	0
Proceeds from Investments	Annx 3.9	91,159,667	0
Ourchase of Investments	Annx 3.10	(86,310,150)	0
Net Cash Inflow/ Outflow From Investing Activities		(13,296,106)	0
<u>Cash flow from Financing activities</u>			
Proceeds from borrowings/Loans		0	0
Repayments of principal borrowings		0	0
Net Cash Inflow/ Outflow From Financing Activities		0	0
Net Increase / Decrease of Cash and Cash Equivalents		(14,020,971)	1,372,136
Cash and cash equivalent at Beginning of the year	10,11,12	104,924,365	103,552,229
Cash and cash equivalent at End of the FY	10,11,12	90,903,393	104,924,365

The school's financial statements were approved on **26th March, 2026** and signed by:



Name: Dr. Skitter Ocharo

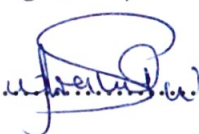
Chair BOM

Date: 26th March, 2026



Name: Rev. Edith Koech
 School Principal/ Secretary
 to BOM

Date: 26th March, 2026



Name: Sarah W. Nyoro
 Bursar/ Finance Officer

Date: 26th March, 2026

8. 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					
Exercise books	1,000,000	0	1,000,000	812,294	81%
Exams And Assessment	748,800	0	748,800	1,805,099	241%
Laboratory Equipment	3,800,000	0	3,800,000	1,895,354	50%
	5,548,800	0	5,548,800	4,512,747	81%
(2) Capitation Grant on Operations					
Personnel Emoluments	10,880,000	0	10,880,000	7,015,677	64%
Local Transport / Travelling	1,997,500	0	1,997,500	1,403,136	70%
Electricity And Water	1,997,500	0	1,997,500	1,403,136	70%
Medical	1,105,000	0	1,105,000	1,636,310	148%
Administration Costs	1,283,500	0	1,283,500	971,402	76%
Activity	765,000	0	765,000	1,086,850	142%
Gratuity	0	0	0	0	0%
	18,028,500	0	18,028,500	13,516,511	75%
3) FDSE for infrastructure					
Maintenance &Improvement MoE	8,500,000	0	8,500,000	5,530,000	65%
Transition Infrastructure Grants	0	0	0	0	0%
	8,500,000	0	8,500,000	5,530,000	65%
(4) Fees Charged on Parents					
Activity	3,580,500	0	3,580,500	3,592,050	100%
Administration Cost	5,205,000	0	5,205,000	5,265,820	101%
Beddings	0	640,000	640,000	668,830	105%
Boarding, Equipment & Stores	68,168,000	0	68,168,000	68,378,800	100%
Computer Fund	5,360,000	0	5,360,000	5,376,000	100%
Electricity & Water	19,245,000	0	19,245,000	19,304,500	100%

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

Medical & Emergency Medical Fund	2,804,000	0	2,804,000	2,812,400	100%
Outsourced Services Fund	10,442,500	0	10,442,500	10,474,250	100%
Projects Fund	11,656,400	0	11,656,400	11,691,400	100%
Repairs	5,203,250	0	5,203,250	5,219,325	100%
Salary & Wages	16,907,500	0	16,907,500	16,960,750	100%
Student ID Cards	0	32,000	32,000	42,200	132%
Academic Programmes	9,098,000	0	9,098,000	9,125,800	100%
Local Travelling & Transport Cost	3,612,500	0	3,612,500	3,623,250	100%
	161,282,650	672,000	161,954,650	162,535,375	100%
5) Miscellaneous Income					
Rent & lease income	7,240,000	0	7,240,000	8,648,669	119%
Income From Farming Activities	8,214,000	0	8,214,000	7,559,275	92%
Income From Bakery	16,800,000	0	16,800,000	17,383,453	103%
Hosting, Hire of Ground and Equipment	16,000,000	0	16,000,000	20,248,919	127%
Interest Income	3,000,000	0	3,000,000	4,849,517	162%
Chapel Funds	492,500	0	492,500	476,883	97%
Clubs & Welfares	250,000	0	250,000	270,720	108%
Tenders	150,000	0	150,000	141,000	94%
International Trips	55,000,000	0	55,000,000	53,675,082	98%
Endowment Donation	0	0	0	505,000	0%
Miscellaneous	2,500,000	0	2,500,000	2,849,126	114%
	109,646,500	0	109,646,500	116,607,645	106%
Total Income	303,006,450	672,000	303,678,450	302,702,278	100%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
<u>Expenses</u>	<u>a</u>	<u>b</u>	<u>c=a+b</u>	<u>d</u>	<u>e=d/c %</u>
	Kshs	Kshs	Kshs	Kshs	Kshs
(6) Expenditure For Tuition					
Exercise books	1,000,000	0	1,000,000	100,800	10%
Exams and Assessment	700,000	0	700,000	122,308	17%
Laboratory Equipment	3,800,000	0	3,800,000	4,797,820	126%
	5,500,000	0	5,500,000	5,020,928	91%
(7) Expenditure For Operations					
Personnel Emoluments	10,880,000	0	10,880,000	7,305,635	67%
Local Transport / Travelling	1,997,500	0	1,997,500	1,240,385	62%
Electricity And Water	1,997,500	0	1,997,500	1,796,753	90%
Medical & Insurance	1,105,000	0	1,105,000	786,825	71%
Administration Costs	1,283,500	0	1,283,500	2,868,130	223%
Activity	765,000	0	765,000	468,691	61%
	18,028,500	0	18,028,500	14,466,419	80%
(8) Expenditure For infrastructure					
C.C.T.V.	3,410,000	0	3,410,000	2,733,714	0%
Completion of Science & Technology centre	5,090,000	0	5,090,000	17,798,792	350%
	8,500,000	0	8,500,000	20,532,506	242%
(9) Expenditure For school fund/lunch/boarding					
Activity	3,575,000	0	3,575,000	3,763,195	105%
Administration Cost, Ex. Books, Lab & Exams	5,216,500	0	5,216,500	5,133,596	98%
Beddings	0	0	672,000	28,000	0%
Boarding, Equipment & Stores	68,165,975	0	68,165,975	79,430,478	117%
Computer Fund	5,354,000	0	5,354,000	4,989,122	93%
Electricity & Water	21,140,934	0	21,140,934	19,859,815	94%
Medical & Emergency Medical Fund	2,820,000	0	2,820,000	2,173,316	77%
Outsourced Services Fund	10,440,000	0	10,440,000	10,839,355	104%
Renovations & Projects Fund	11,500,000	0	11,500,000	7,115,543	62%
Repairs And Maintenance	5,200,000	0	5,200,000	5,637,031	108%
Salary & Wages	16,830,397	0	16,830,397	19,435,398	115%

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

Gratuity	600,000	0	600,000	756,580	126%
Academic Programmes & staff trips	11,590,000	0	11,590,000	13,171,745	114%
Local Travel & Transport Cost	3,592,500	0	3,592,500	3,280,139	91%
International Trips	55,000,000	0	55,000,000	50,789,440	92%
Miscellaneous	1,500,000	0	1,500,000	1,509,154	101%
Chapel Funds	590,000	0	590,000	391,312	66%
Tenders	150,000	0	150,000	79,000	53%
Clubs & Welfares	150,000	0	150,000	133,421	89%
Farm Expense	7,166,500	0	7,166,500	8,715,654	122%
Bakery Expense	14,550,000	0	14,550,000	12,116,952	83%
BOM Exp staff academic programmes, travel, rental houses & events Expense	12,700,000	0	12,700,000	10,209,760	80%
Hire of facilities & Hosting Expense	11,246,144	0	11,246,144	8,332,141	74%
Endowment Fees Bursaries	1,500,000	0	1,500,000	1,149,694	77%
Bank Charges	400,000	0	400,000	358,264	90%
	270,977,950	0	271,649,950	269,398,105	99%
Grand Total Expenditure	303,006,450	0	303,678,450	309,417,958	102%

Under utilization of Income

- i. **Tuition Income:** The school received 81% of FSE Tuition Grant. Kshs. 1,036,053/= tuition grant was not received.
- ii. **Operations Income:** The school received 75% of FSE Operations Grant. Kshs. 4,511,989/= operation grant was not received.
- iii. **Maintenance Improvement Funds Income:** The school received 65% of MIF Infrastructure Grants. Kshs. 2,970,000/ = Infrastructure grant was not received.

In summary the school did not receive FSE grants totalling to Kshs. 8,518,042 in the financial year 2024/2025.

Over utilization of Expenditure

- i. **Expenditure For Infrastructure:** The school spent 240% of compared to budget / income for infrastructure. This was spent from infrastructure funds balance in the account to complete Science laboratory and Technology Centre.

9. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, these first year financial statements are 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 apart from statement of cash flow where revenue and expenditure have been adjusted cash basis. 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.

The direct method of cashflow has been adopted and the cashflow has been adjusted to cash basis.

2. Recognition of revenue and expenditure

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

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

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

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 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, interest 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

The Kenya High School

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

comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

9. Comparative figures

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

10. Subsequent events

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

11. Contingent liabilities

During the year, Kenya Revenue Authority has served the school with a tax pre-assessment notice on interest income from year 2017 of Kshs. 6,001,591. The matter has been forwarded to State Department of Basic Education for guidance.

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

10. Notes To the Financial Statements

1 Government Grants for Tuition

	2024/2025	2023/2024
Description	Kshs.	Kshs.
MOE Tuition Grant	4,512,747	4,327,902
Total	<u>4,512,747</u>	<u>4,327,902</u>

2 Government Grants for Operations

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Activity	1,086,850	1,399,353
Administration Fees	971,402	1,023,261
Electricity & Water	1,403,136	1,472,998
Salary & Wages	7,015,678	7,365,856
Local Travelling & Transport	1,403,136	1,472,868
Medical & Insurance	1,636,310	1,415,987
Total	<u>13,516,511</u>	<u>14,150,323</u>

3 Government Grants for Infrastructure

	2024/2025	2023/2024
Description	Kshs.	Kshs.
CBC Classrooms	0	788,220
Maintenance & Improvement Funds	5,530,000	6,842,800
Transition Infrastructure Grant	0	0
Total	<u>5,530,000</u>	<u>7,631,020</u>

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

4 School Fund Income - Parents Contribution/Fees

Description	2024/2025 Kshs.	2023/2024 Kshs.
Activity	3,592,050	3,616,200
Administration Cost	5,265,820	7,877,491
Beddings	668,830	5,958,500
Boarding, Equipment & Stores	68,378,800	67,588,350
Computer Fund	5,376,000	6,491,500
Electricity & Water	19,304,500	20,509,000
Medical & Emergency Medical Fund	2,812,400	3,962,517
Outsourced Services Fund	10,474,250	11,964,000
Projects Fund	11,691,400	25,750,224
Repairs	5,219,325	6,908,700
Salary & Wages	16,960,750	14,306,770
Student ID Cards	42,200	324,500
Academic Programs & staff trips	9,125,800	8,772,800
Local Travel & Transport Cost	3,623,250	3,901,650
Total	162,535,375	187,932,202

5 Miscellaneous Incomes

Description	2024/2025 Kshs.	2023/2024 Kshs.
Chapel Funds	476,883	522,439
Clubs & Welfares	270,720	0
Replacements & Other Sources	2,849,126	3,491,464
International Trips Fund	53,675,082	54,955,921
Interest Income	4,849,517	2,782,509
Tenders	141,000	124,000
Rents Income	4,769,913	4,411,468
Lease Income	3,878,756	2,950,000
KNEC Accommodation	16,500,319	13,643,790
Hire of Grounds & Facilities	3,748,600	5,957,884
Endowment Donations	505,000	0
Farm Sales	7,559,275	5,306,240
Bakery Sales	17,383,453	14,674,134
Total	116,607,644	108,819,849

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

6 Tuition

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Bank Charges	460	1,045
Exercise Books & Stationery	100,800	1,007,108
Laboratory materials & Equipment	4,797,820	2,656,390
Learning & Teaching Materials	122,308	0
Total	5,021,388	3,664,543

7 Operations

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Activity	468,691	404,360
Administration Cost & Internal Exams	2,868,130	2,045,172
Electricity & Water	1,796,753	2,382,403
Medical & Insurance	786,825	636,028
Salaries & Wages (Personnel Emoluments)	7,305,636	6,849,943
Local Travelling & Transport	1,240,385	1,368,641
Bank Charges	7,523	3,863
Total	<u>14,473,942</u>	<u>13,690,409</u>

8 Infrastructure

	2024/2025	2023/2024
Description	Kshs.	Kshs.
CBC Classrooms	0	772,457
CCTV	2,733,714	0
Science Laboratory & Technology Centre	17,798,792	18,295,668
Bank Charges	8,128	5,094
Total	<u>20,540,634</u>	<u>19,073,219</u>

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

9 Boarding and School Fund

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Activity	3,763,195	4,752,269
Administration Cost & Tuition Expenses	5,133,596	9,391,904
Beddings	28,000	4,919,255
Boarding, Equipment & Stores	79,430,479	80,732,172
Electricity & Water	19,859,815	16,809,764
Repairs, Maintenance & Improvement	5,637,031	4,532,269
Local Travelling & Transport	3,280,139	3,676,634
Salary & Wages (Personnel Emoluments)	19,435,398	17,868,457
Student ID Cards	0	97,380
Medical & Emergency Medical Fund	2,173,316	3,179,288
Renovations & Projects	7,115,543	7,009,223
Computer Fund Expense	4,989,122	5,005,615
Academic Programmes & staff trips	13,171,745	27,085,295
Outsourced Services	10,839,355	11,765,400
Chapel Expenses	391,312	503,395
Clubs & Welfares	133,421	75,480
Replacements & Other Expense	1,509,154	5,891,567
Tenders	79,000	100,224
Bank Charges	342,153	354,614
International Trips	50,789,440	53,813,550
Bakery Expense	12,116,952	14,489,866
Gratuity	756,580	0
FARM Expense	8,715,654	5,496,723
KNEC FUND Examiners	8,332,141	7,360,481
Hire of facilities, hosting & BOM Expenses	10,209,760	5,435,115
Endowment Fees Bursaries	1,149,694	1,516,844
Total	269,381,993	291,862,782

The Kenya High 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 Kshs.	2023/2024 Kshs.
Cooperative Bank - Lavington				
Mall				
KHS Tuition A/C (Kshs.)	Active	01139099096600	945,705	1,507,447
KHS Operations A/C (Kshs.)	Active	01139099096601	394,382	2,426,147
KHS Infrastructure A/C (Kshs.)	Active	01129099096601	4,140,903	5,481,731
KHS Main A/C (Kshs.)	Active	01129099096600	8,255,009	25,182,937
KCB Kipande House				
KHS Main A/C (Kshs.)	Active	1108690920	2,035,330	5,829,070
KHS PTA A/C (Kshs.)	Active	1103977997	27,992,009	19,996,071
KHS Fund A/C (Kshs.)	Active	1103974912	19,342,575	6,996,285
KHS BOM A/C (Kshs.)	Active	1108327907	2,821,779	1,123,358
KHS Farm A/C (Kshs.)	Active	1103980599	449,394	506,795
KHS Bakery A/C (Kshs.)	Active	1253520496	4,342,552	3,624,763
Equity Bank-Supreme Kilimani				
KHS Collection A/C (Kshs.)	Active	1470261715116	825,856	3,890,067
KHS Endowment A/C (Kshs.)	Active	1470261650143	18,905,663	86
TOTAL			90,451,156	76,564,758

11 Cash In Hand

Description	2024/2025 Kshs.	2023/2024 Kshs.
Notes, Coins , & unbanked items	452,237	154,457
TOTAL	452,237	154,457

12 Short Term Investments

Description	2024/2025 Kshs.	2023/2024 Kshs.
Call Deposit Account	0	10,539,000
Fixed Deposit Accounts	0	17,666,150
TOTAL	0	28,205,150

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

13 Accounts Receivable

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Fees arrears	9,961,497	11,689,851
Other Non-Fees Receivables		
International Trips arrears (List attached)	1,303,206	1,176,193
Salary advances (List/Schedules attached)	88,590	72,360
Rent Arrears (List/Schedules attached)	1,521,750	875,215
K.N.E.C. Accommodation (List/Schedules attached)	10,568,149	9,549,171
Bakery & Farm Sales(List/Schedules attached)	6,755,317	3,902,091
Imperests (List/Schedules attached)	56,710	318,760
MPESA Account Receivable (statement attached)	126,856	126,856
Deposits not recorded in CB	0	320,510
Inter Account Receivables (Schedule attached)	<u>2,776,058</u>	<u>0</u>
Total	<u>33,158,133</u>	<u>28,031,007</u>

13 b.) Ageing Analysis of Accounts Receivable

Description	YEAR 2024/2025		YEAR 2023/2024	
	Kshs		Kshs	
	Current FY	% of the total	Previous FY	% of the total
Less than 1 year	30,772,412	93%	27,332,841	97%
Between 1- 2 years	1,785,084	5%	224,385	1%
Between 2- 3 years	600,637	2%	473,781	2%
Over 3 Years	0			
Total	33,158,133	100%	28,031,007	100%

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

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs.	Kshs.
Trade Creditors (See Ageing Below and Appendix 1)	20,008,982	23,586,595
Prepaid Fees	14,363,326	13,770,571
Statutory Deductions	430,489	88,573
Retention Monies	3,267,382	2,802,605
TOTAL ACCOUNTS PAYABLES	38,070,179	40,248,344

14 b) Ageing Analysis of Accounts Payable

Description	2024/2025	% of the total	2023/2024	% of the total
	Kshs Current FY		Kshs Current FY	
Less than 1 year	29,739,413	78%	38,672,331	96%
Between 1- 2 years	3,227,666	8%	215,482	1%
Between 2- 3 years	1,032,686	3%	1,360,531	3%
Over 3 Years	4,070,414	11%		
Total	38,070,179	100%	40,248,344	100%

15 Fund Balance Brought Forward

Description	2024 /2025	2023 /2024
	Kshs.	Kshs.
Bank Balances	76,564,758	79,900,685
Cash Balances	154,457	426,399
Short Term & Call Deposits	28,205,150	23,225,145
Accounts Receivables	28,031,007	23,452,556
Accounts Payables	-40,248,344	-28,868,100
Total	<u>92,707,028</u>	<u>98,136,685</u>

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

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	600,000	900,000
Others (specify)	0	0
Total	600,000	900,000

17. Biological assets

Description	Numbers	2024/2025	Numbers	2023/2024
		Kshs		Kshs
Cattle	38	Not valued	25	Not valued
Goats	0	Not applicable	0	Not applicable
Trees	4060	Not valued	4,090	Not valued
Coffee Or Tea Plantation	0	Not applicable	0	Not applicable
Poultry	0	Not applicable	0	Not applicable
Pigs	5	Not valued	36	Not valued
Rabbits	2	Not valued	32	Not valued
Total		Not valued		Not valued

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

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

Other important disclosure notes

19. Stock/ Inventory

Description	2024/2025	2023/2024
	Kshs	Kshs
Food stuffs & Stationery Main store	4,346,341	5,058,768
Lab consumables	253,350	-
Farm produce	336,740	-
Medication	181,935	-
Construction Materials	413,680	-
Cleaning Materials & Detergent	1,046,368	702,036
Exercise Books & Stationery	973,800	1,471,829
	7,552,214	7,232,633

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

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:
1	Deposits In the bank not recorded in cash book	The unreceipted deposits in process was over Kshs. 9,043,537 These are Direct credits by students and other parties but which had not yet been recorded in the cash book, as bank advices/information had not been received in the office. We have tried to reduce the outstanding deposits by having a read only real time online access to the bank and this has reduced the backlog of outstanding deposits. We have summarized the bank balances giving details of the items affecting the bank reconciliation which include a detailed list of un-presented cheques and deposits outstanding at the end of the year and a consolidated bank reconciliation to analyze this movement. All the bank balances carried forward as per the table below Kshs.96,648,874.54, were confirmed and certified by the banks and the certificates were forwarded to The OAG	Some deposits still outstanding due to lack of beneficiary details	Continuous process
2	Long Outstanding Receivables	The school had long outstanding receivable from KNEC unpaid income. The amount unpaid was reduced after accommodation bills were sent. The BOM to develop a policy for writing of bad debts All other receivables are being serviced.	Not Resolved	June 2026
3	Underfunding of capitation grants	The school was underfunded Kshs. 7,699,724 and expenses were financed from savings. The grants receivable remain outstanding and no response has been received from the Ministry of Education.	Not Resolved	

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
4	Lack of valuation report and registration of lease	The school has noted the requirement to have the property leased valued by Chief Government Registrar and register lease with Ministry of lands. The BOM to follow up on this.	Not Resolved	June 2026
5	Unapproved fees on Parents Association Support Programme	The school operational cost remains higher than the stipulated fees by MoE of Kshs. 53,554 per student. The parents and BoM were given the deficit budget which the financed through additional fees. The final budget was forwarded to the Ministry of Education to appeal for the charging of extra levies and was received on 14th July, 2023 but no response has been received. The school was still continuing to operate and in such circumstance we depended on the fact that the Ministry of Education was informed of the schools' operations.	Not Resolved	
6.	Irregular Transfer of Funds to KESSHA	The funds transferred were payments for various activities; - Students' extracurricular activities from sub-county level to regional level - Principals' welfares and workshops - Deputy Principals' workshops - Bursars and accounts clerk workshop The Ministry is informed of KESSHA activities and further consultations are on-going	Not Resolved	
7	Irregular Procurement of cleaning & security Services	The school is committed to follow due tender process as advised and this will be applied in upcoming tenders	Resolved	June 2025
8.	Long outstanding Accounts payables	The outstanding payables are mainly prepaid fees and contractors' retention fees. The prepaid fees continue to accumulate and are refunded as per claims from cleared students. Retention fees are held in account of Dining Hall and Science lab projects and are expected to complete by June 2025.	Not resolved	June 2025 (retentions)
9.	Inadequate accommodation facilities relative to students enrollment	The school Management to engage the Ministry of Education with a view to reduce population. The BoM is also looking into ways of	Not Resolved	

The Kenya High School

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
		getting financial aid to construct a dormitory		
10	Non adherence with the Operation manual from the Ministry of Education (i) Lack of a School Improvement Plan (ii) Lack of approved staff establishment (iii) Lack of Strategic Plan (iv) Lack of Internal Audit committee	The management has taken note of all the above and BOM is working to have approved committees and guiding manuals.	Not Resolved	June 2026
11	Unsupported inventory balance	The school will in future financial periods prepare stocktaking lists and perform physical counts to support inventories.	Resolved	June 2025
12	Failure to value Biological Assets	The BOM is in the process of sourcing qualified firms to perform tagging and valuation of assets	Not Resolved	June 2026



Sign
School Principal

Date

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

21. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original & Variation Amount	Date Contracted	Amount Paid To-Date	Outstanding Amount In Payables	Contracted Outstanding Balance 2024/2025	Contracted Outstanding Balance 2023/2024	Comments
	a	b	c		d=a-c	d=a-c	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings	234,595,374	17/08/2017	232,445,443	1,360,531	789,400	789,400.00	
1. VAGHJIYANI ENTERPRISES	114,630,840	20/11/2020	104,023,753	4,622,877	5,984,210	10,607,087.00	
2. PROCOST IDEAS LTD.	36,870,076	18/05/2022	29,165,801	1,442,074	6,262,201	9,470,675.20	
3. CEMENT HOUSE LTD.	18,816,795	31/05/2024	14,112,437	2,409,091	2,295,267	8,232,905.00	
4. PARQUET CRAFT ENT. LTD.	404,913,085		379,747,434	9,834,573	15,331,078	29,100,067.20	
Sub-Total							
Supply Of Goods							
ROSY CREED INVESTMENTS	36,000.00	June, 2025					
SCHOOL OUTFITTERS	47,045.00	June, 2025					
METRO PRINTERS STATIONERS LTD	13,630.00	June 2025					
SAMUEL KIMANI	12,970.00	June, 2025					
CENTROPEN STATIONERS LTD	37,514.40	June 2025					
ASEFAH LTD.	354,420.00	June 2025					
KHS BAKERY	1,829,000.00	May 2025					
KHS BAKERY	1,421,160.00	June 2025					
KHS FARM(YFC)	80,300.00	June 2025					
KHS FARM	236,920.00	June 2025					
KHS FARM	252,000.00	March 2025					
KHS FARM	252,000.00	April 2025					
KHS FARM	252,000.00	May 2025					

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

KHS FARM	252,000.00	June, 2025
OLA ENERGY KENYA LTD.	234,451.40	June 2025
SHIMONTE BINOCULARS	1,233,533.00	June 2025
SILVERSIDE BUTCHERIES & MEAST SUPPLIES	915,600.00	June 2025
VLEES MEATS	595,400.00	June 2025
ASEFAH LTD.	196,000.00	June 2025
ASEFAH LTD.	157,500.00	June 2025
CENTRIFUGAL TECHNOLOGIES LTD	11,020.00	May 2025
CENTRIFUGAL TECHNOLOGIES LTD	8,100.00	January 2025
MANKONE HEALTH SAERVICES	69,850.00	June, 2025
ST. JUDE PSYCHOSOCIAL	30,000.00	June, 2025
ASTER HEALTH LTD	110,355.00	June 2025
NGONG FARMERS CENTRE	147,700.00	June 2025
AGROVET	22,000.00	June 2025
NGONG FARMERS CENTRE	24,300.00	June 2025
AGROVET	176,300.00	June, 2025
NGONG FARMERS CENTRE	202,028.00	June, 2025
SAKIM AUTO GARAGE	40,000.00	June 2025
TOTAL ENERGIES	44,450.00	June 2025
CARISMO GENERAL STORES	131,900.00	May 2025
JULYNNNE ENTERPRISES	64,245.00	April 2025
JULYNNNE ENTERPRISES	12,500.00	February 2025
JULYNNNE ENTERPRISES	337,155.00	2023/2024
JULYNNNE ENTERPRISES		
GERAS HARDWARE CONCEPTS		
Sub-Total	9,841,346.80	
Sub-Total		9,841,346.80

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

Supply Of Services	324,000.00	June, 2025		
Teaching Staff	2,270.00	June, 2025		
SAFARICOM PLC.	51,103.70	June, 2025		
RENTOKIL INITIAL K LTD	1,311,812.00	June 2025		
K.P.L.C.	843,805.00	June, 2025		
NAIROBI WATER	6,600.00	June, 2025		
KHS NTS WELFARE	6,400.00	May 2025		
KHS NTS WELFARE	59,600.00	June, 2025		
KRA	60,137.00	June, 2025		
KRA	3,400.00	June, 2025		
KRA	3,450.00	May 2025		
KRA	235,576.00	June, 2025		
NSSF	55,326.00	June, 2025		
SHIF	109,200.00	February 2025		
PARQUET CRAFTS E. LTD	83,760.00	March 2025		
PARQUET CRAFTS E. LTD	442,493.00	June, 2025		
MASTER PIECE SECURITY SERVICES	432,000.00	June, 2025		
SHINEWAYS CLEANING SERVICES	9,172,320	June, 2025		
Students' PREPAID FEES	5,191,006	Other periods		
Students' PREPAID FEES	18,394,258.70		Sub-Total	18,394,258.70
Sub-Total				38,070,179
Grand Total				

The Kenya High School
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) 1 st July 2024	Additions 2024/2025 (Kshs)	Disposals 2024/2025 (Kshs)	Historical Cost c/f (Kshs) 30 th June, 2025
Land	0	0	0	To be valued
Buildings And Structures	22,995,976 (Additions only)	17,798,792	0	To be valued
Motor Vehicles	0	0	0	To be valued
Office Equipment, Furniture and Fittings	4,990,755 (Additions only)	0	0	To be valued
Textbooks	0	0	0	To be valued
ICT Equipment	12,996,760 (Additions only)	2,733,714	0	To be valued
Tools And Apparatus	151,000 (Additions only)	0	0	To be valued
Other Machinery and Equipment	0	3,597,030	0	To be valued
Heritage And Cultural Assets	0	0	0	To be valued
Biological assets	0	1,250,000	539,100	To be valued
Intangible Assets- Soft Ware	0	0	0	To be valued
Total		25,379,536	539,100	To be valued

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

Annex 3 – Cash flow Adjustment Notes

3.1. School Fund Income - Parents Contribution

Description	2023/2024	2023/2024
	Kshs.	Kshs.
Activity	3,592,050	3,616,200
Administration Cost	5,265,820	7,877,491
Beddings	668,830	5,958,500
Boarding, Equipment & Stores	68,378,800	67,588,350
Computer Fund	5,376,000	6,491,500
Electricity & Water	19,304,500	20,509,000
Medical & Emergency Medical Fund	2,812,400	3,962,517
Outsourced Services Fund	10,474,250	11,964,000
Projects Fund	11,691,400	25,750,224
Repairs	5,219,325	6,908,700
Salary & Wages	16,960,750	14,306,770
Student ID Cards	42,200	324,500
Academic Programmes & staff trips	9,125,800	8,772,800
Local Travel & Transport Cost	3,623,250	3,901,650
	162,535,375	187,932,202
Adjustment to cash		
Accrued fees income for the Year	(9,160,333)	(11,306,146)
Fees arrears received from previous years	11,395,782	8,963,716
Fees prepaid for subsequent periods	20,856,491	26,800,734
Total	185,627,316	212,390,506

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

3.2. Miscellaneous Income

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Chapel Funds	476,883	522,439
Clubs & Welfares	270,720	0
Replacements & Other Sources	2,849,126	3,491,464
International Trips Fund	53,675,082	54,955,921
Interest Income	4,849,517	2,782,509
Tenders	141,000	124,000
Rents Income	4,769,913	4,411,468
Lease Income	3,878,756	2,950,000
KNEC Accommodation	16,500,319	13,643,790
Hire of Grounds & Facilities	3,748,600	5,957,884
Endowment Donation	505,000	0
Farm Sales	7,559,275	5,306,240
Bakery Sales	<u>17,383,453</u>	<u>14,674,134</u>
	116,607,644	108,819,849
Adjustment to cash		
Accrued miscellaneous income	(19,131,336)	(15,748,657)
Miscellaneous Arrears received from previous years	14,485,584	13,730,273
Salary Advance Refunds	164,300	204,750
Inflows from imperests & deposits receivables	582,560	0
Disposal of biological assets	(539,100)	0
Proceeds from Investments	(4,849,517)	
Total	<u>107,320,135</u>	<u>107,006,215</u>

3.3. Tuition Outflow

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Bank Charges	460	1,045
Exercise Books & Stationery	100,800	1,007,108
Laboratory materials & Equipment	4,797,820	2,656,390
Learning & Teaching Materials	122,308	0
Text Books & Reference Materials	0	0
	5,021,388	3,664,543
Adjustment to Cash		
Accrued payables for the Year	0	(523,990)
Previous period creditors paid during the Year	53,100	0
Total	5,074,488	3,140,553

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

3.4. Operations Outflow

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Activity	468,691	404,360
Administration Cost & Internal Exams	2,868,130	2,045,172
Electricity & Water	1,796,753	2,382,403
Medical & Insurance	786,825	636,028
Salaries & Wages (Personnel Emoluments)	7,305,636	6,849,943
Local Travelling & Transport	1,240,385	1,368,641
Bank Charges	7,523	3,863
	14,473,942	13,690,409
Adjustment to Cash		
Accrued Payables for the Year	(223,345)	(1,482,377)
Previous period creditors paid during the Year	1,339,929	1,296,492
Total	15,590,526	13,504,524

3.5. Infrastructure Outflow

	2024/2025	2023/2024
Description	Kshs.	Kshs.
CBC Classrooms	0	772,457
CCTV	2,733,714	0
Science Laboratory & Technology Centre	17,798,792	18,295,668
Bank Charges	8,128	5,094
TOTAL EXPENDITURE	20,540,634	19,073,219
Adjustment to Cash		
Accrued Payables for the Year	(6,694,813)	(6,237,128)
Acquisition of Assets	(13,837,693)	
Creditors & Retentions paid during the Year	4,774,858	1,442,074
Total	4,782,986	14,278,165

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

3.6. Boarding & School Fund Outflows

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Activity	3,763,195	4,752,269
Administration Cost & Tuition Expenses	5,133,596	9,391,904
Beddings	28,000	4,919,255
Boarding, Equipment & Stores	79,430,479	80,732,172
Electricity & Water	19,859,815	16,809,764
Repairs, Maintenance & Improvement	5,637,031	4,532,269
Local Travelling & Transport	3,280,139	3,676,634
Salary & Wages (Personnel Emoluments)	19,435,398	17,868,457
Student ID Cards	0	97,380
Medical & Emergency Medical Fund	2,173,316	3,179,288
Renovations & Projects	7,115,543	7,009,223
Computer Fund Expense	4,989,122	5,005,615
Academic Programmes & staff trips	13,171,745	27,085,295
Outsourced Services	10,839,355	11,765,400
Chapel Expenses	391,312	503,395
Clubs & Welfare	133,421	75,480
Replacements & Contingencies	1,509,154	5,891,567
Tenders	79,000	100,224
Bank Charges	342,153	354,614
International Trips	50,789,440	53,813,550
Bakery Expense	12,116,952	14,489,866
Gratuity	756,580	0
FARM Expense	8,715,654	5,496,723
KNEC FUND Examiners	8,332,141	7,360,481
Hire of facilities, hosting & BOM Expense	10,209,760	6,953,900
Endowment Fees Bursaries	1,149,694	1,516,844
	269,381,993	293,381,567
Adjustment to Cash		
Accrued Payable for the Year	(13,648,935)	(16,658,265)
Salary advance	180,530	213,500
Trade creditors & retention paid during the Year	17,170,126	10,114,907
Prepaid fees Distributed & Refunded during the year	20,263,736	27,468,777
RD Cheques/Error Deposit reversals	507,094	208,887
Unsettled Inter Account Payments	2,776,058	
Acquisition of assets	4,847,030	0
Total	291,783,573	314,729,374

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

3.7. Acquisition of Assets

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Science & Technology Centre	11,103,978	0
CCTV	2,733,714	0
Machine and Equipment	3,597,030	0
Livestock	1,250,000	0
TOTAL EXPENDITURE	18,684,723	0

3.8. Proceeds from Sale of Assets

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Pigs	539,100	0
TOTAL REVENUE	539,100	0

3.9. Proceeds from Investments

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Co-operative Bank	11,749,851	0
Kenya Commercial Bank	41,754,431	0
Equity Bank Ltd.	37,655,385	0
TOTAL REVENUE	91,159,667	0

3.10. Purchase of Investments

	2024/2025	2023/2024
Description	Kshs.	Kshs.
Co-operative Bank	10,539,000	0
Kenya Commercial Bank	40,000,000	0
Equity Bank Ltd.	35,771,150	0
TOTAL REVENUE	86,310,150	0