REPUBLIC OF KENYA

REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

NYAKIAMBI GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2025

NYANDARUA COUNTY

NYAKIAMBI GIRLS

WINNERS NEVER QUIT

NYAKIAMBI GIRLS SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

2. Key School Information and Management

(a) Background information

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

The school was registered in March 2017 under registration number *18-S-0030-0451* and is currently categorized as a Boarding Extra County Girls public school established, owned or operated by the Government.

The school is a boarding school with a population of 513 number of students as at *30th June 2025*. It has 5 streams and 32 teachers of which 1 is employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	Md Cecilia Wangari Kirira	Chairperson	29-05-2025
2	Mrs Nancy Wanjiru Njogu	B.O.M Secretary	29-05-2025
3	Fr Onesmus Kamau	Member-Sponsor	29-05-2025
4	Mr Armstrong Maina	MemberRep CEB	29-05-2025
5	Mr Charles Chuaga Ndungu	Member-Rep Parents/Local Community	29-05-2025
6	Md Flora Njoki Mwangi	Member-Rep Parents/Local Community	29-05-2025
7	Mr William Goko Gatehi	Member-Sponsor Rep	29-05-2025
8	Mr Zachary Kiongo Kagenyo	Member-Special Needs	29-05-2025
9	Md Regina Wairimu Wanyahoro	Member-Rep Parents/Local Community	29-05-2025
10	Md Lucy Muthoni Nderitu	Member-Rep Parents/Local Community	29-05-2025
11	Eng. J M Matu	Member-Special Interest Groups	29-05-2025
12	Judy Njeri	Member-Rep Parents/Local Community	29-05-2025
13	Mr Eric Gitonga Maingi	Member-Rep Teacher	29-05-2025
14	Md. Tabitha Njoki Kariuki	Co-Opted Member	29-05-2025
15	Eng. Joseph Maina Ichagua	Co-Opted Member	29-05-2025
16	Md. Alice Wambui Wachira	Co-Opted Member	29-05-2025

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Madam Cecilia Kirira 2. Fr. Onesmus Kamau - 3. Mr. Armstrong Maina 4. Mrs. Nancy Njogu - 5. Madam Alice Waweru	Chairperson Secretary Member Principal Member	4 out of 6
2	Audit Committee		Chairman Secretary Member Member Member	
3	Finance,procurement and general purposes Committee	1. Mr. Charles Chuaga 2. Md. Lucy Ndiritu - 3. Md. Flora Mwangi 4. Mr. J. M. Matu – 5. Eng. Joseph Chuaga	Chairman Secretary Member Member Member	4 out of 6
4	Academic Committee	1. Md. Regina Wairimu Wanyahoro 2. Mr. Eric Gitonga - 3. Md. Alice Waweru 4. Fr. Onesmus Kamau - 5. Mr. Armstrong Maina	Chairman Secretary Member Member Member	4 out of 6

			Member	
5	Development Committee	1. Eng. J. M. Matu - 2. Md Cecilia Kirira - 3. Md Alice Waweru - 4. Md Nancy Njogu – 5. The School Bursar 6. S.C.D.E	Chairman Secretary Member Member Member	4 out of 6
6	Discipline and welfare Committee	1. Mr. Zachary Kiongo 2. Mr. Charles Chege 3. Mr. William Gatehi 4. Md. Tabitha Kariuki 5. Md. Judy Njeri – 6. Dean of Student 7. Deputy Principal	Chairman Secretary Member Member Member Member Member	4 out of 6
7	Adhoc Committee (if any during the year)	1.	Deputy Principal Secretary Member Member Member Member	4 out of 6

(d) School operation Management

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

Ref:	Designation	Name	Identification
1	Principal	Nancy Wanjiru Njogu	361346
2	Deputy Principal (Ag)	Eric Gitonga Maingi	407903
3	Dean of Academics	Mr Kipng'etich Kurgat	835042
4	Bursar	Mr. Joseph Githinji Gikungu	23598844

(e) Schools contacts

Post Office Box: 693-20300; Nyahururu
Mobile Number: 0746 389943
E-mail: nyakiambigirls@gmail.com

(f) School Bankers

The school operates 4 bank accounts follows:

S/No	Account Name	Name of Bank	Branch	Account No.
1.	School Fund	KCB	Nyahururu	110 211 2305
2	School Fund	Equity	Nyahururu	0160 263 938 274
3	Operations	KCB	Nyahururu	110 212 5245
4	Tuition	KCB	Nyahururu	110 2123889
5	Infrastructure	KCB	Nyahururu	126 723 1165
	MPESA PAYBILL Attached to KCB 1102112305	Business Number: 522123 Account Number: 20396K		

(g) Independent Auditors

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

3. Summary Report of Performance of The School

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

a) Financial performance:

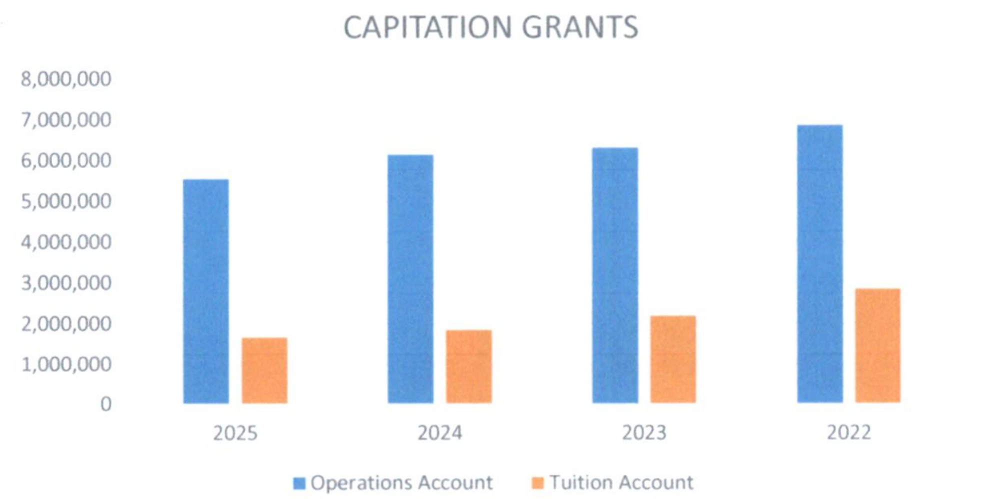
SURPLUS/DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST FOUR YEARS					
SNO	**ACCOUNTS**	**2025**	**2024**	**2023**	**2022**
		Kshs	**Kshs**	**Kshs**	**Kshs**
1	**Surplus/Deficit**	(13,730,215)	4,777,110	(4,934,401)	4,810,888
	Increase/Decrease	**(18,507,325)**	**9,711,511**	**(9,745,289)**	

Trend over the Last Three Years

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS					
SNO	**ACCOUNTS**	**2025**	**2024**	**2023**	**2022**
		KSHS	**KSHS**	**KSHS**	**KSHS**
1	Operations Account	5,552,887	6,146,068	6,318,154	6,861,058
2	Tuition Account	1,668,840	1,855,239	2,190,244	2,853,979
	Total	**7,221,727**	**8,001,307**	**8,508,398**	**9,715,037**
	Increase/Decrease	**(779,580)**	**(507,091)**	**(1,206,639)**	**2,798,656**
	No of Students	513	701	790	864
	Ratio of Capitation per student	**1:14,077**	**1:11,414**	**1:10,770**	**1:11,244**

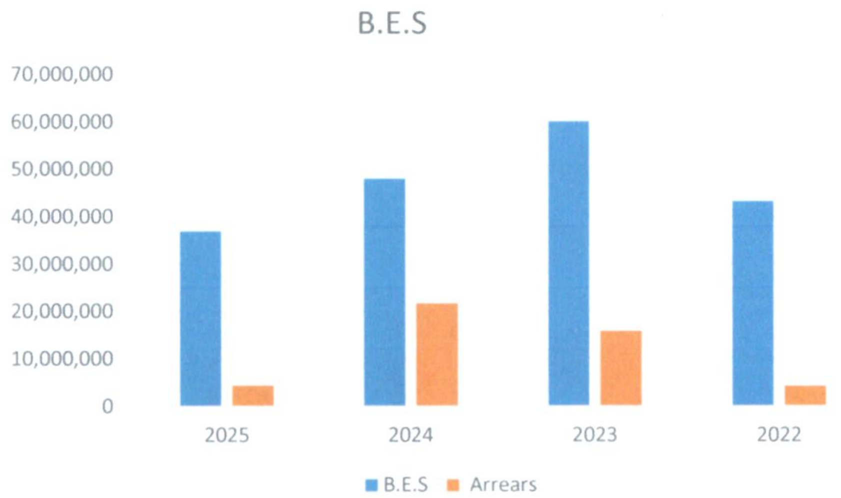
Trend over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

	B.E.S FOR THE LAST THREE YEARS				
S/NO	ACCOUNTS	2025	2024	2023	2022
		KShs	KShs	KShs	KShs
1	B.E.S	36,939,993	48,026,231	60,137,289	43,230,751
2	Arrears	4,462,201	21,729,137	15,923,628	4,265,638
	TOTAL	**41,402,194**	**69,755,368**	**76,060,917**	**47,496,389**
	Increase/ Decrease	**(28,353,174)**	**(6,305,549)**	**28,564,528**	

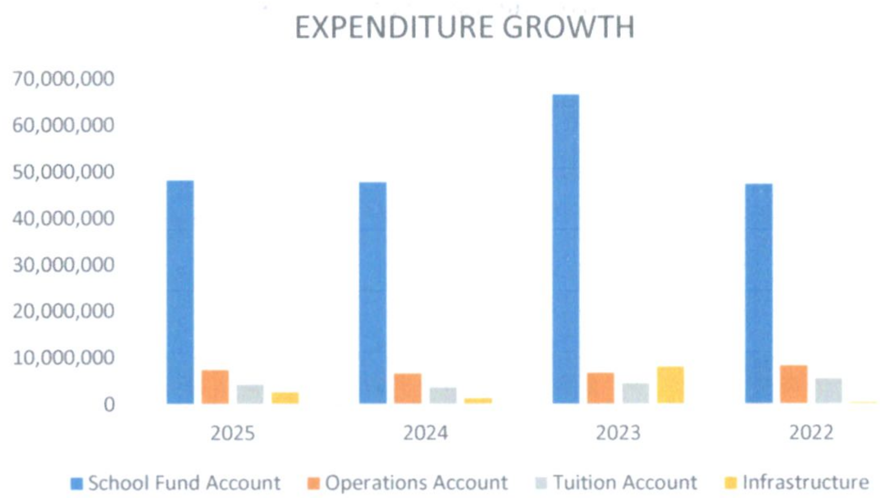
Trend over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL					
SNO	ACCOUNTS	2025	2024	2023	2022
		KSHS	KSHS	KSHS	KSHS
1	School Fund Account	48,204,021	47,796,154	66,626,873	47,448,483
2	Operations Account	7,372,635	6,701,282	6,808,231	8,290,660
3	Tuition Account	4,301,521	3,709,245	4,617,476	5,569,684
4	Infrastructure	2,657,266	1,399,423	8,099,718	496,410
	Total	**62,535,443**	**59,606,104**	**86,152,298**	**61,805,237**

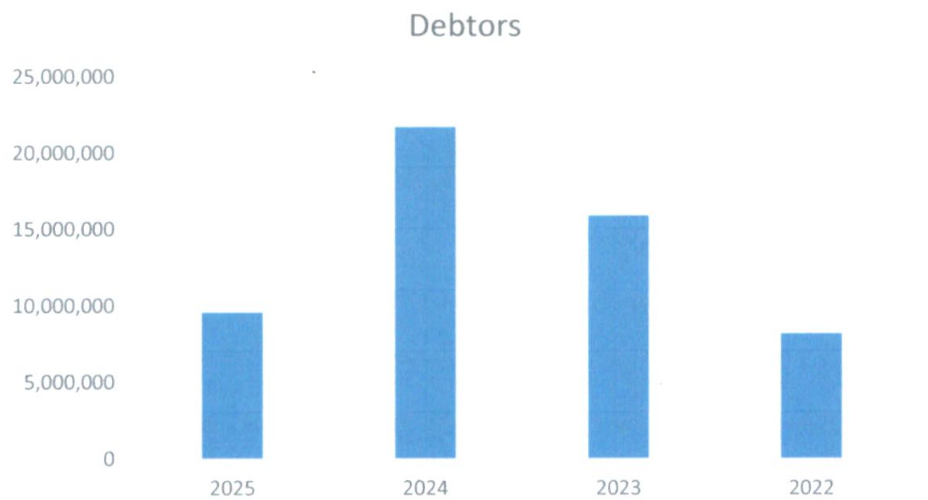
Trend over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

	MOVEMENT OF DEBTORS OF THE SCHOOL				
SNO	**ACCOUNTS**	**2025**	**2024**	**2023**	**2022**
1	**School Fund**	**KSHS**	**KSHS**	**KSHS**	**KSHS**
a	Debtors	9,612,848	21,729,137	15,923,628	8,237,714
	Total	**9,612,848**	**21,729,137**	**15,923,628**	**8,237,714**
	Increase/Decrease	**(12,116,289)**	**5,805,509**	**7,685,914**	**3,514,887**

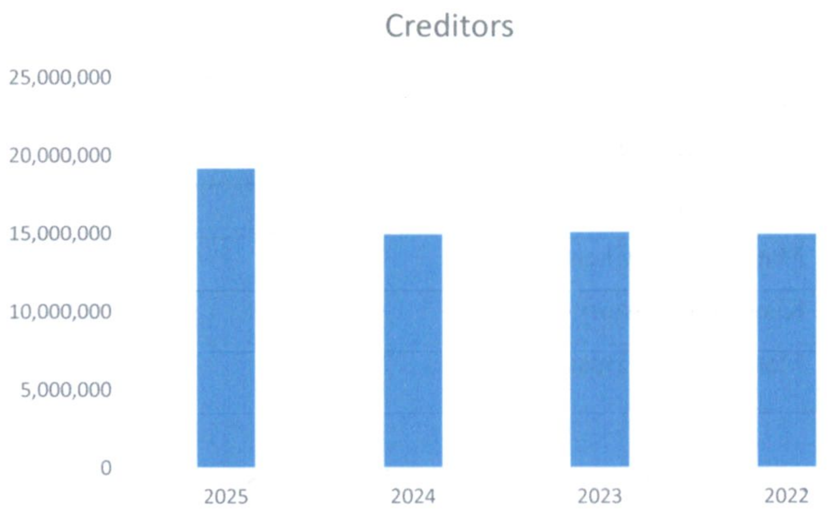
Trend over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

	MOVEMENT OF CREDITORS OF THE SCHOOL				
SNO	ACCOUNTS	2025	2024	2023	2022
1		KSHS	KSHS	KSHS	KSHS
a	Creditors	19,184,096	14,948,945	15,091,716	14,948,945
	Total	**19,184,096**	**14,948,945**	**15,091,716**	**14,948,945**
	Increase/Decrease	**4,235,151**	**(142,771)**	**142,771**	**8,122,880**

Trend over the Last Three Years



SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

b) Teacher Student ratio:

Between the month of July 2024 and June 2025, the status of the teaching staff is as follows:

There are 31 teachers posted by the Teachers Service Commission and one by the Board of Management. Although th teacher student ratio lies at 1:25. The school have a shortage of three(3) teaching staff as per the CBE.

S/NO.	SUBJECT	NUMBER OF TEACHERS (TSC &B.O.M)
1.	English - Literature	5
2.	Kiswahili – C. R. E	4
3.	Mathematics /Physics	2
4.	Biology - Agriculture	4
5.	Physics / Chemistry	2
6.	Geography/C.R.E	1
7.	History/ Geography	2
8.	Mathematics/ Chemistry	3
9.	Kiswahili / History	2
10.	Mathematics / Business Studies	2

c) The mean score in the *2021,2022,2023,2024* KCSE:

YEAR	ENROLMENT	MEAN	TRANSITION	TRANSITION (%)	SCHOOL TARGET	COMMENTS
2024	166	6.309	70	42.17	7.0	+VE DEVIATION OF 0.513
2023	220	5.796	63	28.90	7.0	+VE DEVIATION OF 0.021
2022	245	5.775	64	26.0	7.0	TARGET NOT ATTAINED

SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL(Continued)

d) Development projects carried out by the school:

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
1					

....

Name: Penina W Mwangi (Mrs)

Designation: School Principal & Secretary to Board of Management

Date:...20/5/2026...

4. Statement of School Management Responsibility

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

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

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

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

....

Name: Cecilia Wangari Kirira

Designation: Chairman, School Board of Management

Date:...20/05/2026...............

....

Name: Penina W Mwangi

Designation: School Principal & Secretary to Board of Management

Date:...20/05/2026...............

....

Name:Joseph Githinji Gikungu

Designation: Bursar/ Finance Officer

Date:...20/05/2026...............

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NYAKIAMBI GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025- NYANDARUA 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 Nyakiambi Girls Secondary School set out on pages 1 to 19, which comprise of the statement of assets and liabilities as at 30 June, 2025, and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Nyakiambi Girls Secondary School 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, 2023, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

Unsupported Accounts Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.9,612,848 as disclosed in Note13 to the financial statements. However, supporting schedule and ageing analysis for the receivables were not provided for audit. In addition, Management did not disclose measures it has put in place to reduce further accumulation of student debtors and ensure prompt recovery of outstanding student debtors. Further, there was no debtor's policy on the long outstanding fees arrears and no provision for bad and doubtful debts has been made.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.9,612,848 could not be confirmed.

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

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effects of the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Overdrawn Bank Account

The statement of assets and liabilities reflects a bank balance of Kshs.1,422,522. However, the schools' boarding bank accounts was overdrawn by a total of Kshs.662,034 as disclosed in Note 10 to the financial statements. This was contrary to Regulation 7 of the Public Finance Management (National Government) Regulations, 2015 which states that no official government bank account shall be overdrawn, nor shall any advance or loan be obtained from a bank account for official purposes beyond the limit, authorized by The National Treasury.

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

2. Unbalanced Budget

The statement of budgeted versus actual amounts reflects final revenue budget of Kshs.50,810,000 and final expenditure budget of Kshs.65,250,6562 resulting in budget deficit of Kshs.14,440,656. This is contrary to Regulation 33(c) of the Public Finance Management (National Government) Regulations, 2015 which provides that budget revenue and expenditure appropriations shall be balanced.

In the circumstances, Management was in breach of law.

3. Non-Compliance with the Public Sector Accounting Standards Board Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB). The statement of financial performance has been referred to as statement of receipts and payments contrary to the prescribed format. Annex 11 to the financial statements on summary of fixed assets register is incomplete and does not indicate the details of the assets and their values as required by the prescribed format. Lack of the relevant information may affect users' reliance on the financial statements for decision making.

In the circumstances, Management did not comply with the PSASB guidelines

4. Underfunding of Capitation Grants

The statement of receipts and payments reflects tuition capitation Kshs.1,668,840, operational capitation Kshs.5,552,887 and infrastructure grant of Kshs.1,499,500 totalling to Kshs.8,721,227 as disclosed in Note 1, Note 2 and Note 3 to the financial statements. During the year under review, the Ministry of Education allocated to the School tuition and operation capitation grants of Kshs.8,721,277 with each leaner allocated Kshs.10,690. However, the Ministry did not meet approved capitation of Kshs.22,244 per student resulting to a total under capitation of Kshs.6,990,037 for the year. This was contrary to Ministry of Education circular Ref; MOE/CONF/G5 dated 26 November, 2019 – Guidelines on implementation of Free day Secondary Education 2020 provides for Government of Kenya annual capitation of Kshs.22,244 per learner in boarding schools category B.

In the circumstances, the underfunding of the School may have affected service delivery to the public.

5. Delay in Transfer of Infrastructure Funds from Operations Bank Account

The statement of receipts and payments reflects government infrastructure grants amount of Kshs.1,499,500 as disclosed in Note 3 to the financial statements from the Ministry of Education credited into the school's operations bank account. However, only an amount of Kshs.1,000,000 was transferred to infrastructure account, leaving a balance of Kshs.449,500 as at 30 June, 2025. Further, the transfer to infrastructure bank account was done after lapse of 15 days from day of receipt. This was contrary to the Ministry of Education Circular Ref. No: HQS/3/13/3 dated 16 June, 2021 which directed that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account fifteen (15) days upon receipt of the funds in the operations account.

In the circumstances, Management was in breach of the Ministry guidelines.

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

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.48,204,021 as disclosed in Note 9 to the financial statements. The payments include a transfer of Kshs.724,000 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.724,000 could not be confirmed.

7. Stalled School Boundary Wall Chain Link Fencing

As reported in the previous year, a local contractor was awarded labour contract for the construction of 585 meters boundary wall and 820 meters chain link at contract sum of Kshs.2,800,358. The contract was awarded on 19 December, 2022 with contract inception and completion dates of 1 January, 2023 and 28 February, 2023 respectively. Further, the same contractor was awarded tender for supply and delivery of construction materials. During the year under review, the contractor was paid a total of Kshs.5,571,000 for labour and materials. However, the contracts were not provided for audit. Further, physical project verification conducted in March 2026 revealed that boundary wall works was partially complete while chain link works was not done.

In addition, the completion certificate had not been issued. The project was past expected completion date and the contractor was not on site. The School Management did not disclose measures put in place to ensure the project was revived and completed. This was contrary to Section 72(I) of the Public Finance Management Act, 2012 which states that the Accounting Officer for a national government entity shall (a) be responsible for the management of the entity's assets and liabilities; and (b) manage those assets in a way which ensures that the national government entity achieves value for money in acquiring, using and disposing of those assets.

In the circumstances, value for value for money for the payment of Kshs.5,571,000 on the stalled works could not be confirmed and Management was in breach of the law.

8. Non-Deduction of Capacity Building Levy

The statement of receipts and payments reflects infrastructure payments of Kshs.2,657,266 and boarding and school fund payments of Kshs.48,204,021 as disclosed in Note 8 and Note 9 to the financial statements. The payments include contractual payments totalling Kshs.837,050. However, 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.

9. Lack of a Functional Procurement Unit

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

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

10. Lack of a Procurement Plan

The statement of receipts and payments reflects amounts of Kshs.48,805,228 and Kshs.62,535,443 in respect of total receipts and payments respectively. However, during the year under review, Management did not prepare an Annual Procurement Plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a Procurement Plan for each financial year as part of the annual budget preparation process'.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Lack of Internal Audit Function and Audit Committee

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

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

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

17 April, 2026

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

DESCRIPTION	Note	2024 - 2025	2023- 2024
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,668,840	1,855,239
Capitation grants for operations	2	5,552,887	6,146,068
Capitation grants for Infrastructure	3	1,499,500	2,949,800
School Fund Income- Parents' Contributions	4	36,939,993	48,026,231
School Fund Income- Other receipts	5	3,144,008	5,405,876
Proceeds from borrowings		-	-
TOTAL RECEIPTS		**48,805,228**	**64,383,214**
PAYMENTS			
Payments for Tuition	6	4,301,521	3,709,245
Payments for operations	7	7,372,635	6,701,282
Payments for Infrastructure	8	2,657,266	1,399,423
Boarding and school fund payments	9	48,204,021	47,796,154
TOTAL PAYMENTS		**62,535,443**	**59,606,104**
SURPLUS/(DEFICIT)		**(13,730,215)**	**4,777,110**

The school financial statements were approved on 20/5/ 2026 and signed by:

....	....	....
Name: Cecilia W. Kirira	**Name: Penina W Mwangi**	**Name: Joseph G. Gikungu**
Chair, BOM	**Principal/ Secretary, BOM**	**Bursar/ Finance Officer**
Date: ....20/05/2026...	**Date:** ...20/05/2026....	**Date:** ...20/05/2026...

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

DESCRIPTION	Note	2024 - 2025	2023 - 2024
		Kshs	**Kshs**
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	1,422,522	801,009
Cash Balances	11	6,115	222,488
Short term Investment	12	-	-
Total Cash and Cash Equivalents		**1,428,637**	**1,023,497**
Account's receivables	13	9,612,848	21,729,137
TOTAL		**11,041,485**	**22,752,634**
FINANCIAL LIABILITIES			
Overdrawn Bank Balances	10	662,034	2,878,119
Accounts Payable	14	19,184,096	14,948,945
TOTAL		**19,846,130**	**17,827,064**
NET FINANCIAL SSETS		(8,804,646)	4,925,570
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	4,925,570	148,460
Surplus/Defict for the year		(13,730,215)	4,777,110
NET FINANCIAL POSITION		**(8,804,645)**	**4,925,570**

The school's financial statements were approved on 20/5/ 2026 and signed by:

....

Name: Cecilia W. Kirira

Chair, BOM

Date: 20/05/2026..

....

Name: Penina W Mwangi
Principal/ Secretary, BOM

Date: ..20/05/2026

....

Name: Joseph G. Gikungu

Bursar/ Finance Officer
Date: ....20/05/2026.....

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

Descrprion	Note	2024 - 2025	2023 - 2024
		Kshs	Kshs
Receipts from operating activities			
Capitation grants for tuition	1	1,668,840	1,855,239
Capitation grants for operations	2	5,552,887	6,146,068
Capitation grants for Infrastructure	3	1,499,500	2,949,800
School fund income- Parents contributions/ fees		53,094,414	45,252,578
School fund income- other receipts	5	3,144,008	5,405,876
Total receipts		**64,959,649**	**61,609,561**
Payments			
Payments for Tuition	6	4,301,521	3,709,245
Payments for operations	7	7,372,635	6,701,282
Boarding and school fund payments	9	50,223,087	47,796,154
Total Payments		**61,897,243**	**60,422,321**
Net cash flow from operating activities		**3,062,406**	**1,187,240**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets			
Acquisition of Assets	8	(2,657,266)	(1,399,423)
Proceeds from investments		-	-
Net cash flows from Investing Activities		**(2,657,266)**	**(1,399,423)**
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans		-	-
Repayment of principal borrowings		-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		405,140	(212,183)
Cash and cash equivalent at BEGINNING of the year		**1,023,497**	**1,235,680**

Cash and cash equivalent at END of the year		**1,428,637**	**1,023,497**

The school's financial statements were approved on 28/5/2 2026 and signed by:

....	....	....
Name: Cecilia W. Kirira	**Name: Penina W. Mwangi**	**Name: Joseph G. Gikungu**
Chair, BOM	**Principal/ Secretary, BOM**	**Bursar/ Finance Officer**
Date: 20/05/2026	**Date:** 20/05/2026	**Date:** 20/05/2026

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Exercise Books	386,000		386,000	385,200	100%
Laboratory Equipment	-	-	-	303,368	
Internal Exams	-	-	-	100,000	0%
Teaching / Learning Materials	900,000	-	900,000	880,272	98%
Exams And Assessment	-	-	-	-	0%
Sub-total	**1,286,000**	-	**1,286,000**	**1,668,840**	130%
(2) Capitation Grant on Operations					
Personnel Emoluments	2,650,000	-	2,650,000	2,610,882	99%
Repairs And Maintenance	-	-	-	-	0%
Local Transport / Travelling	403,000	-	403,000	402,218	100%
Electricity And Water	670,000	-	670,000	665,548	99%
Medical and Insurance	1,030,000	-	1,030,000	614,370	60%
Administration Costs	856,000	-	856,000	855,244	100%
Activity	405,000	-	405,000	404,625	100%
	6,014,000	-	**6,014,000**	**5,552,887**	**92%**
3) FDSE for infrastructure					
Maintenance &Improvement MoE	2,575,000	-	2,575,000	1,499,500	58%
Sub-total	**2,575,000**	-	**2,575,000**	**1,499,500**	**58%**
(4) Fees Charged on Parents					

Boarding Equipment and stores	25,000,000	-	25,000,000	24,013,284	96%
Personnel emoluments	4,315,000	-	4,315,000	4,310,618	100%
Repairs and maintenance	1,043,000	-	1,043,000	1,042,559	100%
Local transport/travelling	745,000	-	745,000	744,456	100%
Electricity and water	1,033,000	-	1,033,000	1,032,211	100%
PA Fund	3,037,000	-	3,037,000	3,036,207	100%
Administration costs	1,077,000	-	1,077,000	1,076,973	100%
Activity	130,000	-	130,000	129,103	99%
Development	1,555,000	-	1,555,000	1,554,582	100%
Sub-total	**37,935,000**	-	**37,935,000**	**36,939,993**	**97%**
5) Miscellenous Income					
Income From Farming Activities	3,000,000	-	3,000,000	3,106,258	104%
Rent Income	-	-	-	30,750	
Examination KCSE	-	-	-	7,000	
Sub-total	**3,000,000**	-	**3,000,000**	**3,144,008**	105%
TOTAL INCOME	**50,810,000**	-	**50,810,000**	**48,805,228**	**96%**
(6) Expenditure For Tuition					
Exercise Books	486,000	-	486,000	485,200	100%
Textbooks	-	-	-	-	0%
Reference materials	-	-	-	-	0%
Laboratory Equipment	438,000	-	438,000	437,800	100%
Teaching / Learning Materials	3,300,000	-	3,300,000	3,276,778	99%
Exams And Assessment	100,000	-	100,000	100,000	100%
Bank charges	-	-	-	1,743	
Sub-total	**4,324,000**	-	**4,324,000**	**4,301,521**	**99%**
(7) Expenditure For Operations					
Personnel Emoluments	2,200,000	-	2,200,000	2,229,024	101%

Administration Cost	300,000	-	300,000	1,894,993	632%
Repairs And Maintenance & Improvements	2,260,000	-	2,260,000	603,702	27%
Local Transport / Travelling	1,592,384	-	1,592,384	1,211,500	76%
Electricity And Water	2,160,000	-	2,160,000	837,846	39%
Activity Expenses	420,000	-	420,000	253,570	60%
Tuition	-	-	-	82,000	
School fund	-	-	-	260,000	
Sub-total	**8,932,384**	-	**8,932,384**	**7,372,635**	**83%**
(8) Expenditure For infrastructure					
Construction of Gate	-	-	-	-	-
Repairs And Maintenance & Improvements	2,260,000	-	2,260,000	2,655,988	118%
Bank charges	-	-	-	1,278	
Sub-total	**2,260,000**		**2,260,000**	**2,657,266**	**118%**
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	4,618,272	-	4,618,272	3,847,930	83%
Repairs And Maintenance & Improvements	2,115,000	-	2,115,000	2,114,522	100%
Local Transport / Travelling	1,390,000	-	1,390,000	1,386,812	100%
Electricity And Water	870,000	-	870,000	868,959	100%
Administration Cost	2,938,000	-	2,938,000	2,937,467	100%
Medical	1,335,000	-	1,335,000	1,332,500	100%
Fee on Boarding Equipment and stores	33,340,000	-	33,340,000	33,336,315	100%
Farm expenses	2,155,000	-	2,155,000	2,154,736	100%
KCSE Exam	-	-	-	-	-
Activity	973,000	-	973,000	224,780	23%
Sub-total	**49,734,272**	-	**49,734,272**	**48,204,021**	**97%**
TOTAL EXPENDITURE	**65,250,656**	-	**65,250,656**	**62,535,443**	**96%**

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The entity has taken advantage of the transitional provisions under IPSAS 33, and therefore, this 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 unless otherwise specified (for example, statement of cash flow). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of revenue and expenditure

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

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

3. In-kind contributions

In-kind contributions are donations that are made to the school in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the school includes such value in the statement of financial performance both as revenue and as expenditure in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

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

5. Accounts Receivable

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

6. Accounts Payable

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

7. Non-current assets

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

8. Budget

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

9. Comparative figures

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

10. Subsequent events

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

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	385,200	-
Laboratory equipment	303,368	-
Internal exams	100,000	-
Teaching / learning materials	880,272	1,855,239
Chalks	-	-
Exams and assessment	-	-
Bank Charges	-	-
Reference/Library	-	-
Total	**1,668,840**	**1,855,239**

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personnel emoluments	2,610,882	2,087,305
Repairs and maintenance	-	-
Local transport / travelling	402,218	760,400
Electricity and water	665,548	1,345,240
Medical Insurance	614,370	817,050
Administration costs	855,244	557,200
Activity	404,625	578,873
Total	**5,552,887**	**6,146,068**

3. Government Grants for infrastructure

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Maintenance & Improvement	1,499,500	2,949,800
Transition infrastructure grants	-	-
Administration Block/Library	-	-
Economic stimulus grants	-	-
Total	**1,499,500**	**2,949,800**

4. School Fund Income - Parents Contribution/Fees

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Boarding Equipment and Stores	24,013,284	32,833,539
Personnel emoluments	4,310,618	5,581,532
Repairs and maintenance	1,042,559	1,370,696
Local transport / travelling	744,456	1,232,243
Electricity and water	1,032,211	1,379,565
PA Fund	3,036,207	4,288,032
Administration costs	1,076,973	1,175,380
Activity	129,103	165,244
Development	1,554,582	-
Total	**36,939,993**	**48,026,231**

5. Miscellaneous Incomes

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
BES	-	-
Rent income	30,750	124,900
Income from farming activities	3,106,258	2,593,780
PTA Funds	-	2,660,861
Examination KCSE	7,000	26,335
Development Funds	-	-
Income from Bus Hire	-	-
Clubs and Associations	-	-
Total	**3,144,008**	**5,405,876**

(Include an explanation on the kind and source of grants/ donations received by the school.)
**Ensure proper authorization from MOE before obtaining loans/borrowings.*
**Indicate what other income relates to including income arising from writebacks if any.*

6. Tuition Payment

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	485,200	-
Laboratory equipment	437,800	-
Internal exams	-	-
Teaching / learning materials	3,276,778	3,706,588
Chalks	-	-

Exams and assessment	100,000	-
Bank Charges	1,743	2,657
Total	**4,301,521**	**3,709,245**

7. Operations Payment

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personal Emoluments Teaching staff	2,229,024	2,862,222
Personal Emoluments subordinate	-	-
Administration Cost	1,894,993	1,004,316
Repairs and maintenance & improvements	603,702	539,200
Local transport / travelling	1,211,500	197,213
Electricity and water	837,846	793,091
Medical		714,640
Tuition	82,000	
Activity Expenses	253,570	590,600
School fund	260,000	-
Bank Charges	-	-
TOTAL	**7,372,635**	**6,701,282**

8. Infrastructure Payment

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Repair and Maintenance	2,655,988	1,398,809
Construction of CBC	-	-
Construction of Administration /Library Block	-	-
Purchase of New Lockers	-	-
Water Installation and Repair	-	-
Bank charges	1,278	614
TOTAL	**2,657,266**	**1,399,423**

9. Boarding And School Fund Payment

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Personal Emoluments Teaching staff	3,847,930	1,718,050
Personal Emoluments subordinate	-	-
Personal Emoluments non-teaching staff	-	4,772,668
Repairs and maintenance & Improvements	2,114,522	1,759,291
Local transport / travelling	1,386,812	836,054
Electricity and water	868,959	2,297,731
Administration costs	2,937,467	2,041,917
RMI general damages	-	108,000
Examination KCSE	-	-
Medical	1,332,500	-
Fee on Boarding Equipment and Stores	33,336,315	30,585,105
farm expenses	2,154,736	257,638
Activity	224,780	871,700
Bank charges	-	-
Development	-	2,548,000
TOTAL	**48,204,021**	**47,796,154**

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

10. Bank Accounts

Name of Bank, Account No. & currency	Bank Account Number	2024 - 2025	2023 - 2024
		Kshs	Kshs
Equity - Collection Account	160263938274	822,547	44,633
Infrastructural Account	1267231165	501,121	2,399
Operations Account	1102125245	44,601	749,441
Tuition Account	1102123889	54,253	4,536
Sub Total		**1,422,522**	**801,009**
School Fund Account/Boarding	1102112305	(662,034)	(2,878,119)
Sub Total		**(662,034)**	**(2,878,119)**
Total		**760,488**	**(2,077,110)**

11. Cash In Hand

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Tuition Account	-	-
Operation Account	-	-
Infrastructure Account	-	-
School Fund account	6,115	222,488
Total	**6,115**	**222,488**

12. Short Term Investments

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	**-**	**-**

13. Accounts Receivable

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Fees arrears	9,612,848	-
Other non-fees receivables	-	17,383,310
Salary advances	-	4,345,827
Imprest	-	-
Total	**9,612,848**	**21,729,137**

13 b) Ageing Analysis of Accounts Receivable

Description	*2024 - 2025*		*2023-2024*	
	Kshs		*Kshs*	
	Current FY	**% of the total**	**Comparative FY**	**% of the total**
Less than 1 year	4,462,201	46%	17,383,310	80%
Between 1- 2 years	4,474,128	47%	4,345,827	20%
Between 2-3 years	676,519.00	7%	-	0%
Over 3 years	-	0%	-	0%
Total (should tie to note 13 a)	**9,612,848**	**100%**	**21,729,137**	**100%**

14. Accounts Payable

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	18,652,702	14,948,945
Direct Credits	-	-
Prepaid fees	531,394	-
Total	**19,184,096**	**14,948,945**

14a. Ageing Analysis of Accounts Payable

Description	2024 - 2025		2023-2024	
	Kshs		*Kshs*	
	Current FY	**% of the total**	**Comparative FY**	**% of the total**
Less than 1 year	16,709,644	55%	3,179,393	21%
Between 1- 2 years	3,179,393	10%	11,749,199	79%
Between 2-3 years	10,648,199	35%	-	0%
Over 3 years	-	0%	-	0%
Total (should tie to note 14)	**30,537,236**	**100%**	**14,928,592**	100%

15. Fund Balance Brought Forward

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Bank balances	760,488	(2,077,110)
Cash balances	6115	222,488
Short Term Investments	-	-
Receivables	9,612,848	21,729,137
Payables	(19,184,096)	(14,948,945)
Total	**(8,804,645)**	**4,925,570**

Other important disclosure notes

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

16. Non-current Liabilities Summary

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

17. Biological assets

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Cattle	-	-
Goats	-	-
Trees	-	-
Coffee or tea plantation	-	-
Poultry	-	-
Total	-	-

18. Borrowings

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
a) Borrowings	-	-
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-

19. **Stock/ Inventory**

Description	2024 - 2025	2023 - 2024
	Kshs	Kshs
Stock/Inventory	-	-
Stock/ inventory at beginning of the year	-	-
Stock/ inventory purchased during the year	-	-
Stock/ inventory issued during the year	-	-
Balance at end of the year	-	-

12. 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:

The current audit is the first statutory audit for the school and therefore are no prior audit recommendations from The Auditor General.

Pena 20/5/2026

Sign and Date
Penina W Mwangi (Mrs)
Principal

13. Annexes

Annex I - Analysis of Pending Accounts Payable

No.	Suppliers Name	Original Amount	Contract Date	Amount paid	Outstanding Bal 30 June 2025
		Kshs	Kshs	Kshs	Kshs
1	Moshen Technologies	479,000		-	479,000
2	Kings And Queens	146,700		-	146,700
3	Jancy Supplies	1,458,637		-	1,458,637
4	Kalumach Enterprises	56,336		-	56,336
5	Chania Schools Depot Ltd	1,221,725		-	1,221,725
6	Wellington Fire Appliances	251,600		-	251,600
7	White Horse Hygiene	120,000		-	120,000
8	Memwa Enterprises	618,600		-	618,600
9	Martronics Enterprises	457,900		-	457,900
10	Fairsup Enterprises	964,334		-	964,334
11	Stajen Enterprises	2,318,350		-	2,318,350
12	Chakiel Investments	359,000		-	359,000
13	Tigih Solutions Ltd	2,365,775		-	2,365,775
14	Mirangine Corn Millers	3,472,543		-	3,472,543
15	Duncan Karanja	400,000		-	400,000
16	Fitwell	497,000		-	497,000
17	John Wahinya	723,000		-	723,000
18	Sammy Kariuki Gachoka	60,000		-	60,000
19	Shademwa Investment	112,500		-	112,500
20	Symon Ndirangu	115,250		-	115,250
21	Riconets Ventures	8,000		-	8,000
22	Amotek Construction	1,955,988		-	1,955,988
23	Advartextile	620,517		-	620,517
24	Advarmartex	134,216		-	134,216
25	Grandcen Solutions Ltd	627,775		-	627,775
26	Amaco Insurance Co	301,384		-	301,384
	Total	**19,846,130**		**-**	**19,846,130**

Annex 2 – Summary of Fixed Assets Register

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land						
Buildings and structures			-	-	-	-
Motor vehicles			-	-	-	-
Office equipment, furniture and fittings			-	-	-	-
ICT Equipment, and Other ICT Assets			-	-	-	-
Tools and apparatus			-	-	-	-
Textbooks			-	-	-	-
Other Machinery and Equipment			-	-	-	-
Heritage and cultural assets			-	-	-	-
Intangible assets- soft ware			-	-	-	-
Total			-	-	-	-