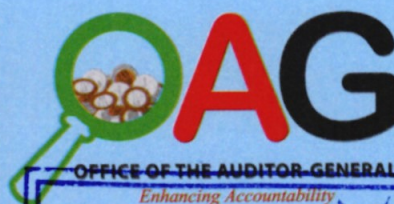


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 17 JUN 2026

DAY.

Wednesday

REPORT

TABLED

Deputy Majority Whip
Hon. Naomi Wago, MP

CLERK-AT
THE-TABLE:

Jiene Nduku

OF

PARLIAMENT
OF KENYA
LIBRARY

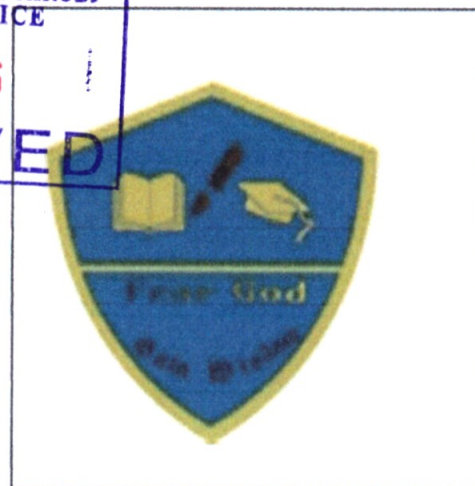
THE AUDITOR-GENERAL

ON

ICACIRI SECONDARY SCHOOL

KIAMBU COUNTY

FOR THE YEAR ENDED
30 JUNE, 2025



ICACIRI 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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ICACIRI SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025.

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ICACIRI SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025.

1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

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

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 Kiambu County, Gatundu South Sub-County.

The school was registered in 04/1983 under registration number H/A/418/83 and is currently categorized as a *County* public school established, owned or operated by the Government.

The school is a boarding school and had 417 number of students as at 30th June 2025. It has 3 streams and 18 teachers of which no teachers are employed by the School Board of Management.

(b) School Board of Management - Board Members

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

Ref:	Name of Board Member	Designation	Date of appointment
1	DR. ESTHER MARIMA	Chairperson	10/6/2025
2	MRS. IRENE MAINA	Secretary- Principal	10/6/2025
3	ENG. GEORGE KIBIRU	Member	10/6/2025
4	MR. DAVID MWIHIA	Member	10/6/2025
5	MR. DAVID MWANIKI	Member	10/6/2025
6	DR. WAIRIMU MUOHI	Member	10/6/2025
7	MS. PHOEBE KINYUA	Member	10/6/2025
8	DR. DAN NGUGI	Member – Rep CEB	10/6/2025
9	MR. ISAAC GICHUNA	Member Rep Teachers	10/6/2025
10	REV. DR. MWENJE	3 Members - Sponsor	10/6/2025
11	M/S RUTH KAMAU	Member	10/6/2025
12	MR. MARTIN MUNGAI	Member	10/6/2025
13	MR. JOSEPH KARUGO	Member	10/6/2025
14	MS. RUSSIANA MITAU	Member	10/6/2025
15	MR. MOSES NGOMO	Member Special Needs	10/6/2025
16	MR. DANIEL MUOHI	Member - Community	10/6/2025
17	MS. CAROLINE MUIBU	Member	10/6/2025
18	MS. MARGARET WANGARI	Member	10/6/2025
13	VYLETTE NYAMBURA	Rep Students	01-01-2025.

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

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.Dr Esther Marima 2.Eng George Kiburi 3.Mr Daniel Muohi 4.Mrs Irene Maina 5.Mr David Mwihia	Chairperson Vice Chairperson P.A chairperson Principal Member	1 out of 1
2	Audit Committee	1.Mr David Mwihia 2.Mr Martin muhia 3.Ms Caroline Muibu 4.Dr Wairimu Muohi	Chairperson Member Member Member	1 out of 1
3	Finance, procurement and general purposes Committee	1.Mr David mwaniki 2.Mr Joseph Karugo 3.Ms Margaret Wangari 4.Ms russiana Mitau	Chairperson Member Member Member	1 out of 1

ICACIRI SECONDARY SCHOOL

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

4	Academic Committee	1.Mr Daniel Ngugi 2.Mr Isaac Gichuna 3.Mr Daniel Muohi 4.Dr wairimu Muohi	Member Member Member member	1 out of 1
5	Development Committee	1.Eng. George Kibiru 2.Dr.Esther Marima 3.Mrs Irene Maina 4.Mr Daniel Muohi 5.Mrs Ruth Muteru	Chairperson Principal Member member Member	1 out 1
6	Discipline and welfare Committee	1.Mrs Ruth Kamau 2.Ms Phoebe Kinyua 3.Eng. George Kibiru 4.Moses Ngomo	Chairperson Member Member member	1 out of 1
7	Adhoc Committee (if any during the year)	N/A		

(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	IRENE MAINA	TSC No.352871
2	Deputy Principal	RUTH MUTERU	TSC No.372794
3	School Bursar	PETER KARANJA	ID No.30079561
4	Other (specify)		

(e) Schools contacts

Post Office Box: 66-01030.
 Telephone: 0702362895.
 E-mail: Icacirisecondary66@gmail.com
 Website: -
 Facebook: -
 Twitter: -

(f) School Bankers

Provide details of the school bankers.

Name of Bank: Family bank. Boarding account, Operations account & Tuition account.
 Branch Gatundu
 Postal Address. 66- 01030.

Name of Bank: KCB bank. Infrastructure account.
 Branch Gatundu
 Postal Address . 66-01030.

(g) Independent Auditors

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

ICACIRI SECONDARY SCHOOL

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

3. Summary Report of Performance of The School

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

a) Financial performance:

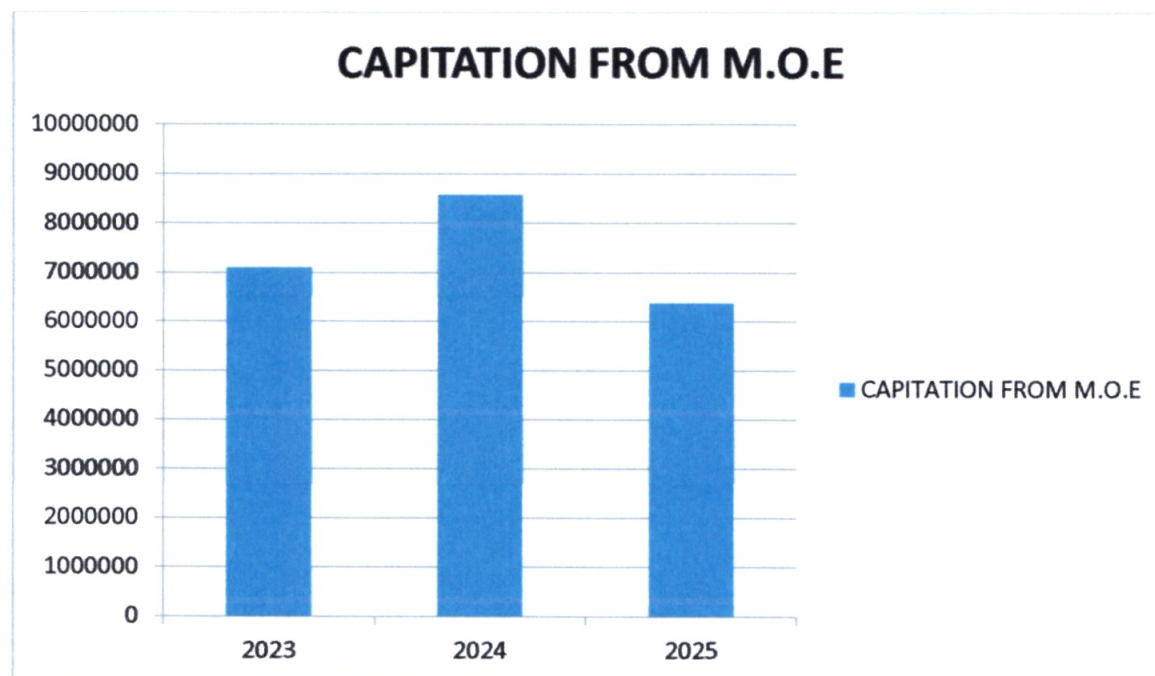
1.Surplus/Deficit

YEAR	2023	2024	2025
Boarding Account	(3,906,152)	643,972	(566,739)
Operation Account	(3,298,064)	3,272,087	(1,484,374)
Tuition Account	(1,039,733)	(593,809)	(647,646)
TOTAL	<u>(8,243,949)</u>	<u>3,322,249</u>	<u>(2,698,759)</u>



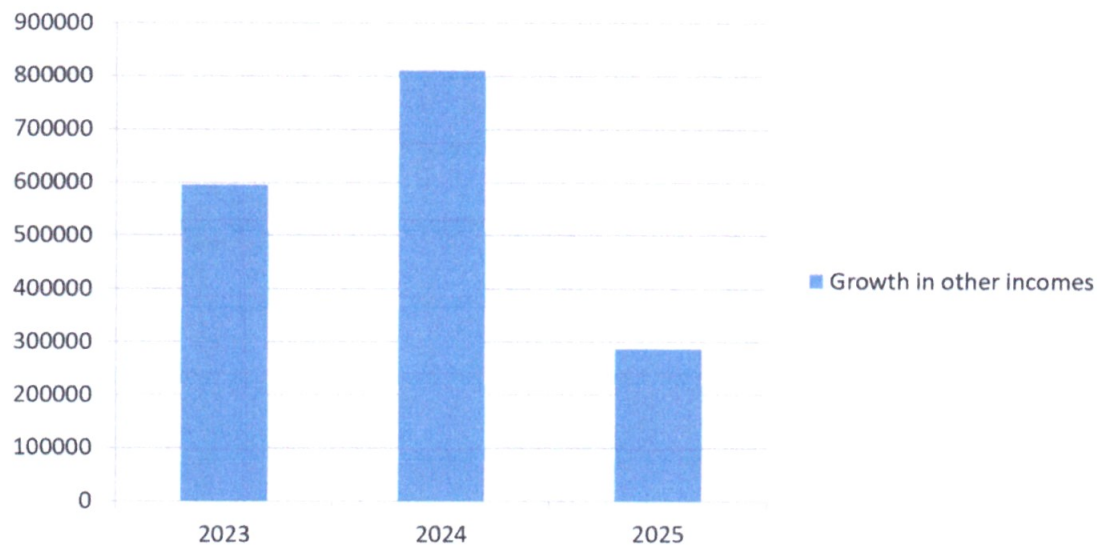
2. Capitation from M.O.E

YEAR	2023	2024	2025
Operation Account	5,785,708	7,383,413	5,156,732
Tuition Account	1,321,861	1,197,442	1,220,943
TOTAL	<u>7,107,569</u>	<u>8,580,855</u>	<u>6,377,675</u>

**3. Growth in other income.**

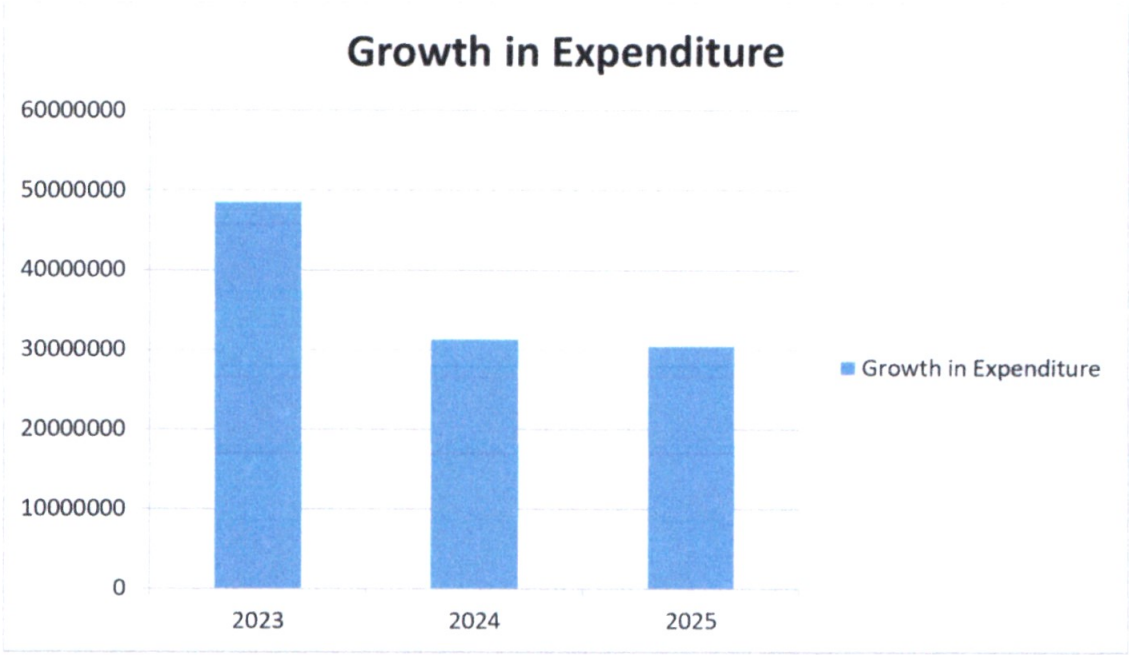
<u>Year</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Farm Account	563,208	477,588	179,108
Books replacement	-	-	2,000
Tender	32,000	-	2,000
Bus income	-	333,000	106,000
Total	<u>595,208</u>	<u>810,588</u>	<u>289,108</u>

Growth in other incomes



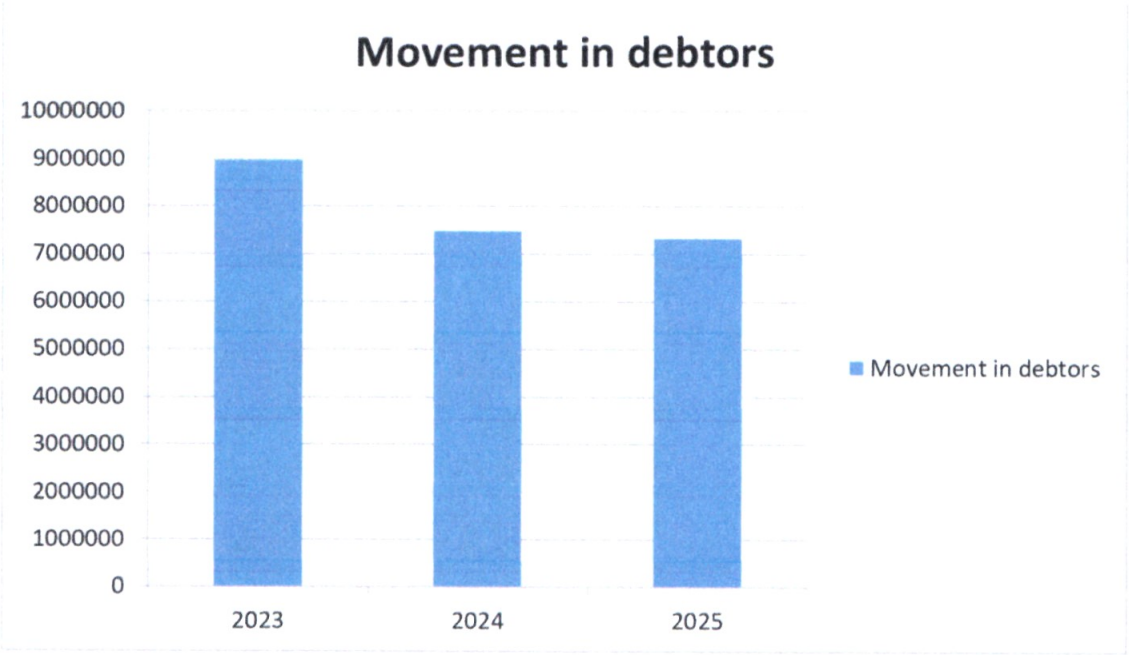
4.Growth in School Expenditure.

Year	2023	2024	2025
Boarding account	37,004,922	25,339,644	21,892,981
Operation account	9,083,772	4,111,326	6,641,106
Tuition account	2,361,594	1,791,251	1,868,589
Total	<u>48,450,288</u>	<u>31,242,222</u>	<u>30,402,676</u>



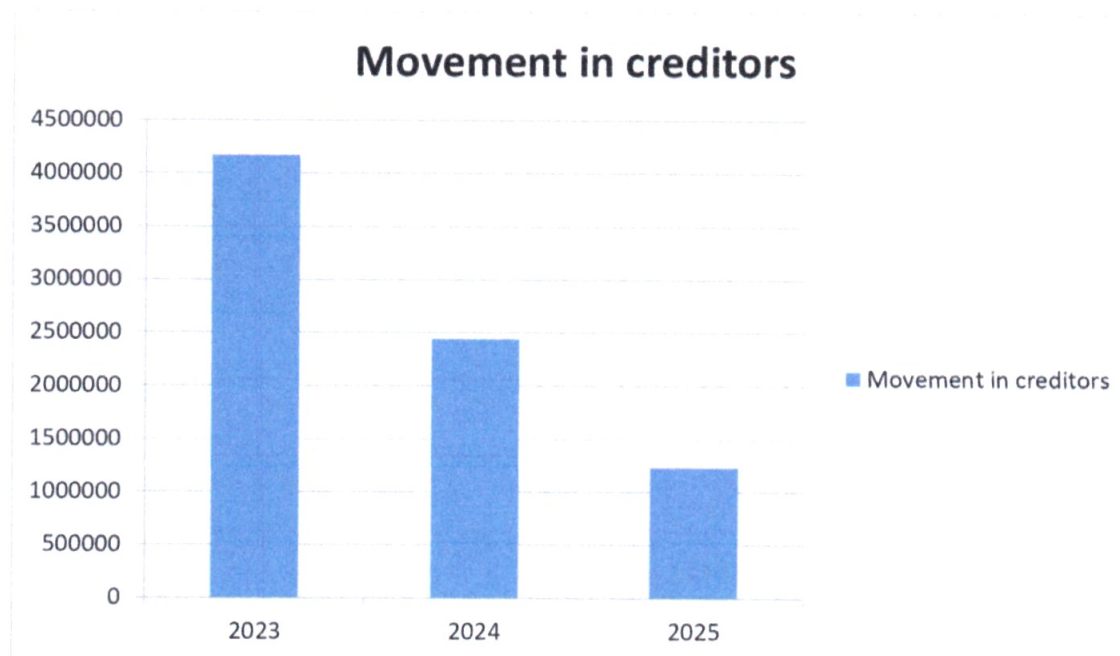
5. movement in debtors

Year	2023	2024	2025
Debtors	8,967,086	7,488,309	7,316,721.0



6. movement in creditors

Year	2023	2024	2025
Creditors	4,168,905	2,440,631	1,208,770



b) Teacher Student ratio:

TEACHERS	TSC	TOTAL	RATIO
teachers	18	18	1:23
students	417	417	
Transferred/retired	0	0	
Recruited	1	1	

c) The mean score in the 2025 KCSE:

<i>YEAR</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
<i>Mean</i>	<i>4.227</i>	<i>5.36</i>	<i>4.8</i>
<i>Set Score</i>	<i>5.5</i>	<i>5.5</i>	<i>6.0</i>

There was a drop in the mean score but we are working to achieve this year's set target.

d) Number of Candidates in the 2025 KCSE:

<i>No. Of students</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>	
	<i>126</i>	<i>95</i>	<i>106</i>	

e) The capacity of the school:

<i>417 students</i>	<i>4 Dormitories</i>	<i>adequate</i>
	<i>1 dining hall</i>	<i>adequate</i>
	<i>2 laboratories</i>	<i>adequate</i>
	<i>35 toilets</i>	<i>adequate</i>
	<i>1 kitchen</i>	<i>adequate</i>

f) Development projects carried out by the school:

(Development projects carried out in the year and ongoing projects including a disclosure of project fund sources in a tabular format).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time
Kitchen jikos chimney extension & repairs	Government	complete	275,000	275,000	Complete.
School face lifting ,classes ,dormitory, tilling & terrazzo work	Government	Complete	2,470,770	2,256,359	complete
total			<u>2,745,770</u>	<u>2,531,359</u>	

.....
School Principal

4. Statement of School Management Responsibility

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

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

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

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

.....


Name: Dr Esther Marima.

Designation: Chairperson, School Board of Management

Date: 13/04/2026.

.....


Name: Irene Maina

Designation: School Principal & Secretary to Board of Management

Date: 13/04/2026.

.....


Name: Peter Karanja

Designation: Bursar/ Finance Officer

Date: 13/04/2026.

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 ICACIRI SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – KIAMBU COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in 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 Icaciri Secondary School set out on pages 1 to 22, which comprise of the statement of assets

Report of the Auditor-General on Icaciri Secondary School for the year ended 30 June, 2025 – Kiambu County

and liabilities as at 30 June, 2025, and the statement of financial performance, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Icaciri 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 Public Finance Management Act, 2012, Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No. 3 of 14 April, 2025.

Basis for Qualified Opinion

Long Outstanding Receivables

The statement of assets and liabilities reflects accounts receivable balance of Kshs.7,316,721 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance is accounts receivable balance of Kshs.5,299,167 which had been outstanding for more than two (2) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on full recoverability of the accounts receivables balance.

In the circumstances, the recoverability of the receivables balance of Kshs.7,316,721 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Icaciri 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.

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on comparable basis of Kshs.32,770,841 and Kshs.27,703,917 respectively resulting to an under-funding of Kshs.5,066,924 or 15% of the budget. However, the school spent Kshs.30,402,678 against actual receipts of Kshs.27,703,917 resulting to an over-expenditure of Kshs.2,698,759 of the actual receipts.

The under-funding affected the planned activities and may have impacted negatively on services delivery to the public.

My opinion is not modified in respect of this matter.

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, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

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 Assets and liabilities, 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.

Other Information

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

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I

confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements

During the year under review, the School Management did not submit the financial statements for the year ended 30 June, 2025 to the Auditor-General by 31 August, 2025 as per The National Treasury Circular No. AG.3/88 Vol.VII (41) dated 4 December, 2024 but instead submitted financial statements on 27 February, 2026; six (6) months after the due date. No explanation was given why the financial statements were not submitted on time.

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 for the year ended 30 June, 2025 reflects operations payments amount of Kshs.4,109,747 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.1,078,755 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.1,078,755 could not be confirmed.

3. Unapproved Fees Charged on Parents Association Support Programme

The statement of financial performance reflects school fund income - parents' contributions amount of Kshs.21,037,134 as disclosed in Note 4 to the financial statements. Examination of the records revealed that the School charged an amount of Kshs.8,000 per student to support the programme which had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that a parent will only pay for school uniforms, boarding related costs as reflected in the boarding fee structure and lunch for the day scholars.

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

4. Non-Compliance with Ethnic Diversity and Disability Inclusion Requirements in Staff

Review of staff records revealed that the School had eleven (11) non-teaching staff and fifteen (15) Board members as at the time of audit. Analysis of the composition showed

that all the non-teaching staff and Board members were drawn from one ethnic community contrary to Section 7 of the National Cohesion and Integration Act, 2008 which requires that public establishments reflect the diversity of the people of Kenya and that no more than one-third of employees in a public institution should be from the same ethnic community. In addition, none of the non-teaching staff were persons with disabilities contrary to Section 13 of the Persons with Disabilities Act, 2003 which requires that at least five percent of positions in public institutions be reserved for persons with disabilities.

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

5. Excess Supply of Books

During the year under review, the Ministry of Education distributed textbooks to public secondary schools through Kenya Institute of Curriculum Development (KICD). Examination of records revealed that out of the distributed textbooks, three hundred and seventy-four (374) textbooks were lying idle in the store since were not aligned with teachers' preferred or approved instructional materials, resulting in non-utilization.

In the circumstances, value for money on the excess three hundred and seventy-four (374) text books could not be confirmed.

6. Unconfirmed Student Enrollment Data

The statement of financial performance reflects capitation grants for tuition, capitation grants for operations and infrastructure grants totalling Kshs.6,377,675. Comparison of data from National Education Management and information System (NEMIS) with records from the County Director of Education revealed that during the financial year 2024/2025, NEMIS reflected four hundred and forty three (443) students while records from the County Director of Education had four hundred and forty five (445) students, resulting in an underfunding of the school by an amount of Kshs.61,475. This was contrary to the Ministry of Education Circular MOE.HQS/3/13/3 dated 16 June, 2021 on implementation of Free Day Secondary Education (FDSE) which requires all learners be registered in NEMIS and the principals to ensure their records are accurate.

In the circumstances, under-funding of the school may have affected service delivery to the students.

7. Non-Deduction and Non-Remittance of Procurement Capacity Building Levy

Review of procurement contracts revealed that the School did not deduct and remit the 0.03% Public Procurement Capacity Building Levy on signed procurement contracts as required under Paragraph 3(1) of the Public Procurement Capacity Building Levy Order, 2023. Further, no register was maintained for contracts subject to the levy and no evidence of remittance to the relevant authority was provided.

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

8. Late Transfer of Infrastructure Funds from the Operations Bank Account to School Infrastructure Bank Account

The statement of financial performance reflects operations grants amount of Kshs.4,059,982 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.1,496,750 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the school's facilities. However, only Kshs.1,191,500 was transferred to infrastructure account, within fifteen (15) days of receipt in the operations account, leaving a balance of Kshs.305,250 which was transferred after fifteen (15) days of receipt. This is contrary to the Ministry of Education Circular Ref. No. MOE.HQS/3/13/3 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 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

Inadequate Asset Management and Lack of Land Ownership Documentation

Annex 2 to the financial statements reflects summary of fixed assets register with a balance of Kshs.155,253,820, which includes land with a balance of Kshs.6,000,000. However, review of the supporting documentation revealed that as at the time of audit in March, 2026 the School had not obtained a title deed for the land. Although the School was registered on 21 April, 1983, the land is held under a block title in the name of Icaciri Primary School. Further, Management had not prepared an updated fixed assets register and several assets at the school were not tagged or properly identified for tracking purposes.

In the circumstances, the existence of effective measures in the management of assets 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 Management and the 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

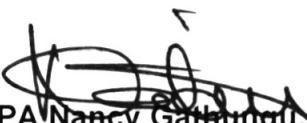
My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable 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

08 May, 2026

ICACIRI SECONDARY SCHOOL

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

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

Description Of Vote Head	Note	Insert Current FY 2025	Insert Comparative FY 2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	1,220,943	1,197,442
Government grants for operations	2	4,059,982	3,913,773
Government Grants for infrastructure	3	1,096,750	3,469,640
School fund income- parents' contributions	4	21,037,134	25,173,029
Miscellaneous incomes	5	289,108	810,588
Total Revenue		27,703,917	34,564,471
Expenditure			
Tuition	6	1,868,589	1,791,251
Operations	7	4,109,747	3,246,254
Infrastructure	8	2,531,359	865,072
Boarding and school fund	9	21,892,981	25,339,645
Total Expenditure		30,402,676	31,242,222
Surplus/Deficit		(2,698,759)	3,322,249

The school financial statements were approved on 13/04/2026.and signed by:

.....

Name: Dr Esther Marima

Chair BOM

Date: 13/04/2026.

.....

Name: Irene Maina
School Principal/ Secretary to
BOM

Date: 13/04/2026.

.....

Name: Peter Karanja

Bursar/ Finance Officer

Date: 13/04/2026.

ICACIRI SECONDARY SCHOOL

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

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

Description	Note	Insert Current FY2025	Insert Comparative FY 2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	2,763,874	6,555,065
Cash balances	11	33,676	1,517
Short term investments	12	-	-
Total cash and cash equivalent		2,797,551	6,556,583
Account's receivables	13	7,316,721	7,488,309
Total financial assets (a)		10,114,272	14,044,892
Financial liabilities			
Accounts payables	14	1,208,770	2,440,631
Total Financial Labilities (b)		1,228,770	2,440,631
Net financial assets (a-b)		8,905,502	11,604,261
Represented by			
Accumulated fund b/fwd	15	11,604,261	8,282,011
Surplus/deficit for the year		(2,698,759)	3,322,249
Net Assets		8,905,502	11,604,261

ICACIRI SECONDARY SCHOOL

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

The school's financial statements were approved on **13/04/2026**.and signed by:



.....
Name: Dr Esther Maina

Chair BOM

Date: 13/04/2026.



.....
Name: Irene maina
School Principal/ Secretary to BOM

Date: 13/04/2026.



.....
Name: Peter Karanja.

Bursar/ Finance Officer

Date: 13/04/2026.

ICACIRI SECONDARY SCHOOL

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

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

Description	Note	Insert Current FY 2025	Insert Comparative FY 2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,220,943	1,197,442
Government grants for operations		4,059,982	3,913,773
Government grants for infrastructure		1,096,750	3,469,640
School fund income- parents contributions/ fees		21,037,134	25,173,029
Other income		289,108	810,588
Total receipts		27,703,917	34,564,471
Payments			
Cash outflows for tuition		1,868,589	1,791,251
Cash outflows for operations		4,109,747	3,246,254
Cash outflows Boarding/lunch and school fund payments		21,892,981	25,339,645
Total payments		27,871,317	30,377,150
Net cash inflow/outflow from operating activities		(167,400)	4,187,322
Change in receivables		171,588	1,478,777
Change in payables		(1,231,861)	(1,728,274)
Cash flow from investing activities			
Acquisition of assets		(2,531,359)	(865,072)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(2,531,359)	(865,072)
Cashflow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		(3,759,032)	3,072,753
Cash and cash equivalent at beginning of the FY		6,556,583	3,483,830
Cash and cash equivalent at end of the FY		2,797,551	6,556,583

ICACIRI SECONDARY SCHOOL

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

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

(The above presentation of the cash flow statement uses the direct method of cash flow presentation which is encouraged under IPSAS. Schools should therefore adopt the direct method of cashflow as recommended by PSASB).

The school's financial statements were approved on **13/04/2026** and signed by:


.....

Name: Dr Esther Marima

Chair BOM

Date: 13/04/2026.


.....

Name: Irene Maina

**School Principal/ Secretary to
BOM**

Date: 13/04/2026.


.....

Name: Peter Karanja.

Bursar/ Finance Officer

Date: 13/04/2026.

ICACIRI SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025.

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

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Receipts					
(1) <i>Capitation Grant on Tuition</i>					
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	1,918,672	-	1,918,672	1,220,943	64%
Exams And Assessment	-	-	-	-	-
(2) <i>Capitation Grant on Operations</i>					
Personnel Emoluments	3,842,900	-	3,842,900	2,585,412	67%
Repairs And Maintenance	-	-	-	-	-
Local Transport / Travelling	185,200	-	185,200	200,000	108%
Electricity And Water	463,000	-	463,000	156,600	34 %
Medical	926,000	-	926,000	146,160	16%
Administration Costs	324,100	-	324,100	400,000	123%
Activity	694,500	-	694,500	571,810	82%
Smasse	92,600	-	92,600	-	-
	-	-	-	-	-
3) <i>FDSE for infrastructure</i>					

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
Maintenance & Improvement MoE	1,852,000	-	1,852,000	1,096,750	59 %
M&I parents' contribution	-	-	-	-	-
Economic Stimulus Programs	-	-	-	-	-
Transition Infrastructure Grants	-	-	-	-	-
Administration Block	-	-	-	-	-
(4) Fees Charged on Parents					
Personnel Emoluments	1,564,940	-	1,564,940	1,396,392	89%
Repairs And Maintenance	926,000	-	926,000	910,122	98%
Local Transport / Travelling	1,574,200	-	1,574,200	1,484,128	94%
Electricity And Water	1,157,500	-	1,157,500	990,576	86%
Insurance	-	-	-	101,665	-
Administration Costs	2,324,260	-	2,324,260	2,363,229	102%
Activity	115,750	-	115,750	136,800	118%
P.A Levies	-	-	-	5,675	-
Tuition levies				288,855	-
Fee On Boarding Equipment and Stores	14,809,219	-	14,809,219	13,359,692	90%
5) Miscellaneous Income					
Tender income	-	-	-	2,000	-
Rent income	-	-	-	-	-
Income From Farming Activities	-	-	-	179,108	-
Books Compensation	-	-	-	2,000	-
Income From Posho Mill	-	-	-	-	-

ICACIRI SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025.

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Income From Bus Hire	-	-	-	106,000	-
Fee For Hire of Ground and Equipment	-	-	-	-	-
Interest Income	-	-	-	-	-
Income From Any Other Investment	-	-	-	-	-
Total Income	<u>32,770,841</u>	=	<u>32,770,841</u>	<u>27,703,917</u>	85%
(6) Expenditure For Tuition					
Textbooks	-	-	-	-	-
Reference Materials	-	-	-	-	-
Exercise Books	-	-	-	-	-
Laboratory Equipment	-	-	-	-	-
Internal Exams	-	-	-	-	-
Teaching / Learning Materials	1,918,672	-	1,918,672	1,868,589	98%
Chalks	-	-	-	-	-
Exams And Assessment	-	-	-	-	-
Teachers Guides	-	-	-	-	-
Administration Costs	-	-	-	-	-
Bank Charges	-	-	-	-	-
(7) Expenditure For Operations					
Personnel Emoluments	3,842,900	-	3,842,900	2,884,492	75%
Repairs, Maintenance & Improvements	-	-	-	-	-
Local Transport / Travelling	185,200	-	185,200	445,300	240%

ICACIRI SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025.

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual On Comparable Basis d Kshs	% Of Utilization e=d/c % Kshs
Electricity, Water and Conservancy	463,000	-	463,000	165,000	36%
Medical	926,000	-	926,000	-	-
Administration Costs	324,100	-	324,100	172,000	53%
Activity Expenses	694,500	-	694,500	442,955	64%
Gratuity	-	-	-	-	-
SMASSSE	92,600	-	92,600	-	-
(8) Expenditure For infrastructure					
Classrooms Upgrading	1,852,000	-	1,852,000	2,256,359	122%
Kitchen Upgrading	-	-	-	275,000	-
Dormitory upgrading	-	-	-	-	-
Purchase of furniture	-	-	-	-	-
Purchase of equipment	-	-	-	-	-
Purchase of machinery	-	-	-	-	-
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	1,564,940	-	1,564,940	1,028,237	66%
Repairs, Maintenance and Improvements	926,000	-	926,000	590,080	64%
Local Transport / Travelling	1,574,200	-	1,574,200	1,021,760	65%
Electricity, Water and Conservancy	1,157,500	-	1,157,500	730,295	63%
Medical Expenses	-	-	-	47,290	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Administration Costs	2,324,260	-	2,324,260	3,449,606	148%
Activity	115,750	-	115,750	43,500	38%
Gratuity	-	-	-	-	-
P.A Expenses	-	-	-	456,400	-
Boarding Equipment and Stores	14,809,219	-	14,809,219	14,142,619	95%
Expenditure For Income Generating Activity-FARM	-	-	-	240,976	-
Insurance Costs	-	-	-	142,218	-
Other Expenses On Investments	-	-	-	-	-
Rent Expenses	-	-	-	-	-
Bank Charges	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-
Acquisition Of Assets	-	-	-	-	-
Totals	32,770,841	-	32,770,841	30,402,676	93%

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

- i. The promised capitation was not fully dispersed.
- ii. Fee arrears thus the deficit.

10. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

Statement of Compliance

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

Basis of Preparation

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

2. Recognition of revenue and expenditure

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

The capitation grants include recurrent and development grants. Recurrent capitation are 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.

ICACIRI SECONDARY SCHOOL

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

11. Notes To the Financial Statements

1 Government Grantsfor Tuition

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Reference Materials	-	-
Exercise Books	-	-
Laboratory Equipment	-	-
Internal Exams	-	-
Teaching / Learning Materials	1,220,943	1,197,442
Others (specify)*	-	-
Total	1,220,943	1,197,442

2 Government Grants for Operations

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Personnel Emoluments	2,585,412	2,608,690
Repairs And Maintenance	-	-
Local Transport / Travelling	200,000	-
Electricity And Water	156,600	250,000
Medical	146,160	-
Administration Costs	400,000	160,219
Activity	571,810	502,614
Insurance	-	392,250
Total	4,059,982	3,913,773

*Include others as per MOE circulars

3 Government Grants for infrastructure

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Maintenance &Improvement	1,096,750	3,469,640
Transition infrastructure grants	-	-
Administration Block	-	-
Economic stimulus grants	-	-
Other (specify)(NGCDF and County govt.	-	-

ICACIRI SECONDARY SCHOOL

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

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Total	1,096,750	3,469,640

4 School Fund Income -Parents Contribution/Fees

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Personnel emoluments	1,396,392	1,155,525
Repairs and maintenance	910,122	1,097,982
Local transport / travelling	1,484,128	1,737,287
Electricity and water	990,576	694,217
Medical	-	406,120
Administration costs	2,363,229	2,936,920
Activity	136,800	137,729
Fee on Boarding Equipment and stores	13,359,692	15,369,924
PA Levies*	5,675	779,890
Tuition	288,855	857,435
Insurance	101,665	-
Total	21,037,134	25,173,029

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

5 MiscellaneousIncomes

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Rent Income	-	-
Income From Farming Activities	179,108	477,588
Books Compensation	2,000	-
Income From Tender	2,000	-
Income From Bus Hire	106,000	333,000
Fee For Hire of Ground and Equipment	-	-
Income From Grants and Donations*	-	-
Interest Income	-	-
Dividends Income	-	-
Loans/Borrowings*	-	-
Other Income (specify)*	-	-
Total	289,108	810,588

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

ICACIRI SECONDARY SCHOOL

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

6 Tuition

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Exercise Books	-	-
Textbooks	-	-
Reference materials	-	-
Laboratory Equipment	-	-
Teaching / Learning Materials	1,868,589	1,791,251
Exams And Assessment	-	-
Teachers Guides	-	-
Bank Charges	-	-
Others (specify)	-	-
Total	1,868,589	1,791,251

7 Operations

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Personnel Emoluments	2,884,492	2,539,984
Service Gratuity	-	-
Administration Cost	172,000	31,700
Repairs And Maintenance & Improvements	-	-
Local Transport / Travelling	445,300	-
Electricity And Water	165,000	230,070
Medical	-	-
Activity Expenses	442,955	444,500
Insurance Cost	-	-
Others (specify)	-	-
Total	4,109,747	3,246,254

ICACIRI SECONDARY SCHOOL

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

8 Infrastructure

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Kitchen cookers smoke system replacement	275,000	-
Dormitory painting & floor	247,500	-
Construction of bio digester	-	500,000
Laboratory floor	35,000	-
School tilling, terrazzo & face lifting	1,973,859	-
Purchase of apparatus	-	-
Kitchen conversion to dormitory	-	358,776
Others bank charges	-	6,296
Total	2,531,359	865,072

9 Boarding And School Fund

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Personnel Emoluments	1,028,237	404,272
Activity	43,500	99,320
Repairs And Maintenance & Improvements	590,080	2,471,638
Local Transport / Travelling	1,021,760	1,770,390
Electricity And Water	730,295	933,534
Medical Expenses	47,290	37,605
Administration Costs	3,449,606	2,514,425
Lunch Programme	-	-
Bank Charges	-	-
Expenses On Income Generating Activities- Farm	240,976	403,100
Fee On Boarding Equipment and Stores	14,142,619	14,071,279
Rent Expenses	-	-
Insurance Cost	142,218	143,282
Loan Principal Repayment	-	-
Bom teachers	-	1,275,000
Tender	-	8,000
PA expenses	456,400	1,207,800
Others (specify)	-	-
Total	21,892,981	25,339,645

(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).

ICACIRI SECONDARY SCHOOL

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

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	Insert Current FY	Insert Comparative FY
	Active/Dormant		Kshs	Kshs
Tuition Account	Active		672	393,934
Operations Account	Active		722,995	2,516,202
School Fund Account/Boarding	Active		1,519,869	2,661,981
Savings Account			-	-
Parent Association Development Account			-	-
Income Generating Activities Account			-	-
Infrastructural Account	Active		520,338	982,947
Total			2,763,874	6,555,065

11 Cash In Hand

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Notes and Coins	33,676	1,517
Total	33,676	1,517

12 Short Term Investments

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Cooperative Shares	-	-
Treasury Bills	-	-
Fixed Deposit accounts	-	-
Other Investments	-	-
Total	-	-

ICACIRI SECONDARY SCHOOL

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

13 Accounts Receivable

Description	Insert Current FY 2025	Insert Comparative FY 2024
	Kshs	Kshs
Fees Arrears	7,316,721	7,488,309
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	-	-
Imprest (list/schedule attached)	-	-
Rent arrears(list/schedule attached)	-	-
Total	7,316,721	7,488,309

13 b) Ageing Analysis of Accounts Receivable

Description	Insert Current FY		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,757,380	24 %	2,189,142	29.2 %
Between 1- 2 years	260,174	3.6 %	1,279,061	17.1 %
Between 2-3 years	1,279,061	17.5 %	386,791	5.2 %
Over 3 years	4,020,106	55 %	3,633,315	48.5 %
Total (should tie to note 13 a)	7,316,721	100 %	7,488,309	100 %

14 Accounts Payable

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	662,264	1,839,354
Prepaid Fees	511,886	570,657
Retention Monies	34,620	30,620
Unpaid salaries and statutory deductions	-	-
Caution money	-	-
Other payables (<i>specify</i>)	-	-
Total	1,208,770	2,440,631

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14a. Ageing Analysis of Accounts Payable

Description	Insert Current FY		Insert Comparative FY	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	635,084	96 %	1,620,724	88.1%
Between 1- 2 years	-	%	218,226	11.9 %
Between 2-3 years	27,180	4 %	-	%
Over 3 years	-	%	404	%
Total (should tie to note 14)	662,264	100 %	1,839,354	100 %

15 Fund Balance Brought Forward

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank Balances	6,555,065	3,400,733
Cash Balances	1,517	83,097
Short Term Investments	-	-
Receivables	7,488,309	8,967,086
Payables	(2,440,631)	(4,168,905)
Total	11,604,261	8,282,011

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	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

17 Biological assets

Description	Numbers	Insert Current FY	Insert Comparative FY
		Kshs	Kshs
Cattle	5	375,000	355,000
Goats		-	-
Trees	9	70,000	66,000
Coffee Or Tea Plantation		-	-
Poultry		-	-
Others (specify)		-	-
Total		445,000	401,000

18 Borrowings

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

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Other important disclosure notes

19 Stock/ Inventory

Description	Insert Current FY	Insert Comparative FY
	Kshs	Kshs
Food stuffs	663,640	629,628
Lab consumables	41,250	61,339
Stationeries	341,113	287,775
Medication	12,732	3,591
Construction Materials	-	-
Others (specify)	-	-
	1,058,735	982,333

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20 Progress On Follow Up of Auditor Recommendations

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

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Long outstanding accounts receivable	Process ongoing to collect the debts	Partly resolved	Process ongoing
2	Late submission of financial statements	To be done in the financial year 25/26.	Not resolved	Next year.



Sign and Date: 13/4/2026.

Principal Irene Maina.

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY 2025	Outstanding Balance Comparative FY 2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Kenya Revenue Authority	27,180	01/6/2023	-	27,180		The system issues on E-slip generation.
Sub-Total	27,180			27,180		
Supply Of Goods						
2. KABARU BOOKS & STATIONERIES	944,514	13-5-2025	309,430	635,084	-	To be paid upon receiving capitiation.
3. Prepaid Fees	511,886	30-6-2025	-	511,886		
4. Staff Welfare	34,620	30-6-2025	-	34,620		
Sub-Total	1,491,020		309,430	1,181,590		
Grand Total	1,518,200		309,430	1,208,770		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost b/f (Kshs) 1 st July 2024	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2025
Land	6,000,000		-	6,000,000
Buildings And Structures	137,267,620	275,000	-	137,542,620
Motor Vehicles	3,400,000		-	3,400,000
Office Equipment, Furniture and Fittings	1,761,000		-	1,761,000
Textbooks	6,550,200			6,550,200
ICT Equipment				
Tools And Apparatus				
Other Machinery and Equipment				
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total	154,978,820	275,000	0	155,253,820

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