

REPUBLIC OF KENYA



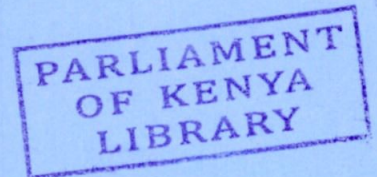
REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT



OF

THE AUDITOR-GENERAL

ON

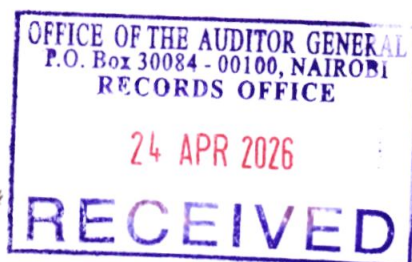
GATUE MIXED DAY SECONDARY SCHOOL

FOR THE YEAR ENDED

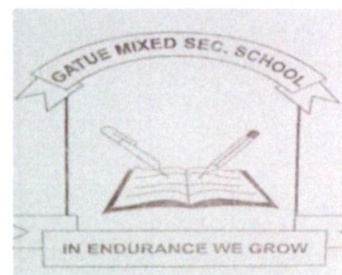
30 JUNE, 2025

THARAKA NITHI COUNTY

 KENYA NATIONAL ASSEMBLY PAPERS LAID	
DATE: 28 JUL 2026	
DAY: Tue	
TABLED BY:	Deputy Majority Leader Hon. Owen Baya.
CLERK-AT THE-TABLE:	Mr. Inzoku Mwale.



Revised 30th June 2025.



GATUE MIXED DAY SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

1st 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 **THARAKA NITHI** County, **THARAKA NORTH** Sub-County.

The school was registered in **29/03/2012** under registration number **0/7742/12** and is currently categorized as a **SUB COUNTY** public school established, owned or operated by the Government.

The school is a day/boarding school and had **39** number of students as at **30th June 2025**. It has **ONE** streams and **10** teachers of which **1** 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	John Kiragu	Chairman	01/07/2022
2	Minnie Muturi	Secretary - Principal	01/07/2022
3	Douglas Nyaga	Member	01/07/2022
4	Mary karigu	Member	01/07/2022
5	Jeremiah nyaga	Member	01/07/2022
6	Jacob kamwara	Member	01/07/2022
7	Pharis Ndatho	Member	01/07/2022
8	Julia kathuuru	Member	01/07/2022
9	John kiragu	Member – Rep CEB	01/07/2022
10	Ruth Mwende	Member Rep Teachers	01/07/2022
11	Silas Mugambi	3 Members - Sponsor	01/07/2022
12	Joseph kanyaru	Member - Community	01/07/2022
13	Stephen Njeru	Member Special Needs	01/07/2022

The functions of the School Board of Management are to:

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

(c) Committees of the Board

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.John Kiragu 2.Silas Mugambi 3.Minnie Muturi	Chair person Vice chair secretary	5/5 5/5 5/5
2	Audit Committee	1.John Kiragu 2.Silas Mugambi 3. Lucy Maina	Chair person Sponser rep secretary	1/1 1/1 1/1
3	Finance,procurement and general purposes Committee	1.John Kiragu 2.Minnie Muturi 3.Lucy Maina 4.pharis ndatho	Chairperson Secretary Member member	5/5 5/5 5/5 5/5
4	Academic Committee	1.Minnie muturi 2.Douglas nyaga 3.mary karigu	Secretary Member Member	2/2 2/2 2/2

		4.Moses Rwanda	Sponser rep	2/2
5	Development Committee	1.John kiragu	Chairperson	1/1
		2.stella gakii	member	1/1
		3.stephen njeru	Member	1/1
		4.silas mugambi	Sponser rep	1/1
6	Discipline and welfare Committee	1.John Kiragu	Chairperson	2/2
		2.Silas Mugambi	Sponser rep	2/2
		3.Minnie Muturi	secratary	2/2
		4.Lucy Wangui	sponser rep	2/2
7	Adhoc Committee (if any during the year)			

(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	MINNIE WANGARI MUTURI	TSC No.292817
2	Deputy Principal	FELIX NTWIGA NJERU	TSC No.325230
3	School Bursar	N/A	ICPAK No.
4	Other (specify)		

(e) Schools contacts

Post Office Box: 23-60215 MARIMANTI
 Telephone: NO TELEPHONE LINE
 E-mail: gatuesday@gmail.com
 Website: NO WEBSITE PAGE
 Facebook: NO FACE BOOK PAGE
 Twitter: NO TWITTER PAGE

(f) School Bankers

The following school operated **4 number** of bank accounts in the following banks:

- Name of Bank: TUTION A/C
 Branch: CO-OPERATIVE BANK -CHUKA
 Account Number: 01134058324400
- Name of Bank: OPERATIONS A/C
 Branch: CO-OPERATIVE BANK -CHUKA
 Account Number: 01100058324400
- Name of Bank: SCHOOL FUND A/C
 Branch: TRANS NATION SACCO LTD-GATUNGA
 Account Number: 68260900066801
- Name of Bank: INFRASTRUCTURE A/C
 Branch: CO-OPERATIVE BANK-MARIMANTI
 Account Number: 01100058324400

(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:**b) SURPLUS/ DEFICIT FOR THE YEAR AND A COMPARISON OF THE SAME FOR THE LAST THREE YEARS**

	2024-2025	2023-2024	2022-2023
SURPLUS	-416,696	74,805	389,042

CAPITATION GRANTS FROM THE MINISTRY OF EDUCATION FOR THE LAST THREE YEARS

	2024-2025	2023-2024	2022-2023
TUITION	224,123	283,182	272,031
OPERATION	949,255	1,382,810	1,201,529
INFRASTRUCTURE	1,298	0	0
SCHOOL FUND	347,405	756,980	848,037
MISCELLANEOUS INCOME	25,040.	0	0
TOTALS	1,547,121	2,422,972	2,321,597

- RATIO OF CAPITATION GRANT PER STUDENT OVER THE LAST THREE YEARS

YEA R	TUITI ON	OPERA TION	INFRAS T RUCTUR E	SCHOOL FUND	MISCEL LL.	TOTAL	NO. OF STUDEN TS	RATIO
2023- 2025	224,123	949,255	1,298	347,405	25,040	1,547,121	39	39,670
2023- 2024	283,182	1,382,810	0	756,980	0	2,422,972	92	26,337

2022-2023	272,031	1,201,529	0	848,037	0	2,321,597	118	19,675
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A THREE-YEAR OVERVIEW OF GROWTH IN EXPENDITURE OF THE SCHOOL

	2023-2024	2022-2023	2021-2022
OPERATION	1,326,420	906,167	1,108,000
TUITION	274,160	241,320	253,720
SCHOOL FUND	362,742	785,068	885,573
INFRASTRUCTURE	495	0	0
TOTAL	1,963,817	1,932,555	2,247,293

MOVEMENT OF DEBTORS

YEAR	2025	2024	2023
TOTAL	3,397,438	2,899,733	2,212,704

MOVEMENT OF CREDITORS

YEAR	2025	2024	2023
TOTAL	619,224	0	0

MOVEMENT OF CASH AND BANK BALANCES OVER THE LAST THREE YEARS

	2023-2024	2023-2024	2022-2023
CASH	-28	74,020	25,380
BANK	63,943	406,591	381,724
TOTAL	63,915	480,611	407,104

c)Teacher Student ratio:

<i>Teacher to student ratio</i>	<i>39:11</i>
<i>No.of teachers recruited and posted to school</i>	<i>10</i>
<i>No.of teachers transferred/retired</i>	<i>0</i>
<i>No of teachers employed by TSC</i>	<i>10</i>
<i>No of teachers employed by B.O.M</i>	<i>1</i>

c) The mean score in the 20XX KCSE:

YEAR	2025	2024	2023
MEAN SCORE	2.2	1.77	1.87

d) Number of Candidates in the 20XX KCSE:

2025	2024	2023
32	30	30

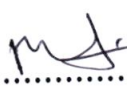
e) The capacity of the school:

<i>Facility</i>	<i>No.of Learners</i>	<i>Available</i>	<i>Optimum required</i>	<i>Variance</i>	<i>Remarks</i>
<i>Classrooms</i>	39	4	4	0	<i>Adequate</i>
<i>Toilet Girls</i>	7	2	2	0	<i>Adequate</i>
<i>Toilet Boys</i>	32	2	4	2	<i>2Required</i>
<i>Dormitory</i>	39	0	2	2	<i>2Required</i>
<i>Dining Hall</i>	39	0	1	1	<i>1Required</i>
<i>Laboratory</i>	39	1	1	1	<i>Adequate</i>
<i>Library</i>	39	0	1	1	<i>1Required</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
NONE	NONE	NONE	NONE	NONE	NONE

.....  Minnie W. Mutor

School Principal

THE PRINCIPAL
GATUE DAY SEC. SCH.
P. O. BOX 23 MARIMANTI

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 **GATUE MIXED DAY 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: *Jesse Katuvu*
Designation: Chairman, School Board of Management
Date:

.....
Name: *Minnie W. Muturi*
Designation: School Principal & Secretary to Board of Management
Date:

.....
Name:
Designation: Bursar/ Finance Officer
Date:

THE PRINCIPAL
GATUE DAY SEC. SCH.
P. O. BOX 23 MARIMANTI

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 GATUE MIXED DAY SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - THARAKA NITHI 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 Gatue Mixed Day Secondary School set out on pages 1 to 18, which comprise the statement of assets and liabilities as at 30 June, 2025, and the statement of financial performance, statement

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

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

Basis for Qualified Opinion

Inaccuracies in the Statement of Cash Flows

The statement of cash flows reflect balances that differed with the re-calculated amounts resulting into an unexplained and unreconciled variance as detailed below;

Component	Amount in the Financial Statements (Kshs.)	Re-calculated Amount (Kshs.)	Variance (Kshs.)
Net Increase/decrease in Cash and Cash Equivalents	-	341,891	341,891
Cash and Cash Equivalent at the beginning of the Financial Year	(416,696)	405,806	822,502
Cash and Cash Equivalent at the end of the Financial Year	480,611	63,915	416,696

In the circumstances, the accuracy, and completeness of the above balances included in the statement of cash flows could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Gatue Mixed Day 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 a comparable basis of Kshs.1,547,121 and Kshs.1,547,121 respectively.

However, the School spent an amount of Kshs.1,963,817 against actual receipts amounting to Kshs.1,547,121 resulting in an over-expenditure of Kshs.416,696 or 27% of actual receipts.

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 section, 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 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.

Other Information

Management is responsible for the Other Information set out on page iii to xii which comprise of the School's Key Information and Management , Summary Report of School Performance and the Statement of School's 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 transitional IPSAS 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 matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 4 March, 2026, instead of the statutory deadline of 31 August, 2025. This was contrary to The National Treasury Circular No. AG.3/88 VOL.VII (41) of 4th December, 2024 in compliance which Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

2. 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) as follows;

- i. Summary report of performance of the school had inaccurate opening balances on capitation from the ministry, ration of capitation and three-year growth of expenditure.
- ii. Note 19 Stock/ Inventory was not disclosed and biological assets under Note 17 were not disclosed.
- iii. Financial statements approval date was not indicated.

In the circumstances, Management did not comply with the PSASB guidelines. Further, lack relevant information may affect users' reliance on the financial statements for decision making.

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

The statement of financial performance reflects payment for operations amount of Kshs.1,326,420 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.421,605 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, the value for money transferred to KESSHA amounting to Kshs.421,605 could not be confirmed.

4. Overfunding of Capitation Grants and Inaccuracy of Student Enrollment Data

The statement of financial performance reflects capitation grants for tuition and capitation grants for operations amount of Kshs.224,123 and Kshs.949,255 respectively, all totaling to Kshs. 1,173,378 as disclosed in Notes 1 and Note 2 to the financial statements. During the financial year, NEMIS reported a total number of sixty-nine (69) students while the enrolment records provided by the School indicated a total number of fifty-five (55) students, resulting in an unexplained variance of fourteen (14) students. As a result of the variances, the School was over funded by an amount of Kshs.355,889.66

In the circumstances, the over-funding of the school may have affected service delivery to other public schools.

5. Excess Supply of Books

The Ministry of Education has distributed textbooks to the school through Kenya Institute of Curriculum Development (KICD) in the financial year 2024/2025. Examination of records revealed that the Institute distributed 1,145 books to the school while only 725 books were issued to the students, resulting to an excess text books 420 books in the school store. Further, some books issued in the financial year 2022/2023 were still lying in the store as they were no longer in use.

In the circumstances, value for money on the excess text books could not be confirmed.

6. Failure to Deduct and Remit Housing Levy for Temporary Staff

The statement of financial performance reflects operations payments amounting to Kshs.1,326,420 and as disclosed in Note 7 to the financial statements. Included in the amount is personnel emoluments costs amounting to Kshs.521,804. However, the School did not deduct and remit housing levy deductions from temporary workers. This was contrary to Section 4 (3) and Section 5 (1) (a) of the Affordable Housing Act CAP. 117A which requires the deductions be remitted within the due dates.

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

7. Non-Compliance with Law on Budget Preparation

Review of the budget revealed that the School Management did not prepare budget estimates for both revenue and non-revenue transactions. This is contrary to Regulations 31 (1) of the Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer shall ensure that the draft estimates relating to her or his department are prepared in conformity with the Constitution, the Act and these Regulations.

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

8. Lack of an Approved School Improvement Plan

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

In addition, review of records revealed that the school was significantly underfunded relative to its operational and infrastructure needs. The school has not received any infrastructure grant from the Government for the last five consecutive financial years. Consequently, critical infrastructure projects have stalled and existing facilities continue to deteriorate due to lack of funding.

In the circumstances, Management was in breach of the guidelines and critical infrastructure projects have stalled and existing facilities continue to deteriorate due to lack of funding.

9. Irregularities in Procurement Processes

Review of the School's procurement processes revealed the following irregularities;

9.1 Lack of Inspection and Acceptance Committee Reports

Review of payments made revealed that the Accounting Officer did not appoint the inspection and acceptance committee as required in Section 48. (1) of PPADA, 2015 and therefore there was no inspection and acceptance report for the goods and services paid during the financial year.

9.2 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.

9.3 Lack of a Procurement Plan

The statement of financial performance reflects amounts of Kshs.1,547,121 and Kshs.1,963,817 in respect of total receipts and payments respectively. However, during the year 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.

10. Non-Deduction of Capacity Building Levy

The statement of financial performance reflects boarding and school fund payments amount of Kshs.362,742 as disclosed in Note 9 to the financial statements which includes an amount of Kshs.304,560 in respect of lunch program. Review of records revealed that the school procured goods and services primarily on a cash-and-carry basis without formal written contracts or Local Purchase Orders (LPOs). Consequently, capacity building levy has not been deducted or remitted to the relevant authority during the period under review as required by the Public Procurement Regulations and Disposal Act Circular No.01/2024, REF: PPRDA/6/5 VOL.II (224) dated 30 August, 2024.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards requires 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 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion the Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Non-Maintenance of Buildings

Examination of records provided for audit revealed that the school has five (5) classrooms with one (1) laboratory and a Kitchen. However, physical inspection of the five (5) classrooms in the month of March 2026 revealed that most classes were dilapidated with leaky roofs. The laboratory and kitchen construction were incomplete and in use.

Physical inspection done in the month March 2026 revealed that the school did not have a defined fence hence vulnerable to trespassers and intruders.

In the circumstances, the student's learning condition is wanting and the school compound is exposed to trespassers and intruders.

2. Absence of Electricity Connection at the School

The School has for many years operated without electricity, since it is not connected to the national power grid and other options as solar has not been explored. The lack of electrical power has negative impact on teaching and learning including; inability to use

computers and ICT equipment, no access to digital learning platforms or internet resources, difficulty conducting science practicals requiring electrical equipment, inadequate security lighting within the school compound especially at night.

In the circumstances, the effectiveness of the school operations could not be confirmed.

3. Failure to Prepare Annual Reports on Governance

The Board of Management of the School failed to prepare annual reports on governance as required in Section 60 of the Basic Education Act, 2013 which states Every public school or institution of basic education shall, submit on an annual basis a report to the Director of Basic Education.

In the circumstances, the Board might not have effectively handled its mandate and responsibilities.

4. Lack of Audit Committee

During the year under review, the School had not constituted an audit committee as required by Section 73 (5) of the Public Finance Management, 2012 which states that, every national government public entity shall establish an audit committee whose composition and functions shall be as prescribed by the regulations.

In the circumstances, the effectiveness of internal controls could not be confirmed.

5. Weaknesses in The Board of Management

The School Board of Management is constituted by the County Director of Education/secretary of CEB. However, gazette notices for the appointment were not provided. Further, attendance register and minutes of meetings attended were not provided

In the circumstances, the Board might not have effectively handled its mandate and responsibilities.

6. Poor Evaluation of Board of Management Employees

The statement of financial performance and as disclosed in Note 7 to the financial statements reflects Kshs.1,326,420 in respect to payments for operation. Included is a balance of Kshs.521,804 for personnel emoluments. Management had engaged one (1) BOM teacher and four (4) casuals. However, review of their personnel emoluments revealed that contracts and muster rolls for all the staff engaged by the management were not provided. Further, did not conduct annual staff appraisals and trainings for staff.

In the circumstances, the efficiency and effectiveness of the teaching and non-teaching staff could not be confirmed.

7. Lack of Risk Management Policy

During the year under review, the Secondary school did not have an approved Risk Management Policy and a Risk Register to document risks emanating from the users and the mitigation factors in place to minimize the risks. In the circumstances, the risk

management strategies, which includes fraud prevention mechanism and a system of risk management and internal control that builds robust business operations could not be confirmed.

In the circumstances, the effectiveness of internal controls could not be confirmed and the Management was in breach of the law.

8. Poor Inventory Management

During the financial year ended 30 June, 2025, the management did not conduct stock take for inventories at the school. Further, audit revealed that the school did not have proper inventory management system and stores were not properly maintained contrary to Section 162(1) of the Public Assets Disposal Act, 2015. In addition, inventory was not disclosed in the financial statements.

In the circumstances, the effectiveness of internal controls on stocks could not be confirmed.

9. Unconfirmed Land Ownership and Asset Register

Annex 2 to the financial statements reflects summary of fixed assets balance of Kshs.25,000,000 which includes land, buildings and structures, office equipment, furniture & fittings with a balance of Kshs.20,000,000, Kshs.4,000,000 and Kshs.720,000 respectively. However, the land referenced, P/N.1249 – Gatunga adjudication section – Gatue Day Mixed Secondary school revealed that the school owned 40 acres of land. However, the land has a pending dispute under land suit No. 1249 with an injunction on processing of the title. The basis of valuation of the assets was also not provided. Further, Management did not prepare an updated fixed assets register and several assets at the school were not tagged.

In the circumstances, the ownership, valuation and existence of effective measures in the management of assets could not be confirmed.

10. Lack of Segregation of Duties

The statement of financial performance reflects amounts of Kshs.1,547,121 and Kshs.1,963,817 in respect of total receipts and payments respectively. However, it was noted that there was no segregation of duties in both revenue collection and procurement of item. Further, review revealed that the same person receives revenue, issues receipts and carries out the banking of revenue. In addition, procurement/purchases and receiving of items are done by the same person. This is contrary to Regulation 64. (1 (a)) of the Public Finance Management (National Government) Regulations, 2015 which states that an accounting officer and a receiver of revenue are personally responsible for ensuring that— (a) adequate safeguards exist and are applied for the prompt collection and proper accounting for, all national government revenue and other public moneys relating to their Ministries, departments or agencies;

In the circumstances, the effectiveness of internal controls could not be confirmed and Management was in breach of the law.

11. Long Outstanding Accounts Receivables

The statement of assets and liabilities reflects accounts receivables balance of Kshs.3,397,438 in respect of fees arrears as disclosed in Note 13 to the financial statements. Included in the balance are receivables amounting to Kshs.2,212,704 which had been outstanding more than two (2) years. Further, no recoveries were made in the year under review casting doubt on their recoverability. Further, there was no policy on the impairment of long outstanding fees arrears casting doubt on the full recoverability of the accounts receivables balance.

In the circumstances, the existence of effective debt management 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 for 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 IFPP 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

22 May, 2026

GATUE MIXED DAY 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	2024-2025	2023-2024
		Kshs	Kshs
Revenue			
Government grants for tuition	1	224,123	283,182
Government grants for operations	2	949,255	1,382,810
Government Grants for infrastructure	3	1,298	0
School fund income- parents' contributions	4	347,405	756,980
Miscellaneous incomes	5	25,040	0
Total Revenue		1,547,121	2,422,972
Expenditure			
Tuition	6	274,160	253,810
Operations	7	1,326,420	1,299,160
Infrastructure	8	495	0
Boarding and school fund	9	362,742	795,197
Total Expenditure		1,963,817	2,348,167
Surplus/Deficit		-416,696	74,805

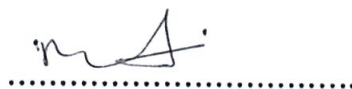
The school financial statements were approved on _____ 2025 and signed by:



 Name:

Chair BOM

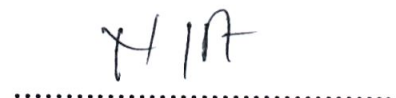
Date: 22-4-2026



 Name:

Name: MINNIE W MUTORI
 School Principal/ Secretary to
 BOM

Date: 22/4/2026



 Name:

Bursar/ Finance Officer

Date:

THE PRINCIPAL
GATUE DAY SEC. SCH.
P.O. BOX 23 MARIMANTI

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

Description	Note	2024-2025 Kshs	2023-2024 Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	63,943	406,591
Cash balances	11	-28	74,020
Short term investments	12	0	0
Total cash and cash equivalent		63,915	480,611
Account's receivables	13	3,397,438	2,899,733
Total financial assets (a)		3,461,353	3,380,344
Financial liabilities			
Accounts payables	14	619,224.	0
Total Financial Liabilities (b)		619,224.	0
Net financial assets (a-b)		2,842,129	3,380,344
Represented by			
Accumulated fund b/fwd	15	3,258,825	3,305,539
Surplus/deficit for the year		-416,696	74,805
Net Assets		2,842,129	3,380,344

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

..... *[Signature]*

Name: *Jesse Katwani*

Chair BOM

Date:

..... *[Signature]*

Name:
School Principal/ Secretary to
BOM

Date: *22-4-2024*

THE PRINCIPAL
GATUE DAY SEC. SCH.
P.O. BOX 23 MARIMANTI

..... *[Signature]*

Name:

Bursar/ Finance Officer

Date:

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

Description	Note	2024-2025 Kshs	2023-2024 Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		224,123	283,182
Government grants for operations		949,255	1,382,810
Government grants for infrastructure		1,298	0
School fund income- parents contributions/ fees		347,405	756,980
Other income		25,040	0
Total receipts		1,547,121	2,422,972
Payments			
Cash outflows for tuition		274,160	253,810
Cash outflows for operations		1,326,420	1,299,160
Cash outflows Boarding/lunch and school fund payments		495	0
Total payments		362,742	795,197
Net cash inflow/outflow from operating activities		1,963,817	2,348,167
		(416,696)	74,805
Cash flow from investing activities			
Acquisition of assets			
Net cash inflow/outflows from investing activities		(0)	(0)
		0	0
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18		
Repayment of principal borrowings		0	0
Net cash inflow/outflow from financing activities		(0)	(0)
		0	0
Net increase/decrease in cash and cash equivalents			
Cash and cash equivalent at beginning of the FY		(416,696)	74,805
Cash and cash equivalent at end of the FY		480,611	405,806

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

Name:

Chair BOM

Date:

Name:

School Principal/ Secretary to BOM

Date: 22-4-2026

Name:

Bursar/ Finance Officer

Date:

THE PRINCIPAL
GATUE DAY SEC. SCH.
P. O. BOX 23 MARIMANTI

GATUE MIXED DAY 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	Adjustment	Revised Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	KSh	KSh	KSh	KSh	KSh
Receipts					
(1) Capitation Grant on Tuition					
Reference Materials	13,449	0	13,449	13,449	100%
Exercise Books	107,619	0	107,619	107,619	100%
Laboratory Equipment	44,825	0	44,825	44,825	100%
Internal Exams	22,411	0	22,411	22,411	100%
Teaching / Learning Materials	60,859	0	60,859	60,859	100%
Exams And Assessment	0	0	0	0	0%
(2) Capitation Grant on Operations					
Personnel Emoluments	521,804	0	521,804	521,804	100%
Repairs And Maintenance	57,534	0	57,534	57,534	100%
Local Transport / Travelling	57,534	0	57,534	57,534	100%
Electricity And Water	85,548	0	85,548	85,548	100%
Medical	38,023	0	38,023	38,023	100%
Administration Costs	104,562	0	104,562	104,562	100%
Activity	85,550	0	85,550	85,550	100%
Gratuity	0	0	0	0	0%

GATUE MIXED DAY SECONDARY SCHOOL

Annual Report and Financial Statements 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
3) FDSE for infrastructure					
(4) Fees Charged on Parents					
Lunch Programme	318,405	0	318,405	318,405	100%
Bursury	29,000	0	29,000	29,000	100%
5) Miscellaneous Income					
Total Income	1,547,121	0	1,547,121	1,547,121	100%
(6) Expenditure For Tuition					
Textbooks	0	0	0	0	0%
Reference Materials	13,449	0	0	0	0%
Exercise Books	107,619	0	0	0	0%
Laboratory Equipment	44,825	0	44,825	237,000	528%
Internal Exams	22,411	0	22,411	25,000	112%
Teaching / Learning Materials	60,859	0	60,859	11,700	19%
Bank Charges	0	0	0	0	0%
(7) Expenditure For Operations					
Personnel Emoluments	521,804	0	521,804	473,700	91%
Repairs, Maintenance & Improvements	57,534	0	57,534	56,124	98%
Local Transport / Travelling	57,534	0	57,534	82,000	142%
Electricity, Water and Conservancy	85,548	0	85,548	29,040	34%
Medical	38,023	0	38,023	0	0%
Administration Costs	104,562	0	104,562	626,614	599%
Activity Expenses	85,550	0	85,550	56,325	66%

GATUE MIXED DAY SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Amount On Comparable Base	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Bank Charges	0	0	0	3,420	0%
(8) Expenditure For infrastructure					
Bank Charges	0	0	0	495	0%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments	0	0	0	0	0%
Repairs, Maintenance and Improvements	0	0	0	0	0%
Local Transport / Travelling	0	0	0	24,000	0%
Electricity, Water and Conservancy	0	0	0	0	0%
Medical Expenses	0	0	0	0	0%
Administration Costs	0	0		5,090	0%
Activity	0	0	0	29,000	0%
Gratuity	0	0	0	0	0%
Bursary	29,000	0	29,000	0	0%
Lunch Program me	318,405	0	314,405	304,560	97%
Boarding Equipment and Stores	0	0	0	0	0%
Bank Charges	0	0	0	92	0%
Totals	1,547,121	0	1,547,121	1,963,817	127%

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.

11. Notes To the Financial Statements

1 Government Grants for Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Reference Materials	13,449	16,990
Exercise Books	107,579	135,928
Laboratory Equipment	44,825	56,637
Internal Exams	22,411	28,318
Teaching / Learning Materials	35,859	45,309
Others (specify)*	0	0
Total	224,123	283,182

2 Government Grants for Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	521,804	760,547
Repairs And Maintenance	56,234	82,969
Local Transport / Travelling	57,534	82,969
Electricity And Water	85,548	124,452
Medical	38,023	55,312
Administration Costs	104,562	152,109
Activity	85,550	124,452
Other Vote Heads (specify)*	0	0
Total	949,255	1,382,810

3 Government Grants for infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Maintenance & Improvement	1,298	0
Transition infrastructure grants	0	0
Administration Block	0	0
Economic stimulus grants	0	0
Other (specify)(NGCDF and County govt.	0	0
Total	1,298	0

4 School Fund Income - Parents Contribution/Fees

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel emoluments	0	0
Repairs and maintenance	0	0
Local transport / travelling	0	0
Electricity and water	0	0
Medical	0	0
Administration costs	0	0
Activity	0	0
Fee on Boarding Equipment and stores	0	0
Lunch	318,405	677,230
PA Levies*	0	0
Donation	0	79,750
Bursury	29,000	0
Total	347,405.00	756,980.00

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

5 Miscellaneous Incomes

Description	2024-2025	2023-2024
	Kshs	Kshs
Rent Income	0	0
Income From Farming Activities	0	0
Insurance Compensation	0	0
Income From Posho Mill	0	0
Income From Bus Hire	0	0
Fee For Hire of Ground and Equipment	0	0
Income From Grants and Donations*	25,040.00	0
Interest Income	0	0
Dividends Income	0	0
Loans/Borrowings*	0	0
Other Income (specify) *	0	0
Total	25,040	0

6 Tuition

Description	2024-2025	2023-2024
	Kshs	Kshs
Exercise Books	0	0
Textbooks	0	0
Reference materials	0	0
Laboratory Equipment	237,000	180,000
Teaching / Learning Materials	11,700	21,000
Exams And Assessment	25,000	51,000
Teachers Guides	0	0
Bank Charges	460.00	0
Others (specify)	0	1,810
Total	274,160	253,810

7 Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	473,700	434,000
Service Gratuity	0	0
Administration Cost	626,614	477,640
Repairs And Maintenance & Improvements	54,826	77,095
Local Transport / Travelling	82,000	77,500
Electricity And Water	29,040	9,750
Medical	0	1,100
Activity Expenses	56,325	217,110
Insurance Cost	0	0
Bank Charges	3,915	4,665
Others (specify)	0	
Total	1,326,420	1,299,160

8 Infrastructure

Description	2024-2025	2023-2024
	Kshs	Kshs
Construction of classrooms	0	0
Construction of laboratory	0	0
Construction of dormitory	0	0
Purchase of furniture	0	0
Purchase of equipment	0	0
Purchase of apparatus	0	0
Drilling of boreholes	0	0
Bank Charges	495	0
Others (specify)	0	0
Total	495	0

9 Boarding And School Fund

Description	2024-2025	2023-2024
	Kshs	Kshs
Personnel Emoluments	0	0
Service Gratuity	0	0
Repairs And Maintenance & Improvements	0	1,500
Local Transport / Travelling	24,000	25,000
Electricity And Water	0	0
Co-curriculum activity	29,000	0
Medical Expenses	0	0
Administration Costs	5,090	1,050
Lunch Program me	304,560	763,745
Bank Charges	92	3,902
Expenses On Income Generating Activities**	0	0
Fee On Boarding Equipment and Stores	0	0
Rent Expenses	0	0
Insurance Cost (Life Property)	0	0
Loan Principal Repayment	0	0
Loan Interest Repayment	0	0
Acquisition Of Assets	0	0
PA expenses	0	0
Total	362,742	795,197

GATUE MIXED DAY SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024-2025	2023-2024
	Active/Dormant		Kshs	Kshs
Tuition Account	ACTIVE	01134058324400	49,497	74,494
Operations Account	ACTIVE	01100058324400	803	331,665
School Fund Account/Boarding	ACTIVE	68260900066801	12,840	432
Savings Account			0	0
Parent Association Development Account			0	0
Income Generating Activities Account			0	0
Infrastructural Account	ACTIVE	01100058324400	803	0
Total			63,943	406,591

11 Cash In Hand

Description	2024-2025	2023-2024
	Kshs	Kshs
Notes and Coins	-28	74,020
Total	-28	74,020

12 Short Term Investments

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

GATUE MIXED DAY SECONDARY SCHOOL
Annual Report and Financial Statements For the year ended 30th June 2025

13 Accounts Receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees Arrears	3,397,438	2,899,733
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)	0	0
Imprest (list/schedule attached)	0	0
Rent arrears (list/schedule attached)	0	0
Total	3,397,438	2,899,733

13 b) Ageing Analysis of Accounts Receivable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Current FY	% of the total
Less than 1 year	497,705	15%	687,029	24%
Between 1- 2 years	687,029	20%	66,927	2%
Between 2-3 years	2,212,704	65%	1,425,421	49%
Over 3 years	0	%	720,356	25%
Total (should tie to note 13 a)	3,397,438	100%	2,899,733	100%

14 Accounts Payable

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	585,224	0
Prepaid Fees	0	0
Retention Monies	0	0
Unpaid salaries and statutory deductions	34,000	0
Caution money	0	0
Other payables (specify)	0	0
Total	619,224	0

14a. Ageing Analysis of Accounts Payable

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Current FY	% of the total
Less than 1 year	619,224	100%	619,224	100%
Between 1- 2 years	0	%	0	%
Between 2-3 years	0	%	0	%
Over 3 years	0	%	0	%
Total (should tie to note 14)	619,224	100%	619,224	100%

15 Fund Balance Brought Forward

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank Balances	406,591	309,724
Cash Balances	74,020	25,380
Short Term Investments	0	0
Receivables	3,397,438	2,899,733
Payables	(619,224)	(0)
Total	3,258,825	3,305,539

Other important disclosure notes

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

16 Non-current Liabilities Summary

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

17 Biological assets

Description	Numbers	2024-2025	2023-2024
		Kshs	Kshs
Cattle		0	0
Goats		0	0
Trees		0	0
Coffee Or Tea Plantation		0	0
Poultry		0	0
Others (specify)		0	0
Total		0	0

18 Borrowings

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

Other important disclosure notes

19 Stock/ Inventory

Description	2024-2025	2023-2024
	Kshs	Kshs
	0	0
Food stuffs	0	0
Lab consumables	0	0
Farm produce	0	0
Medication	0	0
Construction Materials	0	0
Others (specify)	0	0
	0	0

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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)

Sign and Date
Principal

22/4/2026

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12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	B	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Supply Of Goods						
1. REGIONAL STATIONERS	184,724	5/5/2025	0	184,724		
2. SOLA GRATIA PRINTERS & STATIONERS	82,000	30/6/2025	0	82,000		
Sub-Total	266,724			266,724		
Supply Of Services						
3. JOHN CHARI	9,000	30/6/2025	0	9,000		
4. JAPHET MUTHENGI	11,000	30/6/2025	0	11,000		
5. JEREMIAH KIURA	9,000	30/6/2025	0	9,000		
6. ELIZABETH BERECHÉ	5,000	30/6/2025	0	5,000		
7. KESSHA	127,500	30/6/2025	0	127,500		
8. KESSHA	120,000	30/4/2025	0	120,000		
9. KESSHA	53,000	30/11/2024	0	53,000		
10. KESSHA	18,000	30/11/2024	0	18,000		
Sub-Total	352,500		0	352,500		
Grand Total	619,224			619,224		

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Annex 2 – Summary of Fixed Assets Register

Asset Class	Historical Cost of (KSh) 1 st June 2024	Additions during the year (KSh)	Disposals during the year (KSh)	Historical Cost of (KSh) 30 th June 2024
Land	20,000,000			20,000,000
Buildings And Structures	4,000,000			4,000,000
Motor Vehicles	0			0
Office Equipment, Furniture and Fittings	720,000			720,000
Textbooks	150,000	30,000		180,000
ICT Equipment	00			0
Tools And Apparatus	100,000			100,000
Other Machinery and Equipment	0			0
Heritage And Cultural Assets	0			0
Intangible Assets- Soft Ware	0			0
Total	24,970,000	30,000		25,000,000

GATUE MIXED DAY SECONDARY SCHOOL

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TRIAL BALANCES CONTINUED
OPERATIONS ACCOUNT

TRIAL BALANCE AS AT 30/06/2025

VOTE HEADS	LF	Approved estimates			Commitment	Balance	Adjustments		Final trial balance	
			DR	CR			DR	CR	DR	CR
Opening balances	-Bank	-	0	331,665		-	-	-	0	331,665
	Cash	-	0	46,308		-	-	-	0	46,308
Administration cost			626,614	104,562			-	-	626,614	104,562
Repairs Maintenance & Improvement			54,826	57,532			-	-	54,826	57,532
Local Transport & Travel			82,000	57,534			-	-	82,000	57,534
Medical & Insurance			0	38,023			-	-	0	38,023
Personal Emoluments		-	473,700	521,804					473,700	521,804
EW&C			29,040	85,548					29,040	85,548
Infrastructure			1,298	0					1,298	0
Activity			56,325	85,550					56,325	85,550
Bank charges		-	3,915	0		-	-	-	3,915	0
closing balances	-Bank	-	803	0		-	-	-	803	0
	-Cash	-	5	0		-	-	-	5	0
TOTAL			1,328,526	1,328,526			-	-	1,328,526	1,328,526

Prepared by: Miriam W. MURRAY date 22/4/2026 signature [Signature]
Name _____
Principal/B.O.M Secretary

Approved by: [Signature] date 22/4/2026 signature [Signature]
Name _____
B.O.M Chair.

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GATUE MIXED DAY SECONDARY SCHOOL
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TRIAL BALANCES CONTINUED
TUITION ACCOUNT

TRIAL BALANCE AS AT 30/06/2025

VOTE HEADS	LF	Approved estimates	Adjustments		Commitment	Balance	Final trial balance	
			DR	CR			DR	CR
							0	74,494
Opening balances	-Bank	-	0	74,494		-	0	0
	-Cash	-	0	0		-	237,000	44,825
Laboratory Materials			237,000	44,825		-	0	107,619
Exercise Books			0	107,619		-	11,700	60,859
Teaching & learning Materials			11,700	60,859		-	25,000	22,411
Internal Exams			25,000	22,411		-	0	13,449
Reference & Library Materials			0	13,449		-	460	0
Bank charges			460	0		-	49,497	0
Closing balances	-Bank	-	49,497	0		-	0	0
	-Cash	-	0	0		-	323,657	323,657
TOTAL			323,657	323,657				

Prepared by: Minnie W. Mutoru date 22-4-2026 signature mt
Name _____
Principal/B.O.M Secretary

Approved by: Julia Keenwon date 22/4/2026 signature JK
Name _____
B.O.M Chair.

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TRIAL BALANCES CONTINUED
SCHOOL FUND ACCOUNT

TRIAL BALANCE AS AT 30/06/2025

VOTE HEADS	LF	Approved estimates	DR	CR	Commitment	Balance	Adjustments		Final trial balance	
							DR	CR	DR	CR
Opening balances	-Bank	-	0	432		-	-	-	0	432
	-Cash	-	0	27,712		-	-	-	0	27,712
Lunch			304,560	318,405			-	-	304,560	318,405
Administration Cost			5,090	0					5,090	0
LT&T			24,000	0					24,000	0
Activity			29,000	0					29,000	0
Bursary			00	29,000					0	29,000
Bank charges		-	92	0			-	-	92	0
Closing balances	-Bank	-	12,840	0		-	-	-	12,840	0
	-Cash	-	0	33		-	-	-	0	33
TOTAL			375,582	375,582			-	-	375,582	375,582

Prepared by; Minnie W. Mutoro date 22-4-2026 signature MT
Name _____ date _____ signature _____
Principal/B.O.M Secretary

Approved by; James Kaduma date 22-4-2026 signature JK
Name _____ date _____ signature _____
B.O.M Chair.

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GATUE MIXED DAY SECONDARY SCHOOL

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TRIAL BALANCES CONTINUED
INFRASTRUCTURE ACCOUNT

TRIAL BALANCE AS AT 30/06/2025

VOTE HEADS	LF	Approved estimates	DR	CR	Commitment	Balance	Adjustments		Final trial balance	
							DR	CR	DR	CR
Opening balances	-Bank	-	0	0		-	-	-	0	0
	-Cash	-	0	0		-	-	-	0	0
Operation			0	1,298			-	-	0	1,298
Repair & maintenance			0	0					0	0
LT&T			0	0					0	0
Bank charges		-	495	0			-	-	495	0
Closing balances	-Bank		803	0		-	-	-	803	0
	-Cash	-	0	0		-	-	-	0	0
TOTAL			1,298	1,298			-	-	1,298	1,298

Prepared by; Miriam W. MUYOH date 22/4/2026 signature [Signature]
Name _____
Principal/B.O.M Secretary

Approved by; [Signature] Kadwira date 22-4-2026 signature [Signature]
Name _____
B.O.M Chair.

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