

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 17 JUN 2026

DAY.

Wednesday

REPORT

TABLED
BY:

Deputy Majority Whip
Hon. Naomi Wage, MP

CLERK-AT
THE-TABLE:

Irene Nduku

OF

THE AUDITOR-GENERAL

ON

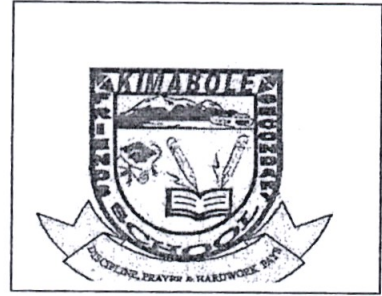
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KIMABOLE SECONDARY SCHOOL

FOR THE YEAR ENDED
30 JUNE, 2025

BUNGOMA COUNTY

Revised 30th June 2025.



KIMABOLE SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2025

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

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1. Acronyms and Definition of Key Terms

A. Acronyms.

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

B. Definition of Key Terms

Comparative Year- Means the prior period.

(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 Bungoma County, Cheptais Sub-County.

The school was registered in 29TH SEPTEMBER 2014 under registration number 39S300021 and is currently categorized as a COUNTY public school established, owned or operated by the Government.

The school is a day/boarding school and had 471 number of students as at 30th June 2025. It has 9 streams and 24 teachers of which 2 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	Cyrus Wanyoyi	Chairman	25 th april 2022
2	David Ogola	Secretary - Principal	25th april 2022
3	Edward siboe	Member	25th april 2022
4	Justin wekunda	Member	25th april 2022
5	Anne wekunda	Member	25 th april 2022
6	Margaret mamai	Member	25th april 2022
7	Lilian Nyongesa	Member	25 april 2022
8	Emily Isiye	Member – Rep CEB	25th april 2022
9	Nixon wanyonyi	Member Rep Teachers	25th april 2022
10	Margaret mamai	3 Members - Sponsor	25th april 2022
11	Cyrus Wanyonyi	Member - Community	25th april 2022
12	Tadius kachila	Member Special Needs	25th april 2022
13	Obadia musungu	Rep Students	25th april 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

(below are 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.david k ogola 2.Cyrus Wanyonyi 3.Lilian Nyongesa 4.Lazurus Wanambisi 5.john kingo	Principal/Bom sec Chairperson Member Pa chairperson Member	3 out of 3
2	Audit Committee	1. Margaret mamai 2. David watima 3. Lazurus wanambisi	Chairperson Member Member	3 out of 3
3	Finance,procurement and general purposes Committee	1. John Kingo 2. Janerose Akisa 3. Justin wekunda	Chaiperson Member Member	3 out of 3

		4. Lazurus wanambisi 5. Elimina simiyu	Member member	
4	Academic Committee	1. David watima 2. Nixon wanyonyi 3. Anne wekunda 4. John kingo 5. Lilian Nyongesa	Chairperson Member Member Member Member	3 out of 3
5	Development Committee	1. Margaret mamai 2. Joy nangeche 3. Tadius kachila 4. Edward siboe 5. Lazurus wanambisi	Chairperson Member Member Member member	3 out of 3
6	Discipline and welfare Committee	1. James chemiati 2. Joy nangeche 3. Tadius kachila 4. Janerose akisa 5. John kingo	Chairperson Member Member Member member	3 out of 3
7	Adhoc Committee (if any during the year)		none	

(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	Shadrack Sifuna	TSC No. 272155
2	Deputy Principal	Fred Menace Sikoa	TSC No. 419448
3	School Bursar	Beatrice Wasike	ICPAK No. (none)-ID 9689762
4	Accounts Clerk	Oliver Matanda	ICPAK NO.(none)ID 37642298

(e) Schools contacts

Post Office Box: PO BOX 51-50201 CHEPTAIS
Telephone: 0721712406
E-mail: kimabolesecondaryschool@gmail.com
Website:
Facebook:
Twitter:

(f) School Bankers

Provide details of the school bankers.

Name of Bank: Kenya commercial bank
Branch: Bungoma
School Fund Account 110 622 3942
Operations Account 110 623 3824
Tuition Account 110 623 3395
Infrastructure Account 123 5914 305

(g) Independent Auditors

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

3. Summary Report of Performance of The School

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

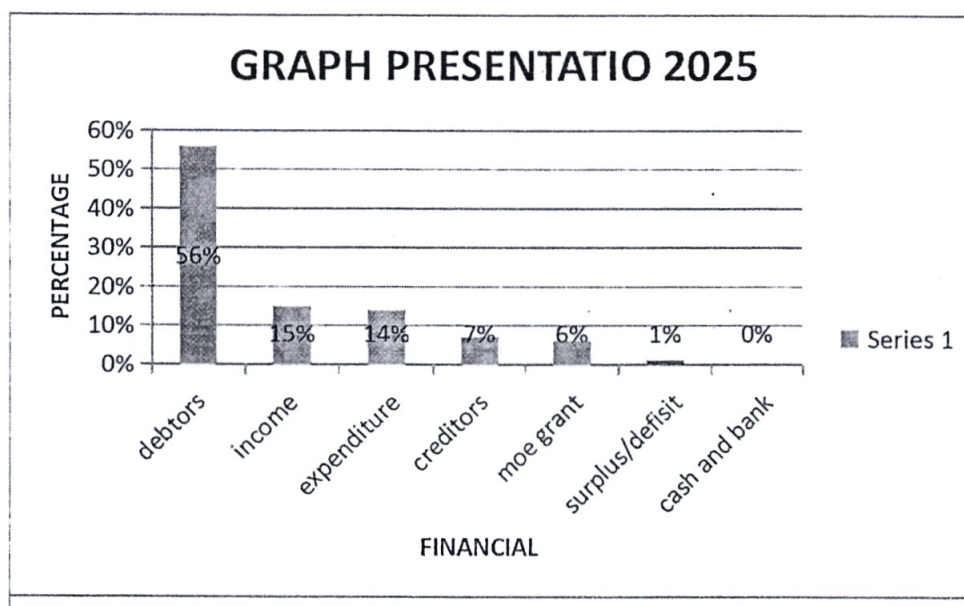
a) Financial performance:

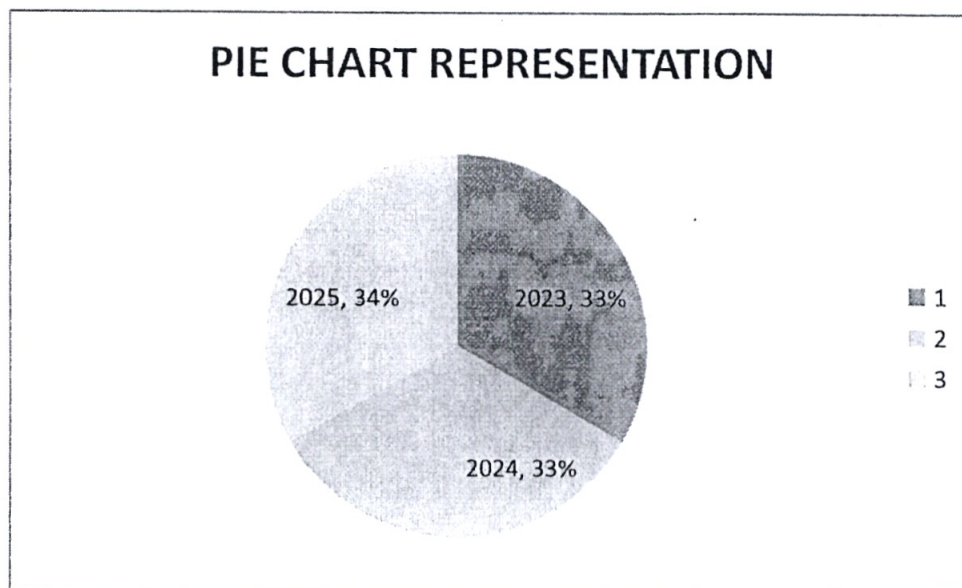
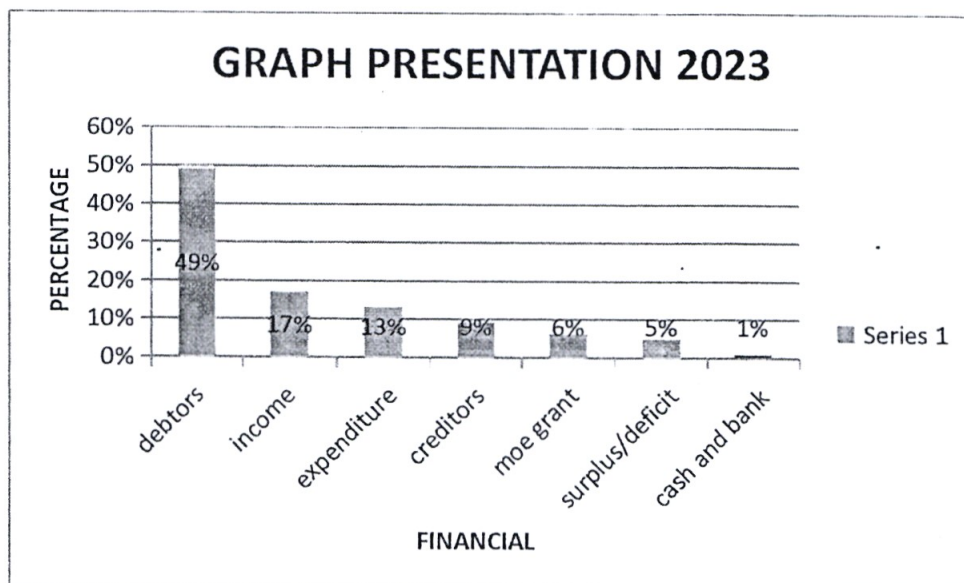
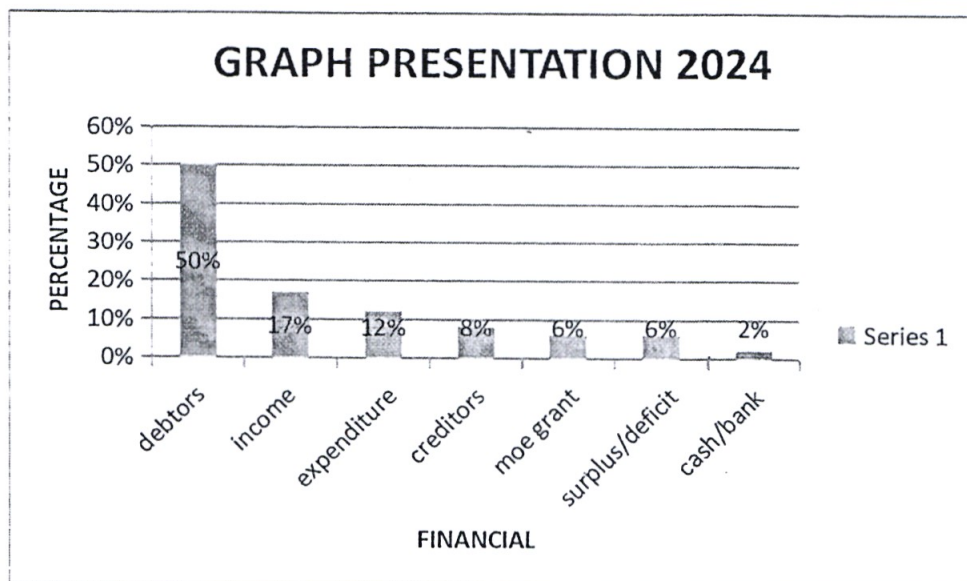
- Surplus/ deficit for the year and a comparison of the same for the last three years
- Capitation grants from the Ministry of Education for the last three years
- A three-year overview of growth of other income(s) earned by the school.
- A three-year overview of growth in expenditure of the school
- Movement of debtors and creditors of the school over the last three years

Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends unless the school is new).

TABLE REPRESENTATION

PARTICULARS	2025	2024	2023
Surplus/deficit	736,244.00	7,837,264.20	5,807,215.35
MOE grant	7,958,266.45	9,106,068.95	7,703,977.35
Growth of income	18,542,300.95	23,399,747.95	22,186,042.35
Growth of expenditure	17,806,056.95	15,562,483.75	16,378,827.10
Movement of debtors	69,173,769.10	66,897,859.10	62,290,235.10
Movement of creditors	9,126,579.67	9,746,033.67	11,623,955.67
Movement of cash and bank balances	49,901.50	2,209,021.50	857,303.30





b) Teacher Student ratio:

(Below is the teacher-to-student ratio, number of teachers recruited and posted to the school within the year, number of teachers that were transferred/ retired during the period as well as number of teachers employed by TSC, and number employed by BOM. One may also include how many teachers the school has for each subject to indicate shortage/ allocation of resources).

TEACHERS-TO-STUDENT RATIO

YEAR	Recruited and posted within the year	Transferred/retired within the year	Teacher employed by TSC	Teachers employed by BOM	Number of teachers per subject
2024	0	1	1	7	See the table below
2025	0	3	1	3	See the table below

TEACHERS PER SUBJECT

SUBJECT	NUMBER OF TEACHERS PER SUBJECT 2024	NUMBER OF TEACHERS PER SUBJECT 2025
MATHS	8	7
ENGLISH	3	3
KISWAHILI	3	3
HISTORY & GOVNT	2	2
GEOGRAPHY	3	3
CRE	1	1
AGRICULTURE	1	1
BUSINESS STUDIES	3	3
BIOLOGY	3	3
CHEMISTY	3	4
PHYSICS	2	2

COMPUTER STUDIES	1	1
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c) The mean score in the 2022 ,2023,2024 KCSE:

Below is the performance of the school for the last three years, the number

YEAR	MEAN SCORE	HIGHER LEARNING	COMMENT
2021	3.163	7	Dropped
2022	3.277	4	Dropped
2023	2.8	1	Dropped
2024	3.259	4	Improved
2025			

d) Number of candidates in the 2025 KCSE

(Below is the number of candidates who sat for KCSE over the last three years).

YEAR	NUMBER OF CANDIDATES
2021	174
2022	137
2023	120
2024	108
2025	97

e) The capacity of the school:

(Below is the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education).

YEAR	NUMBER OF STUDENTS	DORMITORIES	DINING HALL	LABORATORIES	TOILETS
2024	588	2	1	2	18
2025	471	2	1	2	18

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
Construction of girls dormitory	MOE	Full contract	5,500,917.00	2,100,000.00	On-going project

.....
 School Principal

PRINCIPAL
 KIMABOLE FRIENDS SEC. SCHOOL
 P.O. BOX 51-50201, CHEPTA
 Date: 2/4/26

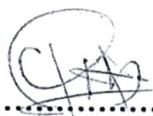
4. Statement of School Management Responsibility

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 *KIMABOLE 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).

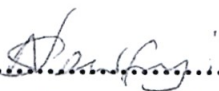
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2025, and of the school's financial position as at that date.



.....
Name: Cyrus silali wanyonyi

Designation: Chairman, School Board of Management

Date: 2/4/26



.....
Name: Sifuna S Wekesa

Designation: School Principal & Secretary to Board of Management

Date: 2/4/26

PRINCIPAL
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS



.....
Name: Beatrice Wasike

Designation: Bursar/ Finance Officer

Date: 2/4/26

BURCAR
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS

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 KIMABOLE SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 - BUNGOMA 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 Kimabole Secondary School set out on pages 1 to 22, 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of Kimabole 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

1. Unconfirmed Government Grants for Operations

The statement of financial performance and Note 2 to the financial statements reflect government grants for operations amounting to Kshs.4,176,573. However, the supporting disbursements from Ministry of Education amount to Kshs.4,023,324, resulting in an unreconciled variance of Kshs.153,250.

In the circumstances, the accuracy and completeness of government grants for operations amounting to Kshs.4,176,573 could not be confirmed.

2. Unconfirmed Government Grants for Infrastructure

The statement of financial performance and Note 3 to the financial statements reflect government grants for infrastructure amounting to Kshs.2,400,050. However, the supporting disbursements from Ministry of Education amount to Kshs.1,811,500, resulting in an unreconciled variance of Kshs.588,800.

In the circumstances, the accuracy and completeness of government grants for infrastructure amounting to Kshs.2,400,050 could not be confirmed.

3. Unsupported School Fund Income- Parents' Contributions

The statement of financial performance reflects school fund income-parents' contributions amount of Kshs.9,638,534 and as disclosed in Note 4 to the financial statements. However, supporting ledgers, student invoices, and student fees statements were not provided for audit review.

In the circumstances, the accuracy and completeness of school fund income-parents' contributions amount of Kshs.9,638,534 could not be confirmed.

4. Unsupported Revenue from Miscellaneous Income

The statement of financial performance reflects miscellaneous income amounting to Kshs.945,500 and as disclosed in Note 5 to the financial statements. The income was generated from farming activities and hire of School bus. However, the supporting ledgers, invoices or receipts reports for miscellaneous income were not provided for audit verification.

In the circumstances, the accuracy and completeness of miscellaneous income amounting to Kshs.945,500 could not be confirmed.

5. Unconfirmed Payments for Tuition

The statement of financial performance reflects payments for tuition of Kshs.870,833 and as disclosed in Note 6 to the financial statements. However, supporting ledgers provided for audit review reflects total expenditure amounting to Kshs.1,824,000 resulting in an unexplained variance of Kshs.953,167. Further, the supporting documents including suppliers' invoices, delivery notes, and issue and receipt vouchers were not provided for audit review.

In the circumstances, the accuracy and completeness of payments for tuition of Kshs.870,833 could not be confirmed.

6. Unsupported Accounts Receivables Balance

The statement of assets and liabilities and Note 13 to the financial statements reflect accounts receivables balance of Kshs.69,173,769. However, the supporting ledgers and student invoices were not provided for audit review.

In the circumstances, the accuracy and completeness of accounts receivables balance of Kshs.69,173,769 could not be confirmed.

7. Unsupported Accounts Payables Balance

The statement of assets and liabilities reflect accounts payable balance of Kshs.9,126,578 and as disclosed in Note 14 to the financial statements. However, the supporting ledgers, suppliers' invoices, delivery notes, certificate of work done were not provided for audit verification.

In the circumstances, the accuracy and completeness of accounts payables balance of Kshs.9,126,578 could not be confirmed.

8. Unsupported Other Important Disclosures

Note 17 to the financial statements in respect to other important disclosures indicates biological assets balance of Kshs.1,140,000 which relates to various livestock, and Note 19 to the financial statements in respect to inventory balance of Kshs.213,783 which relates to foodstuff. However, the School did not maintain the supporting inventory and

biological assets registers, and a stock take valuation report as at 30 June, 2025 which confirms the existence and valuation of assets was not provided for audit review.

In the circumstances, the accuracy and completeness of biological assets balance of Kshs.1,140,000 and inventory balance of Kshs.213,783 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kimabole 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.26,956,650 and Kshs.18,542,301 respectively, resulting in an under-funding of Kshs.8,414,349 or 45% of the budget. Similarly, the School spent an amount of Kshs.17,806,057 against actual receipts amounting to Kshs.18,542,301 resulting in an over-utilization of Kshs.736,244 or 4% of actual receipts.

The under-funding affected the planned activities and may have impacted negatively on service 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 matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Significant Exemptions by PSASB in the Financial Reporting Template

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

under IPSAS 33, and a reconciliation of budgeted amounts to actual accrual amounts. The absence of these elements arises from limitations inherent in the prescribed template and does not constitute non-compliance on the part of the School.

Other Information

The Management is responsible for the Other Information set out on page iii to xii which comprise of Key Entity 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 the Financial Statements to Auditor-General

Kimabole Friends Secondary School submitted financial statements for financial year 2024/2025 to the Auditor General on 22 October, 2025. However, the submission was two (2) later than the set submission deadline of 31 August, 2025. This was contrary to The National Treasury Circular No AG.3/88 Vol. VII (41) which required all Public Sector entities for both National and County Governments to prepare and submit financial statements for the year ended 30 June, 2025 to the Auditor-General by 31 August, 2025.

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

2. Discrepancy in Number of Enrolled Students and Over-Funding of Government Grants

The statement of financial performance reflects government grants for tuition and operations amounts of Kshs.1,381,643, and Kshs.4,176,574, respectively. However, the National Education Management Information System (NEMIS) data used by the Ministry to transfer funds to the School indicated a lower average of four hundred and seventy-one (471) students compared to the School's student registers average of four hundred and thirty-nine (439) students, resulting in an unreconciled variance of thirty-two (32) students. As a result, the School was over-funded by an amount of Kshs.214,135.

In the circumstances, the effectiveness in allocation of funds could not be confirmed.

4. Irregular Transfer of Funds from Infrastructure Account to Operations Account

The statement of financial performance and Note 3 to the financial statements reflects Government grants for infrastructure of Kshs.2,400,050. However, a total of Kshs.1,008,000 was transferred from the infrastructure account to operations account on diverse dates during the year under review for unexplained purposes.

This was contrary to Ministry of Education Circular Reference No. MOE.HQS/3/13/3 dated 16 June, 2021 which directs that under the operations account, schools may seek authority from the County Education Boards (CEBs) to vire savings or surplus funds from one item to another, when it is absolutely necessary but no virement from the tuition account will be allowed.

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

5. Failure to Transfer Infrastructure Funds from Operations Bank Account

The statement of financial performance and Note 3 to the financial statements indicate government grants for infrastructure amounting to Kshs.2,400,050 which was paid into the School's operations bank account by Ministry of Education. However, the School Management transferred a total of Kshs.1,008,000 from the operations to infrastructure account, leaving a balance of Kshs.1,392,050 which had not been transferred as at 30 June, 2025.

This was contrary to Ministry of Education Circular Reference No. MOE.HQS/3/13/3 dated 16 June, 2021 which directs that infrastructure grants as well as maintenance and improvement funds should be transferred to the school infrastructure account within fifteen (15) days upon receipt of the funds into the operations account.

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

6. Failure to Prepare School Improvement Plan

During the year under review, the School did not have an approved School Improvement Plan. This was contrary to Section 2.2 of the Ministry of Education Operation Manual for

Utilization of Learner Capitation Grant and Other School Funds, which requires schools to identify in every three-year school improvement planning cycle, one priority area in each of the four key areas which include curriculum implementation, foundational literacy and numeracy outcomes, an enabling environment for learning and parental involvement and community engagement for implementation.

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

7. Ineffectiveness in Management of Textbooks

Physical verification of textbooks management at the library which was conducted on 26 February, 2026 revealed lack of adequate book shelves. Therefore, the books were not properly arranged, were kept on the floor and in cartons several months after delivery. There were no proper records for receiving and issuance of textbooks.

In addition, the School had received excess textbooks in some subjects, from the Ministry of Education through Kenya Institute of Curriculum Development (KICD) including one hundred and one (101) History Book 4 copies delivered in January 2024 and twenty-five 25 copies delivered on 5 March, 2024, totaling one hundred and twenty-six (126) copies. A total of 126 copies delivered exceeded the nine-eight (98) Form four students as per the student register by twenty-eight (28) books.

In the circumstances, the effectiveness in management of textbooks could not be confirmed.

8. Failure to Deduct Public Procurement Capacity Building Levy

The statement of receipts and payments reflects an amount of Kshs.6,870,045 in respect of payments for operations and as disclosed in Note 7 to the financial statements. However, review of payment vouchers revealed that there were no deductions of the public procurement capacity building levy of 0.03% on the contracts, contrary to the Levy Order 2023 issued by the Public Procurement Regulatory Authority.

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

9. Lack of an Annual Procurement Plan

The statement of financial performance reflects amounts of Kshs.18,542,300 and Kshs.17,806,056 in respect of total receipts and payments respectively. However, during the year under review, Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Lack of a Risk Management Policy and a Strategic Plan

During the year under review, the School operated without a risk management policy and risk register to mitigate against risk. This was contrary to Regulation 165(1) of Public Finance Management (National Government) Regulations, 2015, which provides that the Accounting Officer shall ensure that the National Government entity develops risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations. In addition, the School did not have a strategic plan to guide future milestones in its endeavours.

In the circumstances, the effectiveness of the School's risk management could not be confirmed.

2. Lack of a Functional Audit Committee and Internal Audit Reports

During the year under review, the Board of Management constituted seven (7) committees, including the Audit Committee as required by the law. However, there were no records of a functional audit committee such as minutes of Audit committee meetings, notices of audit committee meetings and board resolutions to confirm that meetings were held as required by Regulation 179 (1) (3) of the Public Finance Management (National Government) 2015 which requires that, each committee to meet at least once every three months.

Further, the reports of the Directorate of Schools Audit Services were not provided for audit review.

In the circumstances, the School did not benefit from the oversight role and advice from the audit committee and the internal audit function.

3. Lack of a Fixed Assets Register

During the year under review, the School did not maintain an elaborate fixed assets register to record all the assets and their details such as date of acquisition, supplier, asset description, cost, accumulated depreciation/amortization, depreciation/amortization for the year, net book value, location and condition of the assets.

In the circumstances, the effectiveness of assets management could not be confirmed.

4. Lack of Land Ownership Documents

During the year under review, the School did not have a title deed for its land. The absence of a title deed may hinder the School's growth and its ability to engage with various development partners.

In the circumstances, the ownership status of the land 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 transitional 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 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

30 April, 2026

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	1,381,642.70	1,452,705.80
Government grants for operations	2	4,176,573.75	5,995,763.15
Government Grants for infrastructure	3	2,400,050.00	1,657,600.00
School fund income- parents' contributions	4	9,638,534.50	13,532,219.00
Miscellaneous incomes	5	945,500.00	761,460
Total Revenue		18,542,300.95	23,399,747.95
Expenditure			
Tuition	6	870,833.00	745,785.75
Operations	7	6,870,045.00	4,596,308.50
Infrastructure	8	1,132,358.00	119,310.00
Boarding and school fund	9	8,932,820.95	9,022,281.50
Total Expenditure		17,806,056.95	15,562,483.75
Surplus/Deficit		736,244	7,837,264.20

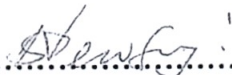
The school financial statements were approved on _____ 2025 and signed by:


.....

Name: CYRUS WANYONYI

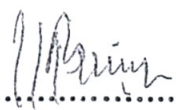
Chair BOM

Date: 2/4/26


.....

Name: SIFUNA S WEKESA
School Principal/ Secretary to
BOM

Date: 2/4/26


.....

Name: BEATRICE WASIKE

Bursar/ Finance Officer

Date: 2/4/26

PRINCIPAL
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201 HEPTA

BURSAR
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS
Sign:

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

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	49,901.50	2,196,890.55
Cash balances	11	0	12,130.95
Short term investments	12	0	0
Total cash and cash equivalent		49,901.50	2,209,021.50
Account's receivables	13	69,173,769.10	66,897,859.10
Total financial assets (a)		69,223,670.60	69,106,880.60
Financial liabilities			
Accounts payables	14	9,126,579.67	9,746,033.67
Total Financial Labilities (b)		9,126,579.67	9,746,033.67
Net financial assets (a-b)		60,097,090.93	59,360,846.93
Represented by			
Accumulated fund b/fwd	15	59,360,846.93	51,523,582.73
Surplus/deficit for the year		736,244.00	7,837,264.20
Net Assets		60,097,090.93	59,360,846.93

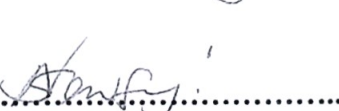
The school's financial statements were approved on 30th June 2025 and signed by:



Name: CYRUS
WANYONYI

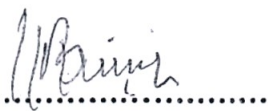
Chair BOM

Date: 2/4/26



Name: SIFUNA S WEKESA
School Principal/ Secretary to
BOM

Date: 2/4/26



Name: BEATRICE WASIKE

Bursar/ Finance Officer

Date: 2/4/26

PRINCIPAL
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS

BURSAR
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS

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

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,381,642.70	1,452,705.80
Government grants for operations		4,176,573.75	5,995,763.15
Government grants for infrastructure		2,400,050.00	1,657,600.00
School fund income- parents contributions/ fees		7,550,980.50	8,788,340.00
Other income		945,500.00	761,450.00
Total receipts		16,454,746.95	18,655,868.95
Payments			
Cash outflows for tuition		1,827,313.00	1,139,015.75
Cash outflows for operations		6,999,345.00	4,990,460.50
Cash outflows Boarding/lunch and school fund payments		8,654,850.95	9,981,566.50
Total payments		17,481,508.95	16,111,042.75
Net cash inflow/outflow from operating activities		(1,026,762.00)	2,544,826.20
Cash flow from investing activities			
Acquisition of assets		(1,132,358.00)	(1,193,108.00)
Proceeds from sale of Assets		0.00	0.00
Proceeds from investments		0.00	0.00
Purchase of investments		0.00	0.00
Net cash inflow/outflows from investing activities		(1,132,658.00)	(1,193,108)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	0.00	0.00
Repayment of principal borrowings		0.00	0.00
Net cash inflow/outflow from financing activities		0.00	0.00
Net increase/decrease in cash and cash equivalents		(2,159,120)	1,351,718.20
Cash and cash equivalent at beginning of the FY		2,209,021.50	857,303.30
Cash and cash equivalent at end of the FY		49,901.50	2,209,021.50

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

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

The school's financial statements were approved on 30th June 2025 and signed by:



Name: CYRUS
WANYONYI

Chair BOM

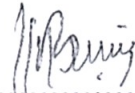
Date: 2/4/26



Name: SIFUNA S WEKESA
School Principal/ Secretary to
BOM

Date: 2/4/26

PRINCIPAL
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS



Name: BEATRICE WEKESA

Bursar/ Finance Officer

Date: 2/4/26

BEATRICE WEKESA
KIMABOLE FRIENDS SEC. SCHOOL
P.O. Box 51-50201, CHEPTAIS

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
<i>(1) Capitation Grant on Tuition</i>					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,486,400.00		2,486,400.00	1,381,642.70	56%
Exams And Assessment					
Sub total	2,486,400.00		2,486,400.00	1,381,642.70	5%
<i>(2) Capitation Grant on Operations</i>					
Other vote heads	6,240,000.00		6,240,000.00	3,304,988.75	53%
Repairs And Maintenance					
Local Transport / Travelling					
Electricity And Water					
Medical	1,200,000.00		1,200,000.00	501,860.00	42%
Administration Costs					
Activity	900,000.00		900,000.00	369,725.00	41%
Gratuities					
Sub total	8,340,000.00		8,340,000.00	4,176,573.75	50%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
3) FDSE for infrastructure					
Maintenance & Improvement MoE	2,400,000.00		2,400,000.00	2,400,050.00	100%
M&I parents' contribution					
Economic Stimulus Programs					
Transition Infrastructure Grants					
Sub total	2,400,000.00		2,400,000.00	2,400,050.00	100%
(4) Fees Charged on Parents					
Personnel Emoluments					
Repairs And Maintenance	300,000.00		300,000.00	206,025.00	69%
Local Transport / Travelling					
Electricity And Water					
Medical					
Other vote heads	1,935,000.00		1,935,000.00	1,106,650.00	57%
Activity	37,500.00		37,500.00	26,200.00	70%
SMASSE					
Fee On Boarding Equipment and Stores	10,107,750.00		10,107,750.00	8,299,659.50	82%
Sub total	12,380,250.00		12,380,250.00	9,638,534.50	78%
5) Miscellaneous Income					
Loans / Borrowing					
Rent income					
Income From Farming Activities	550,000.00		550,000.00	181,500.00	33%

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
Insurance Compensation					
Income From Posho Mill					
Income From Bus Hire	800,000.00		800,000.00	764,000.00	96%
Fee For Hire of Ground and Equipment					
Interest Income					
Income From Any Other Investment					
Sub total					
Total Income	26,956,650.00		26,956,650.00	18,542,300.95	69%
<i>(6) Expenditure For Tuition</i>					
Textbooks					
Reference Materials					
Exercise Books					
Laboratory Equipment					
Internal Exams					
Teaching / Learning Materials	2,486,400.00		2,486,400.00	838,520.00	34%
Chalks					
Exams And Assessment					
Teachers Guides					
Administration Costs					
Bank Charges	0.00		0.00	32,313.00	0%
Sub total	2,486,400.00		2,486,400.00	870,833.00	35%
<i>(7) Expenditure For Operations</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
Personnel Emoluments					
Repairs, Maintenance & Improvements					
Local Transport / Travelling					
Electricity, Water and Conservancy					
Medical	1,200,000.00		1,200,000.00	0.00	0%
Other vote heads	6,240,000.00		6,240,000.00	6,341,690.00	101%
Activity Expenses	900,000.00		900,000.00	528,355.00	59%
Gratuity					
SMASSE					
Sub total	8,340,000.00		8,340,000.00	6,870,045.00	82%
(8) Expenditure For infrastructure					
Construction of classrooms					
Construction of LAB					
Construction of DORMS	2,400,000.00		2,400,000.00	1,099,000.00	46%
Bank charges/admin cost	0.00		0.00	33,358.00	0%
Purchase of equipment					
Sub total	2,400,000.00		2,400,000.00	1,132,358.00	47%
(9) Expenditure For school fund/lunch/boarding					
Personnel Emoluments					
Repairs, Maintenance and	300,000.00		300,000.00	330,908.00	110%

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
Improvements					
Local Transport / Travelling					
Electricity, Water and Conservancy					
Medical Expenses					
Other vote heads	1,935,000.00		1,935,000.00	1,536,477.00	79%
Activity	37,500.00		37,500.00	194,820.00	520%
Gratuity					
Lunch Programme					
Boarding Equipment and Stores	10,107,750.00		10,107,750.00	6,257,615.95	62%
Expenditure For Income Generating Activity/bus hire	800,000.00		800,000.00	613,000.00	77%
Farm	550,000.00		550,000.00		0%
Other Expenses On Investments					
Rent Expenses					
Bank Charges					
Loan Interest Repayment					
Loan Principal Repayment					
Sub total	13,730,250.00		13,730,250.00	8,932,820.95	65%
Totals	26,956,650.00		26,956,650.00	17,806,056.95	66%

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

- Underutilization-delayed capitacion I.e not reaching on school accounts in time.
- Overutilization- low income/capitacion per vote head due to less allocation of funds on the particular vote head.

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 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		
Exercise Books		
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	1,381,642.70	1,452,705.80
Bank charges/admin costs		
Total	1,381,642.70	1,452,705.80

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Repairs And Maintenance	0.00	1,236,800.00
Local Transport / Travelling		
Electricity And Water		
Medical	501,860.00	487,350.00
Administration Costs		
Activity	369,725.00	472,394.12
Other Vote Heads (specify)*	3,304,988.75	3,799,219.03
Total	4,176,573.75	5,995,763.15

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Maintenance & Improvement	2,400,050.00	1,657,600.00
Transition infrastructure grants		
Construction of dormitory		
Economic stimulus grants		

Description	2024/2025	2023/2024
	Kshs	Kshs
Total	2,400,050.00	1,657,600.00

1

4 School Fund Income - Parents Contribution/Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel emoluments		
Repairs and maintenance	206,025.00	520,742.00
Local transport / travelling		
Electricity and water		
Medical		
Other vote heads	1,106,650.00	2,696,993.00
Activity	26,200.00	85,821.00
Fee on Boarding Equipment and stores	8,299,659.50	10,228,663.00
PA Levies*		
Total	9,638,534.50	13,532,219.00

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

5 Miscellaneous Incomes

Description	2024/2025	2023/2024
	Kshs	Kshs
Rent Income		
Income From Farming Activities	181,500.00	41,460.00
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	764,000.00	720,000.00
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Loans/Borrowings*		
Other Income (specify) *		
Total	945,500.00	761,460.00

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

**Ensure proper authorization from MOE before obtaining loans/borrowings.*

**Indicate what other income relates to including income arising from writebacks if any.*

6 Tuition

Description	2024/2025	2023/2024
	Kshs	Kshs
Exercise Books		
Textbooks		
Reference materials		
Laboratory Equipment	39,000.00	253,570.00
Teaching / Learning Materials	799,520.00	447,700.00
Exams And Assessment		
Teachers Guides		
Bank Charges/admin costs	32,313.00	44,515.75
Others (<i>specify</i>)		
Total	870,833.00	745,785.75

7 Operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Service Gratuity		
Administration Cost		
Repairs And Maintenance & Improvements	730,536.00	36,000.00
Local Transport / Travelling		
Electricity And Water		
Medical		
Activity Expenses	425,955.00	335,990.00
Insurance Cost		
Others vote heads	5,713,544.00	4,224,318.50
Total	6,870,045.00	4,596,308.50

8 Infrastructure

Description	2024/2025	2023/2024
	Kshs	Kshs
Construction of classrooms	0.00	1,188,000.00
Construction of laboratory		
Construction of dormitory	1,099,000.00	0.00
Purchase of furniture		
Purchase of equipment		
Purchase of apparatus		
Drilling of boreholes		
Bank charges/admin costs	33,358.00	5,108.00
Total	1,132,358.00	1,193,108.00

9 Boarding And School Fund

Description	2024/2025	2023/2024
	Kshs	Kshs
Personnel Emoluments		
Activity	194,820.00	319,700.00
Repairs And Maintenance & Improvements	330,908.00	199,310.00
Local Transport / Travelling		
Electricity And Water		
Medical Expenses		
Administration Costs		
Lunch Programme		
Bank Charges		
Expenses On Income Generating Activities**	0.00	38,450.00
Fee On Boarding Equipment and Stores	6,257,615.95	6,262,420.00
Bus hire	613,000.00	801,070.00
Insurance Cost (<i>Life Property</i>)		
Loan Principal Repayment		
Loan Interest Repayment		
Acquisition Of Assets		
PA expenses		
Others voteheads	1,536,477.00	1,406,331.50
Total	8,932,820.95	9,027,281.50

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

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2024/2025	2023/2024
	Active/Dormant		Kshs	Kshs
Tuition Account	active	1106233395	3,293.70	448,964.00
Operations Account	active	1106233824	20,338.10	1,573,164.35
School Fund Account/Boarding	active	1106223942	15,705.70	173,950.20
Savings Account				
Parent Association Development Account				
Income Generating Activities Account				
Infrastructural Account	active	1235914305	10,504.00	812.00
Total			49,901.50	2,196,890.55

11 Cash In Hand

Description	2024/2025	2023/2024
	Kshs	Kshs
Operations	0.00	11,945.00
School fund	0.00	185.95
Total	0.00	12,130.95

12 Short Term Investments

Description	2024/2025	2023/2024
	Kshs	Kshs
Cooperative Shares	0.00	0.00
Treasury Bills	0.00	0.00
Fixed Deposit accounts	0.00	0.00
Other Investments	0.00	0.00
Total	0.00	0.00

13 Accounts Receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Fees Arrears	69,173,769.10	66,897,859.10
Other Non-Fees Receivables		
Salary Advances (list/schedule attached)		
Imprest (list/schedule attached)		
Rent arrears (list/schedule attached)		
Total	69,173,769.10	66,897,859.10

13 b) Ageing Analysis of Accounts Receivable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
		% of the total		% of the total
Less than 1 year	3,836,832.00	6%	7,177,548.00	10%
Between 1- 2 years	5,616,626.00	8%	5,693,954.00	9%
Between 2-3 years	5,693,954.00	8%	11,548,167.00	17%
Over 3 years	54,026,357.10	78%	42,478,190.10	64%
Total (should tie to note 13 a)	69,173,769.10	100%	66,897,859.10	100%

14 Accounts Payable

Description	2024/2025	2023/2024
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	7,943,303.67	8,751,113.67
Prepaid Fees	1,183,276.00	994,920.00
Retention Monies		
Unpaid salaries and statutory deductions		
Caution money		
Other payables (<i>specify</i>)		
Total	9,126,579.67	9,746,033.67

14a. Ageing Analysis of Accounts Payable

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	1,246,940.00	16%	684,268.00	8%
Between 1- 2 years	0	0%	2,649,112.00	30%
Between 2-3 years	1,278,630.00	16%	1,906,426.00	22%
Over 3 years	5,417,733.67	68%	3,511,307.67	40%
Total (should tie to note 14)	7,943,303.67	100%	8,751,113.67	100%

15 Fund Balance Brought Forward

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank Balances	2,196,890.55	857,298.35
Cash Balances	12,130.95	4.95
Short Term Investments	0.00	0.00
Receivables	66,890,859.10	62,290,235.10
Payables	(9,746,033.67)	(11,623,955.67)
Total	59,360,846.93	51,523,582.73

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		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Others (specify)		
Total		

17 Biological assets

Description	Numbers	2024/2025	2023/2024
		Kshs	Kshs
Cattle	4pcs	240,000.00	375,000.00
Goats	0.00	0.00	0.00
Trees	1000pcs	500,000.00	450,000.00
Coffee Or Tea Plantation	600pcs	400,000.00	360,000.00
Poultry	0.00	0.00	0.00
Others (specify)	0.00	0.00	0.00
Total		1,140,000.00	1,185,000.00

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		

Other important disclosure notes

19 Stock/ Inventory

Description	2024/2025	2023/2024
	Kshs	Kshs
Food stuffs	213,783.00	838,474.00
Lab consumables		
Farm produce		
Medication		
Construction Materials		
Others (specify)		
	213,783.00	838,474.00

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

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

PRINCIPAL
 KIMABOLE FRIENDS SEC. SCHOOL
 P.O. Box 51-50201 HEPTA

2/4/26

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 2024/2025	Outstanding Balance Comparative 2023/2024	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4. Edward namayenggo	585,500.00		531,200	54,300.00	185,500.00	
5. Skyscom stationers	62,360.00		62,360.00	0.00	30,000.00	
6.nopat agencies	1,063,000.00		682,004.00	380,996.00	94,802.00	
7.weston commodities	2,537,494.00		1,890,000.00	647,494.00	0.00	
8.scielabs limited	2,301,090.00		1,540,000.00	761,090.00	39,010.00	
9.bungoma deluxe	51,000.00		0.00	51,000.00	51,000.00	
10.wego publishers	30,000.00		15,000.00	15,000.00	30,000.00	
11.jostel software system	260,380.00		160,000.00	100,380.00	872,57.00	
12.nzowasco company limited	84,850.00		64,850.00	20,000.00	17,850.00	

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024/2025	Outstanding Balance Comparative 2023/2024	Comments
13.readers quest publishers limited	670,200.00		565,000.00	105,200	208,000.00	
14.aquadent company limited	130,000.00		100,000.00	30,000.00	130,000.00	
15.home health education services	15,000.00		15,000.00	0.00	15,000.00	
16.emmas fire protection	129,500.00		129,500.00	0.00	129,500.00	
17. bus insurance	43,335.00		43,335.00	0.00	43,335.00	
18. Rona merchandise	15,000.00		15,000.00	0.00	15,000.00	
19.macode technologies	780,550.00		540,000.00	240,550.00	185,500.00	
20.samwel hamisi	27,000.00		27,000.00	0.00	27,000.00	
21.jane c malisa	626,000.00		400,000.00	226,000.00	20,000.00	
22.mdoe fashions	86,418.00		86,418.00	0.00	86,418.00	
23.patrick wamurwe	17,152.00		17,152.00	0.00	17,152.00	
24.2020 trade creditors	1,842,102.00		172,356.00	1,669,746.00	1,669,746.00	
25caro makokha	63,000.00		53,000.00	10,000.00	40,000.00	
26.trade creditors over two years	5,629,043.67		3,488,368.00	2,140,675.67	5,629,043.67	
27.john wangwe	8,500.00		0.00	8,500.00	0.00	
28.rowawa agencies	189,000.00		90,000.00	99,000.00	0.00	
29.mediscopes healthcare	322,000.00		230,000.00	92,000.00	0.00	
30.emily wasike	100,000.00		75,000.00	25,000.00	0.00	
31.tranzoia motors clinic	545,740.00		310,000.00	235,740.00	0.00	

KIMABOLE SECONDARY SCHOOL

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

Supplier Of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current 2024/2025	Outstanding Balance Comparative 2023/2024	Comments
32.dsjax general suppliers	30,000.00		0.00	30,000.00	0.00	
33.climax publishers	46,150.00		36,000.00	10,150.00	0.00	
34.kimabole hardware (Philip mbuya)	116,520.00		0.00	116,520.00	0.00	
35. alex nambuila	188,700.00		76,000.00	112,700.00	0.00	
36.david maina maruti	43,750.00		0.00	43,750.00	0.00	
37.epitome traders	12,000.00		0.00	12,000.00	0.00	
38.chwele sideways garage	27,050.00		0.00	27,050.00	0.00	
Sub-Total	18,679,384.67		11,414,543.00	7,264,841.67	8,751,113.67	
Supply Of Services						
39.bom employees	678,462.00		0.00	678,462.00	0.00	
Sub-Total	678,462.00		0.00	678,462.00	0.00	
Grand Total	19,357,846.67		11,414,543.00	7,943,303.67	8,751,113.67	

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				
Buildings And Structures				

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-8acres@ 900,000.00	7,200,000.00			7,200,000.00
Buildings and structures	26,000,000.00			26,000,000.00
Motor Vehicles	2,000,000.00			2,000,000.00
Office Equipment, Furniture and Fittings	30,000,000.00			30,000,000.00
Textbooks	60,000.00			60,000.00
ICT Equipment	700,000.00			700,000.00
Tools And Apparatus	4,000,000.00			4,000,000.00
Other Machinery and Equipment	50,000.00			50,000.00
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total	70,010,000.00			70,010,000.00

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