

REPUBLIC OF KENYA



REPORT THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 30 JUN 2026

DAY.

Tuesday

OF

TABLED
BY:

The Deputy
Majority Whip

CLERK-AT
THE-TABLE

Getrudo chebet

THE AUDITOR-GENERAL

ON

PARLIAMENT
OF KENYA
LIBRARY

LANGA LANGA SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2025**

NAKURU COUNTY

Revised 30th June 2025.



**LANGALANGA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th June 2025**

**Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector
Accounting Standards (IPSAS)**

LANGALANGA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2025

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I. KEY SCHOOL INFORMATION AND MANAGEMENT

[Customise the details in this section to suit your School]

(a) Background information

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

The school was registered in **30/1/2018** under registration number **32S30000162** and is currently categorized as **SUB COUNTY** (*National, Extra County, county and Sub County*) public school established, owned or operated by the Government.

The school is a day school and had **1833** number of students as at *30th June 2025*. It has **11 STREAMS FORMS 2** , **8 STREAMS FORM 3** ,**6 STREAMS FORM 4** and **57** teachers of which **4** 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	LAWRENCE K. MACHARIA	Chairman	May 2022
2	RUFINA KANINI MUTEGI	Secretary- Principal	
3	MASINDE AGGREY OMENO	Member	May 2022
4	DEPHINE NJERI KAMAU	Member	May 2022
5	STEPHEN KARANJA KABUI	Member – Rep CEB	May 2022
6	MR. STEPHEN NDONGA	Member Rep Teachers	May 2022
7	PROF. ABDI GULIYE JACKLINE MORIASI CYPRIAN MUGAMBI	3 Members - Sponsor	May 2022
8	EMMILY RIMANTO LESHAO DR.GRACE NDEKE HARRISON OGUTU	Member - Community	May 2022
9	LILY NYANCHAMA	Member Special Needs	May 2022
10	CLARRIETE IGATO	Rep Students	May 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

The function of the School Board of Management include:

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

(c) Committees of the Board

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

Ref:	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1. Lawrence K. Macharia 2. Rufina Mutegi 3. John Thuo Gitonga 4. Jackline Moriasi 5. Cyprian Mugambi	Chairman Secretary P.A. Rep. Vice Chair Member	3 OUT OF 3
2	Audit Committee	1. Lawrence K. Macharia 2. Rufina Mutegi 3. John Thuo Gitonga 4. Jackline Moriasi	Chairman Secretary P.A. Rep. Vice Chair	4 out of 4
3	Finance, procurement and general purposes Committee	<u>Procurement members</u> Eunice Njoroge 1. Mr. P. Waititu 2. Madam J. Kagiri - 3. Mr. S. Ndonga 4. Mr. Moffat Omuta 5. Mrs. M. Kamunya <u>Finance committee</u>	Chairlady Vice chair-bursar Secretary Member Member Member	
4	Academic Committee	1. Dr. Harrison Ogutu 2. Md. Rufina Mutegi 3. Mr. Stephen Ndonga 4. Mr. Aggrey Masinde 5. Md. Jackline Moriasi 6. Dr. Grace Ndeke 7. Prof. Abdi. Guliye 8. Md. Emily Leshao	Chairperson Secretary Teacher Rep. Member Member Member Member Member	

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		9. Md.Lucy Karitu	Member	
5	Development Committee	1. Rev. Godfrey Mwamunga 2. Mr. Stephen Ndonga 3. Mr. John Thuo 4. Md. Rufina Mutegi 5. Md. Jackline Moriasi 6. Mr. Lawrence Karanja 7. CDF rep 8. Sub County Director	Chairperson Secretary P.A. Chair Principal/BOM secretary Vice chair	
6	Discipline and welfare Committee	1. Mr. Stephen Karanja 2. Md. Rufina Mutegi 3. Mr. Stephen Ndonga 4. Pastor Joseph Njenga 5. Md. Delphine Kamau 6. Mr. Cyprian Mugambi 7. Md. Lily Nyanchama 7. Clarriete Igato	Chairperson Secretary B.O.M Member Teacher Rep. Member Member School captain	
7	Adhoc Committee (if any during the year)			

(d) School operation Management

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

Ref:	Designation	Name	TSC Number/ICPAK NO.
1	Principal	RUFINA KANINI MUTEKI	364112
2	Deputy Principal	EUNICE WANJIKU NJORGE	312841
3	School Bursar	CPA PATRICK WAITITU	29345

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 3253-20100
Telephone: 0707672883
E-mail: langalangasecondary@yahoo.com
Website: none
Facebook:
Twitter:

(f) School Bankers

The following school operated eight number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: ABSA BANK
Branch: NAKURU EAST
Account Number: 1117132.1136692.3565438.3638434
2. Name of Bank: FAMILY BANK
Branch: KENYATTA AVE
Account Number: 018000017935.SIC ACC 018000077445.CDF ACC
3. Name of Bank: CO-OP BANK
Branch: NAKURU
Account: 01139506062400

(Ensure all bank accounts operated by the school are disclosed and that all Pay Bill Numbers are also disclosed)

(g) Independent Auditors

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

LANGALANGA SECONDARY SCHOOL
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For the year ended 30th June 2025

II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL
III. 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 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 be keep all proper books and records of accounts of the income, expenditure and assets of the institution.

The Board of Management of (**LANGALANGA 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: **LAWRENCE KARANJA MACHARIA**
Designation: Chairman, School Board of Management
Sign:
Date: 8/8/2025

Name: **RUFINA MUTEGI**
Designation: School Principal/ Secretary to Board of Management
Sign:
Date: 8/8/2025

Name: **PATRICK WAITITU**
Designation: Bursar/ Finance Officer
Sign:
Date: 8/8/2025

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 LANGA LANGA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2025 – NAKURU COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in 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 Government achieves value for money and that such schools are applied for intended purpose.
- 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, the risk management environment, and the 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 financial statements of Langa Langa Secondary School set out on pages 9 to 27, which comprise of the statement of assets and liabilities as at

30 June, 2025, and the statement of receipts and payments, statement of cash flows, 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 financial statements present fairly, in all material respects, the financial position of Langa Langa 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) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Non-Compliance with Transitional IPSAS Reporting Requirements for 2024/2025 financial statements

Review of the financial statements revealed non-compliance with Circular Ref. PSASB 1/12/Vol.VI(115), Section 2, dated 25 February, 2026. The Circular recommends that the cover page be updated to indicate that the financial statements are in a transition phase, that the statement of receipts and payments be renamed as the statement of financial performance, and that the Statement of Compliance and Basis of Preparation be updated to reflect the transition to accrual accounting. These three requirements were not incorporated in the financial statements.

In the circumstances, the financial statements as prepared and presented are not in compliance with IPSAS reporting framework.

2. Inaccuracies of Cash and Cash Equivalents Balance

The statement of assets and liabilities reflects Kshs.8,594,249 in respect of bank and cash balances as disclosed in note 10 and 11 to the financial statements. However, review of the underlying records revealed several anomalies as detailed below;

2.1 Infrastructure Account.

Note 10 reflects Kshs.3,736,638 in respect of infrastructure account balance. However, the bank reconciliation statement reflects Kshs.3,390,138 resulting in an unreconciled variance of Kshs.346,500. Further, bank reconciliation statements reflect Kshs.3,623,514 in respect to balance as per bank statement. However, the balance confirmation certificate reflects Kshs.3,736,514 resulting in an unreconciled variance of Kshs.113,000.

2.2 Savings Account

Note 10 reflects Kshs.2,210,470 and Kshs.238,425 in respect of two (2) savings accounts bank balances. However, the cashbook and bank reconciliation statements were not

provided for audit review despite the account being active as evidenced by the bank statements provided for the year under review.

2.3 Co-operative Bank Account

Note 10 reflects Kshs.1,525,857 in respect of co-operative account bank balance. However, the cashbook and bank reconciliation statements were not provided for audit review despite the account being active as evidenced by the bank statements provided for the year under review.

In the circumstances the accuracy and completeness of the cash and cash equivalent balance of Kshs.8,594,249 could not be confirmed.

3. Inaccuracies of the Statement of Receipts and Payments

The statement of receipts and payments had the following variances;

3.1 Government Grants for Operations

Note 2 reflects Kshs.22,217,580 in respect of Government grants for operations. However, review of the bank statements revealed total deposits of Kshs.19,533,911, resulting in an unexplained and unreconciled variance of Kshs.2,683,669.

3.2 Government Grants for Infrastructure Grants

Note 3 reflects Kshs.6,179,853 in respect of Government grants for infrastructure as disclosed in Note 3 to the financial statements. However, review of the bank statements revealed that the amounts recorded as Government infrastructure grants were funds transferred from the operations and school fund bank accounts. This resulted in an overstatement of infrastructure grants by Kshs.6,179,853.

3.3 Payments for School Fund

The statement of receipts and payments reflects Kshs.3,786,308 in respect of school fund payments instead of the casted amount in Note 9 to the financial statements of Kshs.36,538,757 resulting to an unreconciled variance of Kshs.32,752,449.

In the circumstances the accuracy and completeness of the statement of receipts and payments could not be confirmed.

3.4 Payments for Infrastructure

The statement of receipts and payments reflects Kshs.48,392,074 in respect of infrastructure payments. However, Note 8 to the financial statements reflects Kshs.3,786,308 resulting to unreconciled variance of Kshs.44,605,766.

In the circumstances the accuracy and completeness of Kshs.48,392,074 in respect to infrastructure payments could not be confirmed.

4. Inaccuracies in the Statement of Budgeted Versus Actual amounts

Review of the statement of budgeted versus actual amounts revealed the following errors;

- i. The statement reflects Kshs.3,631,821 in respect to capitation grants on tuition under actual on comparable basis. However, the statement of cash flows reflect Kshs.4,630,005 resulting in an unexplained and unreconciled variance of Kshs.998,184;
- ii. The statement reflects Kshs.46,007,639 in respect to capitation grants on operations under actual on comparable basis. However, the statement of cash flows reflects Kshs.22,217,580 resulting in an unexplained and unreconciled variance of Kshs.23.790,059;
- iii. The statement reflects incorrect final budget figures in respect of all cluster items of receipts and payments.

In the circumstances the accuracy and completeness of the statement of budgeted versus actual amounts could not be confirmed.

5. Inaccuracy in the Statement of Cash flows

The statement of cash flows reflects Kshs.8,544,216 as cash and cash equivalents at the beginning of the 2024/2025 financial year. However, the audited prior year's balance was Kshs.6,936,971, resulting in an unexplained and unreconciled variance of Kshs.1,607,245.

In addition, the statement of cash flows reflects Kshs.7,288,170 as cash and cash equivalents as at 30 June, 2025. However, the statement of assets and liabilities reflects a balance of Kshs.8,594,249, resulting in an unexplained and unreconciled variance of Kshs.1,306,079.

In the circumstances the accuracy and completeness of the statement of cash flows could not be confirmed.

6. Unsupported Payments

The statement of receipts and payments reflects Kshs.4,940,722, Kshs.30,236,400, and Kshs.3,786,308, in respect to payments for tuition, operations and school fund respectively. However, review of payment vouchers revealed that payments were made without supporting documentation, including requisitions, local purchase orders, invoices, delivery notes, inspection reports, and goods received notes.

In the circumstances, the regularity, accuracy and completeness of the tuitions, operations, and boarding and school fund payments of Kshs.4,940,722, Kshs.30,236,400, and Kshs.3,786,308 respectively, could not be confirmed.

7. Unsupported Accounts Receivable Balance

The statement of assets and liabilities reflects accounts receivable balance of Kshs.13,502,521 as disclosed in Note 13 to the financial statements. However, the detailed aging analysis supporting the fees arrears exceeding one (1) year of Kshs.8,544,469 was not provided for audit review.

In the circumstances, the accuracy and completeness of the accounts receivable balance of Kshs.13,502,521 could not be confirmed.

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

Key Audit Matters

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

Other Matter

Significant Exemptions in the PSASB Reporting Templates

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

The Management is responsible for the Other Information set out on pages 3 to 7 which comprise of Key School Information and Management, Summary Report of Performance of the School, and the 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, I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that Other Information is not materially inconsistent with the financial statements.

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 thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the 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. Non-compliance with the Public Sector Accounting Standards Board (PSASB) 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. Acronym and Glossary terms were omitted from the financial statements in contrary to the approved revised financial reporting template of 2024-25;
- ii. The cover page does not have the school logo as prescribed in the prescribed revised financial reporting framework;
- iii. In the table of content, the statement of receipts and payments is listed twice which is misleading to users of the financial statements;
- iv. The statement of receipts and payments and the statement of assets and liabilities do not specify the financial reporting period for which they were prepared;
- v. Included in the table of contents is a chapter titled "Consolidated Trial Balance for the Year Ended 30 June 2025"; however, the approved financial reporting template for the year 2025 does not provide for this chapter;
- vi. The page numbers indicated in the Table of Contents do not correspond with the page numbers in the body of the report;
- vii. In page 7 of the financial statements include two title chapters namely summary report of performance of the school and statement of school management responsibility;

- viii. Chapter II in page 7 of the annual report reflects both the Summary Report of Performance of the School and the Statement of School Management Responsibility under the same chapter heading;
- ix. Management has not disclosed the Summary Report of Performance of the School;
- x. The statement of cashflow did not indicate the date of approval and signatures of three designated officials;
- xi. The statement of budgeted versus actual amounts did not include receipt descriptions for school fund – parent contribution income and expenditure descriptions for tuition, operations, school fund and infrastructure;
- xii. The statement of budgeted versus actual amounts did not have expenditure subtotals;
- xiii. In the Notes to the accounts payments for operations, school fund and accounts payable did not have note references;
- xiv. Note 8 and 9 in the statement of receipts and payments do not agree with the corresponding Notes in page 23 of the financial statements; and
- xv. The stock/inventory and their values were omitted from the Other Important Disclosures to the financial statements.

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

2. Omissions in the Summary of Fixed Assets Register

Annex 2 to the financial statements presents a summary of the fixed asset register; however, key columns relating to date of purchase, additions during the year, and disposals during the year were not included, contrary to the financial reporting template prescribed by PSASB.

3.0 Irregularities in Procurement Processes

3.1 Unstructured Procurement Processes

The statement of receipts and payments reflects total payments amounting to Kshs.87,355,505 during the year under review. However, Management did not provide for audit verification the requisite procurement documents, including the tender register; tender opening committee appointment letters and minutes; tender evaluation committee appointment letters and minutes; preliminary tender evaluation checklists; individual technical and financial evaluation score sheets; acceptance letters of award by the successful bidders; signed contracts or local purchase orders; and professional opinions, thereby limiting the ability to verify compliance with procurement procedures.

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

3.2 Lack of a Functional Procurement Unit

The School did not have a formal procurement function managed by a 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. Instead, procurement activities were carried out by

individuals without the necessary qualifications, thereby exposing the School to the risk of applying inappropriate procurement methods.

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

4. Inefficiencies in Human Resource Management

The statement of receipts and payments reflects Kshs.30,236,400 in respect to operations payments as disclosed in Note 7 to the financial statement. The amount includes Kshs.6,802,342 that relates to personnel emoluments. Review of employee's records indicated that eight of the employees contracted by Board of Management did not have valid contracts in their employee files contrary to Section B.10 (1) of the Human Resource Policies and Procedures Manual for the Public Service, 2016 states that an officer appointed to a position in the public service shall be issued with a letter of appointment specifying the terms and conditions of service.

Further, Management did not provide for audit the approved staff establishment and terms and conditions of service to confirm the recruitment needs. This was contrary to section 13 of the Fourth Schedule of the Basic Education Act, 2013, which requires the Board of Management to employ its staff, upon such terms and conditions of service as the County Education Board may determine.

In the circumstances, Management was in breach of the law and the regularity of the Board of Management employee's recruitment could not be confirmed.

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

The statement of receipts and payments reflects school fund payments amount of Kshs.3,786,308. Included in the expenditure is an amount of Kshs.3,300,770 transferred to Kenya Secondary School Heads Association (KESSHA). However, KESSHA is a welfare organization that draws its membership from School Principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.3,300,770 could not be confirmed.

6. Lack of an Approved Procurement Plan

The statement of receipts and payments reflects total payments of Kshs.87,355,505. However, Review of the procurement processes of the School revealed that there was no approved procurement plan that outlines the procurement procedures for the school such as; -

- a) A schedule of the planned delivery, implementation or completion dates for all goods, works, or services;
- b) The sources of funds;

- c) A master procurement schedule, showing the target dates for procurement related activities and the actual progress;
- d) An allocation reserved to youth, women and people living with disabilities;
- e) The procurement method to be used.

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

7. Ineffective Governance by the Board of Management

During the year under review, the Board of Management held two meetings in the financial year. This is contrary to Section 6 (1) of the Fourth Schedule of the Basic Education Act, 2013 which requires that a Board of Management shall meet at least once every four months.

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

8. Failure to Deduct and Remit Procurement Capacity Building Levy

During the year under review, the School paid for goods, works and services amounting to Kshs.87,355,505. However, a sample of payments amounting to Kshs.21,215,771 revealed that the School did not deduct and remit the public procurement capacity building levy estimated to Kshs.6,364 (0.03% of Kshs.21,215,771). Further, the penalty of 5% of the outstanding levy amounts remains unpaid.

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

The audit was conducted in accordance with ISSAI 4000. The standard 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 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 overall governance were not effective.

Basis for Conclusion

1. Long Outstanding Accounts Receivable Balance

The statement of financial assets and financial liabilities reflects accounts receivable balance of Kshs.13,502,521 in respect of fees arrears as disclosed in Note 13 to the

financial statements. However, included in the balance are receivables amounting to Kshs.8,544,469 which had been outstanding for more than one (1) years. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivable balance.

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

2. Lack of Internal Audit Function and Audit Committee

During the year under review, the School did not constitute an internal audit unit and an audit committee as required by section 73 (1) (a), and 5 of the Public Finance Management Act 2012 which state that “every National Government entity shall ensure that it complies with this Act and has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board” and 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 existence of an effective oversight mechanisms could not be confirmed.

3. Lack of Risk Management Policy

The School does not have a formally documented and approved Risk Management Policy, hence there is no structured framework in place to identify, assess, monitor, and mitigate risks across operational, financial, strategic, and compliance areas.

In the circumstances, the School is exposed to heightened operational, financial, and compliance risks due to the absence of a structured framework for identifying, assessing, and managing risks.

4. Weaknesses in Information Technology Internal Controls

Review of the Schools Information Communication Technology (ICT) environment revealed that the School did not have in place the following controls in regards to Information Technology (IT):

- a) Documented policies which cover physical access to IT environments.
- b) Disaster management and recovery policies including fire suppression systems
- c) An IT steering committee and IT strategic committee, this may result in inadequacy in IT governance, which forms a critical part of the entity's governance structure.
- d) Lack of a duly signed contract between the Accounting System vendor and the school.
- e) Business continuity plan and the IT continuity plan including an off-site back up plan.

In the circumstances, the School is exposed to significant risks including loss or compromise of data, disruption of critical operations and inability to promptly recover from

disasters or system failures, which may adversely affect service delivery and financial reporting.

5. Weaknesses in Management of Assets

Included in the summary of fixed asset registers, is land measuring 6.0 hectares reported to be owned by the School. However, a review of Certificate of Lease Title No. NAKURU/MUNICIPALITY BLOCK 2/488 dated 1 April, 1985 revealed that the land is registered in the name of Afraha Education Development Limited. Further, physical verification carried out in the month of March, 2026 confirmed that the land currently hosts two institutions, namely Afraha High School and Langa Langa Secondary School. None of the two Schools has a document of ownership of the land.

In addition, review of the School records revealed that a notification of sale of the land was served on 8 July, 2024, in exercising statutory power of sale arising from default on an outstanding loan of Kshs.11,685,995 advanced to Afraha Education Development Limited on 8 August, 1989, by Kenya Commercial Bank with the land used as collateral. In a Court of Appeal decision in Nakuru HCCC No. 260 of 2004, between the Attorney General and Kenya Commercial Bank and three others, the court held that the Attorney General had no locus standi to institute or be heard in the matter and set aside the temporary injunction earlier issued, thereby paving the way for the lender to exercise its statutory power of sale over the property. As a result, Langa Langa Secondary School had not obtained title documents evidencing ownership of the land in the name of the School.

In the circumstances, the School does not have legal title to land on which it operates and the continuance of the School in future could not be confirmed.

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

Responsibilities of Management and Board of Management

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

In preparing the financial statements, Management is responsible for assessing the Schools ability to sustain its services, disclosing as applicable matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the School or 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

The Board of Management is responsible for overseeing the Schools financial reporting process, reviewing the effectiveness of how the 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

19 May, 2026

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V. STATEMENT OF RECIEPTS AND PAYMENTS

I. STATEMENT OF RECEIPTS AND PAYMENTS			
DESCRIPTION OF VOTE HEAD	Note	1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023- 30TH JUNE,2024
RECEIPTS			
Government grants for tuition	1	4,630,004.70	4,216,852.05
Government grants for operations	2	22,217,580.48	23,772,592.04
Government grants for infrastructure	3	6,179,853.00	6,632,000.00
School Fund Income- Parents contributions	4	53,072,021.00	47,556,632.48
Miscellaneous incomes	5	-	
TOTAL RECEIPTS		86,099,459.18	82,178,076.57
PAYMENTS			
Tuition	6	4,940,722.70	2,279,180.00
Operations	7	30,236,400.83	29,553,717.70
School Fund	8	3,786,307.80	38,642,199.18
Infrastructure	9	48,392,073.75	5,471,688.00
TOTAL PAYMENTS		87,355,505.08	75,946,784.88
SURPLUS/DEFICIT		(1,256,045.90)	6,231,291.69

LANGALANGA SECONDARY SCHOOL
PUBLIC SECONDARY SCHOOL
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For the year ended 30th June 2025

The School's Financial Statements were approved on 2025 and signed by;

SIGNED

DATE: 8/8/2025

.....
BOM CHAIRMAN

LAWRENCE K. MACHARIA

SIGNED

DATE: 8/8/2025

.....
PRINCIPAL/B.O.M SECRETARY

RUFINA K. MUTEGI

SIGNED

DATE: 8/8/2025

.....
BURSAR/FINANCE OFFICER

PATRICK WAITITU

LANGALANGA SECONDARY SCHOOL
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VI. STATEMENT OF ASSETS AND LIABILITIES

	Note	1ST JULY 2024- 30TH JUNE 2025	1ST JAN 2023- 30TH JUNE,2024
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	8,598,045.31	8,542,570.21
Cash Balances	11	(3,796.00)	1,646.00
Short term Investment	12	-	0.00
Total Cash and Cash Equivalents		8,594,249.31	8,544,216.21
Account's receivables	13	13,502,521.00	15,185,834.00
TOTAL FINANCIAL ASSETS		22,096,770.31	23,730,050.21
FINANCIAL LIABILITIES			
Accounts Payable	14	6,988,515.51	7,365,749.51
NET FINANCIAL SSETS		15,108,254.80	16,364,300.70
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	16,364,300.70	10,133,009.01
Surplus/Defict for the year		(1,256,045.90)	6,231,291.69
NET FINANCIAL POSITION		15,108,254.80	16,364,300.70

LANGALANGA SECONDARY SCHOOL
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For the year ended 30th June 2025

The School's Financial Statements were approved on 2025 and signed by

SIGNED

..... DATE: 8/8/2025

BOM CHAIRMAN

LAWRENCE K. MACHARIA

SIGNED

..... DATE: 8/8/2025

PRINCIPAL/B.O.M SECRETARY

RUFINA K. MUTEGI

SIGNED

..... DATE: 8/8/2025

BURSAR/FINANCE OFFICER

PATRICK WAITITU

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VII. STATEMENT OF CASH FLOW

STATEMENT OF CASH FLOW			
		1ST JULY 2024- 30TH JUNE 2025	1ST JAN 2023- 30TH JUNE,2024
		Kshs	Kshs
Receipts from operating activities			
Government grants for tuition	1	4,630,004.70	4,216,852.05
Government grants for operations	2	22,217,580.48	23,772,592.04
Government grants for infrastructure	3	6,179,853.00	6,632,000.00
School fund income-parents contribution/fees	4	53,072,021.00	47,556,632.48
Other income	5	0.00	
Total receipts		86,099,459.18	82,178,076.57
Payments			
Cash outflows for tuition	6	4,940,722.70	2,279,180.00
Cash outflows for operations	7	30,236,400.83	29,553,717.70
Cash outflows for Boarding/ school fund payments	9	48,392,073.75	38,642,199.18
Total Payments		83,569,197.28	70,475,096.88
Net cash flow from operating activities		2,530,261.90	11,702,979.69
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		0.00	0.00
Acquisition of Assets	8	(3,786,307.80)	(5,471,688.00)
Proceeds from investments		0.00	0.00
Net cash flows from Investing Activities		(3,786,307.80)	(5,471,688.00)
NET CASHFLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		(1,256,045.90)	6,231,291.69
Cash and cash equivalent at BEGINNING of the year		8,544,216.21	705,679.52
Cash and cash equivalent at END of the year		7,288,170.31	6,936,971.21

The above presentation of 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 as recommended by PSASB

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VIII. CONSOLIDATED TRIAL BALANCE AS AT 30TH JUNE 2025

LANGALANGA SECONDARY SCHOOL
CONSOLIDATED TRIAL BALANCE AS AT 30TH JUNE 2025

TRIAL BALANCE AS AT 30TH JUNE 2025		DR	CR
Cash and Cash equivalents			
	Bank Balances	8,598,045.31	
	Cash Balances	(3,796.00)	
	Short term investments	0.00	
	Receivables	13,502,521.00	
Payments			
	Payments for Tuition	4,940,722.70	
	Payments for operations	30,236,400.83	
	Payment for infrastructure	3,786,307.80	
	Boarding and school fund payments	48,392,073.75	
Receipts			
	Government grants for tuition		4,630,004.70
	Government grants for operations		22,217,580.48
	Government grants infrastructure		6,179,853.00
	School Fund Income- Other receipts		53,072,021.00
	Other receipts		0.00
	Payables		6,988,515.51
Prior Year Adjustment			
Fund Balance b/f			16,364,300.70
TOTAL		109,452,275.39	109,452,275.39

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IX. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2025

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
1) CAPITATION GRANT ON TUITION						
Tuition account Reference/library	8,607,088.00	4,975,267.30	3,631,820.70	3,631,820.70	0.00	100%
Total	8,607,088.00	4,975,267.30	3,631,820.70	3,631,820.70	0.00	
2) CAPITATION GRANT ON OPERATIONS						
Medical Insurance/prop	4,154,000.00	2,476,840.00	1,677,160.00	1,677,160.00	0.00	100.00%
Other accounts	19,523,800.00	11,109,367.72	8,414,432.28	8,414,432.28	0.00	100.00%
M&I	10,385,000.00	5,906,250.00	4,478,750.00	4,478,750.00	0.00	100.00%
Activity fund	3,115,500.00	2,266,622.00	848,878.00	848,878.00	0.00	100.00%
IMASSE	415,400.00	415,400.00	0.00	0.00	0.00	100.00%
Lunch programme	32,713,750.00	2,125,331.28	30,588,418.72	30,588,419	0.00	100.00%
Totals	70,307,450.00	24,299,811.00	46,007,639.00	46,007,639.00	0.00	100.00%
OTHER INCOME						
Computers				-		
Income from Bus				0		
Transfer tuition				-		
for hire of ground and equipment				-		
Total	-	-	-	-	-	
TOTAL INCOME	78,914,538.00	29,275,078.30	49,639,459.70	49,639,459.70	0.00	100.00%
	0					
PAYMENTS						
IMI (adm)	6,833,330.00	4,157,804.00	2,675,526.00	2,675,526.00	0.00	100%
IT & T	6,638,092.00	3,393,918.00	3,244,174.00	3,244,174.00	0.00	100%
Adm.cost	781,952.00	18,013.00	763,939.00	763,939.00	0.00	100%
Medical insurance/pro	4,154,000.00	2,476,840.00	1,677,160.00	1,677,160.00	0.00	100%
Activity	3,115,500.00	749,960.00	2,365,540.00	2,365,540.00	0.00	100%
Personal Emolument	3,904,760.00	-795,189.00	4,699,949.00	4,699,949.00	0.00	100%
S.W.C	1,366,666.00	-8,302.00	1,374,968.00	1,374,968.00	0.00	100%
Tuition Account	8,607,088.00	4,975,267.30	3,631,820.70	3,631,820.70	0.00	100%
IMASSE	415,400.00	415,400.00	0.00	0	0.00	100%

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& I	10,385,000.00	5,906,250.00	4,478,750.00	4,478,750.00	0.00	100%
Lunch programme	32,712,750.00	7,985,117.00	24,727,633.00	24,727,633.00	0.00	100%
Total	78,914,538.00	29,275,078.30	49,639,459.70	49,639,459.70		
TOTAL	0.00	0.00	0.00	0.00	0.00	

X. 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

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprest, salary advances and other receivables and b) payables that include deposits and retentions and payables from operations.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *school* and all values are rounded to the nearest Kenya Shilling (Kshs). The accounting policies adopted have been consistently applied to all the years presented.

2. Recognition of receipts and payments

The *school* recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the *school*. In addition, the *school* recognises all expenses when the event occurs and the related cash has actually been paid out by the *school*.

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 receipts and payments both as a receipt and as a payment 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 insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the

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imprest or AIE holders. 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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements. Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years.

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

XI. NOTES TO THE FINANCIAL STATEMENT

LANGALANGA SECONDARY 2024-2025

I. NOTES TO THE FINANCIAL STATEMENTS

1 GOVERNMENT GRANTS FOR TUITION

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Exercise books		0.00	0.00
Lab equipments and apparatus		0.00	0.00
Teaching/learning materials		4,630,004.70	4,215,327.60
Library materials		0.00	0.00
OPERATION		0.00	
Reference books		0.00	1,524.45
Total		4,630,004.70	4,216,852.05

2 CAPITATION GRANT FOR OPERATIONS

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
EWC		0.00	0.00
LT @T		0.00	0.00
CBC		0.00	1,576,440.00
RMI		168,372.00	0.00
NSSF		560,260.00	154,432.00
PAYEE		368,628.00	87,912.00
SHA		101,792.00	0.00
Infrastructure		5,951,750.00	6,470,000.00
advance		0.00	12,000.00
Gratuity		312,386.00	0.00
l/materials		0.00	1,000.00
Admin cost		124,745.00	0.00
NHIF		51,810.00	42,600.00
Pension Scheme		202,000.00	51,000.00
Housing Levy		85,884.00	18,612.00
Other voteheads		11,072,435.48	11,746,896.04
CDF		428,800.00	1,400,000.00
Activity		1,111,558.00	983,200.00
Medical and insurance		1,677,160.00	1,228,500.00
Total		22,217,580.48	23,772,592.04

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3 GOVERNMENT GRANTS FOR INFRASTRUCTURE

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Maintenance and Improvement		6,078,750.00	0.00
Transition infrastructure Grants		0.00	6,632,000.00
Administration block			0.00
Personal Emoluments			0.00
School Fund Account		101,103.00	0.00
Economic stimulus grants			0.00
Others-NGCDF,			0.00
Total		6,179,853.00	6,632,000.00

SCHOOL FUND INCOME-PARENTS

4 CONTRIBUTION/FEEs

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Boarding/Lunch		42,988,947.00	42,663,182.48
Bus hire		169,200.00	382,200.00
Personal Emoluments		1,281,379.00	0.00
Desk and Chairs		38,260.00	2,873,700.00
Admin costs		0.00	84,300.00
Bursary		8,414,000.00	1,553,250.00
R/D Cheque		0.00	0.00
Computer science		23,000.00	0.00
Agriculture		74,500.00	0.00
Home science		82,735.00	0.00
Income from grants and -Bursary		0.00	0.00
Total		53,072,021.00	47,556,632.48

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5.
MISCELLANEOUS
INCOMES.

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Income from farming activities		0.00	0.00
Insurance compensation		0.00	0.00
Income from posho mill		0.00	0.00
Income from bus hire		0.00	0.00
Fee for hire of ground and equipment		0.00	0.00
Income from grants and donations		0.00	0.00
Interest income		0.00	0.00
Loans/Borrowings		0.00	0.00
		0.00	0.00
Total		0.00	0.00

6 **PAYMENTS FOR**
TUITION

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Text books		0.00	0.00
Exercise books		802,208.00	0.00
Laboratory equipments and apparatus		719,100.00	200,000.00
Teaching/learning materials		2,919,162.00	1,924,780.00
chalks		0.00	24,200.00
Reference books		485,880.00	130,200.00
Bank charges		14,372.70	0.00
Total		4,940,722.70	2,279,180.00

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PAYMENTS FOR OPERATIONS

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
EWC		1,685,568.00	1,015,396.00
LT @T		5,246,049.00	5,164,853.00
RMI		3,350,039.58	6,363,792.00
Personal emolument		6,802,342.00	4,337,727.90
Admin cost		919,041.90	539,583.00
Activity		2,693,690.00	2,444,230.00
Infrastructural Account		0.00	6,703,000.00
Teaching/learning materials		1,575,769.00	346,674.00
NSSF		438,668.00	262,848.00
NHIF		36,900.00	69,000.00
PAYEE		314,025.35	107,952.00
Housing Levy		116,064.00	69,027.00
SHA		99,383.00	0.00
NITA		6,250.00	3,700.00
CBC		0.00	1,852,434.80
Gratuity		312,386.00	0.00
Pension Scheme		408,000.00	100,000.00
Advance		0.00	112,100.00
Medical and insurance		153,475.00	61,400.00
CDF Bursaries		0.00	0.00
M&I		6,078,750.00	0.00
TOTAL		30,236,400.83	29,553,717.70

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**8. PAYMENTS FOR
INFRASTRUCTURE**

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023- 30TH JUNE 2024
Construction of Classrooms		3,257,188.00	3,102,765.00
Construction of laboratory		0.00	2,368,923.00
construction of dormitory		0.00	0.00
Personal Emoluments		0.00	0.00
Personal Emoluments		0.00	0.00
Teaching/learning materials		0.00	0.00
Bank charges		4,119.80	0.00
Operations		525,000.00	0.00
Total		3,786,307.80	5,471,688.00

**PAYMENTS FOR
SCHOOL FUND**

		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Agriculture		51,000.00	0.00
mprest		0.00	20,000.00
Desk and Chairs		0.00	1,799,930.00
Medical Expenses		0.00	0.00
Bank charges		44,372.75	0.00
ee on Boarding		36,443,385.00	33,245,336.18
quipment and Stores			
TOTAL		44,111,373.35	46,008,642.18

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Expenses on income generating activities including all costs relating to the school earnings on other receipts as recorded in note 4. These costs includes farm maintenance, posho mill maintenance, ground maintenance and costs incurred during hire of school bus among others.

10 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Tuition Account		23,162.80	1,422,668.80
Operations Account		704,918.56	4,059,573.91
School Fund Account/Boarding		158,573.85	101,684.60
Savings Account Absa 3836438		2,210,470.00	1,351,020.00
COOP Bank		1,525,857.00	130,000.00
Infrastructural Account		3,736,638.10	1,522,347.90
Savings Account Absa 3565434		238,425.00	-44,725.00
Total		8,598,045.31	8,542,570.21

11 CASH IN HAND

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Tuition Account		0.00	0.00
Infrastructure		0.00	0.00
Operation Account		0.00	0.00
School Fund account		-3,796.00	1,646.00
Total		-3,796.00	1,646.00

12 SHORT TERM INVESTMENTS

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Cooperative shares		0.00	0.00
Treasury Bills		0.00	0.00
Fixed deposit		0.00	0.00
Equity stock		0.00	0.00
Other investments		0.00	0.00
Total		0.00	0.00

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ACCOUNTS

13 RECEIVABLE

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Fees arrears		13,407,581.00	15,185,834.00
Other Non-Fees Receivables		0.00	0.00
Salary Advances(list/schedule		94,940.00	0.00
Imprest(list/schedule attached)		0.00	0.00
Excess fees		0.00	0.00
Total		13,502,521.00	15,185,834.00

[Include an ageing of the fees / non fees arrears below]

3b

Description		Current FY	Insert Comparative FY
	1ST JULY 2024-30TH JUNE 2025		1ST JULY 2023-30TH JUNE 2024
	Current FY	% of the total	Comparative FY
Less than 1 year	4,863,112.00	0.36	11,201,378.00
Between 1-2 years	8,544,469.00	0.64	3,984,456.00
Between 2-3 years	-	0.00	0.00
Over 3 years	-	0.00	0.00
	-	0.00	0.00
Total	13,407,581.00	1.00	15,185,834.00

ACCOUNTS

14 PAYABLE

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Trade creditors (See ageing)		5,416,768.51	5,758,504.51
Prepaid fees		1,571,747.00	1,607,245.00
Short term loans		0.00	0.00
Total		6,988,515.51	7,365,749.51

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Description	Insert Current FY		Insert Comparative FY	
	1ST JULY 2024-30TH JUNE 2025		1ST JULY 2023-30TH JUNE 2024	
	Comparat FY	% of the total	Comparat FY	% of the total
Less than 1 year	3,920,019.00	0.29	5,758,804.00	37.92%
Between 1-2 years	1,496,749.51	0.11	-299.49	0.00%
Between 2-3 years	0.00	0.00	0.00	0.00%
Over 3 years	0.00	0.00	0.00	0.00%
Total	5,416,768.51	0.40	5,758,504.51	37.92%

15 FUND BALANCE BROUGHT FORWARD

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Bank balances		8,542,570.21	704,679.52
Cash balances		1,646.00	1,000.00
Short Term Investments		0.00	0.00
Receivables		15,185,834.00	11,099,461.49
Payables		7,365,749.51	1,672,132.00
Total		16,364,300.70	10,133,009.01

Other important disclosure notes

16 Non-current Liabilities Summary

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Bank loan(s)		0.00	0.00
Outstanding Leases		0.00	0.00
Hire purchase		0.00	0.00
Gratuity and leave provision		0.00	0.00
Total		0.00	0.00

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17 Biological assets

Description	Numbers	1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Cattle		0.00	0.00
Goats		0.00	0.00
Pigs		0.00	0.00
Trees		0.00	0.00
Coffee or tea plantation		0.00	0.00
Poultry		0.00	0.00
Total		0.00	0.00

18 Borrowings

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
a) Borrowings			
Borrowing at beginning of the year		0.00	0.00
Borrowings during the year		0.00	0.00
Repayments of during the year		0.00	0.00
Balance at end of the year		0.00	0.00

19 Stock/ Inventory

Description		1ST JULY 2024-30TH JUNE 2025	1ST JULY 2023-30TH JUNE 2024
Stock/Inventory			
Stock/ inventory at beginning of the year		0.00	0.00
Stock/ inventory purchased during the year		0.00	0.00
Stock/ inventory issued during the year		0.00	0.00
Balance at end of the year		0.00	0.00

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction of buildings						
1. INFRASTRUCTURE					689,455.00	To be cleared in the next
2.						Financial year
3.						
Sub-Total					689,455.00	
Supply of goods						
4. FOOD STAFF					1,806,631.00	To be cleared in the next
5. LEARNING/MATERIALS					929,132.00	Financial year
6. OPERATION ACC					2,280,586.00	
Sub-Total					5,016,349.00	
Supply of services						
7. CCTV					-	
8.						
9.						
Sub-Total						
Grand Total					5,705,804.00	

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ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2024	Additions during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2025
Land 1	Bal b/f	Langalanga Secondary School	250,000,000.00	-	300,000,000.00
Buildings and structures	Bal b/f	Langalanga Secondary School	70,000,000.00	20,000,000.00	90,000,000.00
Motor vehicles/Bus	Bal b/f	Langalanga Secondary School	6,000,000.00		5,500,000.00
Office equipment, furniture and fittings	Bal b/f	Langalanga Secondary School	2,500,000.00	400,000.00	2,700,000.00
ICT Equipment, and Other ICT Assets	Bal b/f	Langalanga Secondary School	1,000,000.00	100,000.00	900,000.00
Tools and apparatus	Bal b/f	Langalanga Secondary School	5,000,000.00	500,000.00	5,300,000.00
Textbooks	Bal b/f	Langalanga Secondary School	5,000,000.00	1,000,000.00	5,500,000.00
Other Machinery and Equipment	Bal b/f	Langalanga Secondary School	500,000.00	-	400,000.00
Intangible assets- soft ware	Bal b/f	Langalanga Secondary School	500,000.00		450,000.00
Total			340,500,000.00	22,000,000.00	410,750,000.00

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