

REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

REPORT

NATIONAL ASSEMBLY
PAPERS Laid

DATE: 30 NOV 2023

DAY: TUES

T.A. OF BY: Hon Naomi Wago MF
Deputy majority whip
A. Shubane

CLERK AT THE TABLE:

THE AUDITOR-GENERAL

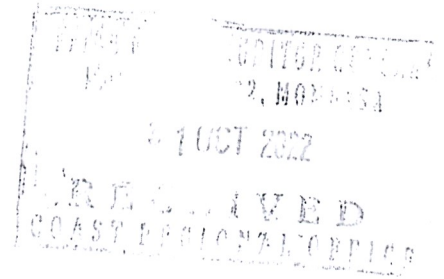
ON

DUNGICHA SECONDARY SCHOOL

**FOR THE YEAR ENDED
30 JUNE, 2022**

KILIFI COUNTY

Revised 30th June 2021



DUNGICHA SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th June 2022

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

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Table of Contents	Page
I. KEY SCHOOL INFORMATION AND MANAGEMENT	2
II. SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL.....	6
III. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY	10
IV. REPORT OF THE INDEPENDENT AUDITORS ON THE ANNUAL FINANCIAL STATEMENTS OF DUNGICHA SECONDARY SCHOOL OF THE YEAR ENDING 30 TH JUNE 2021	11
V. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30 TH JUNE 2021	12
VI. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30 TH JUNE 2021 15	
VII. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 TH JUNE 2021	17
VIII. STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 TH JUNE 2021.....	18
IX. SIGNIFICANT ACCOUNTING POLICIES	22
X. NOTES TO THE FINANCIAL STATEMENTS.....	24

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

1. 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 located in Kilifi County, Ganze Sub-County

The school was registered in 12/9/2013 under registration number PU/S/2/9207/13 and is currently categorized as a Sub County public Secondary school established, owned or operated by the Government.

The school is a day school and had 500 number of students as at 30th June 2022. It has 1 stream and 24 teachers of which 10 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	REUBEN SHUKURU KATITE	Chairman	1st August,2019
2	DUME P KAI	Secretary - Principal	"
3	ALEX PUGA	Member	"
4	JAMES MASHA	Member	"
5	MRAMBA MWENI	Member	"
6	DAVID KOMBE	Member	"
7	WILFRED BAYA	Member	"
8	ESTHER NZARO	Member	"
9	RASHID MJIMBA KHAMIS	Member – Rep CEB	"
10	DANIEL WANJALA	Member Rep Teachers	"
11	SOPHIA BURNS CHOKWE	3 Members - Sponsor	"
12	AMBROSE TINGA	"	"
13	MRAMBA BOKOLE	"	"
14	DORCAS BIRYA FONDO	Member - Community	"
15	SOPHIA BURNS CHOKWE	MemberSpecial Needs	"
16	SELLINA RAMADHAN	Rep Students	"

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 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

Ref.	Name of Committee	Names of Members	Designation	Number of meetings attended during the year
1	Executive Committee	1.REUBEN KATITE 2.DUME KAI 3.DORCAS BIRYA 4.SOPHIA BURNS 5.MRAMBA MWENI	CHAIRMAN MEMBER MEMBER MEMBER MEMBER	2 /3
2	Audit Committee	1.DAVID KOMBE 2.HARRISON MWANGO 3 DORCAS BIRYA	CHAIRMAN MEMBER MEMBER	1/3
3	Finance,procurement and general purposes Committee	1.DAVID KOMBE 2.HARRISON MWANGO 3.DORCAS BIRYA	CHAIRMAN MEMBER MEMBER	1/3
4	Academic Committee	1. WILFRED KENGA 2.ALEX MWALUNGO 3.DANIEL WANJALA	CHAIRMAN MEMBER MEMBER	1/3
5	Development Committee	1,DORCAS BIRYA 2,REUBEN KATITE 3,MRAMBA BOKOLE 4,HARRISON MWANGO	CHAIMAN MEMBER MEMBER MEMBER	2/3
6	Discipline and welfare Committee	1,DAVID KOMBE 2,DANIEL WANJALA 3,REUBEN KATITE	CHAIMAN MEMBER MEMBER	1/3
7	Adhoc Committee (if any during the year)	-		-

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

(d) School operation Management

For the financial year ended 30th June 2022 the School day-to-day management was under the following persons:

Ref:	Designation	Name	TSC Number
1	Principal	DUME P KAI	364256
2	Deputy Principal	AMBROSE TINGA	337105
3	School Bursar	JOYCE CHULA	N/A

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

KEY SCHOOL INFORMATION AND MANAGEMENT (Continued)

(e) Schools contacts

Post Office Box: 1514-80108 KILIFI
Telephone: 0717130140
E-mail: secdungicha@gmail.com
Website: N/A
Facebook: N/A
Twitter: N/A

(f) School Bankers

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

1. Name of Bank: KCB
Branch: KILIFI
Account Number: 1133206220
2. Name of Bank: KCB
Branch: KILIFI
Account Number: 1128541491
3. Name of Bank: KCB
Branch: KILIFI
Account Number: 1128541734
4. Name of Bank: KCB
Branch: KILIFI
Account Number: 1136005668

5. Independent Auditors

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

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

I. 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*

YEAR	SURPLUS/DEFICIT
2021 - 2022	DEFICIT 504915
2021	SURPLUS 5133890.80
2020	SURPLUS 2,060563

- *Capitation grants from the Ministry of Education for the last three years*

YEAR	ACCOUNTS	CAPITATION GRANTS
2021-2022	OPERATION	7822837.70
	TUTION	1788724.20
TOTAL		9,611,561.90
2021	OPERATION	2,968,455.30
	TUTION	633,136.50
TOTAL		3,601,591.80
2020	OPERATION	5366400
	TUTION	788,586
TOTAL		6,154986

- *Ratio of capitation grant per student over the last three years*

YEAR	ENROLMENT	RATIO
2021-2022	500	1:19223
2021	450	1:8003
2020	390	1:15782

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

- *A three-year overview of growth of other income(s) earned by the school.*

YEAR	OTHER INCOME EARNED BY THE SCHHOOOL
2021 - 2022	30000
2021	8,000
2020	8,000

- *A three-year overview of growth in expenditure of the school*

YEAR	EXPENDITURE BY THE SCHOOL
2021 - 2022	27,268,214
2021	7,378,833
2020	14,327,752

- *Movement of debtors and creditors of the school over the last three years*

YEAR	DEBTORS	CREDITORS
2021 - 2022	4604650	4487490
2021	4133400	1970345
2020	4379067	2170865

- *Movement of cash and bank balances over the last three years*

YEAR	CASH ON HAND	CASH AT BANK
2021 - 2022	6099.73	995,920.30
2021	7,776.73	2,320,748.40
2020	706.73	5875.60

b) Teacher Student ratio

<i>TEACHER-STUDENT RATIO</i>	<i>36:1</i>
<i>TEACHER RECRUITED WITHIN THE YEAR 2022</i>	<i>2</i>
<i>TEACHER TRANSFERRED</i>	<i>0</i>
<i>BOM TEACHERS</i>	<i>10</i>
<i>SHORTAGES OF TEACHERS</i>	<i>10</i>

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

NUMBER OF TSC TEACHERS PER SUBJECT

SUBJECTS	NUMBER OF TEACHERS
ENGLISH	2
KISWAHILI	2
MATHS	2
BIOLOGY	2
CHEMISTRY	1
PHYSICS	1
HISTORY	2
GEOGRAPHY	1
CRE	2
IRE	0
AGRICULTURE	1
B/STUDIES	1

c) Mean score in the 2021 KCSE:

YEAR	ENTRY	A	A-	B	B	B-	C+	C	C-	D+	D	D-	E	X	2022	2021	2020
2022	85	0	0	0	0	1	1	3	9	12	14	45	0	0	2.984	3.111	3.333
2021	60	0	0	0	0	1	3	0	7	14	35	0	0	0	3.633	3.111	3.333
2020	54	0	0	0	2	0	1	1	7	3	9	31	0	0	-	3.111	3.333

YEAR	TARGET	MEAN SCORE	INSTITUTION OF HIGHER LERNING	COMMENT
2021-2022	4.03	2.984	2	TARGET NOT MET
2021	4.0	3.633	4	TARGET NOT MET
2020	3.7	3.111	3	TARGET NOT MET

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

d, Number of Candidates in the 2021-2022 KCSE:

YEAR	2022	2021	2020
ENTRY	85	60	54

d) Capacity of the school:

NUMBER OF STUDENTS 2022 IN THE SCHOOL: 500

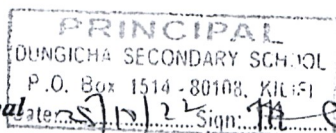
FACILITY	NUMBER
CLASS ROOMS	13
LABORATORIES	1
TOILETS	BOYS- 7 GIRLS - 7 TEACHERS - 3
DINING HALL	0
LIBRARY	0
PLAY GROUNDS	FOOTBALL - 01 VOLLEYBALL - 02
DOMITORY	0

e) Development projects carried out by the school:

YEAR	PROJECT	STATUS	SOURCE
2022	2 NO CLASSROOMS	COMPLETE	MOEST

Sign

School Principal



DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

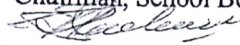
II. STATEMENT OF SCHOOL MANAGEMENT RESPONSIBILITY

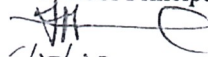
Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, each National Government School shall prepare financial statements in respect of that school. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant 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 *DUNGICHA 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, 2022, and of the school's financial position as at that date.

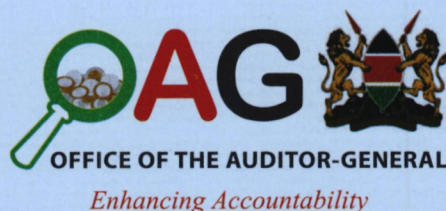
Name: REUBEN SHUKURU KATITE
Designation: Chairman, School Board of Management
Sign: 
Date: 25/10/22

Name: DUME P KAI
Designation: School Principal & Secretary to Board of Management
Sign: 
Date: 25/10/22

Name: JOYCE CHULA
Designation: Bursar/ Finance Officer
Sign: 
Date: 25/10/2022

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 DUNGICHA SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 – KILIFI 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 funds are applied for the 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.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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 of the Auditor-General on the Financial Statements of Dungicha Secondary School for the year ended 30 June 2022 - Kilifi County

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Dungicha Secondary School – Kilifi County set out on pages 12 to 26 which comprise of the statement of receipts and payments as at 30 June, 2022 and the statement of financial assets and financial liabilities, statement of cash flows and the statement of budgeted verses actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory notes 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 the Dungicha Secondary School - Kilifi County as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Variances in the Financial Statements

The amounts reflected in the statement of receipts and payments differed with the amounts reflected in the statement of cash flows as analyzed below:

Component	Statement of Receipts and Payments Amount (Kshs)	Statement of Cash Flows (Kshs)	Variance (Kshs)
School fund income- Parents contribution	16,999,967	12,365,317	4,634,650
School fund income- Other receipts	30,000	784,830	(754,830)
Payments for tuition	3,398,478	1,786,978	1,611,500
Payments for operations	8,925,752	8,523,304	402,448
Boarding and school fund payments	14,787,734	13,773,304	1,014,430

Similarly, the amounts reflected in the statement of receipts and payments differed with the amounts reflected in the ledger balances as analyzed below:

Component	Statement of Receipts and Payments Amount (Kshs)	Ledgers Amount (Kshs)	Variance (Kshs)
Personnel emolument	1,907,400	1,872,200	35,200
Administration cost	1,168,310	828,810	339,500
Repair and maintenance	4,851,190	98,500	4,752,690
Parents contribution/Fees	16,969,967	13,500,145	3,469,822
Exercise books	296,500	215,000	81,500
Lab equipment	619,085	315,000	304,000
Internal exams	26,500	-	26,500
Teaching & Learning	85,500	-	85,000

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets and financial liabilities reflects a balance of Kshs.1,002,020 in respect to cash and cash equivalents which includes bank balances of Kshs.995,920 and cash balances of Kshs.6,099. However, no board of survey report was provided for audit.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.1,002,020 could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

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. Direct Procurement

Review of records at the School revealed that the Management paid a total of Kshs.939,580 to various contractors for the development of infrastructures in the School. However, the contractors were awarded the contracts directly contrary to Section 103(2) of the Public Procurement Asset and Disposal Act, 2015 which sets conditions for direct procurement of goods and services.

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

2. Overpayment on the Construction of the Classrooms

Review of records at the School revealed that two contractors were awarded a contract to construct two classrooms at a contract sum of Kshs.2,000,000. However, the contractors were paid a total of Kshs.2,834,480 resulting to an overpayment of Kshs.834,480 contrary to Section 44(1) of the Public Procurement and Assets Disposal Act, 2015 which states that an Accounting Officer of a public entity shall be primarily responsible for ensuring that the public entity complies with the Act. (2) In the performance of the responsibility under subsection(1), an Accounting Officer shall, (a) ensure that procurement of goods, works and services of the public entity are within approved budget of that entity.

Further, physical inspection revealed that the classrooms were not fully complete as the window panes costing Kshs.124,000 had not been fitted.

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 are in compliance, 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 matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective

Basis for Conclusion

1. Inadequate Board Committee Meetings

Review of full Board of Management minutes revealed that the Board held only one meeting on 12 May, 2022. Further, review of the Board of Management records shows that there are six (6) sub committees. However, the sub committees had not met since their establishment thus hindering service delivery to the school.

In the circumstances, decision-making may have been hindered which eventually could affect the smooth operations of the school.

2. Lack of an Imprest Register

Review of records at the School revealed that imprests amounting to Kshs.378,300 were issued to various officers to undertake various activities away from the work station. However, the imprests were not recorded in the imprest register.

In the circumstances, the effectiveness of the internal controls on the management of the imprests 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 control, 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 those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash 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 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 intention to terminate the School or 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.

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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. 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 and weakness 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 addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, 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 accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the School policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to sustain its services. If I conclude that a material uncertainty exists, I am

required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the School to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

12 October, 2023

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

IV. STATEMENT OF RECEIPTS AND PAYMENTS PERIOD TO 30TH JUNE 2022

DESCRIPTION OF VOTE HEAD	Note	2021-2022	2020-2021
		Kshs	Kshs
RECEIPTS			
Capitation grants for tuition	1	1,788,724.20	633,136.50
Capitation grants for operations	2	7,822,837.70	3,968,457.30
School Fund Income- Parents' Contributions	3	16,999,967	8,759,475.00
School Fund Income- Other receipts	4	30,000.00	8,000.00
Grant for Infrastructure Account	5	2,830,000	-
Proceeds from borrowings			-
TOTAL RECEIPTS		29,441,528.90	13,369,068.80
PAYMENTS			
Payments for Tuition	6	3,398,478	1,028,575.00
Payments for operations	7	8,925,752	2,403,665.00
Boarding and school fund payments	8	14,787,734	4,802,686.00
Payments for Infrastructure	9	2,834,480	252.00
TOTAL PAYMENTS		29,946,444	8,235,178.00
SURPLUS/DEFICIT		(504,915.10)	5,133,890.80


The school financial statements were approved on 25/10/2022 and signed by:

Name REUBEN KATITE
Chair BOM

Sign: 

Date: 25/10/2022

DUME P KAI
**School Principal/
Secretary to BOM**

Sign: 

Date: 25/10/2022

JOYCE CHULA
Bursar/ Finance Officer

Sign: 

Date: 25/10/2022

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

V. STATEMENT OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES AS AT 30TH JUNE 2022

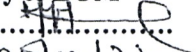
	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	995,920.30	2,320,748.40
Cash Balances	11	6,099.73	7,776.73
Short term Investment	12		-
Total Cash and cash equivalent		<u>1,002,020.03</u>	<u>2,328,525.13</u>
Account's receivables	13	15,903,259	12,053,439
TOTAL FINANCIAL ASSETS		16,905,279.30	14,381,964
FINANCIAL LIABILITIES			
Accounts Payables	14	5,528,404	2,500,174
NET FINANCIAL ASSETS		11,376,875.30	11,881,790
REPRESENTED BY			
Accumulated Fund b/fwd	15	11,881,790.40	6,747,899.60
Surplus/Deficit for the year		(504,915.10)	5,133,891
NET FINANCIAL POSSITION		11,376,875.30	11,881,790.40

The School's financial statements were approved on 25/10/2022 and signed by:

Name **REUBEN KATITE**
Chair BOM

Sign: 
Date: 25/10/22

DUME P KAI
School Principal/
Secretary to BOM

Sign: 
Date: 25/10/22

JOYCE CHULA
Bursar/ Finance Officer

Sign: 
Date: 25/10/2022

DUNGICHA SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

VI. STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2022

		2021-2022	2020-2021
		Kshs	Kshs
<i>Receipts for operating income</i>			
1	Capitation grants for tuition	1,788,724.20	633,137
2	Capitation grants for operations	7,822,837.70	3,968,457
3	School fund income- Parents contributions/ fees	12,365,317.00	4,626,075
4	School fund income- other receipts	784,830.00	462,840
5	Infrastructure grant	2,830,000.00	-
	Total receipts	25,591,708.90	9,690,509
<i>Payments</i>			
6	Payments for Tuition	1,786,978.00	630,990
7	Payments for operations	8,523,452.00	2,366,165
8	Boarding and school fund payments	13,773,304.00	4,381,426
9	Payments for infrastructure	2,834,480.00	252.00
	Total payments	26,918,214.00	7,378,833
	Net cash flow from operating activities	(1,326,505.10)	2,311,676
CASHFLOW FROM INVESTING ACTIVITIES			
	CASHFLOW FROM INVESTING ACTIVITIES		
	Proceeds from Sale of Assets	-	-
	Acquisition of Assets	-	-
	Proceeds from investments	-	-
	Net cash flows from Investing Activities		
CASHFLOW FROM INVESTING ACTIVITIES			
	Net cash flows from Investing Activities		
CASHFLOW FROM BORROWING ACTIVITIES			
	Proceeds from borrowings/ loans	-	-
	Payment of principal borrowings	-	-
	Net cash flow from financing activities		
	NET INCREASE IN CASH AND CASH EQUIVALENTS	(1,326,505.10)	2,311,675.80

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Cash and cash equivalent at BEGINNING of the year		2,328,525.13	16,849.33
Cash and cash equivalent at END of the year		1,002,020.03	2,328,525.13

STATEMENT OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipt/expenses from:	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b Kshs	Actual on Comparable Basis d Kshs	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
RECEIPTS						
(1) CAPITATION GRANT ON TUITION						
Textbooks and reference materials	1,167,000	-	1,167,000	187,599	979401	16%
Exercise books	487,500	-	487,500	755,000.20	(267500.80)	155%
Laboratory equipment	218,000	-	218,000	337,679	(119678)	155%
Internal exams	-	-	-	-	-	-
Teaching / learning materials	155,000	-	155,000	241,110	(86110)	156%
Chalks	48500	-	48500	74,059	(51118)	153%
Exams and assessment	72,500	-	72,500	187,599	(230198)	259%
Teachers guides	52,500	-	52,500	81,043	(57086)	154%
(2) CAPITATION GRANT ON OPERATIONS						
Personnel emoluments	2,001,000	-	2,001,000	2495410.91	(74251.20)	109%
Repairs and maintenance	3,000,000	-	3,000,000	2788000	(645000)	122%
Local transport / travelling	654,000	-	654,000	816482.81	(57351.60)	109%
Electricity and water	748,000	-	748,000	932690.30	64596	109%
Medical	1,000,000	-	1,000,000	109,400	1000000	11%
Administration costs	546,500	-	546,500	680853.68	(46215.80)	108%
Activity	750,000	-	750,000	-	750000	0%
Gratuity	158,750	-	158,750	-	158750	0%
SMASSE	-	-	-	-	-	-

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipts/expenses Item	Original Budget Kshs	Adjustments Kshs	Final Budget Kshs	Actual on Comparable Basis Kshs	Budget Utilization Difference Kshs	% of Utilization = d/c % Kshs
(3) FEES CHARGED ON PARENTS						
Personnel emoluments	2,450,000	-	2,450,000	15400	1033370	58%
Lunch Programme	8,775,000	-	8,775,000	9761607	2315480	74%
Local transport / travelling	-	-	-	-	-	-
Electricity and water	-	-	-	-	-	-
Medical	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
SMASSE	-	-	-	-	-	-
Fee on Boarding Equipment and Stores	-	-	-	-	-	-
OTHER INCOME	-	-	-	-	-	-
Rent income	-	-	-	-	-	-
Income from farming activities	-	-	-	-	-	-
Insurance compensation	-	-	-	-	-	-
Income from Posho mill	-	-	-	-	-	-
Income from Bus Hire	-	-	-	-	-	-
Fee for hire of ground and equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Income from any other investment	-	-	-	-	-	-
TOTAL INCOME	-	-	-	-	-	-
(1) EXPENDITURE FOR TUITION	-	-	-	-	-	-
	1,167,000	-	1,167,000	-	(534000)	0%

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Receipts/expenses Item	Original Budget Kshs	Adjustments Kshs	Final Budget Kshs	Actual on Comparable Basis Kshs	Budget Utilization Difference Kshs	% of Utilization Kshs
Personnel emolumolument	416,000	-	416,000	2824300	(14600)	678%
Repairs, maintenance and improvements	-	-	-	-	-	-
Local transport / travelling	-	-	-	-	-	-
Electricity, water and conservancy	-	-	-	-	-	-
Medical Expenses	-	-	-	-	-	-
Administration costs	-	-	-	-	-	-
Activity	-	-	-	-	-	-
Gratuity	-	-	-	-	-	-
Lunch programme	8,779,600	-	8,779,600	5956230	6877230	68%
Boarding Equipment and Stores	-	-	-	-	-	-
Expenditure for Income Generating Activity	-	-	-	-	-	-
Bom Teachers	2,532,000	-	2,532,000	-	1442800	0%
Other expenses on investments	-	-	-	-	-	-
Rent Expenses	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-
Loan Interest Repayment	-	-	-	-	-	-
Loan Principal Repayment	-	-	-	-	-	-
Acquisition of Assets	-	-	-	-	-	-
TOTALS	-	-	-	-	-	-

- i. Significant underutilisation resulted due to spending less than the amount of the original budget in the respective votehead.
- ii. Significant Over utilisation resulted due to spending more than the amount in the original budget due to additional works/supplies which were very essential for the school.

DUNGICHA SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

VII. 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 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 2021.

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

VIII. NOTES TO THE FINANCIAL STATEMENTS

1 CAPITATION GRANT FOR TUITION

	2021-2022	2020-2021
	Kshs	Kshs
Textbooks and reference materials	-	-
Exercise books	755,000.20	267,015.68
Laboratory equipment	337,679.00	119,440.58
Internal exams	187,599.00	66,723.57
Teaching / learning materials	241,110.00	84,935.48
Chalks	74,059.00	26,542.07
Reference books	112,234.00	39,813.54
Teachers guides	81,043.00	28,665.58
Total	1,788,724.20	633,136.50

2 CAPITATION GRANT FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,495,410.91	1,087,625.60
Repairs and maintenance	2,788,000.00	1,822,500.00
Local transport / travelling	816,482.81	355,675.80
Electricity and water	932,690.30	406,298.00
Medical	109,400.00	-
Administration costs	680,853.68	296,357.90
Activity		-
BOM Teachers		
Total	7,822,837.70	3,968,457.30

3 PARENTS CONTRIBUTION/FEES – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments		945,465.00
Lunch Programme	14,359,252.00	7,814,010.00
Bom Teachers	1,527,670.00	
Tender		-
Boarding, Equipment and Stores	1,083,045.00	
Electricity and water		-
Medical	-	-
Administration costs		
Activity	-	-
Total	16,969,967.00	8,759,475.00

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 OTHER RECEIPTS – SCHOOL FUND ACCOUNT

	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	-	-
Rent income	-	-
Income from farming activities	-	-
Tender fees	30,000	8,000
Income from Posho mill	-	-
Income from Bus Hire	-	-
Fee for hire of ground and equipment	-	-
Income from grants and donations*	-	-
Interest income	-	-
Dividends income	-	-
Total	30,000	8,000

5 INFRASTRUCTURE GRANT

	2021-2022	2020-2021
	Kshs	Kshs
RMI/OPERATION ACCOUNT	2,830,000.00	0.00
Total	2,830,000.00	0.00

6 PAYMENTS FOR TUITION

	2020-2021	2019-2020
	Kshs	Kshs
Textbooks and reference materials	-	-
	680,200	215,000
Exercise books		
Laboratory equipment	725,000	250,000
	725,000.00	
Internal exams		
Teaching / learning materials	64,000	85,500.00

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Chalks	315,300.00	-
Exams and assessment		-
Teachers guides	-	-
Administration Costs	-	-
Bank Charges	2,478.00	990.00
Total	3,398,478.00	1,028,575.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 PAYMENTS FOR OPERATIONS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	1,907,400	452,500.00
Service Gratuity		-
Administration Cost	1,168,310	356,485.00
Repairs and maintenance & improvements	4,851,190	1,152,900.00
Local transport / travelling	98,500	30,000.00
Electricity and water	548,600	193,170.00
Medical		14,200.00
Activity Expenses	347,200	203,300.00
SMASSE		-
Insurance Cost		-
Bank Charges	4,552	1,110.00
NSSF		-
BOM Teachers		-
TOTAL	8,925,752	2,403,665.00

8 BOARDING AND SCHOOL FUND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments		846,400.00
Electricity, Water and Conservancy		235,100.00
Repairs and maintenance & Improvements	1,605,580	926,690.00
Local transport / travelling	277,800	110,400.00
Tender	16,000	17,500.00
Activity	332,900	60,500.00
Administration costs	1,294,440	738,115.00
Lunch Programme	7,988,620	1,866,745.00
Bank Charges	10,084	1,236.00
Expenses on Income Generating Activities		-
Fee on Boarding Equipment and Stores	405,810	-
Bom Teachers	2,856,500	-
Insurance Cost (Life Property)		-

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Loan Principal repayment		-
Loan Interest repayment		-
Acquisition of Assets		-
TOTAL	1,478,734.00	4,802,686.00

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9 INFRASTRUCTURE PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Construction of 2 classroom labour & materials	2,833,480.00	
Bank charges	1,000.00	252.00
Total	2,834,480.00	252.00

10 BANK ACCOUNTS

Name of Bank, Account No. & currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account	1128541734	5,450.20	3,704.00
Operations Account	1128541491	900,328.40	1,600,142.70
School Fund Account/Boarding	1133206220	84,606.70	706,886.70
Savings Account	-	-	-
Parent Association Development Account	-	-	-
Income generating activities Account	-	-	-
Infrastructural Account	1136005668	5,535.00	10,015.00
Total		995,920.30	2,320,748.40

11 CASH IN HAND

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account		-
Operation Account	3,690.00	4,490.00
School Fund account	2,409.74	3,286.73
Total	6,099.73	7,776.73

12 SHORT TERM INVESTMENTS

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative shares	-	-
Treasury Bills	-	-
Fixed deposit	-	-
Equity stock	-	-
Other investments	-	-
Total	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 ACCOUNTS RECEIVABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	15,903,259.27	12,053,439.27
Other non-fees receivables		
Imprest		
Total	15,903,259.27	12,053,439.27

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	4,604,650.00	4,133,400.00
Fees arrears received during the year	(754,830.00)	(454,840.00)
Fees arrears for the previous year	4,379,067.00	4,379,067.00
Fees arrears for prior periods (over two years)	7,674,372.27	3,995,812.27
totals	15,903,259.27	12,053,439.27

14 ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	5,528,404.00	2,500,174.00
Prepaid fees		
Retention monies		
Total	5,528,404.00	2,500,174.00

[Include an ageing of the creditor's arrears below]

Description	2021-2022	2020-2021
	Kshs	Kshs

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Trade creditors for current year	4,487,490.00	1,970,345.00
Trade creditors paid during the year	(1,459,260.00)	(1,114,000.00)
Trade creditors for the previous year	1,970,345.00	1,643,829.00
Trade creditors for prior periods (over two years)	529,829.00	-
Total	5,528,404.00	2,500,174.00

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15 FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank balances	2,320,748	16,143
Cash balances	7,776.73	706.73
Short Term Investments		
Receivables	12,053,439.27	8,374,879.27
Payables	(2,500,174.00)	(1,643,829.00)
Total	11,881,790.40	6,747,899.60

Other important disclosure notes

IPSAS 1 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	2021-2022	2020-2021
	Kshs	Kshs
Bank loan(s)	-	-
Outstanding Leases	-	-
Hire purchase	-	-
Gratuity and leave provision	-	-
Total	-	-

17 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle	17		9
Goats	21		14
Trees	89		89 trees
Coffee or tea plantation	-		-
Poultry	-		-
Total	-	-	-

18 Borrowings

Description	2021-2022	2020-2021
	KShs	KShs

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

a) Borrowings		
Borrowing at beginning of the year	-	-
Borrowings during the year	-	-
Repayments of during the year	(-)	(-)
Balance at end of the year	-	-

Other important disclosure notes

19 Stock/ Inventory

Description	2021-2022	2020-2021
	KShs	KShs
b) Stock/inventory		
Stock/ inventory at beginning of the year	-	-
Stock/ inventory purchased during the year	-	-
Stock/ inventory issued during the year	(-)	(-)
Balance at end of the year	-	-

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)

DUNGICHA SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount a Kshs	Date Contracted b Kshs	Amount Paid To-Date c Kshs	Outstanding Balance 2022 d Kshs	Outstanding Balance 2022-1 e Kshs	Comments
Construction of buildings						
Supply of goods						
1. WASHO ENTERPRISES		29/5/2022	-	54000	127080	Will pay when funds are available
2. LUXURY STAR SOLUTION		17/6/2022	-		191200	"
3. FOCHEM ENTERPRISES		14/5/2022	-	204500	204500	"
4. JAMROCK ENTERPRISES		19/5/2022	-		50200	"
5. BLUE GRAVITY ENTERPRISES		26/3/2022	-	152100	182100	"
6. ZAMUNDA ENTERPRISES		24/4/2022	-	245100	245100	"
7. SODHEJO ENTERPRISES		17/5/2022	-	22080	170080	"
8. MIKIRIANI GENERAL		9/3/2022		100000	237500	
9. ROMZE ENTERPRISES		4/5/2022		947800	340085	
10. LABSTOCK SUPPLIES		15/2/2022		350000	29000	
11. ASHOMI ENTERPRISES		16/3/2022		167000	85500	
12. TOPTEXT STATIONERS		18/5/2022		81500	81500	
13. KILIFI NEW FACE		14/5/2022		23400		
14. MALOMAN ENTERPRISES		19/5/2022		70000		
15. LAUBA AGENCIES		26/3/2022		366025		
16. ELTECH GENERAL		24/4/2022		483085		
17. AMWERO INVESTMENTS		17/5/2022		289500		
18. DIVINE VISTA SUPPLIES		9/3/2022		250500		
19. T&M SCREENS		4/5/2022		135000		
20. COMPLIANT BUSSINESS		15/2/2022		88800		
Supply of services				4340990	1943845	
Sub-Total						

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Outstanding Balance 2021	Comments
21. JOWANET PHOTOCOPS		20/3/2022		146500	26500	"
Sub-Total					26500	
Grand Total				4487490	1970345	

DUNGICHA SECONDARY SCHOOL
Reports and Financial Statements
For the year ended 30th June 2022

ANNEX 2 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Date purchased	Location	Historical Cost b/f 1 st July 2021 (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f 30 th June 2022 (Kshs)
Land 1	2011	DUNGICHA	N/A	-	-	-
Land 2	-	-	-	-	-	-
Buildings and structures-Tuition block 1	2011	DUNGICHA	3,500,000	2000000	-	5,500,000
-Laboratory	2011	DUNGICHA	2,500,000	-	-	2,500,000
-Tuition block 2	2011	DUNGICHA	5,000,000	-	-	5000,000
Block	2011	DUNGICHA	2,000,000	-	-	2,000,000
Motor vehicles	-	-	-	-	-	-
Office equipment, furniture and fittings	-	-	-	-	-	-
ICT Equipment, and Other ICT Assets	-	-	-	-	-	-
-Photocopier	2018	DUNGICHA	250,000	-	-	250,000
-Desktops computers	2018	DUNGICHA	60,000	-	-	60,000
Tools and apparatus	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-
Other Machinery and Equipment	-	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-	-

DUNGICHA SECONDARY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2022

Asset class	Date purchased	Location	Historical Cost 1 st July 2021 (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost 30 th June 2022 o/f (Kshs)
Intangible assets- soft ware	-	-	-	-	-	-
Total			13,310,000	2000000		15,310000