

REPUBLIC OF KENYA



Enhancing Accountability

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LIBRARY

REPORT

DATE: 04 MAR 2025

DAY.

Tuesday

TABLED
BY:

Deputy chg whip
Hon. Naomi Jillo

OF
CLERK-AT
THE-TABLE:

Benson Inzofu

THE AUDITOR-GENERAL

ON

DR. AGGREY HIGH SCHOOL

**FOR THE SIX (6) MONTHS' PERIOD ENDED
30 JUNE, 2021**

TAITA/TAVETA COUNTY

Revised 30th June 2021.



DR. AGGREY HIGH SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2021

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

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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 Taita Taveta County, Taita Sub-County

The school was registered in 1954 under registration number GP/A/255/2003 and is currently categorized as Extra County (*National, Extra County, county and Sub County*) public school established, owned or operated by the Government.

The school is a boarding school and had 950 number of students as at 30th June 2021. It has 5 streams and 40 teachers of which 11 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	Prof. Paul Guyo Mwashimba	Chairman	9 th August 2019
2	Robert Aran Maima	Secretary - Principal	9 th August 2019
3	Alexon Mwasi	Member	9 th August 2019
4	Phenny Njumwa	Member	9 th August 2019
5	Pamela Mwawasi	Member	9 th August 2019
6	Jackline Mnjala	Member	9 th August 2019
7	Collin Makoko	Member	9 th August 2019
8	Erick Mlati	Member – Rep CEB	9 th August 2019
9	Mr. Election Mwadime	Member Rep Teachers	9 th August 2019
10	Arch. Deacon Justo Mwashumbe	3 Members - Sponsor	9 th August 2019
11	Boniface Mwamburi	Member - Community	9 th August 2019
12	Miriam Muto	Member Special Needs	9 th August 2019
	Simba Hassan	Rep Students	9 th August 2019

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. Prof. Livingstone Ngoo 2. Morekwa Nyakundi 3. Boniface Mwamburi 4. Juliah Lughano 5. Ven. Justo Mwashumbe 6. Raymond Mwalugha	Chairman BOM Member Member Member Member Member	9
2	Finance Committee	1. Collins Makoko 2. Alexon Mwasi 3. Principal 4. Boniface Mwamburi 5. Julia Mwale 6. Justo Mwashumbe 7. Hulda Wajomba	Chairman Member Member Member Member Member	4
4	Academic Committee	1. Alex Mwasi 2. Mohammed Garongo 3. Aunorine Namaka 4. Phenny Njumwa 5. Juliah Lughano	Chairman Member Member Member	5
5	Development Committee	1. Boniface Mwamburi 2. Raymond Mwalugha 3. Rev. Justo Mwashumbe 4. Juliah Lughano 5. Julia Mwale	Chairman Member Member Member Member	14
6	Discipline and welfare Committee	1. Morekwa Nyakundi 2. Raymond Mwalugha 3. Mohammed Garongo 4. Boniface Mwamburi 5. Miriam Muto 6. Justo Mwashumbe	Chairman Member Member Member Member Member	6
7	Adhoc Committee (if any during the year)	Nyakundi Morekwa Julius Ndighila Hulda Wajomba, Pauline Lela Stephen Anourine Namaka Rosemary Achieng Thomas Mshila, Kathoka, Andala	Chairman Member Vice- Chair Member Member Member Member Member	3

(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	Robert Aran Maima	305979
2	Deputy Principal	Morekwa Nyakundi	387829
3	School Bursar	Hulda Wajomba	20053765

(e) Schools contacts

Post Office Box: 1011 - 80304
 Telephone: 0712603803
 E-mail: doctoraggreytita@gmail.com
 Website: -
 Facebook: -
 Twitter: -

(f) School Bankers

The following school operated 9 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

	A/C NAME	BANK NAME	ACCOUNT NO	BRANCH
1	BOARDING A/C	KCB BANK KENYA	1103786679	WUNDANYI
2	OPERATIONAL A/C	KCB BANK KENYA	1103788108	WUNDANYI
3	TUITION A/C	KCB BANK KENYA	1103788043	WUNDANYI
4	PERSONAL EMOLMENT SAVINGS A/C	KCB BANK KENYA	1102576131	WUNDANYI
5	GRATUITY A/C	KCB BANK KENYA	1150209232	WUNDANYI
6	(P.T.A Saving a/c)	KCB BANK KENYA	1102635774	WUNDANYI
7	INFRASTRUCTURE A/C	KCB BANK KENYA	1269971972	WUNDANYI
8	Dormitory Project a/c	KCB BANK KENYA	1280900318	WUNDANYI
9	PAYBILL KCB	KCB BANK KENYA	BUSINESS No. 522123 A/C No.67970KADM No.+ Name	WUNDANYI

(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

II. 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:

(Under this section, the following information should be given:

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

Graphical presentation, ratios, tables, and pie charts should be used to show/ indicate trends).

b) Teacher Student ratio:

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

c) Mean score in the 2021KCSE:

Give performance of the school for each over the last three years. Include the number of students that have since transitioned to institutions of higher learning. Include the mean score and comment on improvement or otherwise as compared to the school's set score.

d) Number of Candidates in the 2021 KCSE:

(Tabulate the number of candidates sitting for KCSE over the last three years).

e) Capacity of the school:

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

DR. AGGREY SCHOOL
Annual Report and Financial Statements
For the year ended 30th June 2021

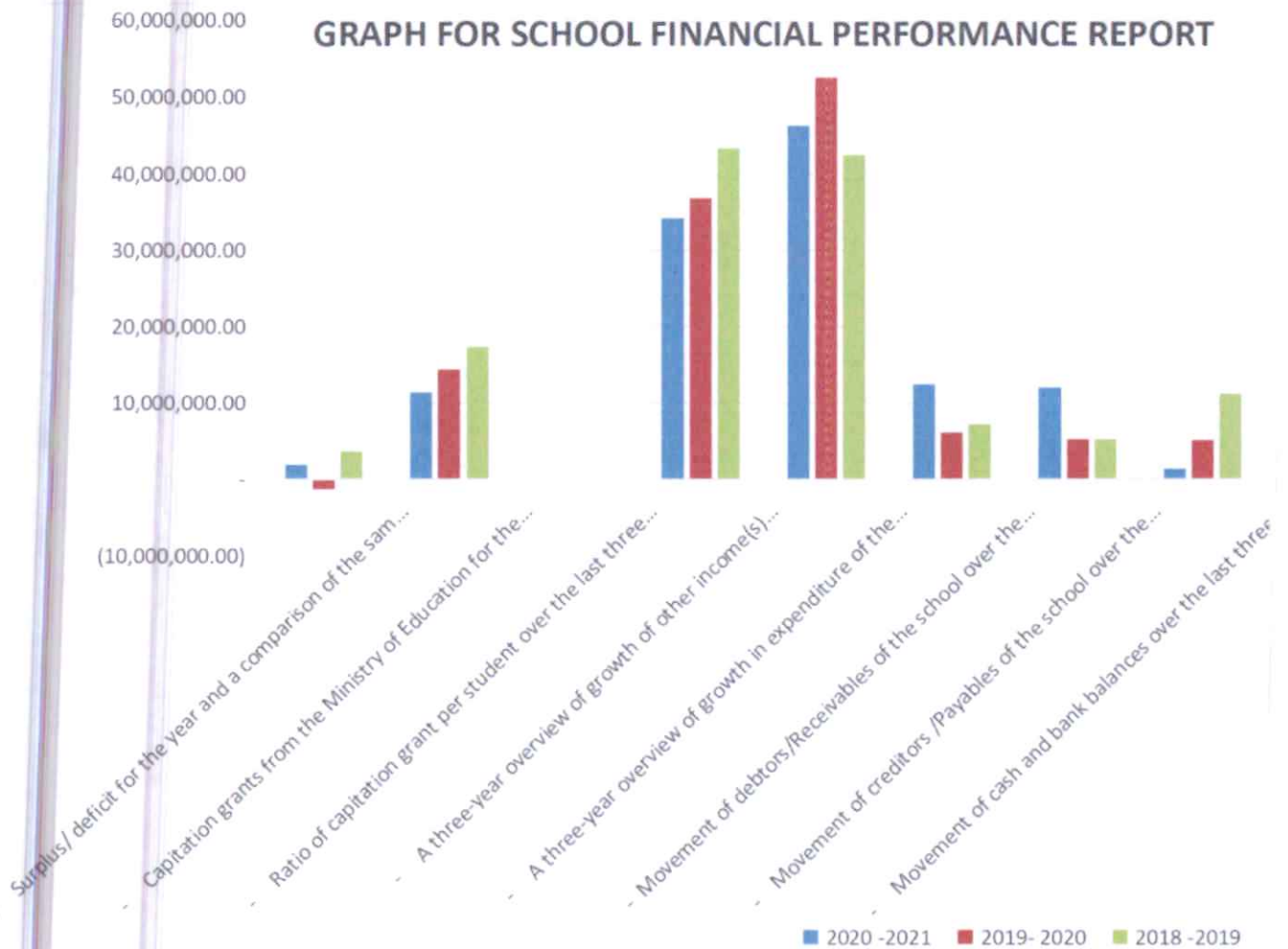
II SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

The following is a table summary report of the performance of the school

a) Financial performance:	2020 -2021	2019- 2020	2018 -2019
- Surplus/ deficit for the year and a comparison of the same for the last three years	1,941,015.00	(1,288,034.0)	3,740,034.0
- Capitation grants from the Ministry of Education for the last three years	11,482,139.00	14,511,984.00	17,433,752.20
- Ratio of capitation grant per student over the last three years	1: 9,497.22	1:19,349.312	1:20,366.53
- A three-year overview of growth of other income(s) earned by the school.	34,245,983.00	36,810,974.00	43,317,590.90
- A three-year overview of growth in expenditure of the school	46,331,745.00	52,610,992.00	42,454,071.85
- Movement of debtors/Receivables of the school over the last three years	12,505,243.00	6,074,638.00	7,146,633.00
- Movement of creditors /Payables of the school over the last three years	12,076,766.52	5,254,215.50	5,254,214.50
- Movement of cash and bank balances over the last three years	1,431,316.06	5,123,466.51	11,211,576.24

Performance

GRAPH FOR SCHOOL FINANCIAL PERFORMANCE REPORT



DR. AGGREY HIGH SCHOOL**Annual Report and Financial Statements**

For the year ended 30th June 2021

ANNUAL 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:

	2020 -2021	2019- 2020
b) Teacher Student ratio:		
The teacher to student ratio	1:55	1:37
Number of teachers recruited and posted to the school within the year	2	4
Number of teachers that were transferred/ retired during the period	1	-
Number of teachers employed by TSC	25	29
Number of teachers employed by BOM.	22	11
Number of teachers the school has for each subject in order to indicate shortage/ allocation of resources		
SUBJECTS		
MATHS	5	5
ENGLISH	4	4
KISWAHILI	1	2
CHEMISTRY	1	3
PHYSICS	3	2
BIOLOGY	2	2
HISTORY	2	2
CRE	1	1
AGRICULTURE	2	1
BUSINESS STUDIES	1	1
GEOGRAPHY	2	2
COMPUTER STUDIES	3	3
c) Mean score KCSE:		
performance of the school for each over the last three years		
Number of students that have since transitioned to institutions of higher learning.	152	113
Mean score	7.45	7.6
comment on improvement or otherwise as compared to the school's set score.		
d) Number of Candidates in the 2021 KCSE:		
Number of candidates sitting for KCSE over the last three years.	203	158
e) Capacity of the school:		
Number of students in the school	1080	950
Dormitories	6	6
Dinning hall,	2	2
laboratories,	4	4
Toilets	55	55
Land with legal ownership (Gazette notice) No.	TTA/112/2018/ 04	TTA/112/2018/0 4
Other amenities. CLASSES, STAFF HOUSES	21/7	21/7

Summary Report of the Performance of the School (Continued)

f) Development projects carried out by the school:

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

<i>Projects</i>	<i>Contract (Sum Ksh)</i>	<i>Source of Fund</i>
<i>1. Dorm 2ND Floor.</i>	<i>7,514,080</i>	<i>- M.O.E GRANT - PARENTS. - INFRASTRUCTURE FUNDS</i>



ROBERT ARAN MAIMA

School Principal

PRINCIPAL
DR. AGGREY HIGH SCHOOL
P. O. Box 1011 - 80304, WUNDANYI
DATE: _____ SIGN: 7.3.23

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 (PSASB) of Kenya from time to time.

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

The Board of Management of Dr. Aggrey high 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, 2021, and of the school's financial position as at that date.

Name: Paul Guyo

Designation: Chairman, School Board of Management

Date:

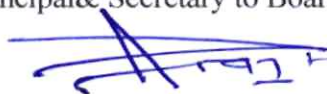


SECRETARY B.O.M.
DR. AGGREY HIGH SCHOOL
P. O. Box 1011 - 80304, WUNDANYI
Date.....Sign.....

Name: Robert Aran

Designation: School Principal & Secretary to Board of Management

Date:



PRINCIPAL
DR. AGGREY HIGH SCHOOL
P. O. Box 1011 - 80304, WUNDANYI
Date.....Sign.....

Name: Hulda Wajomba

Designation: Bursar/ Finance Officer

Date:



BURSAR
DR. AGGREY HIGH SCH. TATA
P. O. Box 1011-80304, WUNDANYI
Date.....Sign..... 7.3.023

REPUBLIC OF KENYA

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HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON DR. AGGREY HIGH SCHOOL FOR THE SIX (6) MONTHS' PERIOD ENDED 30 JUNE, 2021 - TAITA/TAVETA 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 the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, 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 ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Dr. Aggrey High School - Taita/Taveta County, set out on pages 1 to 18, which comprise of the statement of

financial assets and financial liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and the statement of budgeted versus actual amounts for the period 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 the Dr. Aggrey High School – Taita/Taveta County as at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standard (Cash Basis) and comply with the Public Finance Management Act, 2012 and the Basic Education Act, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of receipts and payments reflects total receipts and total payments of Kshs.75,831,645 and Kshs.73,891,116 respectively. However, review of records provided revealed that the Schools Management uses manual systems and did not prepare ledgers, trial balance or schedules in support of the financial statements balances. Further, the statement of cash flows reflects net decrease in cash and cash equivalents balance of Kshs.603,623 while the statement of financial assets and financial liabilities reflects a decrease of Kshs.3,607,255. Similarly, the statement reflects cash and cash equivalents balance of Kshs.2,161,295 at the beginning of the year against the balance of Kshs.5,164,927 reflected in the statement of financial assets and financial liabilities. The variances were not explained or supported.

Further, variances were noted between amounts in the statement of receipts and payments and notes to the financial statements as analysed below;

Components	Statement of Receipts and Payments (Kshs)	Notes to the Financial Statements (Kshs)	Variance (Kshs)
School Fund Income - Parent Contribution	53,194,301	18,032,416	35,161,885
School Fund Income - Other Receipts	143,225	35,305,110	35,161,885
Boarding and School Fund Payments	52,498,106	51,781,652	716,454

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

2. Variances Between Balances in the Statement of Receipts and Payments and the Statement of Cash Flows

Comparison between the statement of receipts and payments and the statement of cash flows revealed variances as indicated below;

Item	Statement of Receipts and Payments (Kshs.)	Statement of Cash Flows (Kshs.)	Variance (Kshs.)
Capitation Grant for Tuition	2,708,338	1,124,090	1,584,248
Capitation Grants for Operations	19,785,781	10,358,049	9,42,773
School Fund Income-Parents Contribution	53,194,301	12,527,447	40,666,854
School Fund Income-Other Receipts	143,225	21,718,536	21,575,311
Payments for Tuition	2,662,480	1,014,486	1,647,994
Payments for Operations	18,730,530	10,298,215	8,432,314
Boarding and School Fund Payments	52,498,106	35,019,044	17,479,062

The variances were not explained or supported.

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

3. Unsupported Cash and Cash Equivalents Balance

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.1,557,672 as disclosed in Note 8 and Note 9 to the financial statements. The balance includes amounts totaling Kshs.783,639 as analyzed below, which were not supported by cashbooks, bank certificates and bank reconciliation statements.

Account	Account (Kshs)
Tuition Account	51,120
School Fund Account	75,236
School Fund Account/Boarding	74,899
Account	Account (Kshs)
Parents Association Development Account	0
Savings Account	582,384
Total	783,639

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.1,557,672 could not be confirmed.

4. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations of Kshs.2,708,338 and Kshs.19,785,781 as disclosed in Note 1 and Note 2 to the financial statements. Review of the National Education Management and Information System (NEMIS) capitation disbursements made to the School against the amount received by the School revealed amounts of Kshs.1,124,738 and Kshs.9,099,304, resulting to unexplained variances of Kshs.1,583,600 and Kshs.10,686,477 respectively.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations of Kshs.2,708,338 and Kshs.19,785,781 respectively, could not be confirmed.

5. Long Outstanding Student Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.25,125,577 which includes fees arrears totalling Kshs.24,877,547 as disclosed in Note 11 to the financial statements. However, included in the fees arrears balance are receivables amounting to Kshs.12,372,304 which had been outstanding for more than two (2) years. Further, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the accuracy and full recoverability of the outstanding receivables balance of Kshs.25,125,577 could not be confirmed.

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

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. Late Submission of Financial Statements for Audit

During the year under review, the School Management did not submit the financial statements to the Auditor-General by the statutory date of 30 September, 2021. This was contrary to the Ministry of Education circular Ref.MOE/DSAS/FIN/17/1/17 dated 19 August, 2021 which stated that the School's financial statements should be ready by 30 September, 2021 in compliance with Section 81 of the Public Finance Management Act, 2012 on preparation of the financial statements.

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

2. Failure to Transfer Infrastructure Funds from the Operations Bank Account

The statement of receipts and payments reflects operations grants amount of Kshs.19,785,781 as disclosed in Note 2 to the financial statements from the Ministry of Education credited in the operations bank account. Included in the amount is Kshs.3,501,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, the School did not transfer any fund to the infrastructure account during the year.

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

3. Irregular Increase of School Fee

The statement of receipts and payments reflects school fund income - parents' contributions amount of Kshs.53,194,301 as disclosed in Note 3 to the financial statements. Examination of the records revealed that the School charged an amount of Kshs.23,235 per student to support the programme which had not been approved by the Ministry of Education through the County Education Board. This was contrary to Government Circular No. MOE.HQS/3/13/3 dated 16 June, 2021 on guidelines on implementation of Free Day and Secondary Education programme which stipulates that parents will only pay for school uniforms, boarding related costs as reflected in the boarding fees structure and lunch for the day scholars.

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

4. Failure to Prepare School Improvement Plan

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

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

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

5. Lack of Procurement Plan

The statement of receipts and payments reflects amounts of Kshs.75,831,645 and Kshs.73,891,116 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepares a procurement plan for each financial year as part of the annual budget preparation process'.

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

6. Irregular Cash Withdrawals

Examination of bank statements for both operation and school fund accounts for the year ended 30 June, 2021, revealed that, contrary to the requirements of the Ministry of Education Circular Ref. No: MOE/G1/9/1/44 dated 9 January, 2008 and MOE.HQS/3/13/3 dated 16 June, 2021 on virement, the School made cash withdrawal from operations account and School fund account amounting to Kshs.2,866,500 and Kshs.5,153,950.

In the circumstances, Management was not in compliance with the Ministry Circular.

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 THE 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

Lack of Fixed Asset Register and Ownership Documents

Verification of land occupied by the School revealed that details on the actual acreage of land and the land title were not provided for audit. Further, the value of the land was not disclosed. In addition, the audit revealed that the School did not maintain an asset register for its assets within the Institution and the assets were not tagged.

In the circumstances, the ownership and safe custody of the fixed assets could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 an 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.

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 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 control 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 control 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 noncompliance. 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 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 control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of 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 continue 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 continue 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 control that are identified during the audit.

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

19 September, 2024

V. Statement Of Receipts And Payments Period To 30th June 2022

Description Of Vote Head	Note	2020-2021	2019-2020
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	2,708,337.75	1,584,248
Capitation grants for operations	2	19,785,781.40	12,927,736
School fund income- parents' contributions	3	53,194,300.73	36,686,159
School fund income- other receipts	4	143,225.00	124,815
Proceeds from borrowings		-	-
Total Receipts		75,831,644.88	51,322,958
Payments			
Payments for tuition	5	2,662,480.00	1,647,994
Payments for operations	6	18,730,529.75	15,104,105
Boarding and school fund payments	7	52,498,105.80	35,858,893
Total Payments		73,891,115.55	52,610,992
Surplus/Deficit		1,940,529.33	(1,288,034)

ppc

The school financial statements were approved on _____ 2021 and signed by:

Name: Prof. Paul Guyo

Name: Robert Aran Maima

Name: Hulda Wajomba

Chair BOM

School Principal/ Secretary to BOM

Bursar/ Finance Officer

Date:

Date:

Date:







SECRETARY B.O.M.
DR. AGGREY HIGH SCHOOL
P. O. Box 1011 - 80304, WUNDANYI
 Date.....Sign.....

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2021

Description	Note	2020-2021	2019 -2020
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	1,431,316.06	5,123,466.51
Cash balances	9	126,356.00	41,460.00
Short term investment	10	2,424,624.00	-
Total cash and cash equivalent		<u>3,982,314.06</u>	<u>5,164,926.51</u>
Account's receivables	11	25,125,577.00	18,660,650.00
Total financial assets		<u>29,107,891.06</u>	<u>23,825,576.51</u>
Financial liabilities			
Accounts payables	12	12,947,973.02	7,678,676.50
Net financial assets		<u>16,159,918.04</u>	<u>16,146,900.01</u>
Represented by			
Accumulated fund b/fwd	13	14,219,388.71	14,760,707.60
Surplus/deficit for the year		1,940,529.33	(1,288,034.49)
Net financial position		<u>16,159,918.04</u>	<u>30,907,607.41</u>

The school's financial statements were approved on _____ 2021 and signed by:

Name: Paul Guyo

Name: Robert Aran Maima
School Principal/ Secretary to
BOM

Name: Hulda Wajomba

Chair BOM

Bursar/ Finance Officer

Date:

Date:

Date:





SECRETARY B.O.M.
DR. AGGREY HIGH SCHOOL
P.O. Box 1011 - 80304, WUNDANYI
 Date.....Sign.....

PRINCIPAL
DR. AGGREY HIGH SCHOOL
P.O. Box 1011 - 80304, WUNDANYI

BURSAR
DR. AGGREY HIGH SCH - TATA
P.O. Box 1011-80304, WUNDANYI
 Date.....Sign..... **7.3.23**

VII. Statement of Cash Flows for The Period Ended 30th June 2021

Description	Notes	2020-2021	2019-2020
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	1,124,090.00	1,584,248.00
Capitation grants for operations	2	10,358,049.00	12,927,736.00
School fund income- parents contributions/ fees	3	12,527,447.00	36,686,159.00
School fund income- other receipts	4	21,718,536.00	124,815.00
Total receipts		45,728,122.00	51,322,958.00
Payments			
Payments for tuition	5	1,014,486.00	1,647,994.00
Payments for operations	6	10,298,215.00	15,104,105.25
Boarding and school fund payments	7	35,019,044.00	35,858,892.75
Total payments		46,331,745.00	52,610,992.00
Net cash flow from operating activities	a	(603,623.00)	(1,288,034.00)
Cashflow from investing activities			
Proceeds from sale of assets			
Acquisition of assets			
Proceeds from investments			
Purchase of investments			
Net cash flows from investing activities			
Cashflow from borrowing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities	c		
Net increase in cash and cash equivalents	A+b+c	(603,623.00)	(1,288,034.00)
Cash and cash equivalent at beginning of the year	10	2,161,295.00	4,079,330.00
Cash and cash equivalent at end of the year		1,557,672.00	2,791,296.00

(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 cashflow as recommended by PSASB).

DR. AGGREY HIGH SCHOOL
Reports and Financial Statements For the year ended 30th June 2021

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2021

Receipts/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
(1) Capitation Grant on Tuition						
Textbooks And Reference Materials						
Exercise Books	1,120,000.00		1,120,000.00	521,960.00	598,040	46.6%
Laboratory Equipment	712,550.00		712,550.00	898,800.00	(186,250)	126.14%
Internal Exams	480,000.00		480,000.00	322,248.00	157,752.00	67.1%
Teaching / Learning Materials	165,550.00		165,550.00	965,329.00	(800,779)	583.1%
Chalks						0.00%
Exams And Assessment						0.00%
Teachers Guides						0.00%
TOTAL	2,478,100.00		2,478,100.00	2,708,337.00	(231,237)	822.94%
(2) Capitation Grant on Operations						
Personnel Emoluments	5,179,900.00		5,179,900.00	5,273,272.00	(93,372.00)	101.80%
Repairs And Maintenance	4,500,000.00		4,500,000.00	6,690,250.00	(2,190,250.00)	148.67%
Local Transport / Travelling	1,649,700.00		1,649,700.00	1,006,070.00	643,630.00	60.98%
Electricity And Water	432,000.00		432,000.00	1,755,950.00	(1,323,950.00)	406.47%
Medical	585,000.00		585,000.00	171,200.00	756,200.00	29.26%
Administration Costs	1,198,800.00		1,198,800.00	1,546,639.40	(347,839.40)	129.02%
Activity	799,200.00		799,200.00	342,400.00	456,800.00	42.84%
TOTAL	14,344,600.00		14,344,600.00	16,785,781.40	(2,098,781.40)	919.04%

DR. AGGREY HIGH SCHOOL
Reports and Financial Statements For the year ended 30th June 2021

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
<i>(3) Fees Charged on Parents</i>						
Personnel Emoluments	2,790,000.00		2,790,000.00	4,356,109.00	(1,566,109.00)	156.13%
Repairs And Maintenance	1,800,000.00		1,800,000.00	3,405,726.94	(1,605,526.94)	189.21%
Local Transport / Travelling	2,250,000.00		2,250,000.00	868,697.00	1,381,303.00	38.61%
Electricity And Water	4,410,000.00		4,410,000.00	4,397,699.00	12,301.00	99.72%
Activity	2,250,000.00		2,250,000.00	824,220.00	1,425,780.00	36.63%
Administration Costs	2,150,000.00		2,150,000.00	2,742,624.00	(592,624.00)	127.56%
Fee On Boarding Equipment and Stores	22,846,500.00		22,846,500.00	35,161,884.79	(12,315,384.79)	153.90%
Other Income						
Rent Income	69,600.00		69,600.00	67,900.00	1,700.00	97.14%
Income From Farming Activities	64,800.00		64,800.00	55,665.00	9,135.00	85.90%
Total Income	38,630,900.00		38,630,900.00	51,880,525.73	(13,249,425.64)	984.80%
<i>(1) Expenditure For Tuition</i>						
Textbooks And Reference Materials						
Exercise Books	1,120,000.00		1,120,000.00	664,900.00	455,100.00	59.37%
Laboratory Equipment	712,550.00		712,550.00	900,000.00	(187,450.00)	126.31%
Internal Exams	250,000.00		250,000.00	82,350.00	167,650	32.94%
Teaching / Learning Materials	165,550.00		165,550.00	1,014,000.00	(848,450.00)	612.69%
Chalks						
Exams And Assessment						
Teachers Guides						

DR. AGGREY HIGH SCHOOL
Reports and Financial Statements For the year ended 30th June 2021

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Bank Charges	9,500.00		9,500.00	1,230.00	8,270.00	12.93%
Total	38,630,900.00		38,630,900.00	51,880,525.73	(13,249,425.64)	984.80%
(2) Expenditure For Operations						
Personnel Emoluments	5,179,500.00		5,179,500.00	4,366,707.00	812,793.00	84.31%
Repairs, Maintenance & Improvements	4,500,000.00		4,500,000.00	4,043,202.00	456,798.00	89.85%
Local Transport / Travelling	2,081,700.00		2,081,700.00	899,482.00	1,182,218.00	43.21%
Electricity, Water and Conservancy	432,000.00		432,000.00	775,100.75	(343,100.75)	179.42%
Medical	585,000.00		585,000.00	178,520.00	406,480.00	30.52%
Administration Costs	1,198,800.00		1,198,800	4,663,822.00	(3,465,022.00)	389.04%
Activity Expenses	799,200.00		799,200.00	803,696.00	(4,496.00)	100.56%
TOTAL	14,776,200.00		14,776,200.00	15,730,529.75	(954,329.75)	916.91%
(3) Expenditure For School Fund						
Personnel Emoluments	2,790,000.00		2,790,000.00	8,991,495.00	6,201,495.00	322.28%
Repairs, Maintenance and Improvements	1,800,000.00		1,800,000.00	4,784,968.25	(2,984,968.25)	265.83%
Local Transport / Travelling	2,250,000.00		2,250,000.00	3,878,007.00	(1,628,007.00)	172.36
Electricity, Water and Conservancy	4,410,000.00		4,410,000.00	1,737,440.00	2,672,560.00	39.40%
Administration Costs	2,160,000.00		2,160,000.00	11,510,367.00	(9,350,367.00)	532.9%
Activity	2,250,000.00		2,250,000.00	0	0	0.0%
Boarding Equipment and Stores	22,846,500.00		22,846,500.00	18,299,165.00	4,547,335.00	80.10%
Expenditure For Income Generating Activity						

DR. AGGREY HIGH SCHOOL
Reports and Financial Statements For the year ended 30th June 2021

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Insurance Costs						
Other Expenses On Investments						
Rent Expenses	69,600.00		69,600.00	34,500.00	35,100.00	49.57%
Farm expenses	64,800.00		64,800.00	19,400.00	45,400.00	29.94%
Loan Interest Repayment						
Loan Principal Repayment						
Acquisition Of Assets						
Totals	38,640,900.00		38,640,900.00	49,255,342.25	(461,452.25)	

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

The budget above shows overutilization of funds.

IX. 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 2022.

X. Notes To The Financial Statements**1 Capitation Grant for Tuition**

Description	2020 -2021	2019- 2020
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books	521,960.00	428,000.00
Laboratory Equipment	898,800.00	898,800.00
Internal Exams		
Teaching / Learning Materials	965,329.75	
Chalks		
Exams And Assessment	322,248.00	257,448.00
Teachers Guides		
Total	2,708,337.75	1,584,248.00

2 Capitation Grant for Operations

Description	2020 -2021	2019 - 2020
	Kshs	Kshs
Personnel Emoluments	5,273,272.00	3,536,000.00
Repairs And Maintenance	6,690,250.00	3,748,000.00
Local Transport / Travelling	1,006,070.00	428,000.00
Electricity And Water	1,755,950.00	1,008,800.00
Medical	171,200.00	171,200.00
Administration Costs	1,546,639.40	693,336.00
Activity	342,400.00	342,400.00
Infrastructure Grant, 3 classrooms	3,000,000.00	3,000,000.00
Total	19,785,781.40	12,927,736.00

3 Parents Contribution/Fees - School Fund Account

Description	2020-2021	2019 -2020
	Kshs	Kshs
Personnel emoluments	4,356,109.00	2,907,016.00
Repairs and maintenance	3,405,726.94	1,526,508.00
Local transport / travelling	868,697.00	629,771.00
Electricity and water	4,397,699.00	3,183,814.00
PA Donations	1,437,320.00	-
Administration costs	2,742,644.00	1,201,858.25
Activity	824,220.00	798,524.00
Total	18,032,415.94	10,247,491.25

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2020- 2021	2019-2020
	Kshs	Kshs
Fee On Boarding Equipment and Stores	35,161,884.79	26,438,667.26
Rent Income	67,900.00	65,900.00
Income From Farming Activities	55,665.00	58,915.00
Insurance Compensation		
Income From Posho Mill		
Income From Bus Hire	19,660.00	
Fee For Hire of Ground and Equipment		
Income From Grants and Donations*		
Interest Income		
Dividends Income		
Total	35,305,109.79	26,563,462.26

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

5 Payments For Tuition

Description	2021- 2021	2019-2020
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books	664,900.00	664,900.00
Laboratory Equipment	900,000.00	900,000.00
Internal Exams	82,350.00	82,350.00
Teaching / Learning Materials	1,014,000.00	
Chalks		
Exams And Assessment		
Teachers Guides		
Administration Costs		
Bank Charges	1,230.00	744.00
Total	2,662,480.00	1,647,994.00

Notes To The Financial Statements (Continued)**6 Payments For Operations**

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	4,366,707.00	2,882,974.00
Service Gratuity		
Administration Cost	4,663,822.00	3,338,236.00
Repairs And Maintenance & Improvements	4,043,202.00	4,021,202.00
Local Transport / Travelling	899,482.00	491,277.00
Electricity And Water	775,100.75	458,690.25
Medical	178,520.00	108,030.00
Activity Expenses	803,696.00	803,696.00
Infrastructure Grant	3,000,000.00	3,000,000.00
Insurance Cost		
Bank Charges		
Acquisition Of Assets		
Total	18,730,529.75	15,104,105.25

Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2020-2021	2019-2020
	Kshs	Kshs
Personnel Emoluments	8,991,495.00	6,831,394.00
Service Gratuity		
Repairs And Maintenance & Improvements	4,784,968.25	3,040,783.25
Local Transport / Travelling	3,878,007.00	3,397,975.00
Electricity And Water	1,737,440.00	969,940.00
Medical Expenses		
Administration Costs	11,510,367.00	7,030,252.00
Lunch Programme		
Bank Charges		
Expenses On Income Generating Activities		
Fee On Boarding Equipment and Stores	18,299,165.55	11,326,375.50
Rent Expenses	34,500.00	
School farm	19,400.00	19,400.00
Loan Principal Repayment		
Loan Interest Repayment		
Acquisition Of Assets	2,526,309.00	2,526,309.00
Total	52,498,105.80	35,858,892.75

(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).

18 Progress On Follow Up Of Auditor Recommendations

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

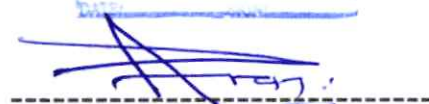
Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	<p>Non compliance with international accounting standards (IPSAS), effectiveness of governance structure of the school, extra levies.</p> <p>- Lack of improvement plan.</p>	<p>Documents amended to comply with international standards.</p> <ul style="list-style-type: none"> - There was functional Board appointed and sub committees as required. - 11 BOM Teachers paid by parents. - Address shortage of Infrastructure to fulfill government agenda of 100% transition . - Management is in the process of coming up with the plan as per the requirement . 	Resolved	
2	<p>Effectiveness of internal control system.</p>	<ul style="list-style-type: none"> - Overstatement of capital grant - the grants presented included year 2019/2020. Acknowledgement of capitation grant -all receipts uploaded in the government portal (Nemis). - Virement of funds was due to less capitation, delay in disbursements also cash affected by Covid-19. - Unsupported transaction- Requisitions, L.P.O, Adhoc committee in place, provided, invoices and deliveries attached rubber stamped with the procurement department. - Gazette notice No.TTA/112/2018/04 for land ownership process. 	Resolved	

DR. AGGREY HIGH SCHOOL

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
3	Sundry Debtors 1	- The management enhances debtors recovery through internal sub committee including :-Deputy principal class teachers and finance office. - Payment in Kind accepted from parents.	Resolved	
4	Creditors	- The management ensures prompt clearance of pending bills. - The management maintains manageable creditors.	Resolved	

PRINCIPAL
DR. AGGREY HIGH SCHOOL
P. O. Box 1011 - 80394, WUNDanyi



Sign and Date
Principal

Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Outstanding Balance 2020-1	Comments
	a	b	c	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1. Mombasa Road Gen Contractors (Dorm 2 nd Floor)	7,514,080	2020-2021	7,514,080	0	0	Completed - In use.
2. Garjesh Gen. Contractors - Ground Floor.	19,526,711.30	2016- 2018	19,526,711.30	4,081,392	4,081,392	Completed - In use current balance 381,392.
3.						
Sub-Total						
Supply Of Goods						
1. Chenga Auto spares	59,150		August	6/4/21	59,150	
2. St. Lukes Afya Clinic	91,640		August		91,640	
3. James Mwamburi	79,100		August	30/6/21	79,100	
4. Francis Mwang'ombe	257,400		August	30/4/21	257,400	
5. Zachael Murila	858,000		August	10/6/21	858,000	
6. Romze Enterprizes	168,000		August		168,000	
7. Duncan A. Garage	29,500		August		29,500	
8. Mbengonyi Enterprises	691,550		August	17/6/21	691,550	
9. Milimani H/Ware LTD	320,500		September	4/6/21	320,500	
10. Mombasa Road Gen. suppliers	65,950		August		65,950	

DR. AGGREY HIGH SCHOOL
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Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Outstanding Balance 2020-1	Comments
11. Millimani H/Ware Ltd	44,500		August	11/3/21	44,500	
12. Litez Computer & Statement	189,000		August		189,000	
13. Taia taveta Mwalimu Bookshop	152,864.52		August	22/6/21	152,864.52	
14. Riziki General Store	160,000		August		160,000	
15. Teachers	45,200		September		45,200	
16. Wakio Technology	31,000		August		31,000	
17. Vitality Enterprise	1,003,920		August		1,003,920	
18. Veny General Supplier	269,500		August	19/5/21	269,500	
19. Jaymart H/Ware	1,224,780		August	18/5/21	1,224,780	
20. Joyce Mwang'ombe	29,160		August		29,160	
21. Stancent Enterprise	62,950		August		62,950	
22. Fame Merchants	411,500		August	25/5/21	411,500	
23. Kirombo	30,500		August		30,500	
24. Calmax Ventures	2,000		September	30/6/24	2,000	
25. Brighton Mwasi	30,000		August	27/6/21	30,000	
26. Warren Keke	49,000		August		49,000	
27. Rentokil Initial	2,556		August		2,556	
28. Kathoka	8,000		August		8,000	
29. Kichunju Chrispin	94,000		August		94,000	

DR. AGGREY HIGH SCHOOL**Reports and Financial Statements For the year ended 30th June 2021**

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Outstanding Balance 2020-1	Comments
30. Star Farm	35,260		August	30/6/21	35,260	
31. Vale Mkacharo	95,700		August	11/5/21	95,700	
32. Class world	90,000		August		90,000	
33. Chana Braw Enterprise	1,007,525		August	21/5/24	1,007,525	
34. Zipak Gen Contractors	129,879		July		129,879	
35. Software for School	17,000		August		17,000	
36. Kidai Mwandoto	158,790		August		158,790	
Sub-Total	35,036,166				12,076,766.52	

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30th June 2022
Land 1	1950s	Dr. Aggrey	N/A			
Land 2	0	0	0			
Buildings And Structures	1950s to Date	Dr. Aggrey	59,013,494			
Motor Vehicles	1950 KJV 320 KAN - 822U	Dr. Aggrey	2,000,000			
Office Equipment, Furniture And Fittings	2015- 2021	Dr. Aggrey	956,000			
ICT Equipment, And Other ICT Assets	2015-2021	Dr. Aggrey	1,400,000			
Tools And Apparatus	2019-2021	Dr. Aggrey	3,630,350			
Textbooks						
Other Machinery And Equipment	Diesel Generator - 2006 Beds & Desks	Dr. Aggrey	250,000			
Heritage And Cultural Assets	Trophies awards 60pcs	Dr. Aggrey	Awards			
Intangible Assets- Soft Ware	Zeraki & Shaccs	Dr. Aggrey	250,000			

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