


REPUBLIC OF KENYA



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REPORT	DATE: 04 MAR 2025
	DAY: Tuesday
OF BY:	Deputy chief whip Hon. Naomi Jillo
CLERK-AT THE-TABLE:	Benon Inzofu

THE AUDITOR-GENERAL

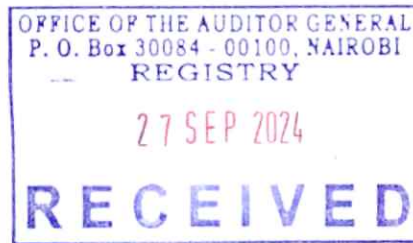
ON

DR. AGGREY HIGH SCHOOL

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

TAITA/TAVETA COUNTY

Revised 30th June 2022.



DR. AGGREY HIGH 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)

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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 day/boarding school and had 1336 number of students as at 30th June 2022. It has 5 streams and 48 teachers of which 19 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	9th August 2019
2	Robert Aran Maima	Secretary - Principal	9th August 2019
3	Alexon Mwasi	Member	9th August 2019
4	Phenny Njumwa	Member	9th August 2019
5	Pamela Mwawasi	Member	9th August 2019
6	Jackline Majala	Member	9th August 2019
7	Collins Makoko	Member	9th August 2019
8	Erick Mlati	Member – Rep CEB	9th August 2019
9	Mr. Election Mwadime	Member Rep Teachers	9th August 2019
10	Arch. Deacon Justo Mwashumbe	3 Members - Sponsor	9th August 2019
11	Boniface Mwamburi	Member - Community	9th August 2019
12	Miriam Muto	Member Special Needs	9th August 2019
	Simba Hassan	Rep Students	9th 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	Prof. Paul Guyo Julia Mwale Boniface Mwamburi Rev. Justo Mwashumbe Erick Mlati	Chairman BOM Member Member Member Member Member	6
2	Audit Committee	Erick Mlati Amos Mwasi Pamela Mwawasi Arch. Deacon Justo Mwashumbe Robert Aran	Chairman Member Member Member Member Member	2
3	Finance, procurement and general purposes Committee	Collins Makoko Jackline Mnjala Julia Mwale Robert Aran – Principal Raymond Mwalugha Alex Mwasi	Chairman Member Member Member Member Member	3
4	Academic Committee	Humfrey Maina Robert Aran Maina Election Mwadime Alex Mwasi Juliah Lughano Raymond Mwalugha	Chairman Principal Member Member Member Member	4
5	Development Committee	Boniface Mwamburi Raymond Mwalugha Rev. Justo Mwashumbe Juliah Lughano Robert Aran	Chairman Member Member Member Member	9
6	Discipline and welfare Committee	Arch Deacon Justo Mwashumbe Raymond Mwalugha Julia Mwale Rev. Humfrey Irungu Robert Aran Pamela Mwawasi	Chairman Member Member Member Member Member Member	3
7	Adhoc Committee (if any during the year)	Nyakundi Morekwa Julius Ndighila Hulda Wajomna Lela Stephen Anourine Namaka Rosemary Achieng Lilian Osiero Ramalia Mnjala Grace Mabuti	Chairman Secretary Vice – Chair Member 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: doctoraggreytaita@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 2022KCSE:**

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

e) **Capacity of the school:**

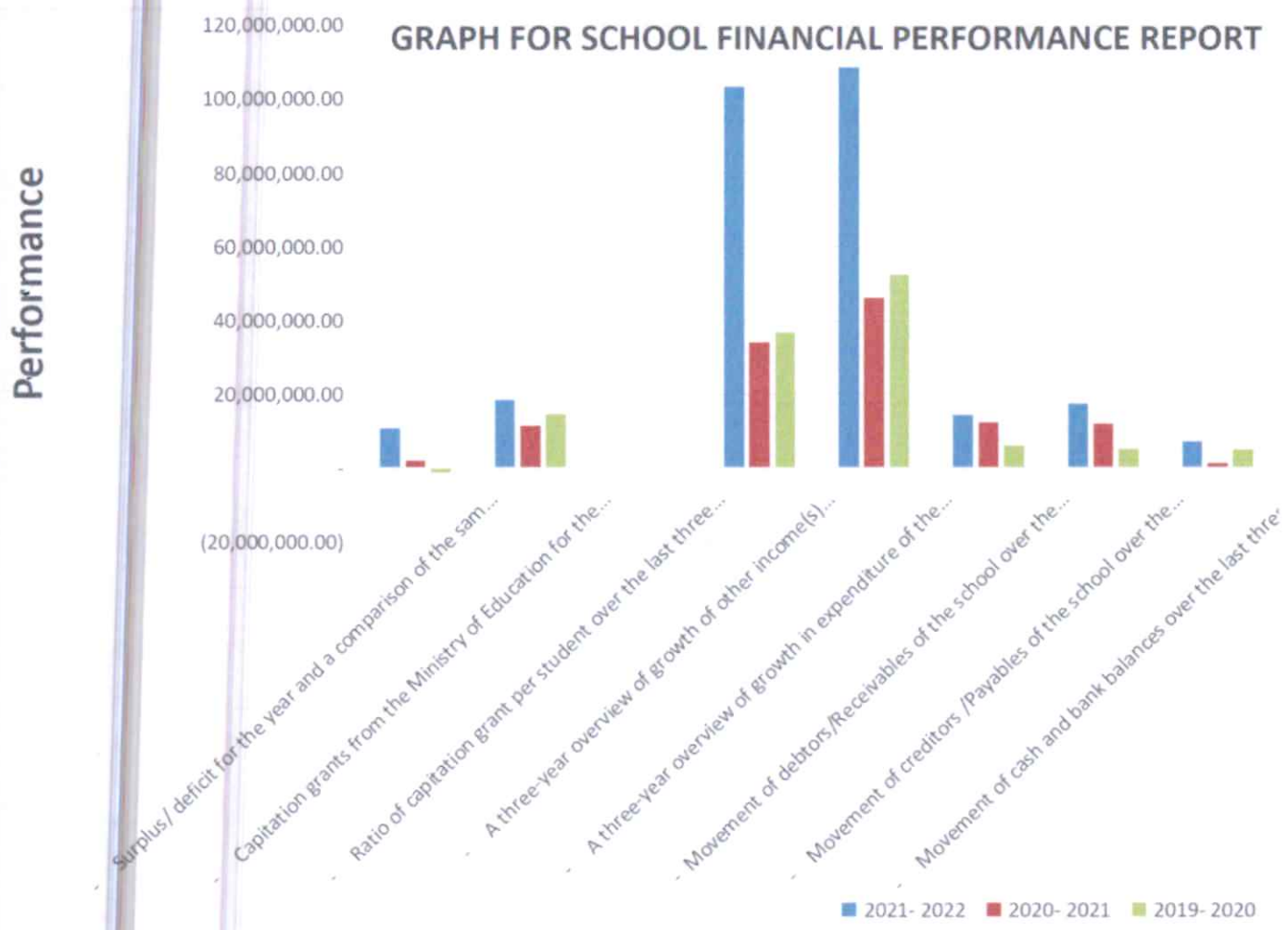
(Indicate the number of students in the school vis a vie the facilities like the dormitories, the dining hall, the laboratories, toilets and other amenities. This information will provide useful details for the Ministry of Education).

DR. AGGREY SCHOOL
Annual Report and Financial Statements
For year ended 30th June 2022

II SUMMARY REPORT OF PERFORMANCE OF THE SCHOOL

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

a) Financial performance:	2021- 2022	2020- 2021	2019- 2020
- Surplus/ deficit for the year and a comparison of the same for the last three years	11,013,001.94	1,941,015.00	(1,288,034.0)
- Capitation grants from the Ministry of Education for the last three years	18,410,710.40	11,482,139.00	14,511,984.00
- Ratio of capitation grant per student over the last three years	1: 12,364.47	1: 9,497.22	1:19,349.312
- A three-year overview of growth of other income(s) earned by the school.	103,532,012.00	34,245,983.00	36,810,974.00
- A three-year overview of growth in expenditure of the school	108,552,113.30	46,331,745.00	52,610,992.00
- Movement of debtors/Receivables of the school over the last three years	14,278,170.00	12,505,243.00	6,074,638.00
- Movement of creditors /Payables of the school over the last three years	17,380,105.00	12,076,766.52	5,254,215.50
- Movement of cash and bank balances over the last three years	7,109,572.50	1,431,316.06	5,123,466.51



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

For the year ended 30th June 2022

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:

	2021- 2022	2020- 2021	2019- 2020
b) Teacher Student ratio:			
The teacher to student ratio	1:50	1:55	
Number of teachers recruited and posted to the school within the year	1	2	
Number of teachers that were transferred/ retired during the period	1	1	
Number of teachers employed by TSC	29	25	
Number of teachers employed by BOM.	25	22	
Number of teachers the school has for each subject in order to indicate shortage/ allocation of resources			
	SUBJECTS	NO.of Teachers	
	MATHS	5	5
	ENGLISH	4	4
	KISWAHILI	1	1
	CHEMISTRY	1	1
	PHYSICS	3	3
	BIOLOGY	2	2
	HISTORY	2	2
	CRE	1	1
	AGRICULTURE	2	2
	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.	236	152	
Mean score	8.6471	7.45	
comment on improvement or otherwise as compared to the school's set score.	Mean Deviation of 0.20		
d) Number of Candidates in the 2021 KCSE:			
Number of candidates sitting for KCSE over the last three years.	240	203	
e) Capacity of the school:			
Number of students in the school	1080	791	
Dormitories	7	6	
Dinning hall,	2	2	
laboratories,	4	4	
Toilets	55	55	
Land with legal ownership (Gazette notice) No.	TTA/112/2018/04		
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).

PROJECT	CONTRACT SUM (KSH)	SOURCES OF FUND
Proposed 9 storey classrooms	16,215,440	2 CBC sponsored by Government. 7 classrooms sponsored by infrastructure funds and the parents.
TOTAL	16,215,440	


ROBERT ARAN MAIMA

School Principal

PRINCIPAL
DR. AGGREY HIGH SCHOOL
P.O. Box 1011 - 80304, WUNDANYI
DATE: 13/10/23

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 -Taita*) 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).


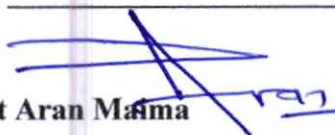
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 2022, and of the school's financial position as at that date.

Paul Guyo Mwashimba

Name:

Designation: Chairman, School Board of Management

Date: _____

Robert Aran Mama

Name:

Designation: School Principal & Secretary to Board of Management

Date: _____

SECRETARY B.O.M.
DR. AGGREY HIGH SCHOOL
P.O. Box 1011 - 80304, WUNDANYI
Date: 12/10/23 Sign: _____

PRINCIPAL
DR. AGGREY HIGH SCHOOL
P.O. Box 1011 - 80304, WUNDANYI
Date: 12/10/23

Hulda Wajomba

Name:

Designation: Bursar/ Finance Officer

Date: _____



BURSAR
DR. AGGREY HIGH SCHOOL
P.O. Box 1011-80304, WUNDANYI
Date: 7.3.022 Sign: _____

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON DR. AGGREY HIGH SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - 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, as set from page 1 to 18, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows and statement of budgeted versus actual amounts for the year then ended and a summary of significant accounting policies and other

explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Dr. Aggrey High School -Taita/Taveta County as at 30 June, 2023 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 Opinion

1. Inaccuracies in the Financial Statements

Review of records provided revealed that the School Management did not prepare ledgers, trial balance and schedules in support of the financial statements balances. Further, the statement of cash flows reflects net increase in cash and cash equivalents and cash and cash equivalents at the beginning of the year totalling Kshs.5,689,443 and Kshs.1,517,672 respectively against amounts of Kshs.5,649,443 and Kshs.1,557,672 reflected in the statement of financial assets and financial liabilities. In addition, infrastructure amount of Kshs.4,300,000 was not disclosed in the financial statements.

Further, the statement of receipts and payments reflects school fund income-parents contribution and school fund income-other receipts amounts of Kshs.103,526,012 and Kshs.6,000 while the corresponding Note 3 and Note 4 to the financial statements reflects amounts of Kshs.69,363,120 and Kshs.34,168,892 respectively resulting to a variance of Kshs.34,162,892 in respect of fees on boarding equipment and stores.

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

2. Unsupported Cash and Cash Equivalents Balance

The statement of financial assets and financial liabilities reflects cash and cash equivalents balance of Kshs.7,207,115 as disclosed in Note 8 and Note 9 to the financial statements. Included in this balance are accounts totalling Kshs.7,037,587 as analysed below which were not supported with the respective cashbooks, bank certificates and bank reconciliation statements.

Account	Account (Kshs.)
Tuition Account	10,040
Operations Account	1,530,886
School Fund Account	4,914,277
Savings Account	582,384
Total	7,037,587

In the circumstances, the accuracy, completeness and existence of cash and cash equivalents balance of Kshs.7,207,115 could not be confirmed.

3. Inaccuracies in Capitation Grants

The statement of receipts and payments reflects capitation grants for tuition and operations of Kshs.2,718,817 and Kshs.15,691,894 and 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.2,932,972 and Kshs.12,959,305 resulting to unexplained variances of Kshs.214,155 and Kshs.2,732,589 respectively.

In the circumstances, the accuracy and completeness of capitation grants for tuition and operations of Kshs.2,718,817 and Kshs.15,691,894 respectively, could not be confirmed.

4. Unaccounted for Other Receipts

The statement of receipts and payments and Note 4 to the financial statements reflects school fund account – other receipts amount of Kshs.6,000 as rent income. Physical verification revealed that the School has rental houses, charged at Kshs.1,600 per month, however, the rental schedule to show the rent collected and what constitutes the amount of Kshs.6,000 was not provided. Further, the bank accounts to confirm banking and accountability of the income and cashbook for recording of the income were not provided.

In the circumstances, the accuracy and completeness of other receipts totalling Kshs.6,000 could not be confirmed.

5. Unsupported Payment Vouchers

The statement of receipts and payments reflects boarding and school fund payments of Kshs.92,069,269 as disclosed in Note 7 to the financial statements. However, examination of payment vouchers relating to the expenditure revealed that the vouchers were not supported with requisitions, local purchase orders, delivery notes, inspection reports, goods received notes and certificates of payments.

In the circumstances, the regularity, accuracy and completeness of the boarding and school fund expenditure amounting to Kshs.92,069,269 could not be confirmed.

6. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.44,377,618 which includes fees arrears totalling Kshs.37,292,713 as disclosed in Note 11 to the financial statements. However, included in the fee balance are receivables amounting to Kshs.23,014,543 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.44,377,618 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 judgement, 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 and 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, 2022. 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, 2022 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. Non-Compliance with the Public Sector Accounting Standards Board (PSASB) Reporting Requirements

The financial statements presented for audit did not include all information provided in the format prescribed and published by the Public Sector Accounting Standards Board (PSASB) as follows.

- i. The paging in the financial statements is inconsistent.
- ii. The financial statements do not contain details on acronyms and glossary of terms which is similarly not included in the financial statements.
- iii. The statement of budgeted versus actual amount does not indicate commentary on significant underutilization (90% of utilization) and over utilization above 100%.

In the circumstances, Management was in breach of the PSASB guidelines. Further, lack of relevant information may affect users' reliance on the financial statements for decision making.

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

The statement of receipts and payments reflects operations grants amount of Kshs.15,691,894 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.4,948,000 in respect of infrastructure grants which were to be transferred to infrastructure bank account for maintenance and improvement of the School's facilities. However, only Kshs.4,300,000 was transferred to infrastructure account during the year leading to an unexplained variance of Kshs.648,000.

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

4. Irregular Cash Withdrawals

Examination of bank statements for both operation and school fund accounts for the year ended 30 June, 2022, 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.1,138,700 and Kshs.12,192,320 respectively.

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

5. 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.

6. Lack of Procurement Plan

The statement of receipts and payments reflects amounts of Kshs.121,942,722 and Kshs.110,929,721 in respect of total receipts and payments respectively. However, during the year Management did not prepare an annual procurement plan as part of the annual budget preparation process. This was contrary to Regulation 40 of the Public Procurement and Asset Disposal Regulations, 2020 which states that 'a procuring entity prepare a procurement plan for each financial year as part of the annual budget preparation process'.

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

7. Irregular Increase of School Fee

The statement of receipts and payments reflects school fund income - parents' contributions amount of Kshs.103,526,012 as disclosed in Note 3 to the financial statements. Examination of the records revealed that the School charged an extra amount of Kshs.9,697 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.

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 occupied by the School 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 has not maintained an asset register for its assets within the Institution and the assets are not tagged. The fixed assets have also not been disclosed in the financial statements.

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

23 September, 2024

V. 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	2,718,816.8	2,708,338
Capitation grants for operations	2	15,691,893.60	19,785,781
School fund income- parents' contributions	3	103,526,012.00	53,194,301
School fund income- other receipts	4	6,000.00	143,225
Proceeds from borrowings		121,942,722.4	75,831,645
Total Receipts			
Payments			
Payments for tuition	5	2,840,135.80	2,661,994
Payments for operations	6	16,020,316.61	18,730,530
Boarding and school fund payments	7	92,069,268.50	52,498,106
Total Payments		110,929,720.91	73,890,630
Surplus/Deficit		11,013,001.94	1,941,015

The school financial statements were approved on _____ 2022 and signed by:

Name: PAUL GUYO

Chair BOM

Date: 13/10/22

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

Date.....Sign.....

Name: ROBERT ARAN

School Principal/ Secretary to BOM

Date: 13/10/22

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

Name: Hulda Wajomba

Bursar/ Finance Officer

Date: _____

BURSAR
DR. AGGREY HIGH SCH-TAITA
P.O. Box 1011-80304, WUNDANYI
Date Sign: 7-3-22

VI. Statement Of Financial Assets And Financial Liabilities As At 30th June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	8	7,109,572.50	1,431,316.06
Cash balances	9	97,542.00	126,356.00
Short term investment	10		2,424,642.00
Total cash and cash equivalent		<u>7,207,114.5</u>	<u>3,982,314.06</u>
Account's receivables	11	44,377,618.00	25,125,577.00
Total financial assets		51,584,732.50	29,107,891.06
Financial liabilities			
Accounts payables	12	24,411,812.52	12,947,973.02
Net financial assets		27,172,919.98	16,159,918.04
Represented by			
Accumulated fund b/fwd	13	16,159,918.04	14,219,388.71
Surplus/deficit for the year		11,013,001.94	1,940,529.33
Net financial position		27,172,919.98	16,159,918.04

The school's financial statements were approved on _____ 2022 and signed by:

Name: Paul Guyo

Chair BOM

Date: 13/10/22

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

Date.....Sign.....

Name: Robert Aran
School Principal/ Secretary to
BOM

Date: 13/10/22

Name: Hulda Wajomba

Bursar/ Finance Officer

Date: _____

BURSAF
DR. AGGREY HIGH SCH.
P.O. Box 1011-80304, WUNDANYI
Date.....Sign..... 7/3

VII. Statement of Cash Flows for The Period Ended 30th June 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	2,718,816.80	1,124,090.00
Capitation grants for operations	2	15,691,893.60	10,358,049.00
School fund income- parents contributions/ fees	3	103,526,012.00	12,527,447.00
School fund income- other receipts	4	6,000.00	21,718,536.00
Total receipts		121,942,722.40	45,728,122.00
Payments			
Payments for tuition	5	2,840,135.80	1,014,486.00
Payments for operations	6	16,020,316.61	10,298,215.00
Boarding and school fund payments	7	89,691,660.89	35,019,044.00
Total payments		108,552,113.30	46,331,745.00
Net cash flow from operating activities		13,390,609.10)	(603,623.00)
Cashflow from investing activities			
Proceeds from sale of assets			
Acquisition of assets		(7,701,166.60)	
Proceeds from investments			
Purchase of investments			
Net cash flows from investing activities		(7,701,166.60)	
Cashflow from borrowing activities			
Proceeds from borrowings/ loans			
Repayment of principal borrowings			
Net cash flow from financing activities			
Net increase in cash and cash equivalents		5,689,442.50	(603,623.00)
Cash and cash equivalent at beginning of the year		1,517,672.00	2,161,295.00
Cash and cash equivalent at end of the year		7,207,114.50	1,517,672.00

(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 2022**

VIII. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on	Budget	% of Utilization
	a Kshs	b Kshs	c=a+b	Comparable Basis d	Utilization Difference e=c-d Kshs	f=d/c % Kshs
Receipts						
(1) Capitation Grant on Tuition						
Textbooks And Reference Materials	Ref: page 18					
Exercise Books						
Laboratory Equipment						
Internal Exams						
Teaching / Learning Materials	2,764,000	0	2,764,000.00	2,718,816.80	45,184	98.37%
Chalks						
Exams And Assessment						
Teachers Guides						
TOTAL	2,764,000	0	2,764,000.00	2,718,816.80	45,184	0.00
(2) Capitation Grant on Operations						
Personnel Emoluments	5,755,000.00		5,755,000.00	4,939,173.40	815,827	85.82%
Repairs And Maintenance	5,000,000.00		5,000,000.00	5,780,250.00	(780,250)	115.61%
Local Transport / Travelling	1,833,000.00		1,833,000.00	451,320.00	1,381,680	24.62%
Electricity And Water	480,000.00		480,000.00	1,535,650.00	(1,055,650)	319.93%
Medical	650,000		650,000	198,600.00	451,400	30.55%
Administration Costs	1,332,000.00		1,332,000.00	1,917,033.20	(585,033)	143.92%
Activity	888,000.00		888,000.00	0	888,000	0.00%

(DR. AGGREY HIGH SCHOOL)
Reports and Financial Statements For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget a Kshs	Adjustments b Kshs	Final Budget c=a+b	Actual or Comparable Base d	Budget Utilization Difference e=c-d Kshs	% of Utilization f=d/c % Kshs
Gratuity						
Smasse						
(3) Fees Charged on Parents						
Personnel Emoluments	2,945,000	1,516,743	4,461,743	4,928,701	(466,958)	110.47%
Repairs And Maintenance	1,900,000	696,554	2,596,554	3,430,207	(833,653)	132.11%
Local Transport / Travelling	2,375,000	819,381	3,194,381	2,606,579	587,802	81.60%
Electricity And Water	4,040,000	1,514,933	5,554,933	5,478,924	76,009	98.63%
PA Activity	35,800,000	4,738,682	40,538,682	46,269,015	(5,730,333)	114.13%
Administration Costs	2,280,000		2,280,000	4,069,146	(1,789,146)	178.4%
Activity	362,500	232,607	595,206	111,820	483,386	18.79%
Smasse	0	0	0	0	0	0
Fee On Boarding Equipment and Stores	21,838,000	4,759,270	26,597,270	34,162,892	(7,565,622)	128.45%
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						

(DR. AGGREY HIGH SCHOOL)
Reports and Financial Statements For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget a	Adjustments b	Fiscal Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
	K.shs	K.shs	K.shs		K.shs	K.shs
Total Income	71,614,400	14,278,170	85,892,669	101,131,184	(15,238,515)	117.74%
(1) Expenditure For Tuition						
Textbooks And Reference Materials						
Exercise Books						
Laboratory Equipment						
Internal Exams						
Teaching / Learning Materials	2,764,000	0	2,764,000	2,840,136	(76,136)	102.75%
Chalks						
Exams And Assessment						
Teachers Guides						
Administration Costs						
Bank Charges						
(2) Expenditure For Operations						
Personnel Emoluments	5,755,000	0	5,755,000	3,877,778.61	1,877,221	67.38%
Repairs, Maintenance & Improvements	5,000,000.00	0	5,000,000	3,048,280	1,951,720	60.97%
Local Transport / Travelling	2,313,000	0	2,313,000	1,584,237	728,763	6.80%
Electricity, Water and Conservancy	0	0	0	0	0	0
Medical	650,000	0	650,000	291,648	358,352	44.87%
Administration Costs	1,332,000	0	1,332,000	4,348,506	(3,016,506)	326.46%
Activity Expenses	888,000	0	888,000	0	888,000	0.00%

(DR. AGGREY HIGH SCHOOL)
Reports and Financial Statements For the year ended 30th June 2022

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on	Budget	% of Utilization
	a Kshs	b Kshs	c=a+b Kshs	Comparable Basis d	Utilization Difference e=c-d Kshs	f=d/c % Kshs
Gratuity	0	0	0	0	0	0
Smasse	0	0	0	0	0	0
(3) Expenditure For School Fund						
Personnel Emoluments	2,945,000	2,607,015	5,552,015	12,958,430	(7,406,415)	233.40%
Repairs, Maintenance and Improvements	1,900,123	1,390,408	3,290,408	4,941,675.25	(1,651,267)	332.50%
Local Transport / Travelling	2,375,000	869,005	3,244,005	5,602,474	(2,358,469)	172.70%
Electricity, Water and Conserancy	4,040,000	695,204	4,735,204	3,776,966	958,238	79.76%
P.A Activity	35,800,000	3,649,825	39,449,825	13,579,159	25,870,666	34.42%
Administration Costs	2,280	1,216,607	3,496,607	14,680,838.64	(11,184,232)	419.86%
Activity	362,500	521,403	883,903	0	338,903	0.0%
Gratuity	0	0	0	0	0	0
Lunch Programme	0	0	0	0	0	0
Boarding Equipment and Stores	21,838,000	6,430,638	28,268,338	36,112,118	(7,843,780)	127.75%
Expenditure For Income Generating Activity						
Totals	71,540,500	17,380,105	88,920,305	91,651,661	(14,052,115)	103.07%

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

- i.
- ii.

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	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials		521,960
Exercise Books		898,800
Laboratory Equipment		
Internal Exams		
Teaching / Learning Materials	2,718,816.80	965,329.75
Chalks		
Exams And Assessment		322,248
Teachers Guides		
Total	2,718,816.80	2,708,337.75

2 Capitation Grant for Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	4,939,173.40.	5,273,727.00
Repairs And Maintenance	5,780,250.00	6,690,250.00
Local Transport / Travelling	451,320.00	1,006,070.00
Electricity And Water	1,535,650.00	1,755,950.00
Medical	198,600.00	171,200.00
Administration Costs	1,917,033.20	1,546,639.40
Activity		342,400.00
Infrastructure grant 3 classrooms		3,000,000.00
Infrastructure grant	500,000.00	0.00
Total	15,691,893.60	19,785,781.40

3 Parents Contribution/Fees - School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	4,928,701.00	4,356,109.00
Repairs and maintenance	3,430,207.00	3,405,726.04
Local transport / travelling	2,606,579.00	868,697.00
Electricity and water	5,478,924.00	4,397,699.00
Medical	157,771.00	0
Administration costs	4,069,146.00	2,742,644.00

Description	2021-2022	2020-2021
	Kshs	Kshs
Activity	111,820.00	824,220.00
PA Activities	48,579,972.00	1,437,320
Total	69,363,120.00	18,032,415.04

Notes To The Financial Statements (Continued)**4 Other Receipts – School Fund Account**

Description	2021-2022	2020-2021
	Kshs	Kshs
Fee On Boarding Equipment and Stores	34,162,892.00	35,161,884.79
Rent Income	6,000.00	67,900.00
Income From Farming Activities	-	55,665.00
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	34,168,892	35,305,109.79

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

5 Payments For Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Textbooks And Reference Materials		
Exercise Books	610,100.00	664,900.00
Laboratory Equipment		900,000.00
Internal Exams		82,350.00
Teaching / Learning Materials	2,227,349.00	1,014,000.00
Chalks		
Exams And Assessment		
Teachers Guides		
Administration Costs		
Bank Charges	2,686.00	744.00
Total	2,840,135.80	2,661,994.00

Notes To The Financial Statements (Continued)

6 Payments For Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	3,877,778.61	4,366,707.00
Service Gratuity		
Administration Cost	4,348,506.00	4,663,822.00
Repairs And Maintenance & Improvements	3,048,280.00	4,043,202.00
Local Transport / Travelling	415,437.00	899,482.00
Electricity And Water	1,168,800.00	775,100.75
Medical	291,648.00	178,520.00
Activity Expenses		803,696.00
Smasse		
Insurance Cost		
Bank Charges		
Acquisition Of Assets		
Nssf/ Nhif/ Paye/ Sacco	369,867.00	
Total	16,020,316.61	18,730,529.75



Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel Emoluments	12,958,430.00	8,991,485.00
Service Gratuity		
Repairs And Maintenance & Improvements	10,941,675.25	8,991,485.00
Local Transport / Travelling	5,527,944.00	3,878,007.00
Electricity And Water	3,776,966.00	1,737,440.00
Medical Expenses	74,530.00	
Administration Costs	14,680,838.64	11,510,367.00
Lunch Programme		
Bank Charges		
Expenses On Income Generating Activities		
Fee On Boarding Equipment and Stores	36,529,725.16	18,299,165.55
Rent Expenses		34,500.00
Insurance Cost (Life Property)		
Loan Principal Repayment		
Loan Interest Repayment		
Acquisition Of Assets		2,526,309.00
P.A Activity	7,579,159.00	
School Farm		19,400.00
Activity		716,464.00
Total	92,069,268.05	52,498,105.80

*(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)

8 Bank Accounts

Name Of Bank, Account No. & Currency	Bank Account Number	2021-2022	2020-2021
		Kshs	Kshs
Tuition Account		10,039.85	131,358,85.00
Operations Account		1,530,886.00	66,532.90
School Fund Account/Boarding		4,914,277.00	74,899.41
Savings Account		582,383.65	582,383.65
Parent Association Development Account			
Income Generating Activities Account			
Infrastructural Account		71,986.00	576,141.25
Total		7,109,572.50	1,431,316.06

9 Cash In Hand

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account		
Operation Account	1,480.00	51,120.00
School Fund account	96,062.00	75,236.00
Total	97,542.00	126,356.00

10 Short Term Investments

Description	2021-2022	2020-2021
	Kshs	Kshs
Cooperative Shares		
Treasury Bills		
Fixed Deposit		
Equity Stock		
Other Investments		2,424,462.00
Total		2,424,462.00

Notes To The Financial Statements (Continued)

11 Accounts Receivable

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears	37,292,713.00	24,877,547.00
Other Non-Fees Receivables	2,117,649.00	46,400.00
Operational account	3,080,576.00	
Salary Advances	310,430.00	172,430.00
Imprest	1,576,250.00	29,200.00
Total	44,377,618.00	25,125,577.00

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees Arrears For Current Year	14,278,170.00	12,505,243.00
Fees Arrears For The Previous Year		
Fees Arrears For Prior Periods (Over Two Years)	23,014,543.00	12,372,304.00
Total	37,292,713.00	24,877,547.00

12 Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors (See Ageing Below and Appendix 1)	24,411,812.52	12,076,766.52
Prepaid Fees		871,206.50
Retention Monies		
Total	24,411,812.52	12,947,973.02

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade Creditors for Current Year	17,380,105.00	7,995,374.52
Trade Creditors for The Previous Year	3,951,131.52	4,081,392.00
Parents accounts	3,080,576.00	
Trade Creditors for Prior Periods (Over Two Years)	0	0
Total	24,411,812.52	12,076,766.52

Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	1,431,316.06	1,436,316.06
Cash Balances	126,356.00	126,356.00
Short Term Investments	2,424,642.00	15,430,060.61
Receivables	25,125,577.00	25,125,577.00
Payables	(12,947,973.02)	
TOTAL	16,159,918	42,118,309.67

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.

14 Non-current Liabilities Summary

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Loan(S)		
Outstanding Leases		
Hire Purchase		
Gratuity And Leave Provision		
Total		

15 Biological assets

Description	Numbers	2021-2022	2020-2021
		Kshs	Kshs
Cattle		210,000.00	210,000.00
Goats			10,000.00
Trees		260,000.00	260,000.00
Coffee Or Tea Plantation			
Poultry			
Total		470,000.00	480,000.00

16 Borrowings

Description	2021-2022	2020-2021
	Kshs	Kshs
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

17 Stock/ Inventory


Description	2021-2022	2020-2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	51,925	
Stock/ inventory purchased during the year	24,250,500	
Stock/ inventory issued during the year	23,818,275	
Balance at end of the year	484,150	



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	Effectiveness of governance structure of the school	There was functional BOM appointed and sub committees as required.	Resolved	
2	Effectiveness of internal control in achieving school objective.	The school has software in accounts office which assists in prompt issue of receipts for the revenue collected.	Resolved	
3	Compliance with procurement laws and regulation in managing school resources.	Adhoc committees in place, tendering procedures done. Source documents in place. Example requisitions, L.P.Os, goods receipts note rubber stamp to support payments.	Resolved	
4	Sundry debtors	The management enhances debtors recovery through sub committees which include:- Deputy, class teachers and the finance office. (ii) Payment in kind accepted from parents.	Resolved	
5	Sundry creditors	Management ensures prompt clearance of pending bills. Have manageable creditors.	Resolved	


Sign and Date
Principal

PRINCIPAL
DR. AGGREY HIGH SCHOOL
P.O. BOX 1011 - 8034, WINDYBUSH
DATE: 13/02/22

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 2021 d-a-c Kshs	Outstanding Balance 2022 Kshs	Comments
Construction Of Buildings						
1. Proposed 9 storey classroom - Mlawwa contractors	3,951,131.52	8 th Dec 2021	Nil	4,081,382	3,951,131.52	Completed/ cleared.
Sub-Total						
Supply Of Goods						
2. Teacher @ large	132,000	2 nd June 2022			132,000	
3. Calmax venture	120,000	9 th June 2022			120,000	
4. Datwa stores	179,050	7 th June 2022			179,050	
5. Digital sound	141,000	8 th June 2022			141,000	
6. Valentine Mkacharo	273,050	29 th June 2022			273,050	
7. Astel Enterprises	224,705	29 th June 2022			224,705	
8. Kenneth Zenge	168,720	29 th June 2022			168,720	
9. Link plus technologies	17,000	16 th July 2022			17,000	
10. Rozinas Enterprise	80,910	22 April 2022			80,910	
11. Philipen Enterprises	450,000	8 th June 2022			450,000	
12. Francis Segi	265,190	30 th June 2022			265,190	
13. James Mwanburi	111,520	30 th June 2022			111,520	



Reports 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 2021	Outstanding Balance 2022	Comments
14. Vitality Enterprises	1,210,550	25 th June 2022			1,210,550	
15. James Mwanjaghi	220,350	30 th June 2022			220,350	
16. Danson Kidai	365,430	30 th June 2022			365,430	
17. Fanne Merchants	4,683,290	14 th June 2022			4,683,290	
18. Judith Mkiwa Njumwa	1,181,500	30 th April 2022			1,181,500	
19. Mlimani Hardware	59,060	30 th April 2022			59,060	
20. Zachael Murila	1,483,000	25 th May 2022			1,483,000	
21. Chrispin Kichunju	162,780	30 th May 2022			162,780	
22. Blizard Ventures	394,810	30 th May 2022			394,810	
23. Chamzi Investment	296,000	26 th April 2022			296,000	
24. Pwani Jikos	242,700	25 th April 2022			242,700	
25. Mombasa road	889,500	30 th March 2022			889,500	
26. Venty Gen. supplies	73,900	30 th April 2022			73,900	
27. Jaymat Hardware & Gen Merchant	2,078,310	18 th June 2022			2,078,310	
28. Cassian Mwanyumba	75,000	30 th March 2022			75,000	
29. Mwakio Laura Gen suppliers	90,000	30 th October 2021			90,000	
30. Sabina Wali	88,200	30 th April 2022			88,200	
31. Ishasu Enterprises	394,880	28 th May 2022			394,880	
32. High mark Services	28,000	16 th June 2022			28,000	
33. Shinda Hardware	672,500	20 th June 2022			672,500	



(DR. AGGREY HIGH SCHOOL)

Reports 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 2021	Outstanding Balance 2022	Comments
34. Pink posh collection	157,500	30 th Sept 2022			157,500	
35. Romze Enterprises	369,700	30 th march 2022			369,700	
Sub-Total	17,380,105				17,380,105	
Supply Of Services						
Sub-Total						
Grand Total	21,331,236.52				21,331,236.52	Cleared in the current year

Annex 2 – Summary Of Fixed Assets Register

Asset Class	Date purchased	Location	Historical Cost b/f (Kshs) 1 st July 2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 30 th June 2022
Land 1	1950s	Dr. Aggrey	N/A	N/A	N/A	N/A
Land 2	0	0	0	0	0	0
Buildings And Structures	1950S TO DATE	Dr. Aggrey	59,013,494	12,852,660	0	0
Motor Vehicles	1950 KJV 320 KAN- 822U	Dr. Aggrey	2,000,000	0	0	0
Office Equipment, Furniture And Fittings	2015 - 2022	Dr. Aggrey	956,000	2,495,000	0	0
ICT Equipment, And Other ICT Assets	2015- 2022	Dr. Aggrey	1,400,00	1,393,000	0	0
Tools And Apparatus	2021- 2022	Dr. Aggrey	3,630,350	790,330	0	0
Textbooks						
	Diesel Generator - 2006		250,000			
Other Machinery And Equipment	Beds & Desks	Dr. Aggrey	45,048,500	12,342,000	0	0
Heritage And Cultural Assets	Trophies awards 60pcs	Dr. Aggrey				
Intangible Assets- Soft Ware	Zeraki & Shaccs	Dr. Aggrey	250,000	250,000	0	0
Total						

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



TEXT BOOKS- 2021/2022

	SUBJECT	FORM 1	FORM 2	FORM 3	FORM 4	TOTAL
1	Maths	545	533	567	297	1942
2	English	249	249	249	297	1044
3	Kiswahili	530	249	249	297	1325
4	Physics	307	249	170	90	816
5	Chemistry	249	249	249	298	1045
6	Biology	249	200	509	249	1207
7	Geography	317	261	70	85	733
8	History	320	256	246	117	939
9	CRE	306	260	205	121	892
10	B/ STUDIES	623	256	105	53	1037
11	COMPUTER	71	55	NIL	7	133
12	AGRICULTURE	148	103	102	75	428
	TOTAL	3914	2920	2721	1986	11541

