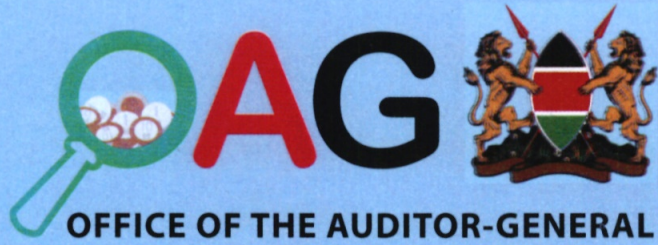
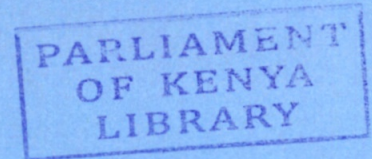


REPUBLIC OF KENYA



Enhancing Accountability



REPORT

OF

THE AUDITOR-GENERAL

ON

LAMU GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2022

LAMU COUNTY	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 03 DEC 2024	DAY: Tuesday
TABLED BY:	Hano Kimani Ichungwah (Leader of the Majority Party)
CLERK-AT THE TABLE:	Anastacia

Revised 30th June 2022.



(LAMU GIRLS SECONDARY SCHOOL)
PUBLIC SECONDARY SCHOOL

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022**

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

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I. Acronyms and Glossary of Terms

BOM	Board of Management
CEB	County Education Board
IPSAS	International Public Sector Accounting Standards
KCSE	Kenya Certificate of Secondary Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
FY	Financial Year
FDSE	Free Day Secondary Education

II. 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 in Lamu County, Lamu Central Sub-County.

The school was re-registered in February/2021 under registration number 05/S/3000203 and is currently categorized as a *National* public school established, owned or operated by the Government.

The school is a boarding school and had 648 number of students as at 30th June 2022. It has 4 streams and 33 teachers of which 15 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	Salim Bunu	Chairman	17 th October, 2019
2	Jamilah Mohamed	Secretary - Principal	17 th October, 2019
3	Agnes Wamwirua Kibuchi	Member	17 th October, 2019
4	Shadya Wazir Abbas	Member	17 th October, 2019
5	Aboud Bahero	Member	17 th October, 2019
6	Sauda Kassim Kupa	Member	17 th October, 2019
7	Mwanahawa .M. Salim	Member	17 th October, 2019
8	Omar Bwana Mohammed	Member – Rep CEB	17 th October, 2019
9	Simon Omwoha Osimbo	Member Rep Teachers	17 th October, 2019
10	Aisha Mohammed Lali Fuad Sheyumbe Mary Njoki	3 Members - Sponsor	17 th October, 2019
11	Abdulfatah Kassim	Member - Community	17 th October, 2019
12	Ahmed Adnan Mudhir	Member Special Needs	17 th October, 2019
13	Ummu Laly Kassim	Rep Students	17 th October, 2019

The functions of the School Board of Management are to:

- Promote the best interests of the School and ensure its development.
- Promote quality education for all pupils in accordance with the standards set under the Basic Education Act, 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	Salim Bunu Jamilah Mohamed Lucy Osiyo Fuad Sheyumbe Khalifa Abdulkadir	Chairman Secretary Member Member Member	4 out of 4 4 out of 4 2 out of 4 4 out of 4 4 out of 4
2	Audit Committee			X out of XX
3	Finance, procurement and general purposes Committee	Mwanahawa Salim Salim Bunu Jamilah Mohamed Shadya Wazir Agnes Kibicho	Chair Member Secretary Member Member	1 out of 1 1 out of 1 1 out of 1 1 out of 1
4	Academic Committee	Aboud Bahero Lucy Osiyo Mary Njoki Jamilah Mohamed Aisha Lali	Chairman Member Member Secretary Member	3 out of 3 3 out of 3 3 out of 3 3 out of 3 3 out of 3
5	Development Committee	Fuad Sheyumbe Jamilah Mohamed	Chairman Secretary	3 out of 3 3 out of 3

		Salim Bunu Khalifa Abdulkadir Rukia Abdallah	Member Member SCDE lamu	3 out of 3 3 out of 3 3 out of 3
6	Discipline and welfare Committee	Sauda Kassim Aboud Bahero Mwanahawa Salim Ahmed Mohamed Omar Jamilah Mohamed Omar Bwana Mohamed	Chairlady Member Member Member Member Member Member	2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2 2 out of 2

(d) School operation Management

For the financial year ended 30th June 2023 the School day-to-day management was under the following persons:

Ref:	Designation	Name	Identification
1	Principal	Jamilah Mohamed	TSC No. 437735
2	Deputy Principal	Naima Farouk	TSC No. 704840
3	School Bursar	Jacob Maskat	ID 8296104

(e) Schools contacts

Post Office Box: 88- 80500 Lamu
Telephone: 0717466605
E-mail: lamugirls71@gmail.com
Website: www.lamugirls.sc.ke
Facebook: The Lamu Girls School
Twitter: The Lamu Girls School

(f) School Bankers

The following school operated 8 number of bank accounts in the following banks: (Ensure all accounts including CDF accounts are included)

1. Name of Bank: KCB
Branch: LAMU
Account Number: 1104752484
Account Name: Lamu Girls Boarding
2. Name of Bank: KCB
Branch: Lamu
Account Number: 1104752581
Account Name; Lamu Girls Operation
3. Name of Bank: KCB
Branch : Lamu
Account Number: 1104752204
Account Name: Lamu Girls – Tuition
4. Name of Bank: KCB
Branch: Lamu
Account Number: 1223821072
Account Name; Lamu Girls- Transition
5. Name of Bank: EQUITY
Branch: Lamu

- Account Number: 1590281047988
Account Name; Lamu Girls –Boarding
6. Name of Bank: EQUITY
Branch: Lamu
Account Number: 1590262207827
Account Name: Lamu Girls Secondary – Parents Development
7. Name of Bank: EQUITY
Branch: Lamu
Account Number: 1590263348044
Account Name: Lamu Girls National School Fund
8. Name of Bank; EQUITY
Branch: Lamu
Account Number: 1590281047973
Account Name: Lamu Girls Secondary School Retention

(g) Independent Auditors

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

III. Summary Report Of Performance Of The School

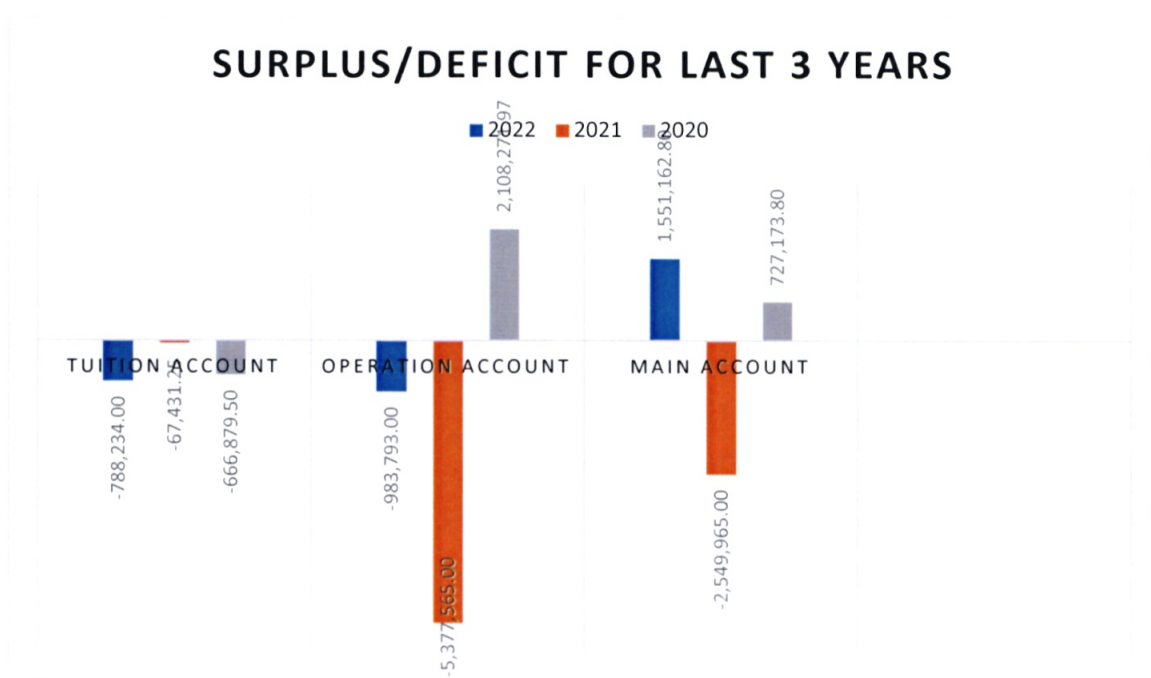
The following is a summary report of the performance of the school against the set performance evaluation criteria:

a) **Financial performance:**

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

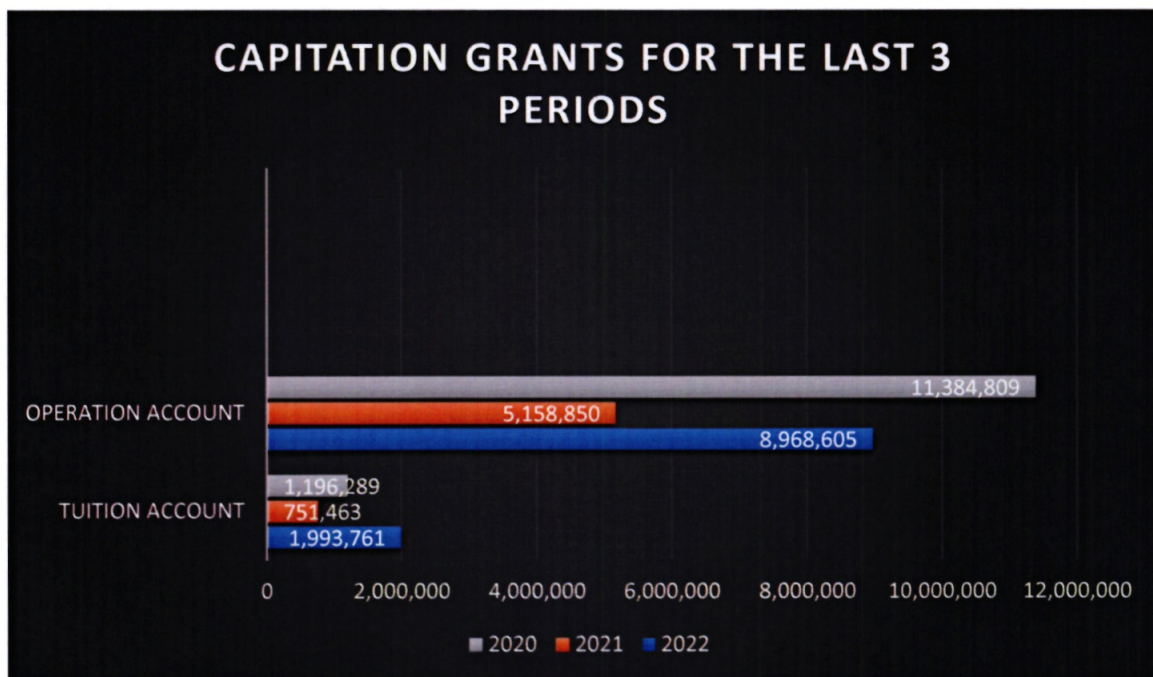
- *Surplus/ deficit for the year and a comparison of the same for the last three years*

S/N	ACCOUNT	2022	2021	2020
1	TUITION ACCOUNT	(788,234)	(67,431)	(666,880)
2	OPERATION ACCOUNT	(983,793)	(5,377,565)	2,108,272
3	MAIN ACCOUNT	1,551,163	(2,549,965)	727,174



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

S/N	ACCOUNT	2022	2021	2020
1	TUITION ACCOUNT	1,993,761	751,463	1,196,289
2	OPERATION ACCOUNT	8,968,605	5,158,850	11,384,809

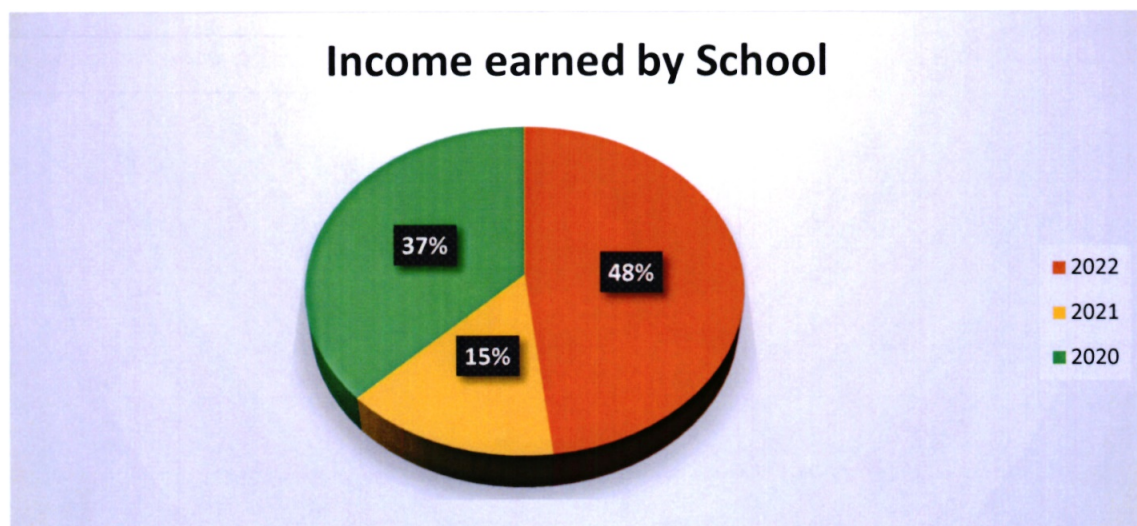


- Ratio of capitation grant per student over the last three years

S/N	ACCOUNT	2022	2021	2020
1	TUITION ACCOUNT	3,077	1,307	2,099
2	OPERATION ACCOUNT	13,840	8,972	19,973

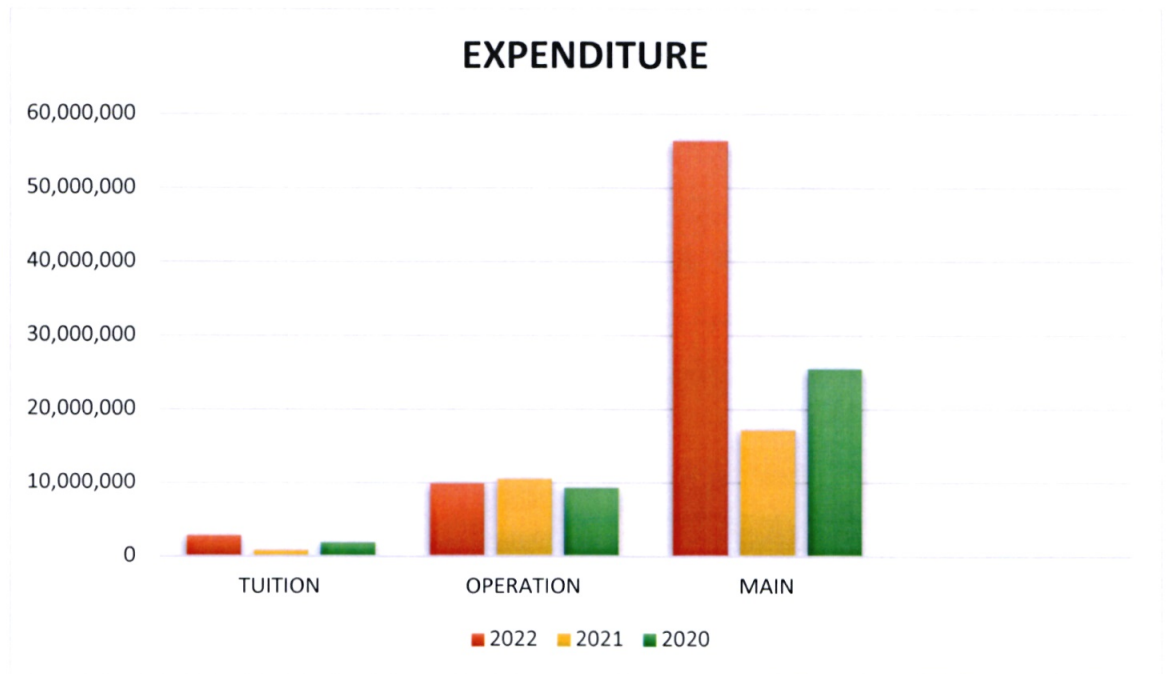
- A three-year overview of growth of other income(s) earned by the school.

S/N	ACCOUNT	2022	2021	2020
1	MAIN ACCOUNT	57,939,667	14,681,330	38,208,737



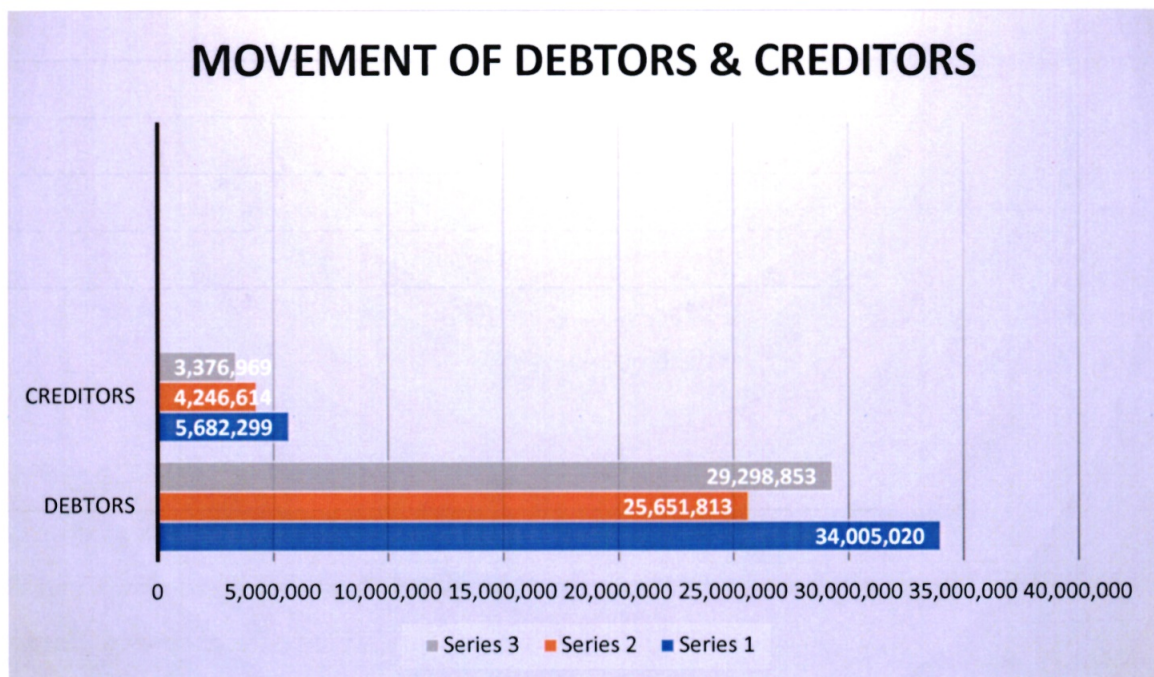
- A three-year overview of growth in expenditure of the school

S/N	ACCOUNT	2022	2021	2020
1	TUITION	2,781,995	818,894	1,863,168
2	OPERATION	9,952,398	10,536,415	9,276,537
3	MAIN	56,388,504	17,231,295	25,473,619



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

S/N	PARTICULARS	2022	2021	2020
1	DEBTORS	34,005,020	25,651,813	29,298,853
2	CREDITORS	5,682,299	4,246,614	3,376,969



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

S/N	PARTICULARS	2022	2021	2020
1	CASH ON HAND	643,883	338,453	68,885
2	CASH AT BANK	6,838,697	14,282,514	17,972,942

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

b) **Teacher Student ratio:**

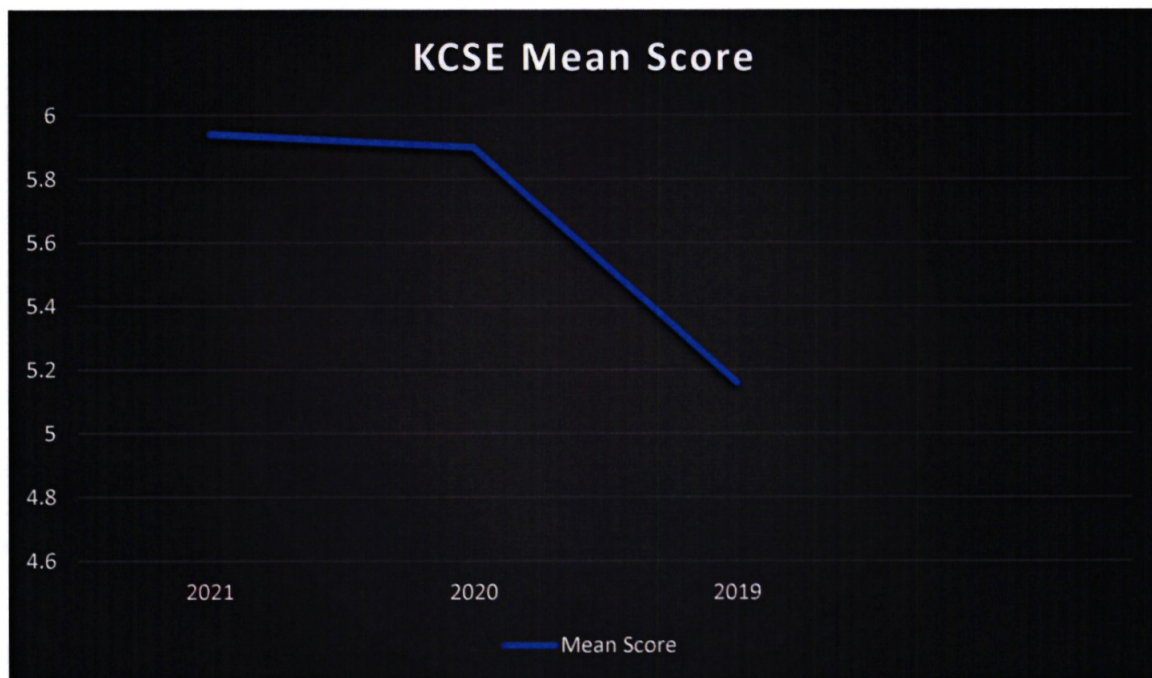
1. Teacher to Student ratio	19
2. Number of teachers recruited/posted to the school within the year.	Nil
3. Number of teachers transferred during the year.	2
4. Number of teachers retired during the year.	Nil
5. Number of teachers employed by TSC.	18
6. Number of teachers employed by BOM.	15
7. Subject Allocation;	
(i) Maths	8
(ii) English	6
(iii) Kiswahili	7
(iv) Chemistry	6
(v) Biology	7
(vi) Physics	5

(vii) Business studie	4
(viii) Agriculture	2
(ix) Geography	4
(x) History and Government	5
(xi) CRE	4
(xii) IRE	5
(xiii) Computer	2
(ix) Arabic	1
N/B: The school has a shortage in the following subject:	15 Teachers Employed by BOM

(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 2022 KCSE:

S/N	DESCRIPTION	2021	2020	2019
1	<i>Performance of the school</i>	C	C	C
2	<i>School mean score</i>	5.94	5.9	5.16
3	<i>Number of students transited to higher learning.</i>	37	36	32



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 2022 KCSE:

S/N	DESCRIPTION	2021	2020	2019
1	KCSE Candidates	125	105	124

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

e) Capacity of the school:

<i>S/N</i>	<i>DESCRIPTION</i>	<i>2022</i>
1	<i>Number of students</i>	648
2	<i>Domitories</i>	7
3	<i>Dining Hall</i>	1
4	<i>Laboraories :- ICT Lab</i>	1
	<i>Home Science Lab</i>	1
	<i>Physics Lab</i>	1
	<i>Chemistry/Biology Lab</i>	1
5	<i>Toilets(London1-5 toilets,5 bathrooms,London 2 -5 toilets 5 bathrooms,London 3-5 toilets 5 bathrooms,Holland 14 toilets 8 bathrooms,Sweden- 6 toilets 6 bathrooms,Denmark 3 toilets 3 bathrooms, Abulution 5 toilets 5 bathrooms)</i>	80
6	<i>Kitchen</i>	1

(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).

Summary Report of the Performance of the School (Continued)

f) Development projects carried out by the school:

<i>PROJECT</i>	<i>Number</i>	<i>COMPLETED/ONGOING</i>	<i>SOURCE OF FUND</i>
<i>4no. of Classrooms</i>	4	<i>Completed -</i>	<i>1,053,460.55 - TIG</i>
<i>Renovation of 2 no classrooms</i>	2	<i>Completed</i>	<i>281,000.00 -TIG</i>
<i>3rd Dorm</i>	1	<i>Completed</i>	<i>197,192.80 - TIG</i>
<i>Tilling of classrooms</i>	16	<i>Completed</i>	<i>2,695,000.00 TIG</i>
<i>CBC classroom addition</i>	1	<i>Completed</i>	<i>157,834.00 - TIG</i>
<i>ADB lab Renovation</i>	1	<i>Completed</i>	<i>77,064.20 - TIG</i>
<i>ADB Lab Renovation</i>	1	<i>Completed</i>	<i>81,731.45 Parents Savings</i>
<i>Incerator</i>	1	<i>Completed</i>	<i>443,151.45 - PTA</i>
<i>Class Teachers Desks</i>	8	<i>Completed</i>	<i>40,000.00 - PTA</i>
<i>Repair of Dinning Hall tables</i>	43	<i>Completed</i>	<i>264,000.00 - PTA</i>

<i>Painting of Smasse Room</i>	<i>1</i>	<i>Completed</i>	<i>294,000.00 - PTA</i>
<i>Purchase of Students Chairs</i>	<i>50</i>	<i>Completed</i>	<i>204,000.00 - PTA</i>
<i>Repair of smasse room</i>	<i>1</i>	<i>Completed</i>	<i>522,350.00 - PTA</i>
<i>Construction oj Jabia</i>	<i>1</i>	<i>Complted</i>	<i>1,141,717.50 - PTA</i>
<i>Renovation of Kitchen/DH</i>		<i>Completed</i>	<i>62,082. National School</i>

Shohamed

.....

School Principal

IV. 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 *(Name of School)* accepts responsibility for the school's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS).

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

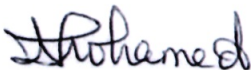


.....

Name:

Designation: Chairman, School Board of Management

Date:



.....

Name:

Designation: School Principal & Secretary to Board of Management

Date:



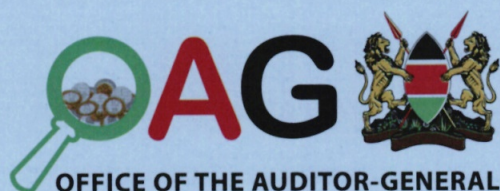
.....

Name:

Designation: Bursar/ Finance Officer

Date:

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

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

REPORT OF THE AUDITOR-GENERAL ON LAMU GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2022 - LAMU COUNTY

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal 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 Lamu Girls Secondary School - Lamu County set out at pages 1 to 14, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2022, 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 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 Lamu Girls Secondary School - Lamu County as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Long Outstanding Accounts Receivables

The statement of financial assets and financial liabilities reflects accounts receivables balance of Kshs.34,005,020 as disclosed in Note 11 to the financial statements. Included in the balance are fees arrears totalling Kshs.32,983,181. Included in this balance is Kshs.22,817,631 which had been outstanding for more than two (2) years. However, 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.34,005,020 could not be confirmed.

2. Unsupported Payments for Operations

The statement of receipts and payments reflects payments for operations of Kshs.9,952,398 as disclosed in Note 6 to the financial statements. However, the amount was not fully supported.

In the circumstances, the accuracy and completeness of payments for operations expenditure of Kshs.9,952,398 could not be confirmed.

3. Variances in the Financial Statements

The statement of receipts and payments for the year ended 30 June, 2022 reflects receipts amounting to Kshs.18,579,771 under School fund income-other receipts while the cashflow statement for the same period reflects Kshs.17,130,930 on the same item resulting in a variance of Kshs.1,448,841. Similarly, the statement of receipts and payments reflects total payments amounting to Kshs.69,122,897 while the statement of budgeted versus actual amount reflects actual on comparable basis payments totalling Kshs.50,608,942, resulting into unexplained variance of Kshs.18,513,955. In addition, the supporting schedule for these receipts amounting to Kshs.18,579,771 and as disclosed in Note 4 to the financial statements was not provided for audit review.

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

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

Emphasis of Matter

Budgetary Control and Performance

The statement of budgeted versus actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.68,902,033 and Kshs.68,902,033 respectively. However, the School spent a balance of Kshs.50,608,942 against actual receipts of Kshs.68,902,033 resulting to an under-utilization of Kshs.18,293,091 or 26.54 % of actual receipts.

The under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional 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.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2022.

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. Irregular Transfer of Funds to Kenya Secondary Schools Heads Association

The statement of receipts and payments reflects boarding and School fund payments amount of Kshs.56,388,504 as disclosed in Note 7 to the financial statements. Included in the expenditure is an amount of Kshs.1,000 transferred to Kenya Secondary School's Heads Association (KESSHA). However, examination of payments made during the year under review, revealed that Management transferred Kshs.267,320 to KESSHA resulting to undisclosed amount of Kshs.266,320. KESSHA is a welfare organization that draws its membership from school principals only. The organization is not defined in Government Funding system and there is no assurance that it has implemented effective, efficient, and transparent financial management and internal control systems to manage the funds transferred by Schools.

In the circumstances, value for money transferred to KESSHA amounting to Kshs.267,320 could not be confirmed.

2. 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 (3) 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.

3. Lack of a Procurement Plan

The statement of receipts and payments reflects an amount of Kshs.68,902,032 and Kshs.69,122,897 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.

4. Non-Compliance with the Public Sector Accounting Standards Board 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 inconsistency was noted in pagination of the financial statements. In addition, inconsistencies were noted in the statement of budgeted versus actual amounts in that the amount budgeted for receipts was indicated to have all been received.

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

5. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 8 March, 2024 instead of the statutory deadline 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 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.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

Lack of Internal Audit Function and Audit Committee

During the year under review, the School had not constituted a proper audit committee and an internal audit unit as required by Regulation 166(1) and (2) of the Public Finance Management (National Government) Regulations, 2015. The regulation requires the

internal audit unit of a National Government entity to assess effectiveness of its performance appraisal commenting on its effectiveness in the annual report to The National Treasury.

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

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

Responsibilities of Management and 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 overall 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 the intention to terminate the School or to cease its 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 controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the 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 the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to 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 sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the School to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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

18 September, 2024

(LAMU GIRLS SECONDARY SCHOOL)

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

VI. Statement Of Receipts And Payments For the Year Ended 30th June 2022

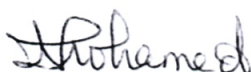
Description Of Vote Head	Note	2021-2022	2020-2021
		Kshs	Kshs
Receipts			
Capitation grants for tuition	1	1,993,761.00	751,462.75
Capitation grants for operations	2	8,968,605.00	5,158,850.00
School fund income- parents' contributions	3	39,359,895.80	13,679,250.00
School fund income- other receipts	4	18,579,771.00	1,002,080.00
Proceeds from borrowings			
Total Receipts		68,902,032.80	20,591,642.75
Payments			
Payments for tuition	5	2,781,995.00	818,894.00
Payments for operations	6	9,952,398.00	10,536,415.00
Boarding and school fund payments	7	56,388,504.00	17,231,295.00
Total Payments		69,122,897.00	28,586,604.00
Surplus/Deficit		(220,864.20)	(7,994,961.25)

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



Name:
Chair BOM

Date:



Name:
School Principal/ Secretary to
BOM

Date:

Name:
Bursar/ Finance Officer

Date:

VII. 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	6,838,697	14,282,514
Cash balances	9	643,883	338,453
Short term investment	10	-	-
Total cash and cash equivalent		7,482,580	14,620,967
Account's receivables	10	34,005,020	25,651,813
Total financial assets		41,487,600	40,272,780
Financial liabilities			
Accounts payables	11	(5,682,299)	(4,246,614)
Net financial assets		39,322,362.56	35,550,409.06
Represented by			
Accumulated fund b/fwd	12	36,026,166	44,021,126
Surplus/deficit for the year		(220,864)	(7,994,961)
Net financial position		35,805,301	36,026,165

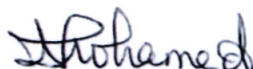
The school's financial statements were approved on _____ 2022 and signed by:



Name:

Chair BOM

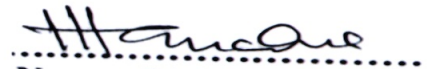
Date:11/7/2024



Name:

School Principal/ Secretary to BOM

Date:11/7/2024



Name:

Bursar/ Finance Officer

Date:11/7/2024

VIII. Statement of Cash Flows for The Year Ended 30th June 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Operating activities			
Receipts			
Capitation grants for tuition	1	1,993,761	751,463
Capitation grants for operations & Infrastructure	2	8,975,805	5,158,850
School fund income- parents contributions/ fees	3	26,454,920	16,344,713
School fund income- other receipts	4	17,130,930	1,002,080
Total receipts		54,555,416	23,257,106
Payments			
Payments for tuition	5	2,099,646	818,894
Payments for operations	6	5,775,765	3,058,206
Boarding and school fund payments	7	45,564,956	14,292,334
Total payments		53,440,367	18,169,434
Net cash flow from operating activities		1,115,049	5,087,671
Cashflow from investing activities			
Proceeds from sale of assets			-
Acquisition of assets		(8,253,435)	(8,508,531)
Proceeds from investments		-	-
Purchase of investments			
Net cash flows from investing activities		(8,253,435)	(8,508,531)
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		(7,138,386)	(3,420,860)
Cash and cash equivalent at beginning of the year		14,620,967	18,041,826
Cash and cash equivalent at end of the year		7,482,580	14,620,967

(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).

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Receipts						
<i>(1) Capitation Grant on Tuition</i>						
Text books			0	-	-	#DIV/0!
Exercise books			0	-	-	#DIV/0!
Laboratory equipments and apparatus			0	-	-	#DIV/0!
Teaching/learning materials	1,993,761		1,993,761	1,993,761	-	100.0%
chalks			0	-	-	#DIV/0!
Internal exams			0	-	-	#DIV/0!
Reference books			0	-	-	#DIV/0!
<i>(2) Capitation Grant on Operations</i>						
Personnel emoluments	2,740,980		2,740,980	3,213,470	(472,490)	85.3%
Repairs and maintenance	0		0	6,092,250	(6,092,250)	0.0%
Local transport / travelling	841,500		841,500	1,204,092	(362,592)	69.9%
Electricity and water	1,087,660		1,087,660	1,605,457	(517,797)	67.7%
Medical	0		0	118,000	(118,000)	0.0%
Administration costs	1,467,840		1,467,840	2,006,821	(538,981)	73.1%
MOEST GRANT	806,646		806,646	806,646	-	100.0%
<i>(3) Fees Charged on Parents</i>						

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Fee on Boarding Equipment and Stores	21,694,201.80		21,694,202	21,694,202	-	100.0%
Personnel emoluments	5,382,328.00		5,382,328	5,382,328	-	100.0%
Repairs and maintenance	2,254,383.00		2,254,383	2,254,383	-	100.0%
Local transport / travelling	2,123,346.00		2,123,346	2,123,346	-	100.0%
Electricity and water	3,810,115.00		3,810,115	3,810,115	-	100.0%
Medical	11297		11,297	11,297	-	100.0%
Administration costs	3,293,821		3,293,821	3,293,821	-	100.0%
Activity	790,404.00		790,404	790,404	-	100.0%
Other Income						
<i>Rent income</i>	68,000.00		68,000	68,000	-	100.0%
<i>Repayment-Laboratory</i>	54,680.00		54,680	54,680	-	100.0%
<i>Tender</i>	37,000.00		37,000	37,000	-	100.0%
<i>Printing</i>	1,960.00		1,960	1,960	-	100.0%
<i>SMASSE</i>	407,000.00		407,000	407,000	-	100.0%
<i>Kessha</i>	1,250.00		1,250	1,250	-	100.0%
<i>Scrap Metal</i>	38,000.00		38,000	38,000	-	100.0%
<i>Refund</i>	2,000.00		2,000	2,000	-	100.0%
<i>Farm Income</i>	-		0	-	-	#DIV/0!
<i>Library-Lost books</i>	-		0	-	-	#DIV/0!
<i>Damage Fees</i>	6,900.00		6,900	6,900	-	100.0%
<i>Clinics</i>	-		0	-	-	#DIV/0!
<i>uniform</i>	4,922,462.00		4,922,462	4,922,462	-	100.0%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
<i>Jericans</i>	1,780.00		1,780	1,780	-	100.0%
<i>PTA PROJECT ACCOUNT</i>	-		0	-	-	#DIV/0!
<i>Welfare</i>	3,800		3,800	3,800	-	100.0%
<i>RETIREMENT BENEFIT</i>	869,465		869,465	869,465		100.0%
<i>SCHOOL INFRASTRUCTURE</i>	-		0	-		#DIV/0!
<i>SAVINGS ACCOUNT-EQUITY</i>	12,165,474		12,165,474	12,165,474		100.0%
Total Income	68,902,033	0	68,902,033	68,902,033	0	100.0%
<i>(1) Expenditure For Tuition</i>						
Text books	0		0	-	-	#DIV/0!
Exercise books	715,800		715,800	715,800	-	100%
Laboratory equipments and apparatus	665,614		665,614	665,614	0	100%
Teaching/learning materials	980,239		980,239	980,239	-	100%
chalks	0		0	-	-	#DIV/0!
Internal exams	386,780		386,780	386,780	-	100%
Reference books	30,000		30,000	30,000	-	100%
Bank charges	3,562		3,562	3,562	-	100%
<i>(2) Expenditure For Operations</i>						
Personal Emoluments	2,599,347		2,599,347	2,599,347	-	100%
Service Gratuity	0		0	-	-	#DIV/0!
Administration Cost	703,717		703,717	703,717	-	100%
Other Voteheads	0		0	-	-	#DIV/0!

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
Maintainance and Improvement	106,426		106,426	106,426	-	100%
Local transport / travelling	1,000		1,000	1,000	-	100%
Electricity and water	1,223,687		1,223,687	1,223,687	-	100%
Medical	45,920		45,920	45,920	-	100%
Activity Expenses	805,470		805,470	805,470	-	100%
Bank Charges	5,280		5,280	5,280	-	100%
Acquisition of Assets	4,461,551		4,461,551	4,461,551	-	100%
(3) Expenditure For School Fund						
Activity	527,410		527,410	527,410	-	100%
Personnel emoluments	5,335,283		5,335,283	5,335,283	-	100%
Repairs and maintenance & Improvements	3,904,518		3,904,518	3,904,518	-	100%
Local transport / travelling	321,600		321,600	321,600	-	100%
Electricity and water	2,117,521		2,117,521	2,117,521	-	100%
Medical Expenses	138,274		138,274	138,274	-	100%
Administration costs	5,927,767		5,927,767	5,927,767	-	100%
Damages	40,200		40,200	40,200	-	100%
Bank Charges	20,398		20,398	20,398	-	100%
Laboratory	47,400		47,400	47,400	-	100%
Fee on Boarding Equipment and Stores	15,703,377		15,703,377	15,703,377	-	100%
Peace Club	9,370		9,370	9,370	-	100%
Club	7,100		7,100	7,100	-	100%

(LAMU GIRLS SECONDARY SCHOOL)

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

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs			Kshs	Kshs
tender	5,540		5,540	5,540	-	100%
KESSHA	1,000		1,000	1,000	-	100%
Rent	600		600	600	-	100%
Farm	0		0	-	-	#DIV/0!
Welfare	20,000		20,000	20,000	-	100%
Refund	0		0	-	-	#DIV/0!
uniform	3,747,191		3,747,191	3,747,191	-	100%
PTA PROJECT ACCOUNTS	3,729,802		3,729,802	3,729,802	-	100%
National School Fund(Renovation of Multipurpose Hall)	62,082		62,082	62,082	-	100%
SAVING ACCOUNT-EQUITY	14,722,071		14,722,071	14,722,071	-	100%
Totals	50,608,942	0	50,608,942	50,608,942	-	100.0%

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

X. Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of receipts and payments

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

3. In-kind contributions

In-kind contributions are donations that are made to the *school* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *school* includes such value in the statement of receipts and payments both as a receipt and as a payment in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at various financial institutions at the end of the financial year.

Significant Accounting Policies (Continued)

5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure when fully accounted for by the 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.

XI. Notes To The Financial Statements

1 Capitation Grant for Tuition

Description	2021-2022	2020-2021
	Kshs	Kshs
Text books		
Exercise books		
Laboratory equipment's and apparatus		346,921
Teaching/learning materials	1,993,761	404,542
chalks		
Internal exams		
Reference books		
Total	1,993,761	751,463

2 Capitation Grant for Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personnel emoluments	2,145,549	1,316,386
Repairs and maintenance	3,055,722	2,013,125
Local transport / travelling	751,647	391,271
Electricity and water	1,002,205	438,067
Medical	77,600	
Administration costs	1,129,236	1,000,001
MOEST GRANT	806,646	
Total	8,968,605	5,158,850

3 Parents Contribution/Fees - School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Fee on Boarding Equipment and Stores	21,694,202	8,123,635
Personnel emoluments	5,382,328	1,738,244
Repairs and maintenance	2,254,383	466,000
Local transport / travelling	2,123,346	447,922
Electricity and water	3,810,115	1,834,081
Medical	11,297	
Administration costs	3,293,821	1,067,772

Description	2021-2022	2020-2021
	Kshs	Kshs
Activity	790,404	1,596
Total	39,359,896	13,679,250

Notes To The Financial Statements (Continued)

4 Other Receipts – School Fund Account

Description	2021-2022	2020-2021
	Kshs	Kshs
Rent income	68,000	39,250
Repayment-Laboratory	54,680	22,385
Tender	37,000	54,000
Printing	1,960	200
SMASSE	407,000	
Kessha	1,250	5,000
Scrap Metal	38,000	
Refund	2,000	1,000
Farm Income		500
Library-Lost books		820
Damage Fees	6,900	5,475
Clinics		80,000
uniform	4,922,462	94,350
Jericans	1,780	
PTA PROJECT ACCOUNT		695,300
Welfare	3,800	3,800
RETIREMENT BENEFIT	869,465	
SCHOOL INFRASTRUCTURE		
SAVINGS ACCOUNT-EQUITY	12,165,474	
Total	18,579,771	1,002,080

(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
Text books		
Exercise books	715,800	
Laboratory equipment's and apparatus	665,614	
Teaching/learning materials	980,239	816,719
chalks		
Internal exams	386,780	
Reference books	30,000	
Bank charges	3,562	2,175
Total	2,781,995	818,894

Notes To The Financial Statements (Continued)

6 Payments For Operations

Description	2021-2022	2020-2021
	Kshs	Kshs
Personal Emoluments	2,599,347	1,666,719
Service Gratuity		
Administration Cost	703,717	528,071
Other Voteheads		360,354
Maintainance and Improvement	106,426	
Local transport / travelling	1,000	154,200
Electricity and water	1,223,687	242,800
Medical	45,920	1,000
Activity Expenses	805,470	100,000
Bank Charges	5,280	5,062
Acquisition of Assets	4,461,551	7,478,209
Total	9,952,398	10,536,415

Notes To The Financial Statements (Continued)

7 Boarding And School Fund Payments

Description	2021-2022	2020-2021
	Kshs	Kshs
Activity	527,410	277,295
Personnel emoluments	5,335,283	1,825,620
Repairs and maintenance & Improvements	3,904,518	795,655
Local transport / travelling	321,600	91,880
Electricity and water	2,117,521	897,192
Medical Expenses	138,274	19,474
Administration costs	5,927,767	1,873,361
Damages	40,200	2,700
Bank Charges	20,398	10,553
Laboratory	47,400	244,994
Fee on Boarding Equipment and Stores	15,703,377	9,298,582
Peace Club	9,370	3,200
Club	7,100	3,550
tender	5,540	3,350
KESSHA	1,000	
Rent	600	
Farm		24,020
Welfare	20,000	
Refund	-	
uniform	3,747,191	21,500
PTA PROJECT ACCOUNTS	3,729,802	460,149
National School Fund(Renovation of Multipurpose Hall)	62,082	1,378,220
SAVING ACCOUNT-EQUITY	14,722,071	
Total	56,388,504	17,231,295

*(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		191,540	297,423
Operations Account		480,654	2,185,349
School Fund Account/Boarding		1,630,459	6,020,260
PTA Development Savings Account		118,465	960,699
RETIREMENT BENEFITS		870,777	870,777
National School Fund		171,383	233,465
Infrastructural Account		1,875,326	3,394,054
Caution Money		320,487	320,487
Retention Account		1,179,607	-
Total		6,838,697	14,282,514

9 Cash In Hand

Description	2021-2022	2020-2021
	Kshs	Kshs
Tuition Account		-
Operation Account	5	-
School Fund account	643,878	338,453
Total	643,883	338,453

10 Short Term Investments

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

Notes To The Financial Statements (Continued)

11 Accounts Receivable

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears	32,983,181	25,483,094
Sacco	567,410	79,357
Salary advances	28,000	18,712
PAYE	163,029	14,150
NSSF	93,200	20,000
NHIF	170,200	36,500
Total	34,005,020	25,651,813

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Fees arrears for current year	8,553,646	2,665,463
Fees arrears recovered	(1,053,559)	(2,988,731)
Fees arrears for the previous year	2,665,463	
Fees arrears for prior periods (over two years)	22,817,631	25,806,362
Total	32,983,181	25,483,094

12 Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors	5,208,394	2,797,773
Prepaid fees	464,705	1,441,241
Imprest	9,200	
Welfare		7,600
Total	5,682,299	4,246,614

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

Description	2021-2022	2020-2021
	Kshs	Kshs
Trade creditors for current year	2,411,178	2,527,283
Trade Creditors Paid	(557)	(653,102)
Trade creditors for the previous year	2,527,283	
Trade creditors for prior periods (over two years)	270,490	923,592
Total	5,208,394	2,797,773

Notes To The Financial Statements (Continued)

13 Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank Balances	14,282,514	17,972,942
Cash Balances	338,453	68,885
Short Term Investments		
Receivables	25,651,813	29,298,853
Payables	(4,246,614)	(3,319,553)
Total	36,026,166	44,021,126

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		0	0
Donkey		1	1
Trees		100	100
Coffee Or Tea Plantation		0	0
Poultry		0	0
Total		101	101

16 Borrowings

Description	2021-2022	2020-2021
	Kshs	Kshs
a) Borrowings		
Borrowing at beginning of the year	0	0
Borrowings during the year	0	0
Repayments of during the year	0	0
Balance at end of the year	0	0

Other important disclosure notes

17 Stock/ Inventory

Description	2021-2022	2020-2021
	Kshs	Kshs
b) Inventory		
Stock/ inventory at beginning of the year	106,560.00	142,425.00
Stock/ inventory purchased during the year	17,679,117.50	2,336,295.00
Stock/ inventory issued during the year	(17,699,773.50)	(2,372,160.00)
Balance at end of the year	85,904.00	106,560.00

Provide working how you have arrived to the balance figure. (stationery stores, Kitchen-food stores, Lab buildings Materials)- S1 stores ledgers must be updated on daily basis.

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)

Shohamed

Sign and Date:13/7/24
Principal

(LAMU GIRLS SECONDARY SCHOOL)

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

XII. Annex 1 - Analysis Of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 20XX	Outstanding Balance 20XX-1	Comments
	a	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4. Khalmar Marketing Services	111,551.00			111,551.00		To be settled in full
5. Mabruk Sports Center	55,000.00			55,000.00		To be Settled in full
6. Mani Books & Stationery	515,800.00			515,800.00		To be settled in full
7. Taneem General Supplies	34,460.00			34,460.00		To be settle in full
8. Mabruk Sports Center	46,500.00			46,500.00		To be settled in full
9. School Equipment Center	42,062.00			42,062.00		To be settled in full
10. Elovas ltd	38,480.00			38,480.00		To be settled in full
11. Tawakal Matondoni SHG	54,000.00			54,000.00		To be settled in full
12. Bajber Stores	492,080.00			492,080.00		To be settled in full
13. Mohamed Ali Omar	182,000.00			182,000.00		To be settled in full
14. Athman Mohamed Athman	85,680.00			85,680.00		To be settled in full

(LAMU GIRLS SECONDARY 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 20XX	Outstanding Balance 20XX-1	Comments
15. Jitokesha Enterprises	374,885.00			374,885.00		To be settled in full
16. New Mahrus Stores	25,000.00			25,000.00		To be settled in full
17. Maysara Establishment	111,200.00			111,200.00		To be settled in full
18. Twaha General Supplies	232,930.00			232,930.00		
Sub - Total	2,401,628.00			2,401,628.00		
Supply of services						
18. Lamu Water & sewage	4,750.00			4,750.00		To be settled in full
19. Abdalla Adnan Abdallah	2,700.00			2,700.00		To be settled in full
20. Bernard Kaboko	2,100.00			2,100.00		To be settled in full
Sub - Total	9,550.00			9,550.00		
Grand Total	2,411,178.00			2,411,178.00		

(LAMU GIRLS SECONDARY SCHOOL)

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

XIII. Annex 2 – Summary Of Fixed Assets Register

Asset class	Date purchased	Location	Unit	Opening Balance	Additions during the year	Disposals during the year	Balance as at the end of the year ended
Land 1		School	Hectres	6.73	0	0	6.73
Land 2		School	Hectres	1.462	0	0	1.462
Buildings and structures		School	No	33	0	0	33
Motor vehicles		School	No	1	0	0	1
Office equipment, furniture and fittings		School	No	1,134	0	0	1,134
ICT Equipment, and Other ICT Assets		Computer lab	No	25	0	0	25
Tools and apparatus		laboratory	No	691	0	0	691
Textbooks		Library	No.	10,923	0	0	10,923
Other Machinery and Equipment		School	No.	16	0	0	16
Heritage and cultural assets		principal office	No.	22	0	0	22
Intangible assets- soft ware		School	No.	2	0	0	2
Total				12847	0	0	12847

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

Annex 2 – Summary of Fixed Assets Register

Asset Class	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				
Buildings And Structures(4 no classroom)bus shed,djabia,incinerator	7,693,639	1,106,677		8,800,316
Motor Vehicles	6,500,000	-		6,500,000
Office Equipment, Furniture And Fittings	587,500	100,000		687,500
Textbooks	-	-		
ICT Equipment	470,400	198,640		669,040
Tools And Apparatus	244,994	610,112		855,106
Other Machinery And Equipment(dish rack)&water pump,tents	172,200	514,400		686,600
Heritage And Cultural Assets				
Intangible Assets- Soft Ware				
Total	15,668,733	2,529,829		18,198,562

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