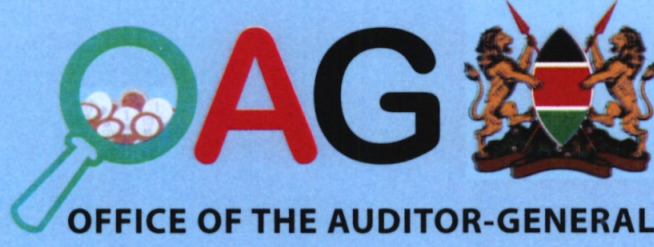
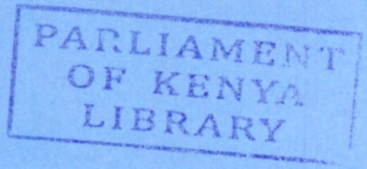


REPUBLIC OF KENYA



Enhancing Accountability

REPORT




OF

THE AUDITOR-GENERAL

ON

LAMU GIRLS SECONDARY SCHOOL

FOR THE YEAR ENDED 30 JUNE, 2023

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

Revised 30th June 2023.



LAMU GIRLS SECONDARY SCHOOL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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

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1. Acronyms and Glossary of Terms

Provide a list of all applicable acronyms and glossary of terms e.g.

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

2. 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 675 number of students as at 30th June 2023. 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	13 th April, 2023
2	Jamilah Mohamed	Secretary - Principal	13 th April, 2023
3	Agnes Wamwirua Kibuchi	Member	13 th April, 2023
4	Shadya Wazir Abbas	Member	13 th April, 2023
5	Aboud Bahero	Member	13 th April, 2023
6	Sauda Kassim Kupa	Member	13 th April, 2023
7	Mwanahawa .M. Salim	Member	13 th April, 2023
8	Omar Bwana Mohammed	Member – Rep CEB	13 th April, 2023
9	Simon Omwoha Osimbo	Member Rep Teachers	13 th April, 2023
10	Aisha Mohammed Lali Fuad Sheyumbe Mary Njoki	3 Members - Sponsor	13 th April, 2023
11	Abdulfatah Kassim	Member - Community	13 th April, 2023
12	Ahmed Adnan Mudhir	Member Special Needs	13 th April, 2023
13	Ummu Laly Kassim	Rep Students	13 th April, 2023

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			0 out of 0
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	About 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 Salim Bunu Khalifa Abdulkadir Rukia Abdallah	Chairman Secretary Member Member SCDE lamu	3 out of 3 3 out of 3 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

Provide details of the school bankers.

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

3. Summary Report of Performance of The School

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

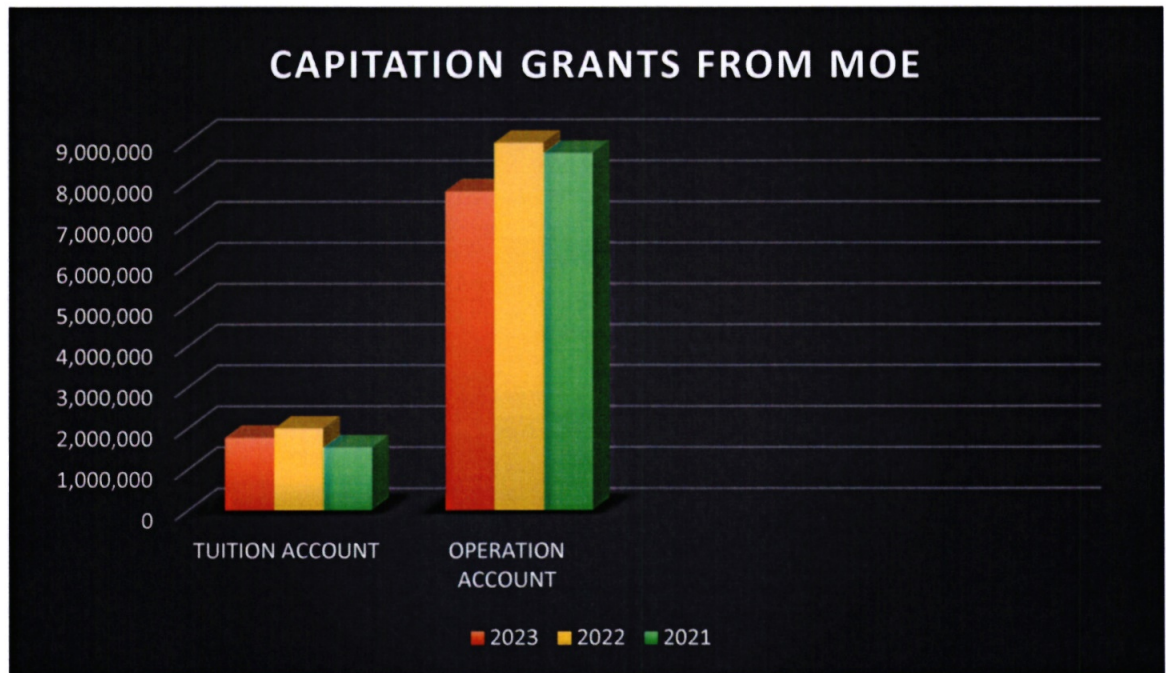
a) Financial performance:

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

	<i>ACCOUNT</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
1	<i>TUITION ACCOUNT</i>	102,699	(788,234)	(67,431)
2	<i>OPERATION ACCOUNT</i>	(220,918)	(983,793)	(6,274,918)
3	<i>MAIN ACCOUNT</i>	7,155,590	1,551,162	(2,128,368)

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

S/N	<i>ACCOUNT</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
1	TUITION ACCOUNT	1,767,275	1,993,761	1,534,725
2	OPERATION ACCOUNT	7,788,190	8,968,605	8,724,187

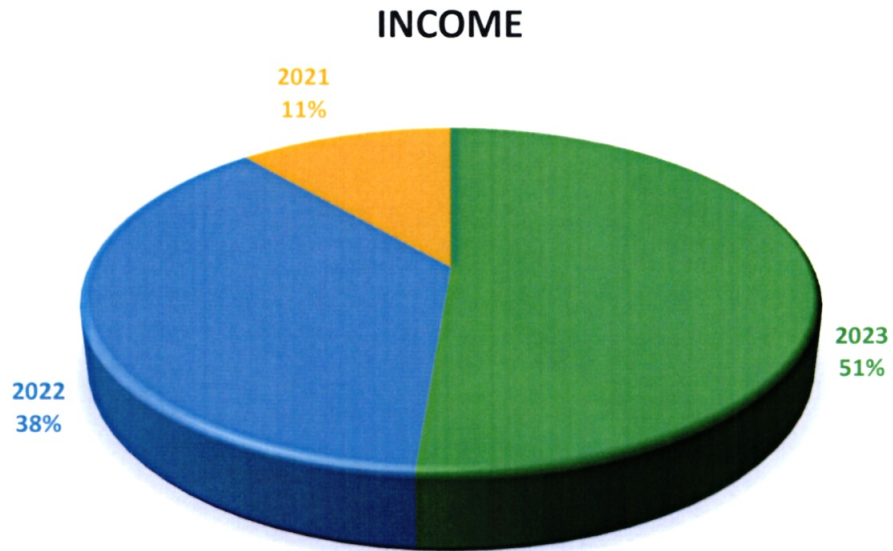


Ratio of capitation grant per student over the last three years

S/N	<i>ACCOUNT</i>	<i>2023</i>	<i>2022</i>	<i>2021</i>
1	TUITION ACCOUNT	2,618	3,077	2,669
2	OPERATION ACCOUNT	11,538	13,840	15,172

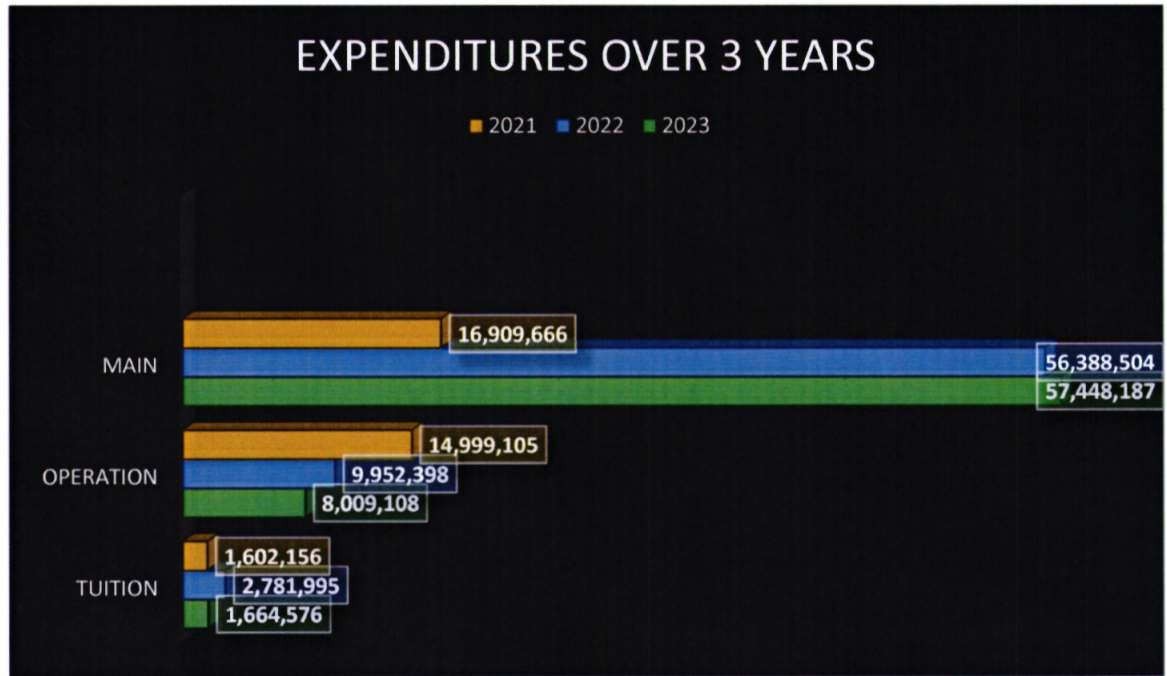
A three-year overview of growth of other income(s) earned by the school.

S/N	ACCOUNT	2023	2022	2021
1	MAIN ACCOUNT	64,603,778	57,939,667	14,781,297



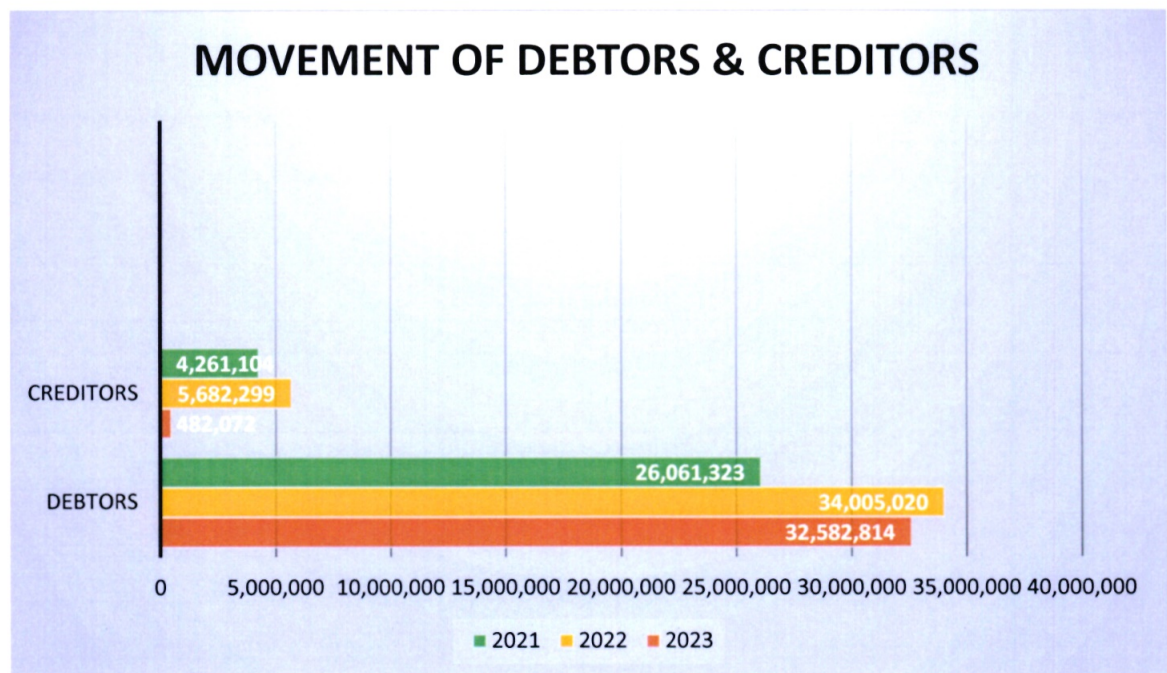
A three-year overview of growth in expenditure of the school

S/N	ACCOUNT	2023	2022	2021
1	TUITION	1,664,576	2,781,995	1,602,156
2	OPERATION	8,009,108	9,952,398	14,999,105
3	MAIN	57,448,187	56,388,504	16,909,666



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

S/N	PARTICULARS	2023	2022	2021
1	DEBTORS	32,582,814	34,005,020	26,061,323
2	CREDITORS	482,072	5,682,299	4,261,104



Movement of cash and bank balances over the last three years

S/N	PARTICULARS	2023	2022	2021
1	CASH ON HAND	139,094	643,883	338,453
2	CASH AT BANK	10,602,836	6,838,698	14,281,202

b) Teacher Student ratio:

1. Teacher to Student ratio	20
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 studies	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
--	--------------------------------

c) Mean score in the 2022 KCSE:

S/N	DESCRIPTION	2022	2021	2020
1	Performance of the school	C-	C	C
2	School mean score	5.45	5.94	5.9
3	Number of students transited to higher learning.	34	37	36



d) Number of Candidates in the 202 KCSE:

S/N	DESCRIPTION	2022	2021	2020
1	KCSE Candidates	159	125	105

e) Capacity of the school:

S/N	DESCRIPTION	2022
1	Number of students	675
2	Domitories	7
3	Dining Hall	1
4	Laboraories :- ICT Lab	1
	Home Science Lab	1
	Physics Lab	1
	Chemistry/Biology Lab	1
5	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)	80
6	Kitchen	1

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).

Projects	Source of funds	Status	Initial Cost (Kshs)	Amount Spent (Kshs)	Expected completion time

Shohamed

.....
School Principal


4. 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).

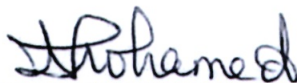
The Board of Management is of the opinion that the school's financial statements give a true and fair view of the state of the school's transactions during the financial year ended 30th June, 20XX, and of the school's financial position as at that date.



.....
Name: SALIM BUNU

Designation: Chairman, School Board of Management

Date: 09.07.2024



.....
Name: JAMILAH MOHAMED

Designation: School Principal & Secretary to Board of Management

Date: 09.07.2024



.....
Name: JACOB MASKAT

Designation: Bursar/ Finance Officer

Date: 09.07.2024

REPUBLIC OF KENYA

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



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON LAMU GIRLS SECONDARY SCHOOL FOR THE YEAR ENDED 30 JUNE, 2023 - 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 the 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 statement of Lamu Girls Secondary School - Lamu County set out on pages 1 to 22, which comprise of the statement of financial assets and financial liabilities as at 30 June, 2023, 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

Report of the Auditor-General on Lamu Girls Secondary School for the year ended 30 June, 2023 - Lamu County

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Lamu Girls Secondary School - Lamu 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 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.32,582,814 in respect of fees arrears amounting to Kshs.32,327,546 as disclosed in Note 13 to the financial statements. Included in the fees arrears balance are receivables amounting to Kshs.21,764,072 which had been outstanding for more than three (3) 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.32,327,546 could not be confirmed.

2. Overdrawn Account and Netting off of Bank Balance

The statement of assets and liabilities reflects bank balance of Kshs.10,602,837 as disclosed in Note 10 to the financial statements. Included in the bank balance is Operations Account with an overdraft balance of Kshs.313,620 which has been netted off from the other bank account balances contrary to Section 28(4)(5) of the Public Finance Management Act, 2012.

In the circumstances, the accuracy, completeness and existence of bank balance of Kshs.10,602,837 could not be confirmed.

3. Unsupported Payments

The statement of receipts and payments reflects boarding and school fund payments of Kshs.57,448,187 as disclosed in Note 9 to the financial statements. However, the amount was not fully supported.

In the circumstances, the regularity, accuracy and completeness of receipts and payments for operations expenditure amounting to Kshs.57,448,187 could not be confirmed.

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.73,793,205 and Kshs.73,793,205 respectively. However, the School spent a balance of Kshs.48,824,377 against actual receipts of Kshs.73,793,205 resulting to an under-utilization of Kshs.24,968,828 or 33.84% 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, 2023

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 (KESSHA)

The statement of receipts and payments reflects boarding and school fund payments amount of Kshs.57,448,187 as disclosed in Note 9 to the financial statements. Included

in the expenditure is an amount of Kshs.58,400 transferred to Kenya Secondary School Heads Association (KESSHA). However, examination of payment revealed that Kshs.836,280 was transferred to KESSHA thus understating the amount by Kshs.777,880. 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.836,280 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 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.74,159,243 and Kshs.67,121,871 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. Late Submission of Financial Statements for Audit

During the year under review, Management submitted the financial statements to the Auditor-General on 08 March, 2024 instead of the statutory deadline of 30 September, 2023. 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

1. 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), 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.

2. Extended Stay of Board of Management Members

Examination of the documents in respect to Board of Management revealed extended stay of some of the Board Members contrary to the Fourth Schedule, Part 1 Section 3(1) of the Basic Education Act, 2013.

In the circumstances, the School will not achieve its strategic objectives.

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 control 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 of Kenya, 2010. 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 of Kenya, 2010, and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal control 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 non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the School policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 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 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

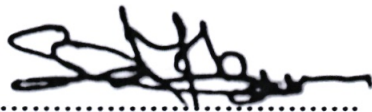
Nairobi

19 September, 2024

6. Statement Of Receipts and Payments For the Year Ended 30th June 2023

Description Of Vote Head	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Government grants for tuition	1	1,767,275.25	1,993,761.00
Government grants for operations	2	5,186,190.20	4,761,605.00
Government Grants for infrastructure	3	2,602,000.00	4,207,000.00
School fund income- parents' contributions	4	47,929,123.25	39,359,895.80
Miscellaneous incomes	5	16,674,654.50	18,579,771.00
Total Receipts		74,159,243.20	68,902,032.80
Payments			
Tuition	6	1,664,576.00	2,781,995.00
Operations	7	6,661,726.39	9,952,397.97
Infrastructure	8	1,347,381.95	-
Boarding and school fund	9	57,448,187.37	56,388,504.45
Total Payments		67,121,871.71	69,122,897.42
Surplus/Deficit		7,037,371.49	(220,864.62)


The school financial statements were approved on _____ 2023 and signed by:



Name: SALIM BUNU

Chair BOM

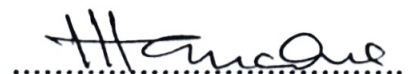
Date: 30.6.2023



Name: JAMILAH MOHAMED

School Principal/ Secretary to
BOM

Date:30.6.2023



Name: JACOB MASKAT

Bursar/ Finance Officer

Date:30.6.2024

(Comparative FY refers to the financial year preceding the current financial year.)

7. Statement of Assets and Liabilities As At 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and cash equivalents			
Bank balances	10	10,602,836	6,838,698
Cash balances	11	139,094	643,883
Short term investments	12	-	-
Total cash and cash equivalent		10,741,930	7,482,581
Account's receivables	13	32,582,814	34,005,020
Total financial assets		43,324,744	41,487,601
Financial liabilities			
Accounts payables	14	(482,072)	(5,682,299)
Net financial assets		42,842,672	35,805,301
Represented by			
Accumulated fund b/fwd.	15	35,805,301	36,026,166
Surplus/deficit for the year		7,037,371	(220,865)
Net financial position		42,842,672	35,805,301

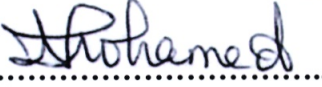
The school's financial statements were approved on 30th June 2023 and signed by:



Name: SALIM BUNU

Chair BOM

Date:30.6.2023



Name: JAMILAH MOHAMED
School Principal/ Secretary to
BOM

Date:30.6.2023



Name: JACOB MASKAT

Bursar/ Finance Officer

Date:30.6.2023

(Comparative FY refers to the financial year preceding the current Financial year.)

8. Statement of Cash Flows for the Year Ended 30th June 2023

Description	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash from Operating Activities			
Receipts			
Government grants for tuition		1,767,275	1,993,761
Government grants for operations		5,193,040	4,768,805
Government grants for infrastructure		2,602,000	4,207,000
School fund income- parents contributions/ fees		46,575,273	26,454,920
Other income		16,674,655	17,130,930
Total receipts		72,812,243	54,555,416
Payments			
Cash outflows for tuition		1,664,576	2,099,646
Cash outflows for operations		6,661,726	5,775,765
Cash outflows Boarding/lunch and school fund payments		59,879,209	45,564,956
Total payments		68,205,512	53,440,367
Net cash inflow/outflow from operating activities		4,606,731	1,115,049
Cash flow from investing activities			
Acquisition of assets		(1,347,382)	(8,253,435)
Proceeds from sale of Assets		-	-
Proceeds from investments		-	-
Purchase of investments		-	-
Net cash inflow/outflows from investing activities		(1,347,382)	(8,253,435)
Cash flow from Financing activities			
Proceeds from borrowings/ loans	18	-	-
Repayment of principal borrowings		-	-
Net cash inflow/outflow from financing activities		-	-
Net increase/decrease in cash and cash equivalents		3,259,349	(7,138,386)
Cash and cash equivalent at beginning of the FY		7,482,581	14,620,967
Cash and cash equivalent at end of the FY		10,741,930	7,482,580

Note: Cash and Cash Equivalent is the summation of Note 10, 11 and 12.

(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).

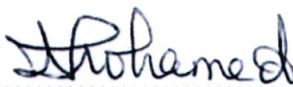
The school's financial statements were approved on _____ 2023 and signed by:



Name: SALIM BUNU

Chair BOM

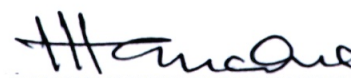
Date:30.6.2023



Name: JAMILAH MOHAMED

School Principal/ Secretary to
BOM

Date:30.6.2023



Name: JACOB MASKAT

Bursar/ Finance Officer

Date:30.6.2023

9. Statement Of Budgeted Versus Actual Amounts for The Year Ended 30th June 2023

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Receipts					
(1) Capitation Grant on Tuition					
Teaching/learning materials	1,767,275.25	-	1,767,275.25	1,767,275.25	-
(2) Capitation Grant on Operations					
Personnel emoluments	2,125,460.64	-	2,125,460.64	2,125,460.64	-
Local transport / travelling	175,048.88	-	175,048.88	175,048.88	-
Electricity ,water and conservancy	1,062,730.32	-	1,062,730.32	1,062,730.32	-
Medical	128,500.00	-	128,500.00	128,500.00	-
Administration costs	1,328,412.86	-	1,328,412.86	1,328,412.86	-
3) FDSE for infrastructure					
Maintenance & Improvement	2,602,000.00	-	2,602,000.00	2,602,000.00	100.00%
(4) Fees Charged on Parents					
BES	29,437,174.25	-	29,437,174.25	29,437,174.25	-
Personnel emoluments	5,943,636.00	-	5,943,636.00	5,943,636.00	-
Repairs and maintenance	2,000,298.00	-	2,000,298.00	2,000,298.00	-
Local transport / travelling	1,830,606.00	-	1,830,606.00	1,830,606.00	-
Electricity ,water and conservancy	4,348,173.00	-	4,348,173.00	4,348,173.00	-
Administration costs	3,831,192.00	-	3,831,192.00	3,831,192.00	-

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Activity	538,044.00	-	538,044.00	538,044.00	-
5) Miscellenous Income					
<i>Saving Account Equity</i>	15,375,035.50	-	15,375,035.50	15,375,035.50	-
<i>Laboratory</i>	123,284.00	-	123,284.00	123,284.00	-
<i>Rent</i>	64,725.00	-	64,725.00	64,725.00	-
<i>Uniform</i>	355,745.00	-	355,745.00	355,745.00	-
<i>SMASSE</i>	615,700.00	-	615,700.00	615,700.00	-
<i>Tender</i>	27,000.00	-	27,000.00	27,000.00	-
<i>Damages</i>	5,235.00	-	5,235.00	5,235.00	-
<i>Jericans</i>	4,430.00	-	4,430.00	4,430.00	-
<i>KESHA</i>	-	-	-	-	-
<i>Refund</i>	30,500.00	-	30,500.00	30,500.00	-
<i>Welfare</i>	-	-	-	-	-
<i>Scrap Metal</i>	1,000.00	-	1,000.00	1,000.00	-
<i>Clinics</i>	72,000.00	-	72,000.00	72,000.00	-
Total Income	73,793,205.70	-	73,793,205.70	73,793,205.70	-
(6) Expenditure For Tuition					
Laboratory equipments and apparatus	121,652.00		121,652.00	121,652.00	100.00%
Teaching/learning materials	1,501,328.00		1,501,328.00	1,501,328.00	100.00%
chalks	-		-	-	#DIV/0!
Internal exams	37,600.00		37,600.00	37,600.00	100.00%
Reference books	-		-	-	#DIV/0!

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Bank charges	3,996.00		3,996.00	3,996.00	100.00%
(7) Expenditure For Operations					
Personal Emoluments	3,423,128.35	-	3,423,128.35	3,423,128.35	100.00%
Administration Cost	1,159,100.00	-	1,159,100.00	1,159,100.00	100.00%
Repairs and maintenance & improvements	261,300.00	-	261,300.00	261,300.00	100.00%
Local transport / travelling	337,300.00	-	337,300.00	337,300.00	100.00%
Electricity, water and conservancy	190,760.00	-	190,760.00	190,760.00	100.00%
Medical and insurance	105,103.00	-	105,103.00	105,103.00	100.00%
Activity Expenses	1,171,045.00	-	1,171,045.00	1,171,045.00	100.00%
Bank Charges	13,990.04	-	13,990.04	13,990.04	100.00%
(8) Expenditure For infrastructure					
Construction of classrooms	888,000.00	-	888,000.00	888,000.00	100.00%
Construction of LAB	384,681.95	-	384,681.95	384,681.95	100.00%
Construction of DORMS	74,700.00	-	74,700.00	74,700.00	100.00%
(9) Expenditure For school fund/lunch/boarding					
Tution A/c	1,015,310.00	-	1,015,310.00	1,015,310.00	100.00%
Refund	107,788.00		107,788.00	107,788.00	100.00%
Personnel emoluments	7,731,578.57	-	7,731,578.57	7,731,578.57	100.00%
SMASSE	426,830.00		426,830.00	426,830.00	100.00%
Repairs and maintenance & Improvements	3,185,376.60	-	3,185,376.60	3,185,376.60	100.00%
Local transport / travelling	2,042,766.00	-	2,042,766.00	2,042,766.00	100.00%

Receipt/Expenses Item	Original Budget	Adjustments	Final Budget	Actual On Comparable Basis	% Of Utilization
	a	b	c=a+b	d	e=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs
Electricity , water and conservsancy	1,982,764.00	-	1,982,764.00	1,982,764.00	100.00%
Administration costs	4,752,612.75		4,752,612.75	4,752,612.75	100.00%
Activity	533,210.00		533,210.00	533,210.00	100.00%
Uniform	646,980.00	-	646,980.00	646,980.00	100.00%
BES	16,436,946.80		16,436,946.80	16,436,946.80	100.00%
Agriculture Projects	58,400.00		58,400.00	58,400.00	100.00%
Hire of school bus expenses	99,920.00		99,920.00	99,920.00	100.00%
Farm Projects	51,300.00	-	51,300.00	51,300.00	100.00%
Medical	78,910.00		78,910.00	78,910.00	100.00%
Welfare	15,405.00		15,405.00	15,405.00	100.00%
Saving Account Equity	17,931,627.45		17,931,627.45	17,931,627.45	100.00%
Caution Money	320,487.20		320,487.20	320,487.20	100.00%
Bank charges	29,975.00		29,975.00	29,975.00	100.00%
Totals	48,824,377.06	-	48,824,377.06	48,824,377.06	100.00%

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

- i. Xxx
- ii. Xxx

10. 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 school fees from parents, 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*. Income arising from school fees is recognised when the event occurs whether cash is received or not. Expenditure arising from operations is recognised when the event occurs irrespective of receipt of cash.

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.

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. Accounts receivables also include school fees billed to parents for services rendered but not paid. 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. Payables also include expenditure incurred for the purchase of goods, works and services that has been rendered and not settled. This is an enhancement to the cash accounting policy adopted for public secondary schools. Other liabilities are disclosed in the financial statements.

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 2023.

11. Notes To The Financial Statements**1 Government Grants for Tuition**

Description	2022-2023	2021-2022
	Kshs	Kshs
Text books		
Exercise books		
Laboratory equipments and apparatus		
Teaching/learning materials	1,767,275	1,993,761
Internal exams		
Reference books		
Total	1,767,275	1,993,761

**Include others as per MOE circulars*

2 Government Grants for Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personnel emoluments	2,125,461	2,145,549
Repairs and maintenance		
Local transport / travelling	175,049	751,647
Electricity ,water and conservancy	1,062,730	657,573
Infrastructure Account		
Medical	128,500	77,600
MOEST		
Administration costs	1,328,413	1,129,236
Covid 19		
BoM Teachers		
Insurance		
Activity	366,038	
Total	5,186,190	4,761,605

**Include others as per MOE circulars*

3 Government Grants for infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Maintenance & Improvement	2,602,000	4,207,000
Transition infrastructure grants		
Administration Block		
Economic stimulus grants		
Other (<i>specify</i>)(NGCDF and County govt.		
Total	2,602,000	4,207,000

4 School Fund Income - Parents Contribution/Fees

Description	2022-2023	2021-2022
	Kshs	Kshs
BES	29,437,174	21,694,202
Personnel emoluments	5,943,636	5,382,328
Repairs and maintenance	2,000,298	2,254,383
Local transport / travelling	1,830,606	2,123,346
Electricity ,water and conservancy	4,348,173	3,810,115
Medical		11,297
Beddings		
Fees refund		
Administration costs	3,831,192	3,293,821
Activity	538,044	790,404
Total	47,929,123	39,359,896

**Includes all levies charged by the school outside the fees structure but by mutual agreement with the parents.*

5 Miscellaneous Incomes

Description	2022-2023	2021-2022
	Kshs	Kshs
Printing		1,960
Saving Account Equity	15,375,036	12,165,474
Laboratory	123,284	54,680
Rent	64,725	68,000
Uniform	355,745	4,922,462
SMASSE	615,700	407,000
Tender	27,000	37,000

Damages	5,235	6,900
Jericans	4,430	1,780
KESHA		1,250
Refund	30,500	2,000
Welfare		3,800
Scrap Metal	1,000	38,000
Clinics	72,000	-
Retirement Benefit		869,465
Total	16,674,655	18,579,771

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

**Ensure proper authorization from MOE before obtaining loans/borrowings.*

**Indicate what other income relates to including income arising from writebacks if any.*

Notes to the Financial Statements (continued)

6 Tuition

Description	2022-2023	2021-2022
	Kshs	Kshs
Text books		
Exercise books		715,800
Laboratory equipments and apparatus	121,652	665,614
Teaching/learning materials	1,501,328	980,239
chalks		
Internal exams	37,600	386,780
Reference books		30,000
Bank charges	3,996	3,562
Total	1,664,576	2,781,995

7 Operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Personal Emoluments	3,423,128	2,599,347
Administration Cost	1,159,100	703,717
Repairs and maintenance & improvements	261,300	
Local transport / travelling	337,300	106,426
Electricity, water and conservancy	190,760	1,000
Medical and insurance	105,103	1,223,687
Activity Expenses	1,171,045	45,920
Other Voteheads		805,470
BoM Teachers		
Lab Equipments		
Bank Charges	13,990	5,280
School Bus Expenses		
Acquisition of Assets		4,461,551
Total	6,661,726	9,952,398

Notes to the Financial Statements (continued)

8 Infrastructure

Description	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Shelves	888,000.00	-
Construction of 4No classroom	384,681.95	-
Repairs of RAMS & Pillars	74,700.00	-
Purchase of furniture		-
Purchase of equipment		-
Purchase of apparatus		-
Drilling of boreholes	-	-
Others (specify)	-	-
Total	1,347,381.95	-

9 Boarding And School Fund

Description	2022-2023	2021-2022
	Kshs	Kshs
Laboratory		47,400
Tution A/c	1,015,310	
Refund	107,788	
Personnel emoluments	7,731,579	5,335,283
SMASSE	426,830	
Repairs and maintenance & Improvements	3,185,377	3,904,519
Local transport / travelling	2,042,766	321,600
Electricity , water and conservsancy	1,982,764	2,117,521
Administration costs	4,752,613	5,928,367
Activity	533,210	527,410
Uniform	646,980	3,747,191
Damages		40,200
BES	16,436,947	15,703,377
Agriculture Projects	58,400	
KESSHA		1,000
Hire of school bus expenses	99,920	
Farm Projects	51,300	
Medical	78,910	138,274
Welfare	15,405	20,000
Peace Club		9,370

LAMU GIRLS SECONDARY SCHOOL

Annual Report and Financial Statements For the year ended 30th June 2023

Club		7,100
Tender		5,540
PTA Development		3,729,802
Saving Account Equity	17,931,627	14,722,071
National School Fund		62,082
Caution Money	320,487	
Bank charges	29,975	20,398
Total	57,448,187	56,388,504

*(Expenses on income generating activities** should include all costs relating to the school earnings on miscellaneous receipts as recorded in note 5. 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)

10 Bank Accounts

Account Name & Currency	Status	Bank Account Number	2022-2023	2021-2022
	Active/Dormant		Kshs	Kshs
Tuition Account		1104752204	294,239	191,540
Operations Account		1104752581	(313,620)	480,654
School Fund Account/Boarding		1104752484	1,699,459	1,630,459
Savings Account-Equity account		1590281047988	3,456,167	
PTA ACCOUNT		1590262207827	43,765	118,465
Infrastructural Account		1223821072	3,586,314	1,875,326
Retention Account		1590281047973	794,353	1,179,607
Caution Money		1590281047988	-	320,487
National School Fund		1104752204	171,383	171,383
Retirement benefit			870,777	870,777
Total			10,602,837	6,838,698

11 Cash In Hand

Description	2022-2023	2021-2022
	Kshs	Kshs
Tuition Account		
Operation Account	6,419	5
School Fund account	132,675	643,878
Total	139,094	643,883

12 Short Term Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Cooperative Shares	0	0
Treasury Bills	0	0
Fixed Deposit accounts	0	0
Other Investments	0	0
Total	0	0

Notes to the Financial Statements (continued)

13 Accounts Receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Fees arrears	32,327,546	32,983,181
NSSF	71,284	93,200
Sacco		567,410
NHIF	25,200	170,200
PAYE	157,034	163,029
Salary advances	1,750	28,000
Total	32,582,814	34,005,020

13 b Ageing Analysis of Accounts Receivable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	10,391,168.00	32%	8,553,646	26%
Between 1- 2 years	8,553,646.00	26%	2,665,463	8%
Between 2-3 years	2,665,463.00	8%	-	0%
Over 3 years	21,764,071.97	67%	22,817,631	69%
Fees Arreas Collected	(11,046,803.00)	-34%	(1,053,559)	-3%
Total (should tie to note 13 a)	32,327,545.97	100%	32,983,181	100%

14 Accounts Payable

Description	2022-2023	2021-2022
	Kshs	Kshs
Trade creditors (See ageing below and appendix 1)	-	5,208,394
Prepaid fees	482,072	464,705
Welfare		
Imprest		9,200
Total	482,072	5,682,299

Notes to the Financial Statements (continued)

14a. Ageing Analysis of Accounts Payable

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	#DIV/0!	2,411,178	46%
Between 1- 2 years	2,411,178.00	#DIV/0!	2,527,284	49%
Between 2-3 years	2,527,283.55	#DIV/0!		0%
Over 3 years	104,714	#DIV/0!	270,490	5%
Creditors Paid	(5,043,175.30)	#DIV/0!	(557)	0%
Total (should tie to note 14)	-	#DIV/0!	5,208,394	100%

15 Fund Balance Brought Forward

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Balances	6,838,698	14,282,514
Cash Balances	643,883	338,453
Short Term Investments		
Receivables	34,005,020	25,651,813
Payables	(5,682,299)	(4,246,614)
Total	35,805,301	36,026,166

Other important disclosure notes

IPSAS Cash Standard encourages an entity to disclose accrual related information in relation to an entity's assets and liabilities. The notes outlined below are disclosure notes in relation to the school's non- financial assets and liabilities.

16 Non-current Liabilities Summary

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Loans	-	-
Outstanding Leases	-	-
Hire Purchase	-	-
Gratuity And Leave Provision	-	-
Others (specify)	-	-
Total	-	-

E,

17 Biological assets

Description	Numbers	2022-2023	2021-2022
		Kshs	Kshs
Cattle		0	0
Donkey		1	1
Trees		100	100
Coffee Or Tea Plantation		0	0
Poultry		0	0
Total		101	101

18 Borrowings

Description	Kshs	Kshs
Borrowings at beginning of the year	-	-
Borrowings during the year	-	-
Repayments during the year	-	-
Balance at the end of the year	-	-

Other important disclosure notes

19 Stock/ Inventory

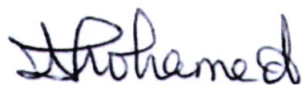
Description	2022-2023	2021-2022
	Kshs	Kshs
Food stuffs	134,672	-
Lab consumables	51,387	-
Farm produce	-	-
Medication	-	-
Construction Materials	-	-
Others (specify)	-	85,904
	186,059	85,904

(Stock to be measured at lower of cost and net realisable value. Net realisable value is the difference between selling costs less costs to sell)

20 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)



Sign and Date
Principal

12. Annexes

Annex I - Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
	A	b	C	d=a-c		
	Kshs	Kshs	Kshs	Kshs	Kshs	
Construction Of Buildings						
1.						
2.						
3.						
Sub-Total						
Supply Of Goods						
4.						
5.						
Sub-Total						
Supply Of Services						
6.						
7.						
8.						
Sub-Total						
Grand Total						

Annex 2 – Summary of Fixed Assets Register

Asset Class	Opening Balance 1st July 2022	Additions during the year	Disposals during the year	Balance as at the end of the year ended 30th June 2023
Land 1	6.73	0	0	6.73
Land 2	1.462			1.462
Buildings and structures	33	0	0	33
Motor vehicles	1	0	0	1
Office equipment, furniture and fittings	1,134	561	0	1,695
ICT Equipment, and Other ICT Assets	25	7	0	32
Tools and apparatus	691	1520	0	2211
Textbooks	10,923	0	0	10,923
Other Machinery and Equipment	16	19	0	35

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Asset Class	Opening Balance 1st July 2022	Additions during the year	Disposals during the year	Balance as at the end of the year ended 30th June 2023
Heritage and cultural assets	22	0	0	22
Intangible assets- soft ware	2	0	0	2
Total	12847	2107	0	14954

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