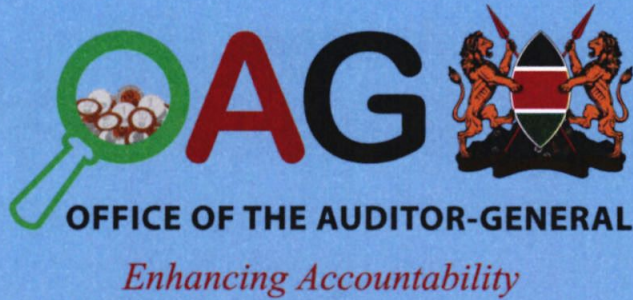


REPUBLIC OF KENYA



REPORT
OF
THE AUDITOR-GENERAL
ON
LAMU COUNTY BURSARY AND
SCHOLARSHIP FUND
FOR THE YEAR ENDED
30 JUNE, 2024

PAPERS LAID	
DATE	5/3/25
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LAMU COUNTY BURSARY AND SCHOLARSHIP FUND

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2024**

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

Lamu County Bursary and Scholarship Bursary Fund
Annual Report and Financial Statements for the year ended June 30, 2024

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1. Acronyms and Definition of Key Terms

a) Acronyms

<i>CT</i>	<i>County Treasury</i>
<i>CIDP</i>	<i>County Integrated Development Plan</i>
<i>ICPAK</i>	<i>Institute of Certified Public Accountants of Kenya</i>
<i>IPSAS</i>	<i>International Public Sector Accounting Standards</i>
<i>KSHS</i>	<i>Kenya Shillings</i>
<i>PFM</i>	<i>Public Finance Management</i>
<i>PSASB</i>	<i>Public Sector Accounting Standards Board</i>
<i>TNT</i>	<i>The National Treasury</i>
<i>TVETs</i>	<i>Technical and Vocational Educational Training Institutions</i>

b) Definition of Terms

1. Fiduciary Management - The key management personnel who had financial responsibility.

2. Key Entity Information and Management

a) Background information

Lamu County Bursary and Scholarship Fund is established by and derives its authority and accountability from the Lamu County Bursary Act of 2019. The Fund is wholly owned by the County Government of Lamu and is domiciled in Kenya. The fund objective is to provide funds for granting bursaries and scholarships to assist students in Secondary Schools, Colleges and Universities to pursue education in recognized institutions and to fund other educational activities in order to improve performance in the education sector. The Fund principal activities are to award scholarship and bursaries to needy students of Lamu County

b) Principal Activities

- a) To formulate sound policies for regulating the management of the Fund.
- b) To raise and solicit funds and other assistance to promote the functions of the Board.
- c) To set criteria and conditions governing the granting of bursaries and scholarships.
- d) To receive any gifts, donations, grants or endowments made to the Board and to make legitimate disbursements there from.
- e) To establish and maintain links with other person, bodies, or organizations within or outside Kenya, as the Board may consider appropriate for the furtherance of the purposes for which the Board is established.
- f) Grant bursaries and scholarships to eligible students upon recommendations of the committee.
- g) To consider appeals from the committees.
- h) Give annual reports and activities of the Board and Committee, to the Education Executive Committee Member.
- i) To organize payments to beneficiaries' institutions and receive receipts from institutions.
- j) Prepare regular reports for submission to the County Assembly on the execution of the functions of the Board.

Vision

To be an exemplary customer service regulatory body, raising a generation of professionals and transforming leaders through bursary and scholarship awards.

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Mission

To finance individuals in educational institutions through bursary and scholarship programmes at all educational levels.

Objectives

- a) Improve the standard of performance in education in Lamu County.
- b) Promote transitions and completion rates.
- c) Develop and nurture human resource of Lamu County and the country at large.
- d) Reduce disparities and inequalities in the provisions of education.
- e) Ensure retention of students in secondary schools, colleges and universities.
- f) Reduce the burden of financing education on the citizen.
- g) To promote the educational enrolment of marginalized community in Lamu County.

Core Values

Upholding values of accountability, transparency, excellence, accessibility, integrity, responsiveness, equity, and teamwork.

c) Board of Management

The Fund's day-to-day management is under the following key organs:

S/No.	Name	Position
1	Mr. Athman Mohamed Amin	Chairman
2	Ms. Ummulkheri Athman Bakari	Member- Representing gender
3	Ms. Susan Nyanjugu Kibathi	Member- Representing Youth
4	Mr. Fahad Mohamed Musa	Member- Representing Disability
5	Mr. Jacob M'ikiranya M'alaine	Member- Representing Faith group Christian
6	Mr. Bakari Mohamed Omar	Member- Representing Faith group Muslim
7	Mrs. Hafswa Diffini	Chief Officer - Education, Technology, Gender, Youth Affairs, Sports, Community Development and Social Services

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8	CPA Salma Omar	Chief Officer Finance, Budget, Strategy and Economic Planning
7	Mrs. Maryam Abdalla	CEO/ Secretary of the Board

d) Key Management

The key management personnel who held office during the financial year ended 30th June 2024 and who had direct fiduciary responsibility were:

S/No.	Name	Position
1	Mrs. Hafswa Diffini	Chief Officer - Education, Technology, Gender, Youth Affairs, Sports, Community Development and Social Services
2	Mr. Athman M. Amin	Chairman - Lamu County Bursary and Scholarship Board
3	CPA Salma Omar	Chief Officer- Finance, Budget, Strategy and Economic Planning
4	Mrs. Maryam Abdalla	CEO/Secretary- Lamu County Bursary and Scholarship Board

e) Fiduciary Management

The Lamu County Bursary Fund Fiduciary oversight arrangements are under the listed below oversight bodies.

Sno	Position	Name
1	Directorate of Accounting Service	The Directorate is headed by the Director of Accounting Services. It derives its mandate from the Constitution 2010, the Public Finance Management Act 2012. The main responsibility of the directorate is monitoring of expenditure and projects through vote controls, including program implementation on a periodic basis and ensuring that timely corrective action is taken.

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2	Directorate of Internal Audit	The Directorate is headed by the Ag. Director Internal Audit to provide independent assurance, advice and insight in order to enhance and protect organisational value, contribute towards evidence-based decision making, and promote organisational learning, transparency, integrity and accountability.
3	County Internal Audit Committee	The committee is responsible for overseeing risk management, internal control, and governance in a county government through reviewing the county government's governance mechanisms, transparency, and accountability. Conducting audits to strengthen internal control mechanisms; verifying the existence of county government assets and ensuring their protection; Ensuring the county government follows appropriate policies and procedures; Evaluating the reliability of information available to management; Overseeing the implementation of recommendations from internal and external auditors and recommend decisions to the Governing Body for approval
4	County Assembly Public Accounts Investment Committee	The committee is headed by the Chairperson with primary mandate of oversight the expenditure of public funds by Lamu County entities, to ensure value for money.
5	Parliamentary committee activities	Senate PAC & PAIC which oversight revenue allocated to County Government, examine report of the Office of the Auditor General on the annual accounts of the County Governments and to exercise oversight on the County Public Funds.
6	Kenya National Audit Office	The Office is mandated to audit and report on the use and management of public resources by public entities. Article 229 (6) of the Constitution requires the Auditor-General to

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		confirm whether public money has been applied lawfully and in an effective way.
7	Office of the Controller of Budget	Overseeing budget implementation of County Governments by authorizing withdrawals from public funds and reporting on their utilization. Ensuring that public funds are used in accordance with the law. Submit a report on the implementation of the budgets to each House of Parliament every four months.
8	Development partner oversight activities	Conditional grants conduct their own oversight activities for the projects implemented in the County.

f) Registered Offices

County Government of Lamu Headquarters
P.O. Box 74- 80500
Mokowe, Lamu.

g) Fund Contacts

Telephone: (254) 701851547
E-mail: lamucountybursary@lamu.go.ke
Website: www.lamu.go.ke

h) Fund Bankers

1. Gulf African Bank
Lamu Branch
P.O. Box 191- 80500
Lamu – Kenya.

2. Diamond Trust Bank
Lamu Branch
P.O Box 120-80500
Lamu- Kenya.

i) Independent Auditors

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




j) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya.





k) County Attorney

Director Legal
P.O. Box 74- 80500
County Government of Lamu.

3. Board of Management

NAME	PROFILE
<p>Mr. Athman Mohamed Amin Chairman</p> 	<p>Mr. Athman Mohamed has a diploma in Environmental health sciences from KMTC. He has worked with the ministry of health for over 18 years as a public health officer. He is a Board member of Mpeketoni boy's secondary school. He is also a member of the County Budget and Economic Forum; a Board of Directors/Secretary of Witu Nyangoro Ranching Co. Athman is also a Former Member of the County Assembly for Witu Ward where he chaired the health Committee for the five years in the county assembly of Lamu.</p>
<p>Mr. Jacob M'kiranya Board Member</p> 	<p>Born in Lamu in the year 1973, Mr. Jacob was appointed as a Member to the Board to represent the Christian religion. He has a diploma in human resource management from the technical university of Mombasa and a certificate in mediation course from MTI East Africa. He has worked with the NG/CDF and is currently a member of the church clergy.</p>
<p>Ms. Ummulkheir Athman Board Member</p> 	<p>Ummulkheir is appointed as a member of the board to represent gender. She graduated from Kenyatta University with a Bachelor of Science degree in Community Resource Management and Extension. She has worked as a human resource officer intern at KENGEN company limited and Lamu Youth Alliance as program coordinator. Ms. Ummulkheir currently is a technical coordinator at Lamu – KEMSFED</p>

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<p>Ms. Susan Nyanjugu Kibathi Board Member</p> 	<p>Ms. Susan was born in 1987 and has been appointed to the board to represent the youth. Susan is a professional in ICT. She once worked at the National Hospital Insurance Fund (NHIF) as a registration officer. She is currently working as an entrepreneur.</p>
<p>Mr. Bakari Mohamed Board Member</p> 	<p>Mr. Bakar is appointed to the board to represent the Muslim clergy. He is an Imam and Islamic scholar. He has worked with the ministry of forest for over 18 years as a tree nursery technician. He was once a member of CDF for Lamu West constituency and a counsellor for one term before devolution. He is currently a farmer and a director of Kibokoni Ranch.</p>
<p>Mr. Fahad Mohamed Musa Board Member</p> 	<p>Mr. Fahad is appointed to the board to represent the special needs category. Born and raised in Lamu, Fahad is a KCSE holder with vast experience in community service. He has worked as a counsellor for Langoni division before devolution and is currently the chairman of Ahadi organization. Prior his appointment to the board, he served as the chairman for Mkomani ward bursary committee. His experience in the bursary matters is of great use to the board.</p>
 <p>Mrs. Hafswa Diffini Chief Officer - Education, Technology, Gender, Youth</p>	<p>Having worked as the First Chief officer for Education after devolution in 2013, Mrs Hafswa Diffini brings to the Management vast experience of over 30 years in public service. She holds bachelor's degree in education.</p>

<p>Affairs, Sports, Community Development and Social Services</p>	
 <p>CPA Salma Omar Chief Officer Finance, Budget, Strategy and Economic Planning</p>	<p>Mrs. Salma Omar Ahmed is a Certified Public Accountant of Kenya and holds Bachelor’s degree in Business Administration in Finance and Accounting from Moi University. She also holds certificate in Senior Management and Strategic Leadership from Kenya School of Government. She is a member of ICPAK. Prior to her appointment as Chief Officer, she was Ag. Director Accounting Service, Principal Finance Officer for the for the County Treasury and served. She is Redcross Lamu Branch Treasurer from year 2015 upto date. CPA Salma brings to the Board vast experience in technical and senior managerial skills having worked in both Private and Public Institutions</p>
 <p>Mrs. Maryam Abdalla CEO / Secretary Fund Administrator</p>	<p>Mrs. Maryam Abdalla holds bachelor’s degree in business administration – HR Option, Certificate in computer operations and network administration. She also has certificate in supervisory management and senior management course from Kenya School of Government. She has over 15 years’ experience in public service having served as a secretary at the National Museum of Kenya - Lamu, Computer Instructor at Lamu Polytechnic, Kizingitini Polytechnic Manager, and Senior Records Manager at Lamu County Public Service Board. Prior to her appointment to the Board, she was the Principal Administration Officer at the Lamu County Public Service Board.</p>

4. Key Management Team

Name	Details of qualifications and experience
 <p>Mr. Athman Mohamed Amin Chairman</p>	<p>Mr. Athman Mohamed has a diploma in Environmental health sciences from KMTC. He has worked with the ministry of health for over 18 years as a public health officer. He is a Board member of Mpeketoni boy's secondary school. He is also a member of the County Budget and Economic Forum; a Board of Directors/Secretary of Witu Nyangoro Ranching Co. Athman is also a Former Member of the County Assembly for Witu Ward where he chaired the health Committee for the five years in the county assembly of Lamu.</p>
 <p>CPA Salma Omar Chief Officer Finance, Budget, Strategy and Economic Planning</p>	<p>Mrs. Salma Omar Ahmed is a Certified Public Accountant of Kenya and holds Bachelor's degree in Business Administration in Finance and Accounting from Moi University. She also holds certificate in Senior Management and Strategic Leadership from Kenya School of Government. She is a member of ICPAK. Prior to her appointment as Chief Officer, she was Ag. Director Accounting Service, Principal Finance Officer for the for the County Treasury and served. She is Redcross Lamu Branch Treasurer from year 2015 upto date. CPA Salma brings to the Board vast experience in technical and senior managerial skills having worked in both Private and Public Institutions</p>
 <p>Mrs. Hafswa Diffini Chief Officer - Education, Technology, Gender, Youth</p>	<p>Having worked as the First Chief officer for Education after devolution in 2013, Mrs Hafswa Diffin brings to the Management vast experience of over 30 years in public service. She holds bachelor's degree in education.</p>

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Affairs, Sports, Community Development and Social Services	
 <p>Mrs. Maryam Abdalla CEO / Secretary Fund Administrator</p>	<p>Mrs. Maryam Abdalla holds bachelor's degree in business administration – HR Option, Certificate in computer operations and network administration. She also has certificate in supervisory management and senior management course from Kenya School of Government. She has over 15 years' experience in public service having served as a secretary at the National Museum of Kenya - Lamu, Computer Instructor at Lamu Polytechnic, Kizingitini Polytechnic Manager, and Senior Records Manager at Lamu County Public Service Board. Prior to her appointment to the Board, she was the Principal Administration Officer at the Lamu County Public Service Board.</p>

5. Chairman's Report

It is my pleasure to present the financial statements for Lamu County Bursary and Scholarship Fund, which reflect the fund's financial performance for the period ended 30th June 2024. The Board has been performing regular auditing, reporting, evaluation, and communication with stakeholders to reinforce our commitment to transparency and accountability and ensure that we remain aligned with the best practices in public financial management and in compliance with the principles of fiscal responsibility as spelt out in the Public Finance Management Act (2012) and its regulations.

To achieve inclusivity and enhance equity the Board embark on verification of applicants at Ward level to ensure needy and vulnerable students are not left out in the bursary and scholarship awards. Moreover, list of awarded students per ward is put on the County website for the public to access. To this end the Board endeavours to provide quality service guided by the National Values and Principles of Governance and Public Service as enshrined in Article 10 and 232 of the Constitution of Kenya 2010.

Among the key milestones the Board has realized in this financial year is the development of Risk Management Policy to provide a structured and systematic approach to identifying, assessing, and mitigating risks. The policy will help to navigate uncertainties, make informed decisions, and enhance overall resilience, contributing to their long-term success. In addition to risk management policy, the board in the coming financial year will strive to develop a strategic plan.

In the process of executing our mandate during the year, many challenges arose including limited staff personnel and ICT infrastructure. Indeed, whereas the Board mandate has expanded in the recent past the resource available has not been commensurate. Technology by the use of systems

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will not only ensure efficiency and effectiveness in the service delivery but also provides data backup for future reference by the Board. However, our commitment is resolute, and we will continue to leverage on the power of synergy and escalate our stakeholder's engagement.

Our achievement as the Board must be acknowledged in the context of those that supported as through the year. More specifically, may I appreciate His Excellency the Governor, CECM Education, Board Members, Ward Bursary Committees, and most importantly the bursary secretariat staff that rise through the challenge of making the Board achieve its mandate.


.....

Mr. Athman Mohamed Amin

Chairperson

Lamu County Bursary and Scholarship Management Board.

6. Report of The Fund Administrator

Lamu County Bursary and Scholarship Fund receive money from the County Treasury through the Department of Education for the sake of supporting education programs in schools through the award of bursaries and scholarship to students at all levels of education. As the Lamu County Bursary Act of 2014 (amended 2019) dictates, the award of the bursary is done through applications which is made at ward levels through ward bursary committees. The committees then conduct a thorough vetting of the applications and compile lists of successful applicants to the board to deliberate and approve for payment.

In compliance with Lamu County Bursary Act and the Constitutional requirement the Board had set a uniform criteria and guidelines that promote equity, equality, and fairness in granting of bursaries and scholarships to the people of Lamu. The Board made sure that equal rights are provided to the marginalized and people living with disability.

Financial Performance

a) Revenue

The Fund has an approved budget of Ksh. 126,977,782.00 where it received transfers from County had an opening bank balance of Ksh. 20,800,129.00 during this reporting period. The table below shows transfers from the County Government over the financial years 2020/21 to 2023/24.

Table 1: Receipts from transfer from the County Government

Financial year	2020/2021	2021/2022	2022/2023	2023/2024
Amount	125,000,000	174,400,000	131,997,978	126,977,782

Figure 1: Graphical presentation of receipts from the County Government



b) Expenditures

The total expenditures during the period amounted to Ksh 145,392,963 out of which the uses of goods & services amounted to Ksh 3,312,478, scholarship and other educational benefit was Ksh. 141,648,485 and acquisition of assets is Ksh. 432,000.

Major achievements during the year

- 7,507 students have been awarded bursaries and scholarships across the county.
- Developed a comprehensive academic performance progress management system.


Challenges

In the process of executing our mandate during the year, many challenges arose including low budgetary allocation, inadequate human resource, lack of advance software and ICT infrastructure which limit the fund to execute all its mandate as enshrined in the Lamu County Bursary and Scholarship Act 2019.

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Conclusion

I appreciate the unrelenting support from the board of members, County Management and all the key stakeholders. We look forward to continuing partnership and cooperation in areas of mutual interest in the FY 2023/2024.


.....
13 SEP 2024

Maryam Abdalla
CEO / Secretary
Lamu County Bursary and Scholarship Fund Administrator

7. Statement of Performance Against Predetermined Objectives for FY 2023/2024

Introduction

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer shall prepare financial statements of each County Government entity/entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The key development objectives of the Lamu County Bursary and Scholarship Fund in the Financial Year 2023 - 2024 plan are to:

1. Provide bursaries and scholarships to needy and vulnerable students in schools.
2. Provide scholarships to who attained 300 marks and above in KCPE to enable them join secondary schools. The aim of the program is to encourage good performance of local students and the schools during KCPE exams.
3. Automate Lamu County Bursary and Scholarship activities to minimize duplication, ease tracking of applicants, consolidating all ward applicant's data and system generated reports for the Board to deliberate.
4. Establish an academic progress monitoring and evaluation system.
5. Provide bursaries and scholarship to students from marginalized community.

Progress on attainment of Strategic development objectives

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Indicator	Performance
General Administration, Planning and Support Services	To ensure smooth running board	Improved service delivery	No. of Board Members and Secretariat facilitated with working tools.	8 Board members and secretariat operating in fully equipped office

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	To automate service delivery	Improved service delivery	No. of system installed for the fund services	1 (using Microsoft office Access)
Scholarships and other educational benefits	To provide funds to be used for granting bursaries and scholarships to assist students in secondary schools to pursue education	Improved literacy level	% Of funds awarded to students % Of appeals handle and sorted	100%

8. Statement of Corporate Governance

The Board

Lamu County Bursary and Scholarship Fund is established by and derives its authority and accountability from the Lamu County Bursary Act of 2014 (amended 2019). The Fund is wholly owned by the County Government of Lamu and is domiciled in Kenya. The fund objective is to provide funds for granting bursaries and scholarships to assist students in Secondary Schools to pursue education in recognized institutions and to fund other educational activities in order to improve performance in the education sector.

The Members of The Board

Process of Appointment and Removal of Trustees

- (1) The Board shall consist of the following persons appointed by the Governor
 - (a) Chairman,
 - (b) Five members, of which two shall represent the Islamic religion and the Christian religion, one representative of the youth, one to represent gender and another one to represent special need group.
 - (c) Secretary,
- (2) The members of the Board other than the Secretary shall hold office for a period of three consecutive years and may be eligible for re-appointment.
- (3) The office of a member of the Board other than the Secretary, shall fall vacant
 - (a) If he submits his resignation in writing under his hand to the Governor through the Secretary.

- b) If the Board is satisfied that such a member is by reason of his physical or mental infirmity unable to execute the functions of his office.
 - (c) If he has been adjudged bankrupt by “a competent court of law or has committed a criminal offence which directly or otherwise reflects adversely on his status as a member of the Board.
 - (d) If he is found to have been in contravention of Chapter Six of the Constitution of Kenya; or
 - (e) Upon his death.
- (4) Where the office of a member becomes vacant under subsection (3), the Secretary, shall forthwith notify the vacancy to the appointing authority for appropriate action.

The Board members are responsible for the long-term strategic direction of the fund. The Board of members exercise leadership, enterprise, integrity, and judgment in directing the Fund. The members are provided with full, appropriate, and timely information that enables them to maintain full and effective control over the strategic, financial, operational and compliance issues. The day-to-day running of the operations of the fund is vested on the CEO/Secretary who is the fund administrator.

All members of the board have been taken through a comprehensive induction programme and are adequately trained on their roles as board members. The members are professionals, committed to and guided by the mission, vision and core values of the Fund in the execution of their duties.

Board Meetings

The Board members are to meet at least three times a year to monitor the implementation of the funds plan and achievement of the targets. However, as provided by the Lamu County Bursary and

Scholarship Act the Chairman shall, upon requisition by members convene a special meeting of the board at any time. During the year under review the board had 5 board meetings.

Statement of Compliance

The Lamu County Bursary and Scholarship Board confirmed that the fund had throughout the FY 2023/2024 complied with all statutory and regulatory requirements and that the fund had been managed in accordance with the principles of good corporate governance.

Internal Control and Risk Management

Standing Instructions

The fund is in the process to develop a Code of Ethics and Service Charter that will be applicable to all employees. This will entail a number of standing instructions to employees of the fund designed to enhance internal control.

Organization Structure

The Board has an organizational structure that clearly details line of authority and control responsibilities in line with the Lamu County Bursary and Scholarship Act, 2019.

Risk Management

The fund has developed a risk management framework which will guide the fund in identifying, assessing, and managing the risks and prescribe mitigating measures of all the risks both external and internal. The Management team is looking forward to capacity build staff on risk identifying and maintaining of risk register.

Management Team

The management team headed by the Chairman, the Secretary and Chief Officers as shown on page xii – xiii implements the board decisions and policies through action plans. The team meets regularly to review these action plans to ensure that the board objectives are achieved effectively and efficiently.

Auditor

The fund is audited by the Office of the Auditor - General.

9. Management Discussion and Analysis

The Lamu County Bursary and Scholarship Fund is supported by the County Government of Lamu through the Department of Education by way of fund transfer for both operation and disbursement of scholarship and bursaries to students. These funds are transferred to fund bank account after it has been budgeted for and approved by the County Assembly.

Bursary and scholarships awarding Criteria

A bursary award is granted based on criteria established by the Lamu County Bursary and Scholarship Management Board. As the Lamu County Bursary Act of 2014 (amended 2019) dictates, the award of the bursary is done through applications which are made at ward levels through ward bursary committees. It is then the task of the committees to review the applications meticulously and compile a list of successful applicants for the board to deliberate and approve for payment. For the current year, the committees adhered to the following criteria.

- Adopt recommendations made on the students' academic performance evaluation report for academic year 2023.
- Beneficiaries who were enrolled previously in the scholarship programme.
- Vulnerable but bright students in form 2,3,4 who will be identified and requires immediate attention and support.
- A student from Awee (Boni) or Sanye community.
- A student who attained 300 marks in the KCPE (Academic year 2023)
- A needy and vulnerable learner who attained 250 marks and above in KCPE
- Learners whose parents/guardians are living with disabilities

- Families affected by HIV/AIDS and other chronic illnesses with debilitating effects that could render parents and guardians destitute and unable to fend for their families.

Compliance with statutory requirements

The Fund complied with the following listed requirements but not limited to:

- Lamu County Bursary Act 2014 (amended 2019)
- Public Finance Management Act 2012

Key projects or investments decision implemented or ongoing.

- a) Provision of bursaries to needy students in secondary schools.
- b) Provisions of scholarships to all KCPE students who attain 300 marks from Lamu County Primary Schools to enable them join secondary schools. The aim of the program is to encourage good performance of local students and the schools during KCPE exams.
- c) Automation of Lamu County Bursary and Scholarship activities to minimize; duplication, ease tracking of applicants, consolidating all ward applicant's data and system generated reports for the Board to deliberate on.

Major challenges facing the fund.

1. Low budgetary allocation – The Board would appreciate more allocation which will be able to fund both Board's administration cost and reach out to more applicants.
2. Inadequate human resource - The Bursary Fund has only four staff of which two are on permanent and pensionable terms of employment and two are casuals. This limits the fund to execute all its mandate as enshrined in the Lamu County Bursary Act 2014 (amended 2019)

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3. Lack of advance software and ICT infrastructure - Lack of an advance software and ICT infrastructure for the bursary and scholarship management in order to improve the efficient and effectiveness and data back-up.

Conclusion

We appreciate the unrelenting support from the board, management, staff, the county government, development partners and all the key stakeholders. We look forward to continuing partnership and cooperation in areas of mutual interest in the FY 2024/2025.

10. Environmental and Sustainability Reporting

Below is a brief highlight of our achievements in areas of environmental sustainability.

a) Sustainability strategy and profile

The Lamu County Bursary and Scholarship Fund is established and mandated through the Lamu County Bursary and Scholarship Act 2014 (amended 2019) of the County Assembly of Lamu. This Act has put in place good governance structure. The Fund is independent. It has a fund manager and an independent board of management.

Furthermore, the fund has risk management framework which guides the fund in identifying, assessing, and managing the risks and prescribe mitigating measures of all the risks both external and internal.

b) Environmental performance

The Board ensures conserving of environment by use of environmentally friendly products.

c) Employee welfare

The Board continues to capacity build its staff for efficient and effective service delivery.

d) Market place practices

Procurement of office stationery and other items is done using County pre-qualified suppliers. Similarly, all the contracts signed by the respective suppliers are always honored. The delivered items are always inspected to ensure they meet standards and are environmentally friendly.

e) Community Engagements

On matters of community engagement is that members of the board especially the Chairman and the CEO have always been invited in school's annual general meetings as well as schools prize giving functions. In all those functions the members who attend generously contribute in terms of finances and words of counsel. We also have some Ward bursary committees who are also members of community - based organization and rotary groups.

11. Report of The Board of Management

The Board submitted their report together with the financial statements for the period ended June 30th 2024, which showed the state of the Fund affairs.

Principal activities

The principal activity of the Fund is to provide funds to be used for granting bursaries and scholarships to assist students in secondary schools to pursue education at such recognized institutions and to fund other educational activities to improve performance in the education sector.

Results

The results of the Fund for the year ended June 30th 2024 are set out on page 1 – 5.

Board

The members of the Board who served during the year up to April 2024 are shown on page ix–xi. The new Board were appointed and sworn in on August 2024 as follows: Athman Mohamed Amin – Chairman, Abubakar Harith Swaleh – Member, Jacob M’Kiranya - Member

Auditors

The Auditor General is responsible for the statutory auditing of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act, 2015.

By Order of the Board

.....

Mr. Athman Mohamed Amin

Chairperson

Lamu County Bursary and Scholarship Management Board.

12. Statement of Management's Responsibilities

Section 167 of the Public Finance Management Act, 2012 requires that at the end of each financial year, the Administrator of Lamu County Bursary and Scholarship Fund shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board. The Board of management are responsible for the preparation and presentation of the Lamu County Bursary and Scholarship Fund financial statements, which give a true and fair view of the state of affairs of the fund for and as at the end of the financial year ended on June 30, 2024. This responsibility includes:

- (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period,
- (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity,
- (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud,
- (iv) safeguarding the assets of the *fund*,
- (v) selecting and applying appropriate accounting policies, and
- (vi) making accounting estimates that are reasonable in the circumstances.

The Fund Administrator of the Lamu County Bursary and Scholarship Board accepts responsibility for the Fund financial statements, which has been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and Lamu County Bursary Scholarship Act 2019.

The Administrator of the Fund is of the opinion that the Lamu County Bursary and Scholarship Fund financial statements give a true and fair view of the state of Fund transactions during the financial period ended June 30th, 2024, and of the Fund financial position as at that date. The Administrator further confirms the completion of the accounting records maintained for the Fund, which has been relied upon in the preparation of the Fund financial statements as well as the adequacy of the systems of internal financial control.

Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024

In preparing the financial statements, the Administrator of the Fund has assessed the Fund's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Administrator to indicate that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Fund financial statements were approved by the Board on 18th September 2024 and signed on its behalf by:


LAMU COUNTY
18 SEP 2024

Maryam Abdalla
CEO / Secretary
Lamu County Bursary and Scholarship Fund Administrator

REPUBLIC OF KENYA

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

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON LAMU COUNTY BURSARY AND SCHOLARSHIP FUND FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

- A. Report on 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 the 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities 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

Opinion

I have audited the accompanying financial statements of Lamu County Bursary and Scholarship Fund set out on pages 1 to 24, which comprise the statement of financial

position as at 30 June, 2024 and the statement of financial performance, statement of changes in net assets and statement of cash flows, statement of comparison of budget and actual amounts for the year then ended, a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Lamu County Bursary and Scholarship Fund as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Lamu County Bursary Act, 2019 which was revised in 2018 and the Public Finance Management Act, 2012.

Basis for Opinion

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

Emphasis of Matter

Budget Control and Performance

The statement of comparison of budget and actual amounts reflects final revenue budget and actual on a comparable basis of Kshs.147,777,911. Similarly, the Fund spent Kshs.145,095,963 against actual receipts of Kshs.145,095,963 resulting to an under-utilization of Kshs.2,681,948 or 2% of the receipts.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

Various prior year audit issues remained unresolved as at 30 June, 2024. Even though Management has indicated they have been resolved, the process of resolution based on recommendations of oversight committees has not been provided.

Other Information

The Management is responsible for the other information set out on page ii to xxxi which comprise of Key Entity Information and Management, The Key Management Team, Chairman's Report, Report of the Fund Administrator, Statement of Performance Against Predetermined Objectives, Statement of Corporate Governance, Management Discussion and Analysis, Report of the Board of Management and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Lamu County Bursary and Scholarship Fund's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the 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. Failure to Develop Enabling Regulations to the Act

Review of records revealed that the County Executive Committee Member in charge of Education has not developed regulations, for the better carrying out of the Act contrary to the Lamu County Bursary Fund Act, 2019 Section 21(3) which states that the County Executive Committee Member responsible for Education shall propose regulations to the County Assembly from time to time for the better carrying out of this Act.

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

2. Irregular Expenditure on Scholarship and Other Educational Benefits

The statement of financial performance reflects payments in respect of scholarship and other educational benefits totalling Kshs.141,648,485 as disclosed in Note 7B to the financial statements. The expenditure on scholarships and other educational benefits

during the year under review related to bursaries issued in respect of seven thousand five hundred and seven (7,507) students in Secondary Schools. During the same period Kshs.116,656,424 was issued as bursaries to students by the two (2) National Government Constituencies Development Funds of Lamu West and East Constituencies benefitting over ten thousand (10,000) students. According to the 2019 Kenya Population and Housing Census Analytical report on Education and Training, 2022, the Total Net School Enrolment Rate (Total NER) for secondary school was ten thousand eighty hundred and ninety-nine (10,899) resulting to the likelihood of overlaps between the various bursary schemes.

In addition, the expenditure on scholarships and other educational benefits is in contravention of Article 185(1) and (2) of the Constitution of Kenya which directs that the legislative authority of a County is vested in and exercised by its County Assembly and that a County Assembly may make any laws that are necessary for, or incidental to, the effective performance of the functions and exercise of the powers of the County Government under the Fourth Schedule. Article 186 (1) of the Constitution directs that except as otherwise provided, the functions and powers of the National Government and the County Governments, respectively, are as set out in the Fourth Schedule. The Fourth Schedule provides that among the functions of the National Government are education policy, standards, curricular, examinations and the granting of university charters and universities, tertiary educational institutions and other institutions of research and higher learning and primary schools, special education, secondary schools and special education institutions while the functions of the County Governments include pre-primary education, village polytechnics, homecraft centres and childcare facilities.

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

3. Lack of Internal Audit Reports

During the year under review, there were no internal audits conducted on the Lamu County Bursary and Scholarship Fund contrary to Section 155 (3) of Public Finance Management Act, 2012 revised 2022, which set arrangements for the conduct of internal auditing for a County Government by reviewing the governance mechanisms of the entity and mechanisms for transparency and accountability with regard to the finances and assets of the entity, conducting risk-based, value-for-money and systems audits aimed at strengthening internal control mechanisms that could have an impact on achievement of the strategic objectives of the entity; verifying the existence of assets administered by the entity and ensuring that there are proper safeguards for their protection; providing assurance that appropriate institutional policies and procedures and good business practices are followed by the entity and evaluating the adequacy and reliability of information available to management for making decisions with regard to the entity and its operations.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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 the 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 (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund'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 cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply 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 Fund'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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, SBS
AUDITOR-GENERAL

Nairobi


Date : 31 December, 2024


Lamu County Bursary and Scholarship Bursary Fund
Annual Report and Financial Statements for the year ended June 30, 2024

14. Statement of Financial Performance for the Year Ended 30th June 2024

Description	Note	2023 - 2024	2022 -2023
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Public Contributions and Donations	1	-	-
Transfers From the County Government	2	126,977,782	131,997,978
Fines, Penalties and Other Levies	3	-	282
		126,977,782	131,998,260
Revenue From Exchange Transactions			
Interest Income	4	-	-
Other Income	5	-	-
		-	-
Total Revenue		126,977,782	131,998,260
Expenses			
Employee Costs	6	-	311,000
Use of goods and services	7A	3,312,478	3,413,334
Scholarship and other educational benefits	7B	141,648,485	107,685,698
Depreciation and Amortization Expense	8	135,000	13,500
Finance Costs	9	-	-
Total Expenses		145,095,963	111,423,532
Other Gains/Losses			
Gain/Loss on Disposal of Assets	10	-	-
Gain /Loss on fair value of investments	11	-	-
Surplus /(Deficit) for the period		-18,118,181	20,574,728

(The notes set out on pages 16 to 21 form an integral part of these Financial Statements)


LAMU COUNTY
10 SEP 2024
 Name: Maryam Abdalla
 Fund Administrator
BURSARY AND SCHOLARSHIP
MANAGEMENT BOARD


 Name: CPA Mohamed A. Abubakar
 Director Accounting Services
 ICPK NO: 23585

Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024

15. Statement of Financial Position as at 30 June 2024

Description	Note	2023 - 2024	2022 -2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	12	2,334,948	20,800,129
Current Portion of Long- Term Receivables From exchange transactions	13	-	-
Prepayments	14	-	-
Inventories	15	-	-
Investments in financial assets	16	-	-
Total current assets		2,334,948	20,800,129
Non-Current Assets			
Property, Plant and Equipment	17	457,500	110,500
Intangible Assets	18	-	-
Long Term Receivables from Exchange Transactions	13	-	-
Investment Property	19	-	-
Total non- current assets		457,500	110,500
Total Assets		2,792,448	20,910,629
Liabilities			
Current Liabilities			
Trade and Other Payables from Exchange Transactions	20	-	-
Current Portion of Borrowings	21	-	-
Employee Benefit Obligations	22	-	-
Social benefit liabilities	23	-	-
Total current liabilities		-	-
Non-Current Liabilities			
Long Term Portion of Borrowings	21	-	-
Non-Current Employee Benefit Obligation	22	-	-
Social benefit liabilities	23	-	-
		-	-
Total Liabilities		-	-

Lamu County Bursary and Scholarship Fund


Annual Report and Financial Statements for the year ended June 30, 2024

Net Assets		2,792,448	20,910,629
Revolving Fund		-	-
Reserves		-	-
Accumulated Surplus		2,792,448	20,910,629
Total Net Assets and Liabilities		2,792,448	20,910,629

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 18th September 2024 and signed by:


.....
Name: Maryam Abdalla
Fund Administrator




.....
Name: CPA Mohamed A. Abubakar
Director Accounting Services
ICPK NO: 23585

Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024

16. Statement Of Changes in Net Assets for the year ended 30th June 2024

Description	Accumulated surplus	Total
	Kshs	Kshs
Balance as at 1 July 2022	335,901	335,901
Surplus/(Deficit) For the Year	20,574,728	20,574,728
Balance As At 30 June 2023	20,910,629	20,910,629
Balance As At 1 July 2023	20,910,629	20,910,629
Surplus/(Deficit) For the Year	(18,118,181)	(18,118,181)
Balance As At 30 June 2024	2,792,448	2,792,448

Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024

17. Statement of Cash Flows for The Year Ended 30 June 2024

Description	Note	2023 - 2024	2022 -2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers From the County Government		126,977,782	131,997,978
Fines, Penalties and Other Levies		-	282
Total receipts		126,977,782	131,998,260
Payments			
Employee Costs		-	311,000
Scholarship and other educational benefits		141,648,485	107,685,698
Use of goods and Services		3,312,478	3,413,334
Total Payments		144,960,963.00	111,410,032
Net cash flows from operating activities	17	(17,983,181.00)	20,588,228
Cash flows from investing activities			
Property, Plant and Equipment's		482,000	-
Net cash flows used in investing activities		-	-
Cash flows from financing activities			
Net cash flows used in financing activities		-	-
Net increase/(decrease) in cash & cash equivalent		(18,465,181.00)	20,588,228
Cash and cash equivalents at 1 July	13	20,800,129	211,901
Cash and cash equivalents at 30 June	13	2,334,948	20,800,129

(PSASB has prescribed the direct method of cash flow preparation/ presentation for all entities under the IPSAS accrual basis of accounting)

Lamu County Bursary and Scholarship Bursary Fund
Annual Report and Financial Statements for the year ended June 30, 2024

18. Statement of Comparison of Budget & Actual Amounts for Year Ended 30th June 2024

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	c=(a+b)	d	e=(c-d)	f=d/c*100
Revenue						
Transfers From the County Government	126,977,782	-	126,977,782	126,977,782	-	100
Balance b/d	20,800,129	-	20,800,129	20,800,129	-	100
Total Income	147,777,911	-	147,777,911	147,777,911		100
Expenses						
Use of goods and services	4,283,337	-	4,283,337	3,312,478	970,859	77
Scholarship and other educational benefits	143,344,574	-	143,344,574	141,648,485	1,696,089	99
Depreciation and Amortization Expense	150,000	-	150,000	135,000	15,000	90
Total Expenditure	147,777,911	-	147,777,911	145,095,963	2,681,948	98
Surplus For the Period				2,681,948		

Budget notes

1. The utilization of 77% of use of goods and service was due quarter 4 activities slotted for Board and ward committee whose term ended April 2024.
2. Reconciliation of difference in surplus reported in statement of comparison budget & actual and statement of financial performance due to budgetary difference is as shown below

Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024

Reconciliation statement between the surplus in statement of financial performance and the statement of comparison of budget & actual amounts.

<i>Surplus as per the statement of comparison budget & actual</i>	<i>KES 2,681,948</i>
<i>Surplus as per the statement of financial performance</i>	<u><i>KES (18,118,181)</i></u>
<i>Difference</i>	<i>KES 20,800,129</i>
<i>Explained By</i>	
<i>Opening bank balance (fund balance)</i>	<u><i>KES 20,800,129</i></u>

**Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024**

19. Notes to the Financial Statements

Significant Accounting Policies

1. General Information

Lamu County Bursary and Sponsorship Board is established by and derives its authority and accountability from the Act of 2014 (amended 2019). The Fund is wholly owned by the County Government of Lamu and is domiciled in Kenya.

2. Statement of compliance and basis of preparation

Lamu County Bursary and Scholarship Fund's financial statements have been prepared in compliance with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Bursary Fund/Scheme. The accounting policies have been consistently applied to all the years presented. The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The financial statements are prepared on accrual basis of accounting. The statement of cash flows is prepared using the direct method.

3. Adoption of new and revised standards

(i) *New and amended standards and interpretations in issue effective in the year ended 30 June 2024.*

There were no new and amended standards issued in the financial year.

(ii) *New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.*

Standard	Effective date and impact:
IPSAS 43 Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.
IPSAS 44: Non- Current Assets Held	<i>Applicable 1st January 2025</i> The Standard requires,

**Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024**

Standard	Effective date and impact:
for Sale and Discontinued Operations	<p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p>
IPSAS 46 Measurement	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol style="list-style-type: none"> <li data-bbox="491 1070 1347 1182">i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. <li data-bbox="491 1182 1347 1261">ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; <li data-bbox="491 1261 1347 1373">iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47- Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non-exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>
IPSAS 48- Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial</p>

**Lamu County Bursary and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2024**

Standard	Effective date and impact:
	statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.
IPSAS 49- Retirement Benefit Plans	<i>Applicable 1st January 2026</i> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.

(iii) Early adoption of standards

The Lamu County Bursary and Scholarship Fund did not early – adopt any new or amended standards in the financial year.

1. Summary of Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

Revenue transfers

Revenues from non-exchange transactions are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

ii. Revenue from exchange transactions

Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

b) Budget information

The original budget for FY 2023/2024 was approved by the County Assembly on Lamu. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Lamu County Bursary and Scholarship Fund/Scheme upon receiving the respective approvals in order to conclude the final budget. The Lamu County Bursary Fund/Scheme recorded additional appropriations of Kshs. 27,000,000 on the FY 2025 budget following the governing body's approval.

Lamu Bursary Fund budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

In addition to the basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification plans adopted for the presentation of the financial statements and the approved budget.

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 18 of these financial statements.

c) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

(i) Financial assets

Classification of financial assets

The entity classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made an irrevocable election at initial recognition for particular investments in equity instruments.

(ii) Subsequent measurement

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

(iii) Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is

recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

(iv) Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

(v) Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

(vi) Trade and other receivables

Trade and other receivables are recognized at fair values, less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

(vii) Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note xx*.

Financial liabilities

Classification

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

d) Provisions

Provisions are recognized when the Lamu Bursary Fund has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

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e) Contingent liabilities

Lamu Bursary Fund does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is probable.

f) Contingent assets

Lamu County Bursary and Scholarship Fund does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Lamu Bursary Fund/Scheme in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

g) Nature and purpose of reserves

The Lamu Bursary Fund does not create and maintains reserves in terms of specific requirements.

h) Changes in accounting policies and estimates

The Lamu Bursary Fund recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

i) Foreign currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

j) Related parties

The Lamu Bursary Fund regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Lamu Bursary Fund or vice versa. Members of key management are regarded as related parties and comprise of Board of Trustees, the Fund/Scheme administrator and senior managers.

k) 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 the Central Bank of Kenya and at various commercial banks at the end of the financial year.

l) Comparative figures

Where necessary, comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

5. Significant judgments and sources of estimation uncertainty

The preparation of the Lamu Bursary Fund's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

State all judgments, estimates, and assumptions made e.g.

a) Estimates and assumptions –

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140.

b) Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- The condition of the asset based on the assessment of experts employed by the Entity
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset

c) Provisions

No provisions were raised and management determined an estimate based on the information available.

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6. Notes to the financial statements

1. Public contributions and donations

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total	-	-

2. Transfers from County Government

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Transfers From County Govt. –Operations	126,977,782	131,997,978
Total	126,977,782	131,997,978

3. Fines, penalties and other levies

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Fines	-	282
Total	-	282

4. Interest income

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total Interest Income	-	-

5. Other income

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total Other Income	-	-

6. Employee Costs

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Salaries And Wages	-	311,000
Total	-	311,000

7.(A) Use of Goods and Services

Description	2023 -2024	2022 -2023
	Kshs.	Kshs.
Utilities supplies	-	-
Communication Supplies and Services	105,000	155,250

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Domestic Travel and Subsistence and Other Transport	1,159,300	1,073,950
Printing and Advertising		110,700
Hire Transport & Venue	110400	175,905
Hospitality	1,241,729	1,502,690
Office And General Supply and Service	302,106	253,499
Bank Charges	95,098	37,140
Hire of equipment	98,200	
Refined Fuel	147195	-
Routine Maintenance-Other Asset	43,450	64,200
Contractual Services	10,000	40,000
Total	3,312,478	3,413,334

7.(B) Scholarship and other educational benefits

Description	2023 -2024 Kshs.	2022 -2023 Kshs.
Scholarship and other educational benefits	141,648,485	107,685,698
Total	141,648,485	107,685,698

8. Depreciation and Amortization Expense

Description	2023 -2024	2022 -2023
	Kshs.	Kshs.
Property Plant and Equipment	135,000	13,500
Total	135,000	13,500

9. Finance costs

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total	-	-

10. Gain/(loss) on disposal of assets

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total	-	-

11. Gain/ (loss) on Fair Value Investments

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total Gain	-	-

12. Cash and cash equivalents

Description	2023 -2024	2022 -2023
	Kshs	Kshs

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Current Account	2,334,948	20,800,129
Total Cash and Cash Equivalents	2,334,948	20,800,129

Detailed analysis of the cash and cash equivalents are as follows:

Financial Institution	Account number	2023 -2024	2022 -2023
		Kshs	Kshs
A) Current Account			
Gulf African Bank	570000101	399,345	20,800,129
Diamond Trust Bank	0909107001	1,935,603	-
Grand Total		2,334,948	20,800,129

13. Receivables from exchange transactions

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total Receivables From Exchange Transactions	-	-

14. Prepayments

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total	-	-

15. Inventories

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Total Inventories at The Lower of Cost and Net Realizable Value	-	-

16. Investments in financial assets

Description	2023 -2024	2022 -2023
	Kshs	Kshs
Grand total	-	-

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17. Property, plant and equipment

	Furniture and fittings	Computers and office equipment	Total
Cost	Kshs	Kshs	Kshs
At 1 st July 2022	108,000	688,850	796,850
Additions	-	-	-
Disposals	-	-	-
Transfers/Adjustments	-	-	-
At 30 th June 2023	108,000	688,850	796,850
At 1 st July 2023	108,000	688,850	796,850
Additions	132,000	350,000	482,000
Disposals	-	-	-
Transfer/Adjustments	-	-	-
At 30 th June 2024	240,000	1,038,850	1,278,850
Depreciation And Impairment			
At 1 st July 2022	13,500	659,350	672,850
Depreciation	13,500	-	13,500
Transfer/Adjustment	-	-	-
At 30 th June 2023	27,000	659,350	686,350
At 1 st July 2023	27,000	659,350	686,350
Depreciation	30,000	105,000	135,000
Impairment	-	-	-
At 30 th June 2024	57,000	764,350	821,350
Net Book Values			
At 30 th June 2023	81,000	29,500	110,500
At 30 th June 2024	183,000	274,500	457,500

Note: The depreciation rate for furniture is 12.5% and for computers and office equipment is 30% depreciated using the straight-line method of depreciation. The fund uses the National Treasury Guidelines on asset and liability management in the Public Sector issued March 2020.

18. Intangible assets

Description	2023-2024	2022-2023
	Kshs	Kshs
NBV	-	-

19. Investment Property

Description	2023-2024	2022-2023
	Kshs	Kshs

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At end of the year	-	-
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20. Trade and other payables from exchange transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Total Trade and Other Payables	-	-

21. Provisions

Description	Leave provision	Bonus provision
	Kshs	Kshs
Balance At the End of The Year	-	-

22. Borrowings

Description	2023-2024	2022-2023
	Kshs	Kshs
Balance At End of The Period	-	-

23. Employee benefit obligations

Description	Defined benefit plan	Post employment medical benefits
	Kshs	Kshs
Total	-	-

24. Social Benefit Liabilities

Description	2023-2024	2022-2023
	Kshs	Kshs
Total (tie to totals above)	-	-

25. Cash generated from operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	(18,118,181)	20,574,728
Adjusted For:		
Depreciation	135,000	13,500
Amortisation	-	-
Working Capital Adjustments		
Increase In Receivables	-	-
Increase In Payables	-	-
Net Cash Flow From Operating Activities	(17,983,181)	20,588,228

7. Related party balances

a) Nature of related party relationships

Entities and other parties related to the Fund/Scheme include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members. The fund is related to the following entities:

- a) The County Government.
- b) Key management.
- c) Board of Management.

b) Related party transactions

Description	2023 -2024	2022 - 2023
	Kshs	Kshs
Board members allowance	768,000	
Total	768,000	

c) Key management remuneration

Description	2023 -2024	2022 - 2023
	Kshs	Kshs
Total	-	-

d) Due from related parties

Description	2023 -2024	2022 - 2023
	Kshs	Kshs
Total	-	-

e) Due to related parties

Description	2023 -2024	2022 - 2023
	Kshs	Kshs
Total	-	-

8. Contingent assets and contingent liabilities

Contingent Liabilities	2023 -2024	2022 - 2023
	Kshs	Kshs
Total	-	-

(Give details)

9. Financial risk management

The Fund's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Fund's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Fund/Scheme does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The Fund/Scheme's financial risk management objectives and policies are detailed below:

a) Credit risk

The Fund has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments. Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the entity's management based on prior experience and their assessment of the current economic environment.

The board of management sets the Fund credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

b) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Fund/Scheme Administrator, who has built an appropriate liquidity risk management framework for the management of the entity's short, medium and long-term funding and liquidity management requirements. The entity manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

c) Market risk

The Fund has put in place an internal audit function to assist it in assessing the risk faced by the Fund on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

The Fund's finance department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies.

There has been no change to the entity's exposure to market risks or the manner in which it manages and measures the risk.

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i. Foreign currency risk

The Fund has no transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate.

ii. Interest rate risk

Interest rate risk is the risk that the Fund's financial condition may be adversely affected as a result of changes in interest rate levels. The fund's interest rate risk arises from bank deposits. This exposes the Fund to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Fund's deposits.

Management of interest rate risk

To manage the interest rate risk, management has endeavoured to bank with institutions that offer favourable interest rates.

d) Capital risk management.

The objective of the Fund/Scheme's capital risk management is to safeguard the Fund/Scheme's ability to continue as a going concern. The entity capital structure comprises of the following funds:

Description	2023 -2024	2022 – 2024
	Kshs	Kshs
Accumulated surplus	2,792,448	20,910,629
Total funds	2,792,448	20,910,629
Less: cash and bank balances	(2,334,948)	(20,800,129)
Net debt/(excess cash and cash equivalents)	457,500	110,500
Gearing		

10. Events after the reporting period

There were no material adjusting and non-adjusting events after the reporting period.

11. Currency

The financial statements are presented in Kenya Shillings (Kshs)

**Lamu County Bursary and Scholarship Fund
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20. Annexes

Annex I: Progress on Follow-up of Prior Year Auditor's Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Cash and Cash equivalent – Unpresented Cheques	Management shall monitor unpresented cheques	Resolved through County Assembly hearing	
2	Wrong fund name	Resolved	Resolved	

LAMU COUNTY
Mdalla 18 SEP 2024
 Maryam Abdalla
 Fund Administrator
 LAMU COUNTY BURSARY AND SCHOLARSHIP
 MANAGEMENT BOARD
Lamu County Bursary and Scholarship Fund.

Date: 18th September 2024

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Annex II: Inter-Entity Confirmation Letter


Name of transferring entity: LAMU COUNTY EXECUTIVE

Name of beneficiary entity: Lamu County Bursary and Scholarship Fund

Confirmation of amounts received by [Lamu County Bursary and Scholarship Fund as at 30 th June 2024						
Reference Number	Date Disbursed	Amounts Disbursed by Education County Department (Kshs) as at 30 th June 2024			Amount Received by Lamu County Bursary and Scholarship Fund (Kshs) as at 30 th June 2024 (D)	Differences (Kshs) (E)=(C-D)
		Recurrent (A)	Development (B)	Total (C)=(A+B)		
0001NTT232541263	11 th September 2023	60,232,657	-	60,232,657	60,232,657	
FT24028260J2Z3	28 th January 2024	39,745,125	-	39,745,125	39,745,125	
FT24071RBW6Q	11 th March 2024	5,000,000	-	5,000,000	5,000,000	
FT24073Y62W3	13 th March 2024	22,000,000	-	22,000,000	22,000,000	
Total		<u>126,977,782</u>	-	<u>126,977,782</u>	<u>126,977,782</u>	

I confirm that the amounts shown above are correct as of the dates indicated.

Head of Accounts Department - Disbursing Entity:
 Name: Mohamed Abbas Sign  Date 18/9/2024

Head of Accounts Department - Beneficiary Entity:
 Name: Esha Mohamed Sign  Date 18/9/2024