



LIBERIAN STUDENT UNION IN CHINA (LSUIC) **The Audit Committee**

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lsuic2006@gmail.com

18551791712

info@lsuic.org

www.lsuic.org



Hon Olano Teah Bloh
National President
Nanjing, Jiangsu Province
CELL: 1835198172
June 10, 2026

Dear Hon. Bloh

AUDIT COMMITTEE'S REPORT ON THE FINANCIAL REPORT AUDIT OF THE LIBERIAN STUDENT UNION IN CHINA FOR THE YEAR ENDED JUNE 30, 2024.

Opinion

We have audited the financial report of the Liberia Student Union in China (LSUIC) for the fiscal year ended June 30, 2024, which comprise the statement of financial position (Balance Sheet), the statement of comprehensive income, and statement of cash flows.

In our opinion, the accompanying financial report present fairly, in all material respects, the financial position of LSUIC as at June 30, 2024, and its financial performance and cash flows for the year then ended in accordance with cash basis accounting principles appropriate for a student membership organization.

Basis for Opinion

We conducted our audit in accordance with generally accepted auditing standards applicable to membership organizations. Our responsibilities under those standards are further described in the Auditor's Responsibilities section of our report. We are independent of LSUIC and have fulfilled our ethical responsibilities in accordance with professional standards. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

The financial report has been prepared on a cash receipts and disbursements basis, which is an acceptable accounting framework for non-profit membership organizations of this nature. Under this basis, income is recognized when received, and expenditures are recognized when paid.

Scope of Audit

Our audit included examination of:

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC) The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lsuic2006@yahoo.com, lsuic2006@gmail.com

18551791712

info@lsuic.org

www.lsuic.org



- Financial records maintained by the National Financial Secretary General
- Income receipts from membership dues, pledges, loans, fines, fundraising, and other sources
- Expenditure receipts
- Cash and report balances as at June 30, 2024
- Outstanding receivables including dues, pledges, fines, and loan balances
- Loan disbursements and repayment schedules
- Financial aid distributions and beneficiary records
- Conference and event financial documentation

Material Findings

Based on our audit procedures, we note the following material observations:

1. The organization maintained detailed quarterly financial records with proper categorization of income and expenditure items
2. Membership dues collection system was systematically documented by province, city, and individual member
3. Loan disbursements and repayments were tracked with appropriate interest calculations
4. Conference financial activities were separately documented and reconciled

Areas Requiring Management Attention:

Based on our audit procedures, we note the following material observations:

1. Lack of approved financial policy
2. Lack of official WeChat or Alipay account
3. Nonperformance of reconciliation
4. Unapproved budget expenditure
5. **Receivables Management:** Total outstanding receivables amount to RMB 111,474.90 (including USD 200.00), representing approximately 90% of total income for the year, indicating significant collection challenges

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC) The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lsuic2006@gmail.com

18551791712

info@lsuic.org

www.lsuic.org



Statement of Financial Position (Balance Sheet)

As at June 25, 2024

Assets

Current Assets	Amounts (RMB)	Amounts USD
Cash	46,954.80	
Pledges receivable USD		100.00
Total Assets	46,954.80	100

Net Assets

Opening Balance	30,645.55
Add: Surplus for the year	16,240.05
Closing Fund Balance	46,885.60
Total Net Assets	47,155.60

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC)

The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lsuic2006@gmail.com

18551791712

info@lsuic.org

www.lsuic.org



Statement of Comprehensive Income

For the fiscal year June 2023 to July 25, 2024)

Income

Income Category	Amount (RMB)	Amount (USD)
Brought Forward Balance	30,645.55	
Operating Income:		
Membership Dues	18,617.00	
Fines	706.01	
LSUIC Newsletter Advertisements	135.00	
LSUIC Sunday Service Offertory	6,613.00	
Total Operating Income	26,071.01	
Program Income:		
Pledges Received	10,399.99	100.00
Fundraising	11,237.00	
2024 General Conference Fees	15,235.00	
IEC 2024 Application Fees	1,650.00	
Leaders Certificate Fees	450.00	
Total Program Income	38,971.99	100.00
Financial Activities:		
Loan Repayments	16,110.00	
Interest on Loans	800.00	
Total Financial Income	16,910.00	

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC)

The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lusic2006@gmail.com

18551791712

info@lusic.org

www.lusic.org



External Support:		
Financial Aid Received	5,084.00	
Jiangsu Treasury Account	4,057.00	
LACTS Contribution (Scholar Onell King)	1,365.00	
Chaplaincy Ladies Support	865.00	
Total External Support	11,371.00	
TOTAL INCOME (Excluding Opening Balance)	93,324.00	100.00
TOTAL FUNDS AVAILABLE	123,969.55	100.00

Expenditure

Expenditure Category	Amount (RMB)
Administrative Expenses:	
LSUIC Zoom Account Subscription	596.65
LSUIC Website Construction	500.00
LSUIC Website Maintenance	250.00
Administrative Expenses	1,337.10
Secretariat - Social Spectrum	240.00
Total Administrative	2,923.75
Student Support Programs:	
Financial Aid Disbursements	6,534.00
Loan Disbursements	16,100.00
Total Student Support	22,634.00

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC)

The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lusic2006@gmail.com

1855179172

info@lusic.org

www.lusic.org



Religious and Social Programs:	
LSUIC Chaplaincy	500.00
LSUIC Chaplaincy Rehabilitation Project	8,672.00
Total Religious/Social	9,172.00
Sports and Recreation:	
LSUIC LONESTAR Registration AFCON 2024	2,000.00
2024 Winter Presidential Debate Prizes	1,370.00
Total Sports/Recreation	3,370.00
Conference and Events:	
2024 General Conference Budget	35,000.00
Annual Conference Support to Jiangsu	430.00
Total Conference	35,430.00
Inter-organizational Transactions:	
Jiangsu Treasury Account	2,120.00
LACTS Contribution (Pass-through)	1,365.00
Total Inter-organizational	3,485.00
LSUIC Cares	0.00
TOTAL EXPENDITURES	77,014.75

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC) The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lsuic2006@gmail.com

18551791712

info@lsuic.org

www.lsuic.org



Summary

	RMB	USD
Total Income (Excluding Opening Balance)	93,324.00	100.00
Less: Total Expenditures	(77,014.75)	0.00
Surplus for the Year	16,309.25	100.00
Add: Opening Balance	30,645.55	
Closing Cash Balance	46,954.80	100.00

Statement of Cash Flow

For the year June 2023 to July 25, 2024 (RMB)

Cash Flows from Operating Activities

Cash Inflows:	
Membership Dues Collected	18,617.00
Fines Collected	706.01
Newsletter Advertisement Revenue	135.00
Sunday Service Offertory	6,613.00
Pledges Received	10,399.99
Fundraising Proceeds	11,237.00
Financial Aid Received	5,084.00
External Support Received	6,287.00
Conference Fees Received	17,335.00
Total Operating Inflows	76,414.00

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC)

The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lusic2006@gmail.com

18551791712

info@lusic.org

www.lusic.org



Cash Outflows:

Administrative Expenses	(2,923.75)
Student Financial Aid Paid	(6,534.00)
Religious and Social Programs	(9,172.00)
Sports and Recreation Programs	(3,370.00)
Conference and Event Costs	(35,430.00)
Inter-organizational Transfers	(3,485.00)
Total Operating Outflows	(60,914.75)
Net Cash from Operating Activities	15,499.25

Cash Flows from Financing Activities

Cash Inflows:	
Loan Repayments Received	16,110.00
Interest on Loans Received	800.00
Total Financing Inflows	16,910.00
Cash Outflows:	
Loan Disbursements	(16,100.00)
Total Financing Outflows	(16,100.00)
Net Cash from Financing Activities	810.00

Summary of Cash Flows

Opening Cash Balance (July 26, 2023)	30,645.55
--------------------------------------	-----------

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC) The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lusic2006@gmail.com

18551791712

info@lusic.org

www.lusic.org



Net Cash from Operating Activities	15,499.25
Net Cash from Financing Activities	810.00
Closing Cash Balance (July 25, 2024)	46,954.80

Priority Recommendations

1. Implement Receivables Collection Strategy

Develop and enforce a structured dues collection policy with defined consequences for non-payment. Consider:

- Quarterly payment reminders and follow-up procedures
- Suspension of voting rights or membership benefits for members more than two fiscal years in arrears
- Write-off policy for receivables older than three years after exhausting collection efforts
- Incentive programs for timely payment (e.g., conference fee discounts)

2. Conference Budget Sustainability

Review conference pricing and budgeting to achieve at least 80% cost recovery from delegate fees. The current 43% cost recovery rate is not sustainable for a membership organization with limited reserves.

3. Cash Basis

Due to the

Documentation Controls

- Implement real-name verification for all electronic payments (WeChat, Alipay)
- Maintain centralized digital repository of receipts and supporting documentation
- Require formal loan agreements with repayment schedules for all disbursements
- Document criteria and approval process for financial aid allocation

Secondary Recommendations

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC) The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lsuic2006@yahoo.com, lsuic2006@gmail.com

18551791712

info@lsuic.org

www.lsuic.org



Membership Categories Review: Consider tiered membership structures based on scholarship status, income level, or geographic location to improve affordability and compliance.

Payment Integration Digital: Expand use of verified digital payment platforms to reduce cash handling and improve tracking.

Financial Reserves Policy: Establish a target reserve fund of 3-6 months of operating expenses (approximately RMB 15,000-30,000) to ensure organizational sustainability.

Auditor's Responsibilities

Our objectives were to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We conducted our audit to:

- Identify and assess risks of material misstatement
- Obtain audit evidence sufficient and appropriate to provide a basis for our opinion
- Evaluate the appropriateness of accounting policies used
- Evaluate the reasonableness of accounting estimates made by management
- Evaluate the overall presentation, structure, and content of the financial statements

We communicated with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identified during our audit.

Conclusion

The Liberia Student Union in China maintained organized financial records and achieved a modest operating surplus of RMB 16,309.25 (USD 100.00) for fiscal year 2023-2024. However, the organization faces significant challenges in receivables collection, with 90% of assessed dues remaining uncollected.

The loan program performed excellently with a 96.7% repayment rate. The General Conference and religious programs represented major expenditure commitments that exceeded direct fee recovery, requiring subsidy from general funds.

With implementation of the recommended collection strategies and financial controls, LSUIC can strengthen its financial sustainability and better serve its member scholars.

Motto: "Excellence Through Hard Work"



LIBERIAN STUDENT UNION IN CHINA (LSUIC)

The Audit Committee

Nanjing Audit University, Nanjing City, China, People's Republic

Emails: lusic2006@yahoo.com, lusic2006@gmail.com

18551791712

info@lusic.org

www.lusic.org



Respectfully submitted,

Audit Committee

Cc. National Executive Committee (NEC)

Judicial Board (JB)

Council of Coordinator (CoC)

The Student Body

Motto: "Excellence Through Hard Work"