

REPUBLIC OF KENYA



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REPORT

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ON

**NYANDARUA COUNTY EXECUTIVE
(STATE AND PUBLIC) OFFICERS CAR LOAN AND
MORTGAGE SCHEME FUND**

**FOR THE YEAR ENDED
30 JUNE, 2024**

PAPERS LAID	
DATE	6/3/2025
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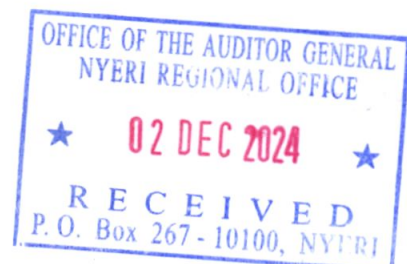
**NYANDARUA COUNTY EXECUTIVE (STATE & PUBLIC) OFFICERS CAR LOAN AND
MORTGAGE SCHEME FUND**

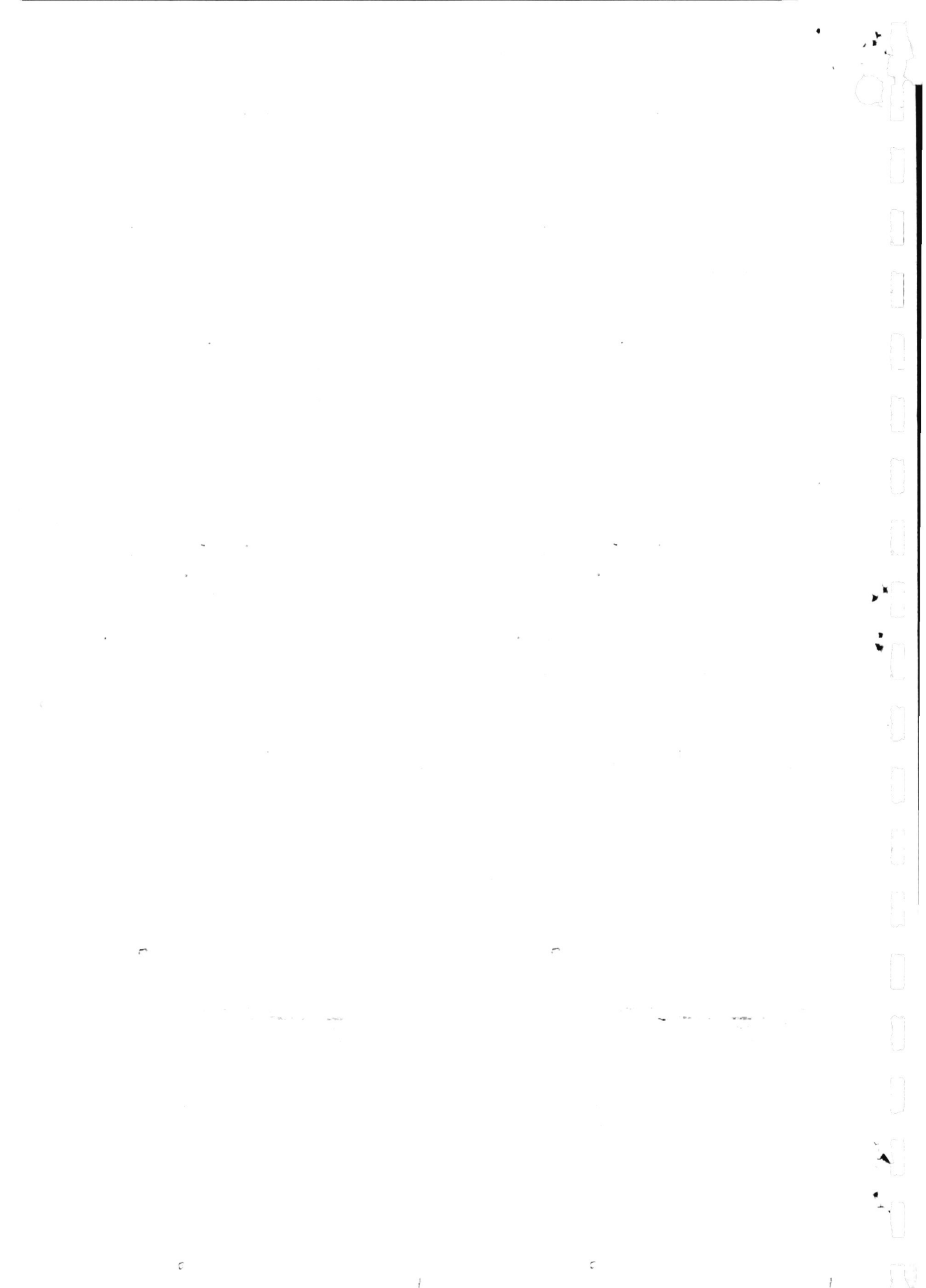
ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2024

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





Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.

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1. Acronyms, Abbreviations, and Definition of Key Terms

A: Acronyms and Abbreviations

CBK	Central Bank of Kenya
CECM	County Executive Committee Member
CEO	Chief Executive Officer
CO	Chief Officer
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OAG	Office of the Auditor General
OCOB	Office of the Controller of Budget
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
PIC PAC	Public investment and Account Committee

B: Definition of Key Terms

Fiduciary Management- Members of Management that are directly entrusted with the responsibility of financial resources of the organisation.

Comparative Year- Means the prior period.

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.

14. Statement of Financial Performance for the year ended 30 June 2024

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Revenue from non-exchange transactions			
Transfers from other governments entities	6	-	-
Public contributions and donations	7	-	-
Transfers in-kind	8	-	-
		-	-
Revenue from exchange transactions			
Interest income	9	14,691,721	11,682,805
Rendering of services	10	-	-
Rental revenue from facilities and equipment	11	-	-
Fees and other charges	12	-	-
Other income	13	1,361,133	1,801,922
Total revenue		16,052,854	13,484,728
Expenses			
Use of goods and services	14	12,471,627	10,003,808
Employee costs	15	-	-
Committee Expenses	16	3,332,900	3,113,660
Depreciation and amortization expense	17	-	-
Repairs and maintenance	18	-	-
Contracted services	19	-	-
Grants and subsidies	20	-	-
Finance costs	21	-	-
Total expenses		15,804,527	13,117,468
Surplus/deficit from operating activities		248,327	367,260
Other gains/(losses)			
Gain/Loss on sale of assets	22	-	-
Gain/Loss on foreign exchange transactions	23	-	-
Gain /Loss on fair value of investments	24	-	-
Impairment loss	25	-	-
Surplus/ (deficit) before tax			367,260

2. Key Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund Information and Management

(a) Background information

Nyandarua County Executive (State & Public Officers) Car Loan & Mortgage Scheme Fund was established by and derives its authority and accountability from PFM Act, 2012 and Nyandarua County Executive (State & Public) Officers car Loan and Mortgage scheme fund regulations, 2022. The Fund is wholly owned by the County Government of Nyandarua and is domiciled in Kenya.

The fund's objective is to provide loan to members of the scheme for;

- i. Acquisition, development, renovation or repair of immovable properties
- ii. Purchase of motor vehicles and
- iii. Refinancing in relation to immovable properties or motor vehicle for County state and public officers to motivate them and retain the requisite services for the County Public Service.

The Fund's principal activity is to provide avenue through which staff would easily and affordably acquire properties thereby transforming their livelihoods. This would improve staff motivation and retention for better service delivery to the citizen of Nyandarua

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund was incorporated/ established under the Nyandarua county Executive (State & public) officers scheme Fund Regulation 2022, on 29th June 2022. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund is domiciled in Kenya and has no branches.

(b) Principal Activities

The principal activity/mission/ mandate of the Fund is to refinance, grant Car and Mortgage Loans to state and Public Officers.

(c) Key Management

The Nyandarua County Executive (State & Public) officers car Loan and Mortgage Scheme Fund day-to-day management is under the following key organs:

Ref	Name	Position
1	Mr. Frank Muchina	Chairman
2	Mr Joseph Wahome	V. Chairman - Signatory to the Bank
3	Ms. Anne W Kariuki	Fund Administrator-Signatory to the Bank

**Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
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4	Mr. Joseph Mugo	Signatory to the Bank
5	Ms. Miriam Muturi	Signatory to the Bank
6	Ms. Margaret Gachomo	Fund Accountant

(d) Fiduciary Management

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

No.	Designation	Name
1.	Fund Administrator	Ms. Anne Wanjiru Kariuki
2.	Head of Corporate Services	Mr. Francis K Muchina
3.	Head of Finance	Mr. Joseph Wahome
4.	Legal Person	Mr. Joseph Mugo
5	Chief Officer Lands	Julius Ngambi
6.	Human Resource	Ms. Miriam Muturi

(e) Fiduciary Oversight Arrangements

- Audit committee
- County Assembly pic-pac committee
- County Assembly committee
- The Senate

(f) Fund Headquarters

P.O. Box 701-20303
HQ Building
Gilgil-Nyahururu Highway
Olkalou, KENYA.

(g) Fund Contacts

Telephone: (254) 20266859
E-mail: info@nyandarua.go.ke
Website: www.nyandarua.go.ke

Key Information and Management (continued)

(h) Fund Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
NAIROBI, KENYA

2. Family Bank of Kenya
Olkalou Branch
P.O. Box 74145
City Square 00200

(i) Independent Auditor

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

(j) Principal Legal Adviser

The County Attorney
P.O. Box 701-20303
HQ Building
Gilgil-Nyahururu Highway
Olkalou, KENYA.

3. The Fund Committees

1.



Hon. Frank Kanja Muchina

County Secretary and Head of Public Service (Chairman)

Frank holds a Master's Degree in Business Administration as well as Bachelors in Economics in Economics and Anthropology at the University of Nairobi. He also holds a Higher Diploma in Human Resource Management and a Diploma in Industrial Relations from Kenya and the United Kingdom, respectively.

His work experience spans over thirty years in human resources management and management consultant. He has served as the lead consultant in various firms, Head of Human Resources and Administration, and County Secretary since the inception of the County Government. His technical skills include strategic planning, performance management, recommendation, evaluation, monitoring, and negotiation.

2.



CPA Joseph Wahome

Head of Finance (Vice - Chairman)

Mr. Wahome is a holder of Master degree in Business Administration, CPA (K) and Bachelor degree BBA (Finance & Accounting). He has 7 years working experience in government as director finance. He has over 17 years' experience as a senior accountant. He was born on 02/01/1974. He is currently pursuing PHD in Organizational leadership at PAC university.

3.



CPA Anne Kariuki

Fund Administrator

She is a holder of Bachelor's degree in Business Administration (Finance and Accounting option) and also CPA (K). She has 10 years' experience working in different capacities with County Government and is currently serving as Ag. Director, Cabinet Affairs. She was born on 24th July, 1970.

4.



Mr. Julius Ng'ambi (Member)

Chief Officer - Lands

Holds a Bachelors Degree (Education), Diploma in Education Leadership (Kemi), Certificate in Senior management Course (KSG). 20 years experience in Senior Management and Administration in the Public Service. Former Chief Officer Public Administration and Devolution.

5.



Counsel Joseph Mugo Gachambi (Member)

Advocate Of The High Court Of Kenya

He graduated from Moi University and did his postgraduate diploma in legal studies at Kenya School of Law. He got admitted to the bar in 2019. He is a licensed advocate practicing law in Kenya.

He is a young vibrant advocate who started his law career in the 2017 at Arimi Kimathi & Company Advocates as a pupil. Upon completion of his pupillage at Arimi Kimathi & Company Advocates, he got a one year contract in 2019 at Kenya Law Reform Commission where he acquired legislative drafting skills. He was later employed as an associate at the Wambui Kibicho Law Consultancy in 2020 where he practiced law and did legislative drafting consultancy. In 2021, he was later employed by the County Government of Nyandarua as a Senior Legal Officer, where he deputized the County Attorney and headed the policy and legislative drafting division in the Office of the County Attorney. In 2022 he was appointed to act as the County Attorney.

6.



Ms Muturi Mirium W. (Member)

Ag. Director, Human Resource Management

Ms. Muturi is a holder of Bachelors of Arts Degree from the University of Nairobi and is a possession of a Higher Diploma in HR. She served as an Administrative Officer for over 8 years. She has experience of over 10 years as a senior HR officer in Government, and is currently a Deputy Director HRM. She is a member of the HR professional body, IRM.



7.






CPA Gladys Kimandu (Member)
County Staff Welfare Representative

Bachelor's degree in Mathematics and Business Studies and CPA(K).9 years experience as a Payroll Manager, 6 years as a Senior Auditor and 4 years as an Accountant Date Oof Birth - 5/9/1977




4. Key Management Team

Management	Details
 <p>Hon. Frank Kanja Muchina – County Secretary and Head of Public Service <i>Master’s Degree in Business Administration, Bachelors in Economics and Anthropology, Higher Diploma in Human Resource Management, Diploma in Industrial Relations.</i></p>	<p>Chairman to the Fund</p>
 <p>Mr. Joseph Wahome – Head of Finance <i>Masters Degree in Business Administration, CPA (K), Bachelors Degree BBA (Finance and Accounting)</i></p>	<p>V. Chairman – Mandatory Signatory to the bank</p>

**Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund,
Annual Report and Financial Statements for the year ended June 30, 2024.**

 <p>Miss Ann Kariuki – Director Cabinet Affairs <i>Bachelor’s Degree in Business Administration (Finance and Accounting Option), CPA (K)</i></p>	Fund Administrator-Mandatory Signatory to the bank
 <p>Mr. Joseph Mug. Gachambi – Advocate of the high court. <i>Licensed advocate, Diploma in legal studies, Admitted to the bar in 2019</i></p>	Alternate Signatory to the bank
 <p>Ms Muturi Mirium W. – Director Human Resource Management <i>Bachelor of Arts Degree, Higher Diploma in HR, member of IRM</i></p>	Alternate Signatory to the Bank

**Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.**

 <p>Mr. Julius Ngambi – Chief Officer, Lands <i>Bachelors Degree in Education, Diploma in Education Leadership</i></p>	Member -Chief Officer lands
 <p>CPA Gladys Kimandu - Staff Welfare Representative <i>Bachelor’s degree in Mathematics and Business Studies CPA (K).</i></p>	Staff Welfare Representative
 <p>Ms. Margaret Gachomo – Senior Accountant <i>CPA (K), Bachelor of Commerce (Accounting option)</i></p>	Fund Accountant

5. Chairman's Statement

Nyandarua County (state and public officers) Car Loan & Mortgage Fund was established through approval of the County Assembly. The Funds derives their authority and accountability from PFM Act, 2012 and Nyandarua County (state and public officers) Car Loan & Mortgage Fund regulations, 2022.

The Fund was established as Revolving Fund with the annual enhancement from the County Executive Budget and appropriations by the County Assembly and is based on projected credit needs and the number of staffs.

The County Treasury prepared the budget for 2023/24 in accordance with section 135 of the PFM Act and later submitted to the County Assembly for considerations and approval. The budget was approved paving way for expenditure on 4th July 2023. The fund allocated Kshs. **70,000,000** in the budget.

During the Financial period the Fund disbursed a total of **Ksh 148,285,000** to Forty -nine applicants. This has been a staff motivation tool.

The Nyandarua County (state and public officers) Car Loan & Mortgage Fund recorded an increase on long-term receivable to Ksh **532,913,931** from Kshs. **452,891,474**.

We are confident that the growth will be maintained into the future.

Name; Mr Francis K Muchina Signature.......... Date.....28/11/24.....

County Government of Nyandarua

Chairperson of the Fund

6. Report of the Fund Administrator

In the FY 2023/2024, the County Assembly approved the Budget which appropriated Kshs. **70,000,000** (Seventy million) to the fund.

In the period ended 30th June, 2024, the fund received revolving fund from exchequer amounting to Ksh **70,000,000**, the Reserves of Kshs. **475,335,120** and an accumulated surplus of Kshs. **248,327**. This resulted to a total net asset and liabilities of Kshs. **545,583,447**.

During the period the fund disbursed a total of Kshs **148,285,000** to forty-nine applicants. The maximum received was Kshs **9,465,000** and the least **Kshs 1,000,000**. The committee approves loans on consideration of 1/3 rule.

The total amount of loan repayment within the period ended 30th June, 2024 amounted to Kshs **66,053,700** compared to Financial year 2022-2023 kshs **38,948,570**.

We are confident that the fund will sustain the impressive performance to the future which is a prerequisite in meeting its goals and objectives of providing affordable loan products to the staff.

The fund performance within the period had interest income amounting to Kshs **16,052,854** against operation costs of **Kshs 15,804,527** resulting to a surplus of **Kshs 248,327**.

One of the major challenges in the management of the fund is the high number of applicants against the budget allocation. To address the high demand for the fund, there is need for enhancement of the fund in order to serve a large number of staffs.

The Nyandarua County (state and public officers) Car Loan & Mortgage Fund recorded an increase on long-term receivable to Ksh **532,913,931** from Kshs. **452,891,474**.

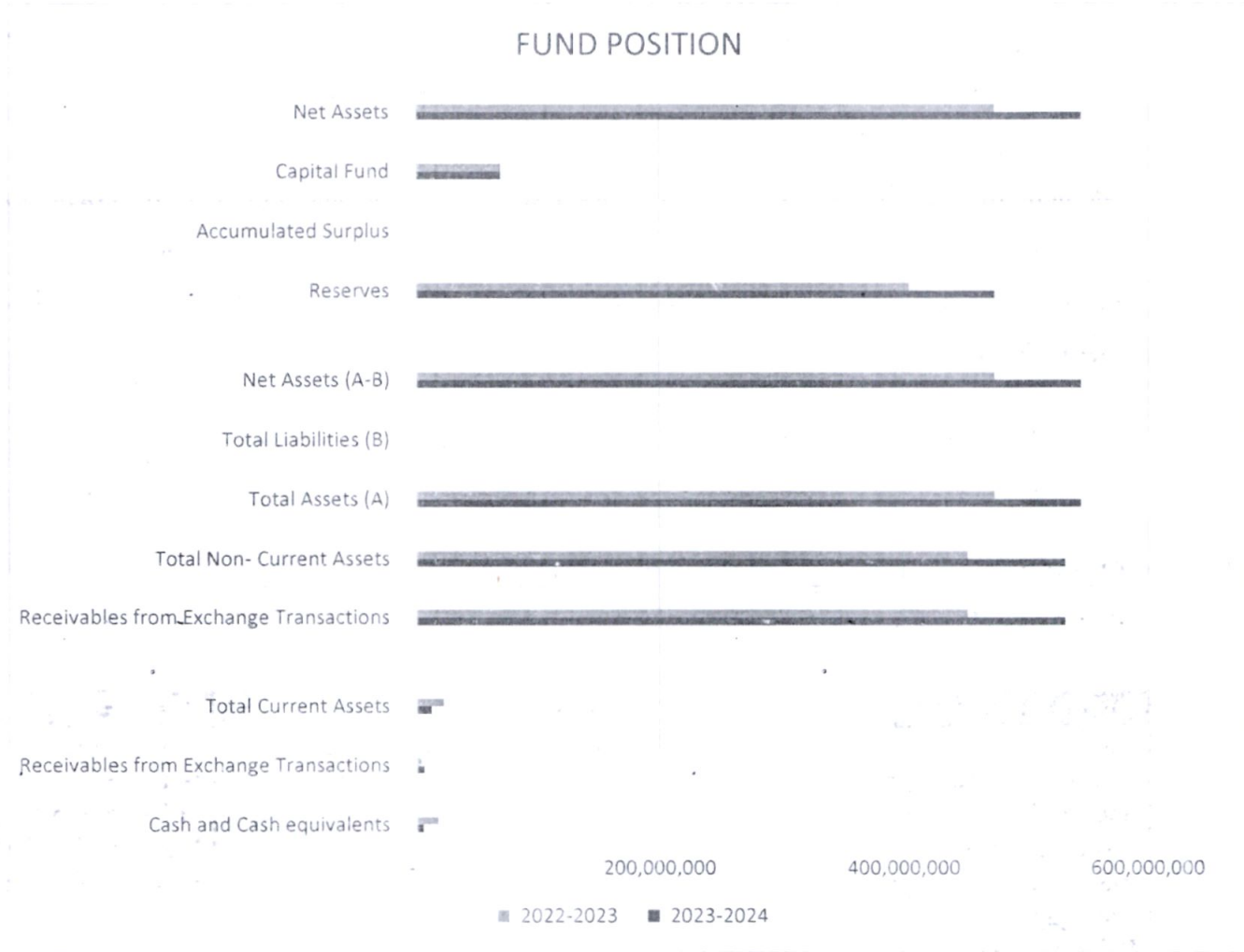
The fund major risk are the legal cases arise by termination of services that halt the loan repayment disadvantaging the other loan applicant who should benefit from monthly dues paid.

The Financial Statement has been prepared in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board, therefore the comparative figure has disclosures.

In administration of the fund, the main challenge is the low allocation of the fund as compared to the high number of staffs who are in dire need of Car and mortgage financing.

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund, Annual Report and Financial Statements for the year ended June 30, 2024.

The fund has no statutory obligations.



Name: CPA Anne W. Kariuki..... *AKariuki* Date..... *29/01/24*

**County Government of Nyandarua
Fund Administrator**

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

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial period, the Accounting officer will prepare Financial Statements of the Nyandarua County Executive (State and Public Officers) car loan and Mortgage Scheme Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board including a statement of the County Nyandarua County Executive (State and Public Officers) car loan and Mortgage Scheme Fund's performance against predetermined objectives. The key development objectives of the Nyandarua County Executive (state and public officers)' Car Loan & Mortgage Scheme Fund are to:

1. Facilitate the renovation, refinancing, acquisition of a car or property for County public servants to motivate them and retain the requisite services for the County Public Service.

Progress on the attainment of Strategic development objectives

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Indicator	Performance
County Executive (State and Public Officers) car loan and Mortgage Scheme Fund	To facilitate property acquisition by the County state and public staff	Motivated staff	Staff turnover ratio/rate	Total number of loans issued as at 30 th June, 2024 amounted to kshs 148,285,000 The number of beneficiaries were 49 and the repayments within the Financial period amounted to Kshs 66,053,700.

8. Corporate Governance Statement

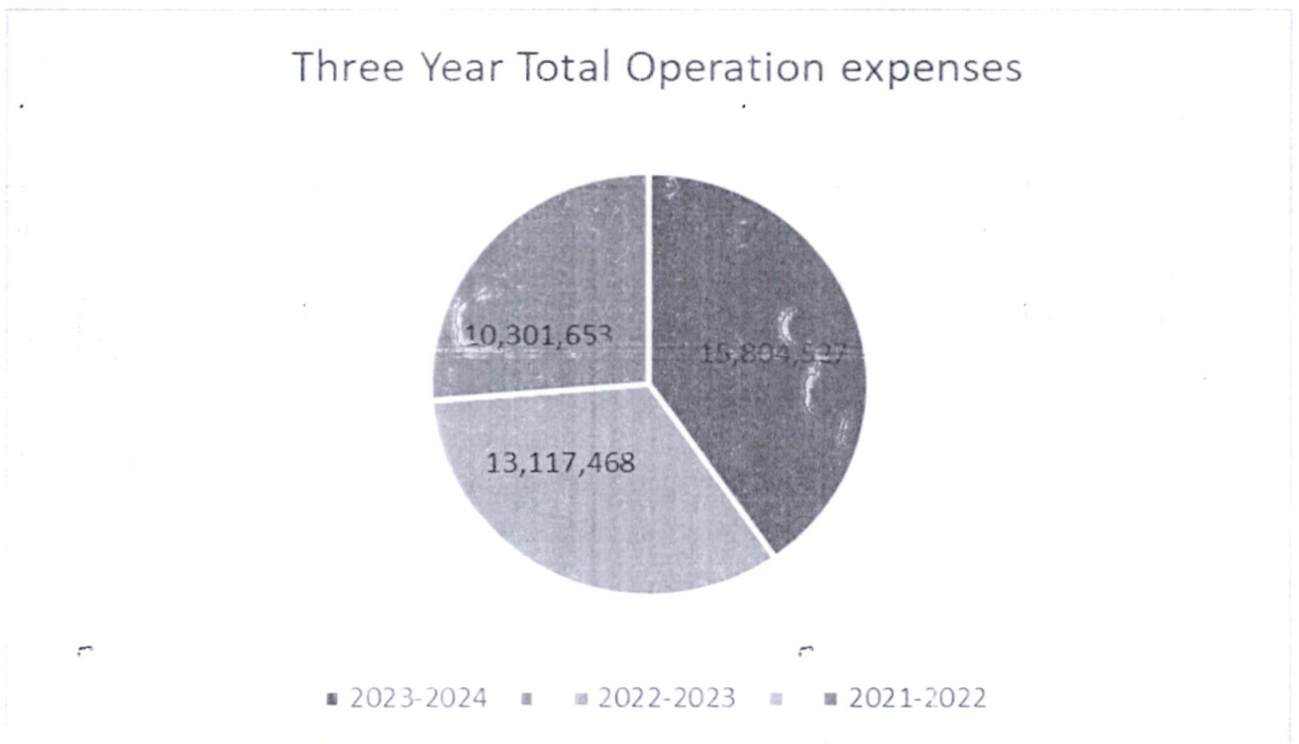
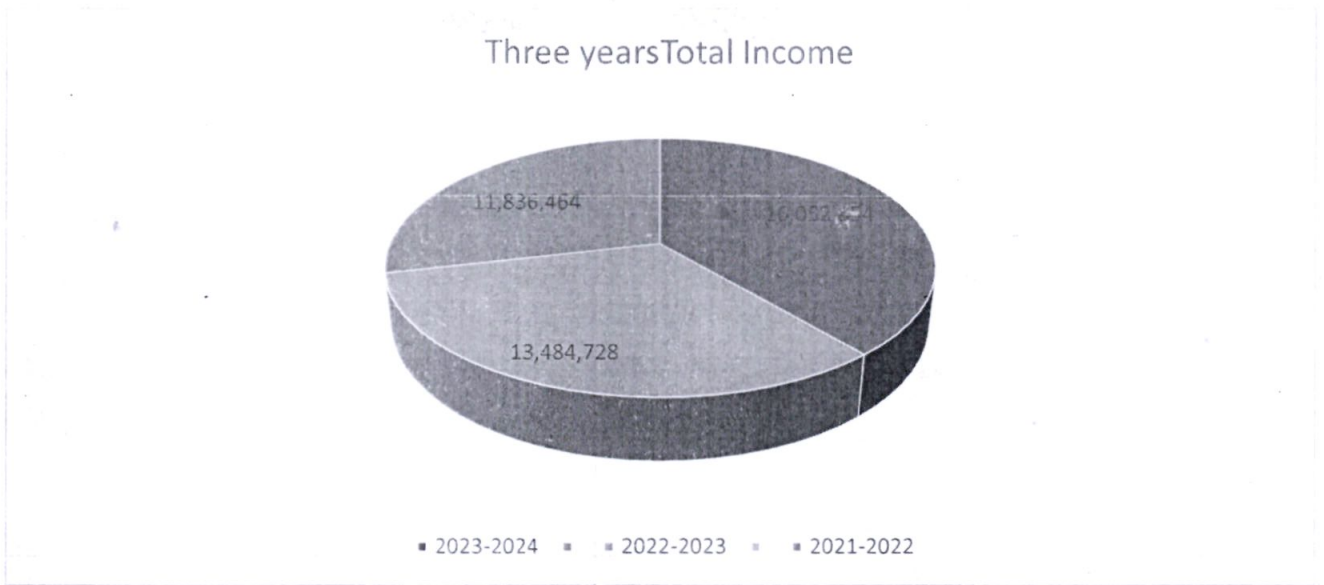
The roles and functions of the Fund are as stipulated in the Nyandarua County Executive (state and public officers) Car Loan & Mortgage Scheme Fund Regulations while the remuneration to the Committee is as per the provisions of the Salaries and Remuneration Committee.

In administration of the fund, the main challenge is the low allocation of the fund as compared to the high number of staffs who are in dire need of the mortgage. The management of the fund has a list of all applicants. The disbursement of the fund is done as per the application sequence. Going forward, there is need to enhance the allocation of the fund to attract a large number of beneficiaries.

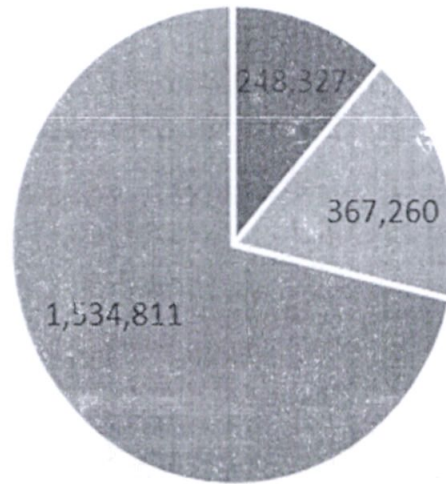
To enhance integrity in the dispensation of the roles of the Committee, members are to avoid any conflict of interest or declare where is.

9. Management Discussion and Analysis

The operation and Financial performance of the fund for three years are illustrated below



Surplus for Three year

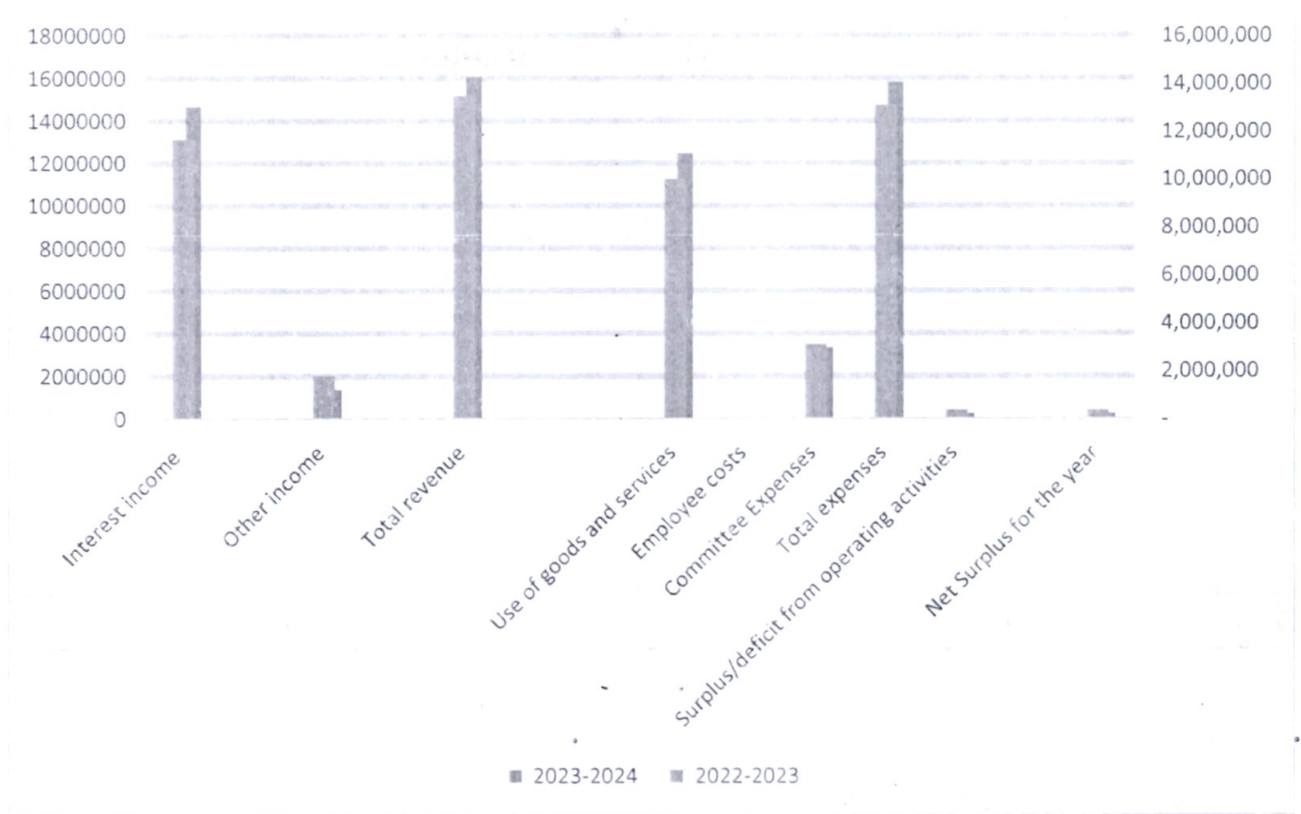


■ 2023-2024 ■ 2022-2023 ■ 2021-2022

The Surplus ploughed back for the three years are also illustrated below

**Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.**

FUND PERFORMANCE FOR THE YEAR ENDED JUNE 30, 2024



The Fund Complied with Statutory requirements.

10. Environmental and Sustainability Reporting

Nyandarua County Executive (state and public officers) s' Car Loan & Mortgage Scheme Fund exists to motivate staff to reduce rate of staff turnover thus retaining skills in the labour force. Also, by offering loans at subsidized rates, it reduces strain for staff when taking up projects for personal development. Key factors on which the disbursement of the loans is anchored to:

i) Sustainability strategy and profile

The Revolving Fund sustainability is assured through the existence of Fund Administrators – Family Bank who ensure that the loans taken up by staff act as custodian of collaterals whilst the beneficiaries can repay the loan without strain on their financial resources as per the requirement of the 1/3rd rule. A proportion of the Income interest is also lumped up with the Fund and marginally contribute to the growth of the Fund.

ii) Environmental performance

The Fund is in the process of developing environmental policy guideline. the organization and provide evidence of the policy.

iii) Employee welfare

Employee welfare is essential for sustainability in the implementation of County Programmes and projects. Disbursement of the loans at the favourable rates allow for personal development whilst removing hurdles that limit their disposable income.

iv) Marketplace practices-

The organization should outline its efforts to:

a) Responsible competition practice.

The Fund grant loans on a favourable 3% interest rate. To avoid corruption and unfair competition the fund grant loan on priority as per the application and the loan perfection.

b) Responsible Supply chain and supplier relations

The Fund has an engagement with a commercial bank to administer the fund on loans perfection, custodian of security and ensure the valuations are done by qualified valuer.

c) Responsible marketing and advertisement

The Fund creates awareness to the employees on car loan and mortgage loan that is favourable

d) Product stewardship

The Fund safeguard every information of loan applicants to safeguard from any environmental impact

e) Corporate Social Responsibility / Community Engagements

The roles and functions of the Fund are as stipulated in the Nyandarua County Executive (state and public officers) Car Loan & Mortgage Scheme Fund Regulation.

The fund had no engagement on community or corporate social in the financial year.

11. Report of the Fund Committee

The Fund Committee submits its report together with the audited financial statements for the year ended June 30, 2024, which show the state of the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund affairs.

i) Principal activities

The principal activities of the Fund are to grant car loans and mortgage loans to State and Public Officers of Nyandarua County.

ii) Results

The results of the Fund for the year ended June 30, 2024, are set out on page 1-8.


iii) Fund Committee

The members of the Fund Committee who served during the year are shown on page vi and vii.

Auditors

The Office of the Auditor-General is responsible for the statutory audit of the Nyandarua County (State & Public) Officers Car Loan and Mortgage Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015

By Order of the Management Committee



.....
CPA Anne W Kariuki
County Government of Nyandarua
Secretary to the Committee

12. Statement of Fund Committee Responsibilities

Section 81 or 164 of the Public Finance Management Act, 2012 and Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund Regulation 2022, require the Fund Committee to prepare financial statements in respect of that Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund, which give a true and fair view of the state of affairs of the Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund at the end of the financial year/period and the operating results of the Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund for that year/period. The Fund Committee are also required to ensure that the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund keeps proper accounting records which disclose with reasonable accuracy the financial position of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund. The Fund Committee is also responsible for safeguarding the assets of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund.

The Fund Committee is responsible for the preparation and presentation of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial statements, which give a true and fair view of the state of affairs of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund for and as at the end of the financial year (period) 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 Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund; (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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

~~The Fund Committee~~ accept responsibility for ~~the~~ Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the

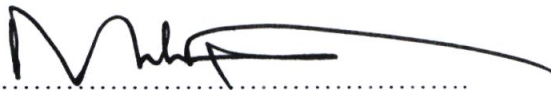
***Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund,
Annual Report and Financial Statements for the year ended June 30, 2024.***

manner required by the PFM Act, 2012 and Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund's Regulation 2022. The Fund Committee are of the opinion that the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial statements give a true and fair view of the state of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's transactions during the financial year ended June 30, 2024, and of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial position as at that date. The Fund Committee further confirms the completeness of the accounting records maintained for the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund, which have been relied upon in the preparation of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Fund Committee has assessed the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's ability to continue as a going concern. Nothing has come to the attention of the Fund Committee to indicate that the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial statements were approved by the management Committee on 28/11/ 2024 and signed on its behalf by:



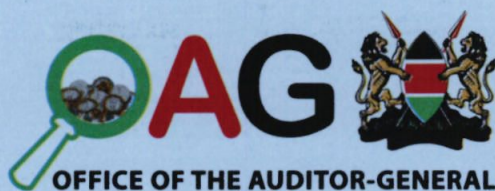
Frank K Muchina
County Government of Nyandarua
Chairperson of the Fund Committee



CPA Anne W Kariuki
County Government of Nyandarua
Accounting Fund Administrator

REPUBLIC OF KENYA

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



Enhancing Accountability

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, 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 are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Nyandarua County Executive (State and Public) Officers Car Loan and Mortgage Scheme Fund set out on pages 1 to 59, which comprise of the statement of financial position as at 30 June, 2024,

Report of the Auditor-General on Nyandarua County Executive (State and Public) Officers Car Loan and Mortgage Scheme Fund for the year ended 30 June, 2024

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nyandarua County Executive (State and Public) Officers Car Loan and Mortgage Scheme 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 Public Finance Management Act (Nyandarua County Executive (State and Public) Officers Car Loan and Mortgage Fund) Regulations, 2022 and Public Finance Management Act, 2012.

Basis for Qualified Opinion

Outstanding Receivables from Exchange Transactions

The statement of financial position reflects current portion and long-term receivables from exchange transactions balance of Kshs.6,672,019 and Kshs.532,913,931 all totalling Kshs.539,585,950 as disclosed in Note 28. However, the balance includes long outstanding loans of Kshs.11,585,281 and Kshs.263,780 in respects of accrued interest from the default in respect of three (3) former County Executive Committee Members who have continued to default in repayment of their loans. However, the Fund Administration Committee had not repossessed the acquired property or taken steps to recover the long outstanding loans. Although the recoverability of these debts is doubtful, no provision in respect of the same has been made or disclosed in the financial statements.

In the circumstances, the accuracy, recoverability and fair statement of current portion of long-term receivables and non-current portion long-term receivables from exchange transactions totalling Kshs.539,585,950 as at 30 June, 2024 could not be confirmed.

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

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. Except for the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.



Other Matter

Unresolved Prior Year Matters

The audit report for the year ended 30 June, 2023 highlighted several unsatisfactory matters. The Management has not provided any disclosure on progress made in resolving these issues and no information was provided to indicate if the issues were resolved or not as at 30 June, 2024. This is contrary to Section 149(2)(l) of the Public Finance Management Act, 2012, which requires that in carrying out a responsibility imposed by Sub-Section (1), an Accounting Officer shall, in respect of the entity concerned try to resolve any issues resulting from an audit that remain outstanding.

In the circumstances, the audit issues remained unresolved.

Other Information

Conclusion

The Management is responsible for the other information set out on page to iii to xxiii which comprise of Key Entity Information and Management, Chairman's Statement Report of the Fund Administrator, Statement of Performance against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Fund Committee and Report of the Fund Committee Responsibilities.

The Other Information does not include the financial statements and my audit report thereon.

Basis for Conclusion

In connection with my audit on the 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.

My Opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm

that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Lack of Mortgage Protection Policy

The statement of financial position reflects current portion of and long-term receivables from exchange transaction balances of Kshs.6,672,019 and Kshs.532,913,931 all totalling Kshs.539,585,950 as disclosed in Note 28. However, no Mortgage Protection Policy has been taken against the assets financed or any charges registered against the properties contrary to Section 18(1) of Public Finance Management (Nyandarua County Executive (State and Public) Officers Car Loan and Mortgage Scheme Fund) Regulations, 2022 states that a borrower shall take out and maintain a mortgage protection policy and a fire policy with an insurance firm approved by the committee, the cost of which shall be paid out of the Fund and debited in such borrower's account.

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

2. Lack of Approved Budget

During the year under review, the Fund did not have a budget of income and expenditure approved by the Fund Management Committee, County Executive Committee Member for Finance or the County Assembly. This contravenes Section 149(2)(h) and (i) of the Public Finance Management Act, 2012 which requires the accounting officer to prepare estimates of expenditure of the entity in conformity with the strategic plan and submit the estimates to the County Executive Committee Member for Finance.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

Lack of a Risk Management and Fraud Policies

During the year under review, the Fund Administrator did not have in place a fraud policy to assist in detecting and preventing fraud contrary to Public Finance Management (County Governments) Regulations, 2015. Further, the Management of the Fund has not implemented effective, efficient and transparent financial management and internal control systems. This was evidenced by lack of risk management policy, disaster recovery plan or business continuity plan and Information Technology policies. Management has not provided any written assurance that the internal controls systems were in place and no explanation was provided for failure to have the policies in place.

Management may not therefore, be in a position to evaluate, rank and prioritize critical risks and channel resources towards mitigating identified risks.

In the absence of a risk management policy, fraud policy, disaster recovery and business continuity plans, the effectiveness of the internal controls built within the financial and operational systems during the year under review could not be confirmed.

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

Responsibilities of the Management and the Fund Committee

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 as a going concern, disclosing, as applicable, matters related to going concern and using the going concern 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.

The Fund Committee is 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 INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires 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 IFPP 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, CBS
AUDITOR-GENERAL

Nairobi

30 December, 2024

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.

14. Statement of Financial Performance for the year ended 30 June 2024

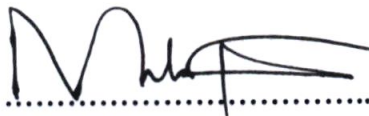
	Notes	2023-2024	2022-2023
		Kshs	Kshs
Revenue from non-exchange transactions			
Transfers from other governments entities	6	-	-
Public contributions and donations	7	-	-
Transfers in-kind	8	-	-
		-	-
Revenue from exchange transactions			
Interest income	9	14,691,721	11,682,805
Rendering of services	10	-	-
Rental revenue from facilities and equipment	11	-	-
Fees and other charges	12	-	-
Other income	13	1,361,133	1,801,922
Total revenue		16,052,854	13,484,728
Expenses			
Use of goods and services	14	12,471,627	10,003,808
Employee costs	15	-	-
Committee Expenses	16	3,332,900	3,113,660
Depreciation and amortization expense	17	-	-
Repairs and maintenance	18	-	-
Contracted services	19	-	-
Grants and subsidies	20	-	-
Finance costs	21	-	-
Total expenses		15,804,527	13,117,468
Surplus/deficit from operating activities		248,327	367,260
Other gains/(losses)			
Gain/Loss on sale of assets	22	-	-
Gain/Loss on foreign exchange transactions	23	-	-
Gain /Loss on fair value of investments	24	-	-
Impairment loss	25	-	-
Surplus/ (deficit) before tax			367,260

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund

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

		248,327	
Taxation	26	-	-
Surplus/(deficit) for the Year		248,327	367,260
Net Surplus for the year		248,327	367,260

The notes set out on pages 27 to 65 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 8 were signed on behalf of the Fund committee by:



.....
Frank K Muchina
 County Government of
 Nyandarua

Chairman To Fund

Date 28/11/24



.....
Anne W Kariuki
 County Government of
 Nyandarua

Accounting Officer

ICPAK M/No:5194

Date 28/11/24



.....
Margaret W Gachomo
 County Government of
 Nyandarua

Head of Finance

ICPAK M/No:14009

Date 28/11/24

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund

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

15 Statement of Financial Position as at 30 June 2024

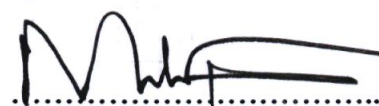
	Notes	2023-2024	2022-2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	27	5,997,497	17,980,469
Receivables from Exchange Transactions	28	6,672,019	4,463,177
Receivables from Non-Exchange Transactions	29	-	-
Inventories	30	-	-
Investments in financial assets	31	-	-
Total Current Assets		12,669,516	22,443,646
Non-Current Assets			
Receivables from Exchange Transactions	28	532,913,931	452,891,474
Investments in financial assets	31	-	-
Property, Plant and Equipment	32	-	-
Intangible Assets	33	-	-
Investment Property	34	-	-
Total Non- Current Assets		532,913,931	452,891,474
Total Assets (A)		545,583,447	475,335,120
Liabilities			
Current Liabilities			
Trade and Other Payables	35	-	-
Refundable Deposits from Customers	36	-	-
Current Provision	37	-	-
Finance Lease Obligation	38	-	-
Deferred Income	39	-	-
Employee Benefit Obligations	40	-	-
Current Portion of Borrowings	41	-	-
Taxation	42	-	-
Total Current Liabilities		-	-
Non-Current Liabilities			
Non-Current Provisions	37	-	-
Non-Current Employee Benefit Obligation	40	-	-

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund

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

Deferred Tax Liabilities	44	-	-
Total Non- Current Liabilities		-	-
Total Liabilities (B)		-	-
Net Assets (A-B)		545,583,447	475,335,120
Represented By:			
Reserves		475,335,120	404,967,860
Accumulated Surplus		248,327	367,260
Revolving Fund			-
Capital Fund		70,000,000	70,000,000
Net Assets		545,583,447	475,335,120

The financial statements set out on pages 1 to 8 were signed on behalf of the Fund Committee by:



Frank K Muchina
County Government of
Nyandarua

Chairman Fund

Date 28/11/24



CPA Anne W Kariuki
County Government of
Nyandarua

Fund Administrator

ICPAK M No:5194

Date 28/11/24



CPA Margaret W Gachomo
County Government of
Nyandarua

Head of Finance

ICPAK M/No:14009

Date 28/11/24

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.

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

Description	Revaluation reserve	Fair value adjustment reserve	Accumulated surplus	Revolving Fund	Capital Fund	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
As at July 1, July 2022	404,967,860	-	-	-	-	404,967,860
Revaluation gain	-	-	-	-	-	-
Fair value adjustment on investments	-	-	-	-	-	-
Surplus/ deficit for the year	-	-	367,260	-	-	367,260
Funds received During the year	-	-	-	-	70,000,000	70,000,000
Transfers from accumulated surplus to revolving fund	-	-	-	-	-	-
Capital/development grants received during the year	-	-	-	-	-	-
As at June 30, 2023	404,967,860	-	367,260	-	70,000,000	475,335,120
As at July 1, 2024	475,335,120	-	-	-	-	475,335,120
Revaluation gain	-	-	-	-	-	-
Fair value adjustment on investments	-	-	-	-	-	-
Surplus/ (deficit) for the year	-	-	248,327	-	-	248,327
Funds received During the year	-	-	-	-	70,000,000	70,000,000
Transfers from accumulated surplus to revolving fund	-	-	-	-	-	-
Capital/development grants received during the year	-	-	-	-	-	-
As at June 30, 2024	475,335,120	-	248,327	-	70,000,000	545,583,447

*Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme 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

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other governments entities		-	-
Public contributions and donations		-	-
Interest received		14,691,721	11,682,805
Rendering of services		-	-
Rental revenue from facilities and equipment		-	-
Fees and other charges		-	-
Other income Interest from Fund Balance		1,361,133	1,801,922
Total receipts		16,052,854	13,484,728
Payments			
Use of goods and services		12,471,627	10,003,808
Employee costs		-	-
Committee Expenses		3,332,900	3,113,660
Repairs and maintenance		-	-
Contracted services		-	-
Grants and subsidies		-	-
Finance costs		-	-
Total payments		15,804,527	13,117,468
Net cash flows from / (used in) operating activities	45	248,327	367,260
Cash flows from investing activities			
Purchase of PPE		-	-
Purchase of Intangible assets		-	-
Proceeds from sale of PPE		-	-
Proceeds from loan principal repayments		66,053,700	38,948,570
Loan disbursements paid out		(148,285,000)	(132,120,000)
Purchase of investments		-	-
Proceeds from sale of investments		-	-
Net cash flows from / (used in) investing activities		(82,231,300)	(93,171,430)
Cash flows from financing activities			
Revolving fund receipts		70,000,600	70,000,000
Proceeds from borrowings		-	-
Repayment of borrowings		-	-
Net cash flows from financing Activities		70,000,600	70,000,000

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund

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

Net increase/(decrease) in cash & Cash equivalents		(11,982,973)	(22,804,170)
Cash and cash equivalents at the beginning (1st July)	27	17,980,470	40,784,640
Cash and cash equivalents at the end (30th June)	27	5,997,497	17,980,470

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended June 30, 2024.

18. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2024

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	c= (a+b)	d	e=(c-d)	f=d/c*100
Revenue						
Transfers from Other Governments entities	-	-	-	-	-	-
Public Contributions and Donations	-	-	-	-	-	-
Interest income	15,100,000	-	15,100,000	14,691,721	408,279	97
Rendering of Services	-	-	-	-	-	-
Rental Revenue from Facilities and Equipment	-	-	-	-	-	-
Fees and other charges	-	-	-	-	-	-
Other Income (<i>interest on fund balance</i>)	1,400,000	-	1,400,000	1,361,133	38,867	97
Total Income	16,500,000	-	16,500,000	16,052,854	447,146	97
Expenses						
Use of Goods and Services(<i>Fund Admn fee</i>)	12,500,000	-	12,500,000	12,264,519	235,481	98
Employee costs	-	-	-	-	-	-
Committee Expenses	3,750,000	-	3,750,000	3,332,900	417,100	89
Use of Goods (Withholding Tax)	246,000	-	246,000	204,170	41,830	83
Use of goods (bank Charges)	4,000	-	4,000	2,938	1,062	73
Grants and Subsidies	-	-	-	-	-	-
Finance costs	-	-	-	-	-	-
Total Expenditure	16,500,000	-	16,500,000	15,804,527	695,473	96
Surplus for the period	-	-	-	248,327		
Capital Expenditure	-	-	-	-	-	-

19. Notes to the Financial Statements

1. General Information

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund is established by and derives its authority and accountability from PFM Act. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund is wholly owned by the County Government of Nyandarua and is domiciled in Kenya. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund's principal activity is to facilitate the renovation, refinancing, acquisition of a car or property for County public servants to motivate them and retain the requisite services for the County Public Service.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts, and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund's accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 5 of these financial statements.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund. The financial statements have been prepared in accordance with the PFM Act 2012, the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund regulation 2022 and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

i. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.

Standard	Effective date and impact:
<p>IPSAS 43: Leases</p>	<p>Applicable 1st January 2025 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 the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
<p>IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations</p>	<p>Applicable 1st January 2025 The Standard requires, 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: 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>
<p>IPSAS 45: Property Plant and Equipment</p>	<p>Applicable 1st January 2025 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>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025 The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across</p>

**Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
Annual Reports and Financial Statements for the year ended June 30, 2024.**

	<p>IPSAS.</p> <p>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47: Revenue	<p>Applicable 1st January 2026</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 the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund 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>Applicable 1st January 2026</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 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 or accounting for such transfers.</p>
IPSAS 49: Retirement Benefit Plans	<p>Applicable 1st January 2026</p> <p>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.</p>

ii. Early adoption of standards

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund did not early – adopt any new or amended standards in the financial year.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Fees and other charges

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund recognizes revenues from fees and other charges when the event occurs, and the asset recognition criteria are met. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognized instead of revenue. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund and the fair value of the asset can be measured reliably.

Transfers from other government entities

Revenues from non-exchange transactions with other government entities 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 Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

ii) Revenue from exchange transactions

Rendering of services

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund recognizes revenue from the rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

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.

Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

b) Budget information

The original budget for the Current FY was approved by the County Assembly on July 4, 2024. There was no Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. There was no additional appropriations that are added to the original budget by the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund upon receiving the respective approvals to conclude the final budget. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund did not record any additional appropriations on the F/Y budget 2024. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on an 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 schemes 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 xxx of these financial statements.

c) Taxes

Current income tax

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund operates and generates taxable income. Current income tax relating to items recognized directly in net assets is recognized in net assets and not in the statement of financial performance. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognized for all taxable temporary differences, except in respect of taxable temporary differences associated with investments in controlled entities, associates, and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits, and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except in respect of deductible temporary differences associated with investments in controlled entities, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or

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substantively enacted at the reporting date. Deferred tax relating to items recognized outside surplus or deficit is recognized outside surplus or deficit. Deferred tax items are recognized in correlation to the underlying transaction in net assets. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund and the same taxation authority.

Sales tax

Expenses and assets are recognized net of the amount of sales tax, except:

- i) When the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the sales tax is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- ii) When receivables and payables are stated with the amount of sales tax included
The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

d) Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over year period, or investment property is measured at fair value with gains and losses recognised through surplus or deficit. Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. Transfers are made to or from investment property only when there is a change in use.

e) Property, plant, and equipment

All property, plant, and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus, or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

f) Leases

Finance leases are leases that transfer substantially all the risks and benefits incidental to ownership of the leased item to the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

g) Intangible assets

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

h) Research and development costs

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund can demonstrate:

- i) The technical feasibility of completing the asset so that the asset will be available for use or sale.
- ii) Its intention to complete and its ability to use or sell the asset.
- iii) How the asset will generate future economic benefits or service potential
- iv) The availability of resources to complete the asset.
- v) The ability to measure reliably the expenditure during development.

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete, and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund financial statements. A financial instrument is any contract that gives rise to a financial asset of one Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund and a financial liability or equity instrument of another Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund. At initial recognition, the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund 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.

a) Financial assets

Classification of financial assets

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund'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 Nyandarua County Executive (State

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&Public) Officers Car Loan and Mortgage Scheme Fund has made an irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund 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.

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.

Fair value through net assets/ equity

Financial assets that are held for the 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.

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.

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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through a surplus or deficit model.

Impairment

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund recognizes a loss allowance for such losses at each reporting date.

b) Financial liabilities

Classification

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

i) Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or a nominal cost), the cost of the inventory is its fair value at the date of acquisition. Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- i) Raw materials: purchase cost using the weighted average cost method.
- ii) Finished goods and work in progress: cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund.

j) Provisions

Provisions are recognized when the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund has a present obligation (legal or constructive) 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. Where the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

k) Contingent liabilities

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme 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 remote.

l) Contingent assets

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund 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.

m) Nature and purpose of reserves

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund creates and maintains reserves in terms of specific requirements.

n) Changes in accounting policies and estimates

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme 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.

o) Employee benefits

Retirement benefit plans

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund does not provide retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund does not pay fixed contributions into a separate Fund and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on a proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

p) 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.

q) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment.

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Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when the construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

r) Related parties

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme 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 Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund, or vice versa. Members of key management are regarded as related parties and comprise the Fund Committees, the Fund Administrator, and senior managers.

s) Service concession arrangements

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund analyses all aspects of service concession arrangements that it enters in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund recognizes that asset when, and only when, it controls or regulates the services the operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement, or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

t) 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 an insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and various commercial banks at the end of the financial year.

u) Comparative figures

Comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

v) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2024.

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme 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 judgements, estimates, and assumptions made:

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 Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund 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 Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

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Useful lives and residual value

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

- a) The condition of the asset is based on the assessment of experts employed by the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund.
- b) The nature of the asset, its susceptibility, and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note 37. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

6. Transfers from Other Government entities

Description	2023-2024	2022-2023
	Kshs	Kshs
Unconditional Grants		
Operational Grant		-
Unconditional development grants	-	-
Other Grants(specify)	-	-
Total Unconditional Grants	-	-
Conditional Grants amortised/ transferred to revenue	-	-
Development Grant	-	-
Operational Grant	-	-
Other Organizational Grants (specify)	-	-
Total Government Grants and Subsidies	-	-

(Explain the purpose of funding)

b) Transfers from County Departments

Name of The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund Sending the Grant	Amount recognized to Statement of Financial performance. *	Amount deferred under deferred income.	Amount recognised in capital fund.	Total transfers 2023-2024	2023-2024
					Kshs
	Kshs	Kshs	Kshs	Kshs	Kshs
Finance Department		-	70,000,000	70,000,000	70,000,000
Ministry	-	-	-	-	-
Total	-	-	70,000,000	70,000,000	70,000,000

7. Public Contributions and Donations

Description	2023-2024	2022-2023
	Kshs	Kshs
Research Donations	-	-
Donations transferred to revenue on conditions being met.	-	-
Other Public Donations (Specify)	-	-
Total Transfers and Sponsorships	-	-
Reconciliation of Public Contributions and	-	-

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Description	2023-2024	2022-2023
	Kshs	Kshs
Donations		
Balance Unspent at Beginning of The Year	-	-
Current Year Receipts	-	-
Conditions Met - Transferred to Revenue	-	-
Conditions To Be Met - Remain Liabilities	-	-

8. Transfers in-kind.

Description	2023-2024	2022-2023
	Kshs	Kshs
Payments by County Department on behalf of the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund	-	-
Others(specify)	-	-
Total Transfers in-kind	-	-

9. Interest income

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest on loans	14,691,721	11,682,805
Others(specify)	-	-
Total Interest income	14,691,721	11,682,805

Comparative figure Adjustment to the new template analysed as per appendix viii (A)

10. Rendering of Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Training Fees	-	-
Others (specify)	-	-
Total Revenue from The Rendering of Services	-	-

11. Rental Revenue from Facilities and Equipment

Description	2023-2024	2022-2023
	Kshs	Kshs
Operating Lease Revenues	-	-
Contingent Rentals*	-	-

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Total Rentals	-	-
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12. Fees and other charges

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees	-	-
Charges from defaults	-	-
Others	-	-
Total Fees and other charges	-	-

13. Other Income

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest on cash investments and fixed deposits	-	-
Interest on Bank balances	1,361,133	1,801,922
Interest income from Treasury Bills	-	-
Interest income from Treasury Bonds	-	-
Insurance recoveries	-	-
Income from sale of tender	-	-
Services concession income	-	-
Skills development levy	-	-
Bad debts recovered	-	-
Miscellaneous incomes (specify)	-	-
Total Other income	1,361,133	1,801,922

Comparative figure Adjustment to the new template analysed as per appendix viii (A)

14. Use of Goods and Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Electricity	-	-
Water	-	-
Subscriptions	-	-
Advertising	-	-
Admin Fees	12,264,519	9,729,647
Audit Fees	-	-
Conferences and Delegations	-	-
Consulting Fees	-	-

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Consumables	-	-
Fuel and Oil	-	-
Insurance	-	-
Legal Expenses	-	-
Licenses and Permits	-	-
Postage	-	-
Printing and Stationery	-	-
Hire Charges	-	-
Rent expenses	-	-
Security Costs	-	-
Skills Development Levies	-	-
Inventory Scrapping	-	-
Telecommunication	-	-
Training	-	-
Travel, Subsistence & Other Allowances*	-	-
Bank charges	2,938	3,890
Withholding tax on fund balance	204,170	270,271
Total	12,471,627	10,003,808

Comparative figure Adjustment to the new template analysed as per appendix viii (B)

15. Employee Costs

Description	2023-2024	2022-2023
	Kshs	Kshs
Salaries and wages	-	-
Employer contribution to health insurance schemes	-	-
Employer contribution to pension schemes	-	-
Travel, accommodation, subsistence, & other allowances	-	-
Housing benefits and allowances	-	-
Overtime payments	-	-
Performance and other bonuses	-	-
Social contributions	-	-
Gratuity	-	-
Extraneous	-	-
Other employee related costs *	-	-
Employee costs	-	-

16. Committee Expenses

Description	2023-2024	2022-2023
	Kshs	Kshs
Chairman/Directors' Honoraria	-	-
Sitting Allowances	-	-
Medical Insurance	-	-
Induction and Training	-	-

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Travel and Accommodation	3,332,900	3,113,660
Other Allowances	-	-
Total	3,332,900	3,113,660

Comparative figure Adjustment to the new template analysed as per appendix viii (B)

17. Depreciation and Amortization Expense

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, plant, and equipment	-	-
Intangible assets	-	-
Investment property carried at cost	-	-
Total depreciation and amortization	-	-

18. Repairs and Maintenance

Description	2023-2024	2022-2023
	Kshs	Kshs
Property and equipment	-	-
Investment Property	-	-
Equipment and Machinery	-	-
Vehicles	-	-
Furniture and Fittings	-	-
Computers	-	-
Others (specify)	-	-
Total Repairs and Maintenance	-	-

19. Contracted Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Actuarial Valuations	-	-
Investment Valuations	-	-
Property Valuations	-	-
Others (specify)	-	-
Total Contracted Services	-	-

20. Grants and Subsidies

Description	2023-2024	2022-2023
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Programs	-	-
Social Development	-	-

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Community Trust	-	-
Sporting Bodies	-	-
Others (specify)	-	-
Total Grants and Subsidies	-	-

21. Finance Costs

Description	2023-2024	2022-2023
	Kshs	Kshs
Borrowings (amortized cost) *	-	-
Finance leases (amortized cost)	-	-
Unwinding of discount on lease liabilities	-	-
Interest on bank overdrafts	-	-
Interest on loans from commercial banks	-	-
Total finance costs	-	-

22. Gain/Loss on Sale of Assets

Description	2023-2024	2022-2023
	Kshs	Kshs
	-	-
Property, plant and equipment	-	-
Intangible assets	-	-
Other assets not capitalised	-	-
Total gain on sale of assets	-	-

23. Gain/Loss on foreign exchange transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Gain on foreign exchange transactions	-	-
Loss on foreign exchange transactions	-	-
Total Gain/Loss	-	-

24. Gain/ (loss) on Fair Value Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Investments at Fair Value- Equity investments	-	-
Fair value – Investment property	-	-
Fair value- other financial assets (specify)	-	-
Total Gain	-	-

25. Impairment Loss

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-

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Total Impairment Loss	-	-
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26. Taxation

Description	2023-2024	2022-2023
	Kshs	Kshs
Current income tax charge	-	-
Tax charged on rental income	-	-
Tax charged on interest income	-	-
Deferred tax: [note 44]	-	-
Original and reversal of temporary differences	-	-
Income tax expense reported in the statement of financial performance	-	-

27. Cash and Cash Equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank balances	5,997,497	17,980,469
On - Call Deposits	-	-
Fixed Deposits Account (<i>below 3 months</i>)	-	-
Others (<i>Specify</i>)	-	-
Total Cash and Cash Equivalents	5,997,497	17,980,469

Detailed Analysis of the Cash and Cash Equivalents

Financial Institution	Account number	2023-2024	2022-2023
		Kshs	Kshs
a) Bank balances			
Family Bank	037000011607	5,997,497	17,980,469
		-	-
Sub- Total		5,997,497	17,980,469
b) On - Call Deposits			
Bank		-	-
Bank		-	-
Sub- Total		-	-
c) Fixed Deposits Account			
Bank		-	-
Bank		-	-
Sub- Total		-	-
d) Others (Specify)			
Cash In Transit		-	-
Cash In Hand		-	-
Mobile Money Accounts		-	-

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Financial Institution	Account number	2023-2024	2022-2023
		Kshs	Kshs
Sub- Total		-	-
Grand Total		5,997,497	17,980,469

28. Receivables from Exchange Transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Current Receivables		
Loan interest receivable	263,780	263,780
Current Loan Repayments Due	6,408,239	4,199,397
Fees and other charges due	-	-
Other	-	-
Less: Impairment Allowance	-	-
Total Current Receivables	6,672,019	4,463,177
Non-Current Receivables		
Long Term Loan Repayments Due	532,913,931	452,891,474
Total Non- Current Receivables	532,913,931	452,891,474
Total Receivables from Exchange Transactions	539,585,950	457,354,651

(b) Ageing analysis for Receivables from exchange transactions

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	132,395,634	25	125,789,224	28
Between 1- 2 years	108,289,554	20	100,220,349	22
Between 2-3 years	100,117,453	29	111,545,151	33
Over 3 years	198,783,309	37	119,799,927	26
Total (a+b)	539,585,950		457,354,651	

(c) Reconciliation for Impairment Allowance on Receivables from Exchange Transactions

Impairment allowance/ provision	2023-2024	2022-2023
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	-	-
Written off during the year	-	-
At the end of the year	-	-

29. Receivables from Non-Exchange Transactions

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Description	2023-2024		2022-2023	
	Kshs		Kshs	
Specify	-		-	
Total receivables	-		-	
Ageing Analysis- Receivables from non-exchange transactions	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	-	-	-	-
Between 1-2 years	-	-	-	-
Over 3 years	-	-	-	-
Total	-	-	-	-

Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions

Description	2023-2024		2022-2023	
	Kshs		Kshs	
At the beginning of the year	-		-	
Additional provisions during the year	-		-	
Recovered during the year	-		-	
Written off during the year	-		-	
At the end of the year	-		-	

30. Inventories

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Consumable stores	-		-	
Other goods held for resale	-		-	
Catering	-		-	
Others (specify)	-		-	
Less: allowance for impairment	-		-	
Total inventories at the lower of cost and net realizable value	-		-	

31. Investments in financial assets

Description	2023-2024		2022-2023	
	Kshs		Kshs	
a) Investment in Treasury bills and bonds				
Financial institution				
	-		-	
CBK	-		-	
Sub- total	-		-	
b) Investment with Financial Institutions/ Banks				
Bank x	-		-	

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Bank y	-	-
Sub- total	-	-
c) Equity investments (specify)		
Equity/ shares in Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund	-	-
Sub- total	-	-
Grand total	-	-

d) Movement of Equity Investments

Impairment allowance/ provision	2023-2024	2022-2023
	Kshs	Kshs
At the beginning of the year	-	-
Purchase of investments in the year	-	-
Sale of investments during the year	-	-
Gain/(loss) in fair value of investments through surplus or deficit	-	-
At the end of the year	-	-

e) Shareholding in other entities

For investments in equity share listed under note 31 above, list down the equity investments under the following categories:

Name of Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund	No of shares			Nominal value of shares Kshs	Fair value of shares 2023- 2024	Fair value of shares 2022- 2023
	Direct shareholding %	Indirect shareholding %	Effective shareholding %			
A	-	-	-	-	-	-
B	-	-	-	-	-	-
C	-	-	-	-	-	-
	0	0	0	0	0	0

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32. Property, Plant and Equipment

Cost/Revalued amount	Land	Buildings	Motor vehicles	Furniture and fittings	ICT Equipment	Office Equipment	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation rate	-	-	-	-	-	-	-	-	-
As At 1 July 2023	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-	-	-	-	-
As at 30 th June 2023	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-
As at 30th June 2024	-	-	-	-	-	-	-	-	-
Depreciation and Impairment	-	-	-	-	-	-	-	-	-
At 1 July 2023	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-	-	-	-	-
As At 30 th 2024	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As at 30th June 2024	-	-	-	-	-	-	-	-	-
Net Book Values	-	-	-	-	-	-	-	-	-
As at 30th June 2023	-	-	-	-	-	-	-	-	-
As at 30th June 2024	-	-	-	-	-	-	-	-	-

Valuation

Land and buildings/ Equipment (be specific) were valued by valuers in line with the National Assets and Liabilities Management Policy and Guidelines (issued 30th June 2020). The assets were revalued by valuers on this date.

(b) Property, Plant and Equipment at Cost

If the freehold land, buildings, and other assets were stated on the historical cost basis the amounts would be as follows:

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
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Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	-	-	-
Plant and Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers and Related Equipment	-	-	-
Office Equipment	-	-	-
Furniture and Fittings	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

Property plant and Equipment includes the following assets that are fully depreciated:

Description	Cost or valuation	Normal annual depreciation charge
Plant and Machinery	-	-
Motor Vehicles including Motorcycles	-	-
Computers and Related Equipment	-	-
Office Equipment	-	-
Furniture and Fittings	-	-
Others (<i>specify</i>)	-	-
Total	-	-

33. Intangible Assets

Description	2023-2024	2022-2023
	Kshs	Kshs
Cost		
At beginning of the year	-	-
Additions	-	-
At end of the year	-	-
Amortization and impairment		
At beginning of the year	-	-
Amortization	-	-
Impairment loss	-	-
At end of the year	-	-
NBV	-	-

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34. Investment Property

Description	2023-2024	2022-2023
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	-	-
Depreciation	-	-
Impairment	-	-
Gain/(loss) in fair value (if fair value is elected)	-	-
At end of the year	-	-

35. Trade and Other Payables

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Trade payables	-	-	-	-
Employee payables	-	-	-	-
Third-party payments	-	-	-	-
Other payables	-	-	-	-
Total trade and other payables	-	-	-	-
Ageing analysis: (Trade and other payables)	2023-2024	% of the Total	2022-2023	% of the Total
Under one year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (tie to above total)	-	-	-	-

36. Refundable Deposits Customers

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Customer deposits	-	-	-	-
Prepayments	-	-	-	-
Other deposits	-	-	-	-
Total deposits	-	-	-	-
Ageing analysis: (Refundable deposits)	2023-2024	% of the Total	2022-2023	% of the Total
Under one year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-

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Over 3 years	-	-	-	-
Total	-	-	-	-

37. Provisions

Description	Leave provision	Bonus provision	Gratuity Provision	Other provision	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance brought forward at the beginning of the year	-	-	-	-	-
Additional provisions during the year	-	-	-	-	-
Provision utilised during the year	-	-	-	-	-
Change due to discount and time value for money	-	-	-	-	-
Total provisions at the end year	-	-	-	-	-
Analysed as:	-	-	-	-	-
Current Provisions	-	-	-	-	-
Non-Current Provisions	-	-	-	-	-

38. Finance Lease Obligation

Description	2023-2024	2022-2023
	Kshs	Kshs
At the start of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

Maturity Analysis

Period	Amount (Kshs)
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 And Onwards	-
Less: Unearned Interest	-
Total	-

Analysed as:

Description	Amount (Kshs)
Current	-
Non- Current	-
Total	-

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The deferred income movement is as follows:

39. Deferred Income

Description	2023-2024	2022-2023
	Kshs	Kshs
County Government	-	-
Public Contributions and Donations	-	-
Total Deferred Income	-	-

	National/ County Government	Public contributions and donations	Total
	Kshs	Kshs	Kshs
Balance Brought Forward	-	-	-
Additions	-	-	-
Transfers To Capital Fund	-	-	-
Transfers To Income Statement	-	-	-
Other Transfers	-	-	-
Balance Carried Forward	-	-	-

40. Employee Benefit Obligations

Description	Defined benefit plan	Post- employmen t medical benefits	Other Benefits	(Current FY)	(Comparat ive FY)
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
Total Employee Benefits Obligation	-	-	-	-	-

Retirement benefit Asset/ Liability

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund does not operate a defined benefit scheme

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Description	2023-2024	2022-2023
Discount Rates	0%	0%
Future Salary Increases	0%	0%
Future Pension Increases	0%	0%
Mortality (pre- retirement)	0%	0%
Mortality (post-retirement)	0%	0%
Withdrawals	0%	0%
Ill Health	0%	0%
Retirement	0 years	0 years

Recognition of Retirement Benefit Asset/ Liability

a) Amounts recognised under other gains/ Losses in the statement of Financial Performance:

Description	2023-2024	2022-2023
	Kshs	Kshs
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial gains/ losses arising from changes in financial assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others (specify)	-	-
Adjustments for restrictions on the defined benefit asset	-	-
Remeasurement of the net defined benefit liability (asset)	-	-

b) Amounts recognised in the Statement of Financial Position

Description	2023-2024	2022-2023
	Kshs	Kshs
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	-	-
Funded status (=a-b)	-	-
Restrictions on asset recognised	-	-
Others (specify)	-	-
Net asset or liability arising from defined benefit obligation	-	-

The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund does not contribute to the statutory National Social Security Fund (NSSF).

41. Borrowings

Description	2023-2024	2022-2023
	Kshs	Kshs

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a) External borrowings		
Balance at beginning of the year	-	-
External borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-
b) Domestic borrowings		
Balance at beginning of the year	-	-
Domestic borrowings during the year	-	-
Repayments during the year	-	-
Balance at end of the year	-	-
Balance at end of the period- domestic and External borrowings c = a+b	-	-
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
Total	-	-

The analyses of both external and domestic borrowings are as follows:

	2023-2024	2022-2023
	Kshs	Kshs
External Borrowings		
Dollar Denominated Loan From 'Organisation'	-	-
Sterling Pound Denominated Loan From 'Organisation'	-	-
Euro Denominated Loan from: Organisation'	-	-
Domestic Borrowings		
Kenya Shilling Loan From KCB	-	-
Kenya Shilling Loan from Barclays Bank	-	-
Kenya Shilling Loan from Consolidated Bank	-	-
Total Balance at End of The Year	-	-

42. Taxation

Description	2023-2024	2022-2023
	Kshs	Kshs
At beginning of the year	-	-
Income tax charge for the year (note 26)	-	-
Under/(over) provision in prior year/s (note 26)	-	-
Income tax paid during the year	-	-
At end of the year	-	-

43. Service Concession Liability

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Description	2023-2024	2022-2023
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	-	-
Net carrying amount	-	-
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	-	-
Service concession liability at end of the year	-	-

44. Deferred Tax Liability

Deferred tax is calculated on all temporary differences under the liability method using the enacted tax rate, currently 30%. The net deferred tax liability at year-end is attributable to the following items:

Description	2023-2024	2022-2023
	Kshs	Kshs
Accelerated capital allowances	-	-
Unrealised exchange gains/(losses)	-	-
Revaluation surplus	-	-
Tax losses carried forward	-	-
Provisions for liabilities and charges	-	-
Net deferred tax liability/(asset)	-	-
The movement on the deferred tax account is as follows:		
Balance at beginning of the year	-	-
Credit to revaluation reserve	-	-
Under provision in prior year	-	-
Income statement charge/(credit)	-	-
Balance at end of the year	-	-

45. Cash Generated from Operations

Description	2023-2024	2022-2023
	Kshs	Kshs
Surplus/Deficit for the year	248,327	367,260
Adjusted for:		
Depreciation	-	-
Non-cash grants received	-	-
Contributed assets	-	-
Impairment	-	-
Gains and losses on disposal of assets	-	-
Contribution to provisions	-	-
Contribution to impairment allowance	-	-
Working capital adjustments		
Increase in inventory	-	-
Increase in receivables	-	-
Increase in deferred income	-	-
Increase in payables	-	-
Increase in payments received in advance	-	-
Net cash flow from operating activities	248,327	367,260

46. Financial Risk Management

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's overall risk management programme focuses on the 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial risk management objectives and policies are detailed below:

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i) Credit risk

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme 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, considering its financial position, past experience, and other factors. Individual risk limits are set based on internal or external assessments 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 Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's management based on prior experience and their assessment of the current economic environment.

Financial Risk Management

The carrying amount of financial assets recorded in the financial statements representing the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's maximum exposure to credit risk without taking account the value of any collateral obtained is made up as follows:

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2024				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-
As at 30 June 2023				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund has a significant concentration of credit risk on amounts due from xxx. The board of directors sets the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund’s credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund’s directors, who have built an appropriate liquidity risk management framework for the management of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund’s short, medium, and long-term funding and liquidity management requirements. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund manages liquidity risk through continuous monitoring of forecasts and actual cash flows. The table below represents cash flows payable by the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2024				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Others (<i>specify</i>)	-	-	-	-
Total	-	-	-	-
As at 30th June 2023				
Trade payables	-	-	-	-

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Others (<i>specify</i>)	-	-	-	-
Total	-	-	-	-

Financial Risk Management

iii) Market risk

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund has put in place an internal audit function to assist it in assessing the risk faced by the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme 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 rates, equity prices, and foreign exchange rates which will affect the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund'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 optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by the Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's exposure to market risks or the way it manages and measures the risk.

a) Foreign currency risk

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund has 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 xxx days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund manages foreign exchange risk from

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future commercial transactions and recognised assets and liabilities by projecting expected sales proceeds and matching the same with expected payments.

Financial Risk Management

The carrying amount of the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund's foreign currency-denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

2023-2024

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30th June 2024			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Foreign currency sensitivity analysis

2023-2024

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30th June 2024			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

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Financial Risk Management

The following table demonstrates the effect of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's statement of comprehensive income on applying the sensitivity for a reasonable possible change in the exchange rate of the three main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
2023-2024			
Euro	0%	-	-
USD	0%	-	-
Sterling pound	0%	-	-
2022-2023	0%		
Euro	0%	-	-
USD	0%	-	-
Sterling pound	0%	-	-

b) Interest rate risk

Interest rate risk is the risk that the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's financial condition may be adversely affected as a result of changes in interest rate levels. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's interest rate risk arises from bank deposits. This exposes the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme 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.

Sensitivity analysis

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures,

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the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs 248,327 (. A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs 248,327.

Fair value of financial assets and liabilities

a) Financial instruments are measured at fair value.

Determination of fair value and fair values hierarchy

IPSAS 30 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's market assumptions. These two types of inputs have created the following fair value hierarchy:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund considers relevant and observable market prices in its valuations where possible.

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Financial Risk Management

The following table shows an analysis of financial and non-financial instruments recorded at fair value by level of the fair value hierarchy:

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June 2024				
Financial Assets				
Quoted Equity Investments	-	0%	0%	0%
Non- Financial Assets				
Investment Property	-	-	-	-
Total	-	-	-	-
As at 30th June 2023				
Financial Assets				
Quoted Equity Investments	-	-	-	-
Non- Financial Assets				
Investment Property	-	-	-	-
Total	-	-	-	-

There were no transfers between levels 1, 2, and 3 during the year. Disclosures of fair values of financial instruments not measured at fair value have not been made because the carrying amounts are a reasonable approximation of their fair values.

iv) Capital Risk Management

The objective of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's capital risk management is to safeguard the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's ability to continue as a going concern. The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund capital structure comprises of the following funds:

Description	2023-2024	2022-2023
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Reserve	475,335,120	404,967,860
Total Funds	475,335,120	404,967,860
Total Borrowings	-	-
Less: Cash and Bank Balances	5,997,497	17,980,469
Net Debt/ (Excess Cash and Cash Equivalents)	(5,997,497)	(17,980,469)
Gearing	-	-

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47. Related Party Disclosures

Nature of related party relationships

Entities and other parties related to the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund include those parties who have the 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.

Government of Kenya

The Government of Kenya is the principal shareholder of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund, holding 100% of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund, both domestic and external.

Other related parties include:

- i) The Parent Ministry.
- ii) County Governments
- iii) Finance Department
- iv) Key management.
- v) Fund Committees.
- vi) Family Bank

Description	2023-2024	2022-2023
	Kshs	Kshs
Transactions with related parties		
a) Sales to related parties		
Rent income from govt. Agencies	-	-
Others (specify)	-	-
Total	-	-
b) Purchases from related parties		
Purchases of electricity from KPLC	-	-
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. Agencies	-	-
Others (specify)	-	-
Total	-	-
c) Grants /transfers from the government		
Grants from National government	-	-
Grants from County government	-	-

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Description	2023-2024	2022-2023
	Kshs	Kshs
Donations in kind	-	-
Total	-	-
a) Expenses incurred on behalf of related party		
Salaries and wages for employees	-	-
Goods and services for	-	-
Others (specify)	-	-
Total		
b) Key management compensation		
Director's emoluments	-	-
Compensation to key management	-	-
Total	-	-

48. Segment Information

Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund does not have segmental information.

49. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2023-2024	2022-2023
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	-	-
Assets Arising from Determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Receivables from Other Government Entities	-	-
Others (Specify)	-	-
Total	-	-

Contingent Liabilities

Description	2023-2024	2022-2023
	Kshs	Kshs
Contingent Liabilities	-	-
Court Case against the Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
Total	-	-

50. Capital Commitments

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Capital Commitments	2023-2024	2022-2023
	Kshs	Kshs
Authorised for	-	-
Authorised and contracted for	-	-
Total	-	-

51. Events after the Reporting Period

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

52. Ultimate and Holding Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund

The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund is a Semi-Autonomous Government Agency under the County of Nyandarua. Its ultimate parent is the Government of Kenya.

53. Currency

The financial statements are presented in Kenya Shillings (Kshs) rounded to the nearest Kshs.

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20. Appendices

Appendix 1: Implementation Status of Auditor-General'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	<p>Non-performing Loans</p> <p>The Statement of Financial position reflects Kshs452,891,474 in respect from exchange transactions, from long long-term receivable. However, as reported in the previous year, the balance includes kshs 11,585,281 in respect of loans owed by three (3) scheme members, which were not serviced during the year under review. Management explained that the loans were owed by individuals whose contracts were terminated. However, there was no evidence to confirm the evidence to confirm the efforts made by the management to recover the outstanding loan balances</p> <p>In circumstances, the accuracy and recoverability of the loan in default could not be confirmed</p>	<p>The 3 non-performing loans amounting to ksh 11,585,282 issued to 3 members whose contracts were terminated has been subject of an active court case; ELRC PETITION NO. 14 OF 2019. The case has been determined and the total amounts shall be recovered from their benefits. The same has been represented to senate.</p>	Resolved	Senate
2.	<p>Disclosure of Merged prior year comparative Balances</p>	<p>The consolidated Trial balance for the comparative figures have been provided</p>	Resolved	

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<p>Information available indicated that two former funds; Nyandarua County Civil Servants' car loan and mortgage scheme fund and Nyandarua County Executive (State public) car loan and mortgage scheme Fund were merged through the Public Finance Management (Nyandarua County Executive (State Public) officers car loan and mortgage scheme Fund. However, Contrary to the requirement of accounting standards disclosure was included in the financial statement to clarify the consolidated comparative Figures. In the circumstances, the accuracy of comparative balances disclosed in the financial Statements could not be confirmed.</p>	Nyandarua County Executive (state & Public) officers Car Loan and Mortgage scheme Fund				
	Consolidated Trial Balance for the financial year 2022-2023				
		DR	CR		
		Kshs	Kshs		
	Interest income	-	11,836,464		
	Fund administration expenses	7,408,893			
	Bank Charges	7,860			
	General Expenses/use of Goods	2,884,900			
	Current portion of long-term receivables from exchange transactions	34,058,211			
	Receivables from Non-exchange transactions				
	Accrued interest	663			
	Long term receivables from Exchange transaction	330,124,345			
	cash and Cash equivalent	40,784,640			
	Revolving fund		47,389,578		

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Other matters	<p>Unresolved Prior Year Matters In the audit report of the previous year, several issues were raised under the report on the Financial Statements, reports on lawfulness and effectiveness in use of public resources and report on effectiveness of internal controls, Risk Management and Governance. However, the management had not resolved the issues. No satisfactory explanation was provided for the delay in resolving the issues.</p>	The management presented response to senate	415,269,513	415,269,513	Resolved	
<p>Inadequacies in Composition of the loans Management Committee Review of composition of the loan management Committee revealed absence of the chief officer in charge of lands and the officer appointed by the county secretary to represent the welfare of the county staff; contrary to the provisions of Regulation 6(1) of the Public Finance Management (Nyandarua County Executive state and public officer's car loan and mortgage scheme Fund) Regulation 2022. In the Circumstances, the effectiveness of the loan's management could not be confirmed. Further, the management was in breach of law.</p>	Appointed as per the appointment letters				Resolved	
Transfers			18,610,422			
Reserve			337,433,049			
TOTAL			415,269,513	415,269,513		

**Nyanjárua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund
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	<p>The Fund Administration Committee is responsible for overseeing the 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 role and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.</p>			
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Fund Administrator

Date: 28/11/24

**Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund
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Appendix II: Projects implemented by (The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund)

Projects implemented by the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund Funded by development partners and the Government.

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements. (Yes/No)
N/A	-	-	-	-	-	-
	-	-	-	-	-	-

APPENDIX III: Status of Project Completion

S/No	Project Name	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
N/A	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

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Appendix IV: Transfers from Other Government Entities

Name of the Nyandarua County Executive	Date received as per bank statement	Nature: Recurrent/ Development /Others	Total Amount - KES	Statement of Financial Performance	Where Recorded/recognized				Total Transfers during the Year
					Capital Reserve	Deferred Income	Receivables	Others - must be specific	
Nyandarua County executive recurrent Account	21.09.2023	Recurrent	70,000,000	-	70,000,000	-	-	-	70,000,000
-	-	Development	-	-	-	-	-	-	-
Total			70,000,000	-	70,000,000	-	-	-	70,000,000

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Appendix V- Inter-Entity Confirmation Letter

Name of transferring Entity; Nyandarua County Recurrent Account

Name of beneficiary; Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund

Confirmation of amounts received by Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund] as at 30 th June 2024					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
FT23263SVWZM	21.9.2023	70,000,000		70,000,000	
Total	70,000,000	70,000,000		70,000,000	

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

Head of Accounts Department - Disbursing

Name Virginia Karanja Sign [Signature] Date 28/11/24

Head of Accounts Department - Beneficiary

Name MARSADEI GACHOMU Sign [Signature] Date 28/11/24

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Appendix VI: Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities	Quarter				Source of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
N/A	N/A	N/A	N/A	-	-	-	-	N/A	N/A
				-	-	-	-		
				-	-	-	-		
				-	-	-	-		
				-	-	-	-		

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Appendix VII: Reporting on Disaster Management Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments
-	-	-	-	-	-	-
-	-	-	-	-	-	-

Appendix VIII-Disclosures (Comparative figure Adjustment to the new template analysed below)

A. Interest Income

Description	2022-2023
	Kshs
Interest Income as per the audited Financial Statement.	13,484,728
Adjusted comparative figures to the new Template	
Interest income on loans	11,682,805
Interest income on fund balance	1,801,922
Total	13,484,727
Total variance Interest income	-

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B. Use of goods

Description	2022-2023	Kshs
Use of Goods as per the Audited Financial Statement.		13,117,469
Total As per audited Financial Statement		13,117,469
Adjusted comparative figures		
Use of Goods		10,003,809
Committee Allowances		3,113,660
Total		13,117,469
Total variance Interest income		-

C. Current Receivable from exchange transaction

Current Assets	2022-2023	Kshs
Receivables from Exchange Transactions as per the Audited Financial Statement		4,199,397
Accrued interest receivable from long term loan previous year as per the audited Financial Statement		263,780
Total Receivable Audited Financial Statement		4,463,177
Adjusted comparative figures		
Receivables from Exchange Transactions		4,463,177
Total		4,463,177
Total variance		-