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REPORT

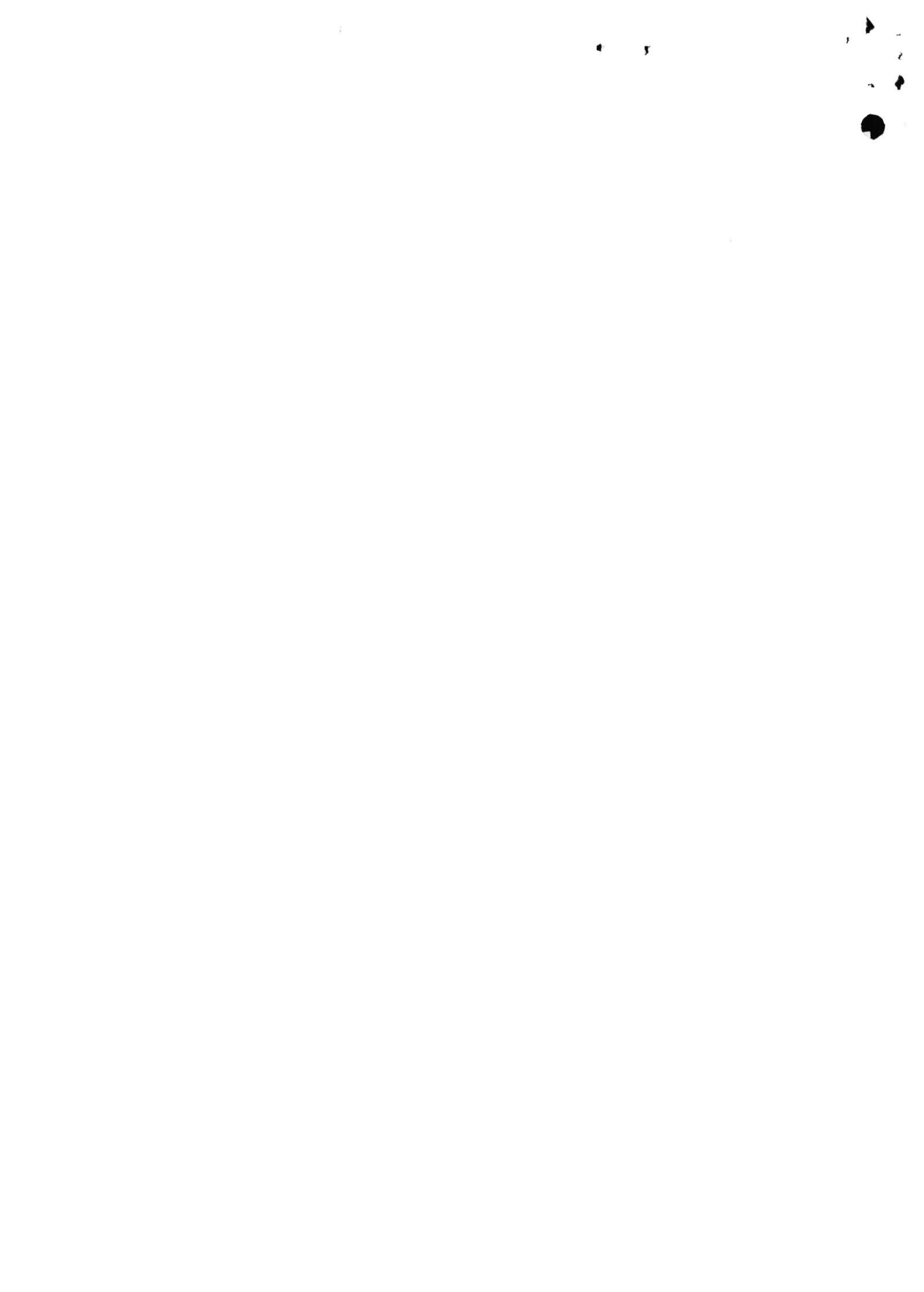
OF

THE AUDITOR-GENERAL

ON

**TURKANA COUNTY COVID-19
EMERGENCY RESPONSE FUND**

**FOR THE YEAR ENDED
30 JUNE, 2021**





OFFICE OF THE AUDITOR-GENERAL
NORTH RIFT REGIONAL OFFICE

25 APR 2022

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**TURKANA COUNTY
COVID-19 EMERGENCY RESPONSE FUND**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2021**

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



**Turkana County Covid-19 Emergency Response Fund
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**Turkana County Covid-19 Emergency Response Fund
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1. KEY ENTITY INFORMATION AND MANAGEMENT

a) Background information

The Turkana County Covid-19 Emergency Response Fund is established by and derives its authority and accountability from Public Finance Management Act (Turkana County covid-19 Emergency response Fund) regulations 2020. The Fund is wholly owned by the County Government of Turkana and is domiciled in Kenya.

The fund's objective is to mobilize resources for emergency response towards containing the spread, effect and impact of covid-19 pandemic within Turkana county

b) Principal Activities

The principal activity/mission/ mandate of the Fund is to Support programmes and initiatives towards cushioning and provision of emergency relief to the most vulnerable, older and poor persons in urban informal settlements and rural poor nomadic pastoralists communities

c) Board of Trustees/Fund Administration Committee

Ref	Position	Name
1	Chairman of the Board	Mr. Samson Eturote
2	Chief Officer (Finance)	Mr Abraham Losinyen
3	Committee Members	Mrs Catherin Epur Mr. David ekod Mr. Patrick Nasia Mrs. Susan Amulango aletia Mr Benson Lokwang Mrs. Jane Ajele Mr Vincent Parlor-secretary



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d) Key Management

Ref	Position	Name
1	Fund Administrator	Mr Abraham Losinyen Ekai.
2		

e) Fiduciary Oversight Arrangements

The County's Accounts and Investment Committee has the responsibility of examining the County Government accounts particularly those reporting on appropriation granted by the County Assembly to meet public expenditure.

The County has an Audit committee which was appointed by the Governor.

Ref	Position	Name
1	Chairman	Paul Ekuchoi
2	Secretary	Michael Ekadeli
3	Member	Selina Lokope
4	Member	Edwin Omindo
5	Member	Joyce ilikwel
6	Member	Lochor Emmanuel Emoni

f) Registered Offices

- g) P.O. Box 11-30500
- h) COUNTY TREASURY BUILDING
- i) NAWOITORONG ROAD
- j) LODWAR, KENYA

k) Fund Contacts

Telephone: (254)

E-mail: turkanacounty.go.ke

Website: www.tcg.go.ke

l) Fund Bankers

1. Kenya Commercial Bank
P.O BOX 58-30500
LODWAR
TURKANA COUNTY COVID 19 EMERGENCY RESPONSE
ACCOUNT:1274953960

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m) Independent Auditors

Auditor General

Office of The Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

n) Principal Legal Adviser

The County Attorney

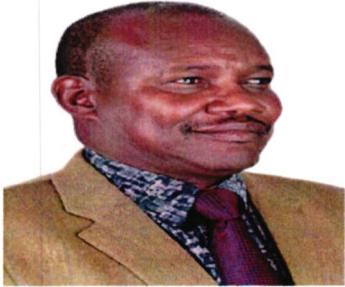



County offices

P.O. Box 11-30500

Lodwar.

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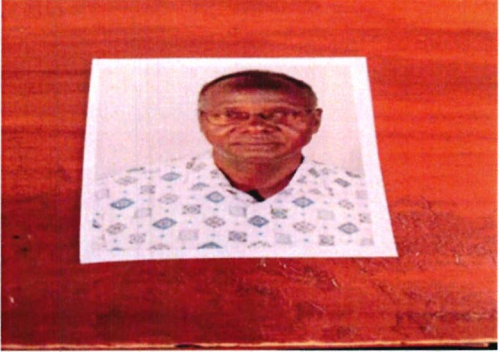
2. THE BOARD OF TRUSTEES/ FUND ADMINISTRATION COMMITTEE.

Name	Details of qualifications and experience
	<p>Rev. Samson Eturote Akoru is the Current Covid-19 turkana board Chairman was Born on 1st Jan 1958, he holds PhD. In Theology and Urban Ministry with Over 20 years' Experience in both Private and Public service.</p>
<p>Hon. Benson Lokwang.</p> 	<p>Mr. Benson Lokwang has Bachelor Degree and has over 7 years' experience in Senior Management in the public service and has served has a member of the Covid 19 board and the CEC public service until when his Contract ended as CEC.</p>
<p>Hon. Jane Ajele.</p> 	<p>Hon. Jane Ajele is the current CEC health and a member of the Covid 19 board with a Bachelor of Science in Medical Laboratory Science with over 15 Years' experience in senior management in the public service. And currently serving also as Covid-19 fund Member.</p>
<p>CO. Abraham Losinyen.</p> 	<p>Mr. Abraham Losinyen Ekai is the Administrator of the Fund. He is Currently serving as the Chief officer of Finance. He has a Master's degree in International development policy from Duke university (USA) and a Bachelor's Degree in Business administration and management and a subsidiary in community development from daystar university (Kenya). He has a working experience of 18 years both in private and public service.</p> <p>And currently serving also as Covid-19 fund administrator.</p> <p>Mr. Vincent Palor was born on 8th April 1981 and</p>

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	<p>has demonstrated working experience of over 10 years at both national and international governmental and non-governmental organizations. He holds a Bachelor's degree in Accounting & Finance (Second Upper Division) from Moi University and M.B.A finalist at the Catholic University of East Africa pursuing Strategic Management. He is a member of several professional associations.</p> <p>is currently serving as a board member Covid-19 Emergency Response Fund Board following appointment by H.E Hon. Josphat Koli Nanok, Governor Turkana County on July 15th 2020</p>
	<p>Hon. Ekod was born in Nakurio in 1968. He served as a councilor and member of County Assembly of Kerio Delta Ward for a period of ten years (two terms) between 2007 to 2017. During his stint as an MCA Kerio Delta Ward, he served as Minority Chief Whip and Vice Chair education hoise committee. He has served as a nurse grade grade 3 at Kalokol cottage hospital, Trainer of Trainers in community health care and finance chairman Turkana County Council.</p> <p>Hon. David Ekod is currently serving as a board member Covid-19 Emergency Response Fund Board following appointment by H.E Hon. Josphat Koli Nanok, Governor Turkana County on July 15th 2020.</p>
	<p>Mrs. Epur Lobuin Akwar. Was Born in Mogila Lokichogio she is a business woman and has served as peace committee member with a Local Ngo's apedi and Lopeo</p> <p>And serving as chairlady Loteteleit women Group</p> <p>Mrs. Epur Lobuin Akwar is currently serving as a board member Covid-19 Emergency Response Fund Board following appointment by H.E Hon. Josphat Koli Nanok, Governor Turkana County on July 15th 2020.</p>

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 A portrait photograph of Mr. Patrick Emojo Nasia, a man with short hair and glasses, wearing a patterned shirt. The photo is set against a white background and is placed on a larger, textured reddish-brown surface.	<p>Mr. Patrick Emojo Nasia is A trained teacher with also a diploma in Business Management With expansive working experience of over 20 years in public service.</p> <p>Mr. Patrick Emojo is currently serving as a board member Covid-19 Emergency Response Fund Board following appointment by H.E Hon. Josphat Koli Nanok, Governor Turkana County on July 15th 2020.</p>
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**3. STATEMENT OF PERFORMANCE AGAINST COUNTY ENTITY'S
PREDETERMINED OBJECTIVES**

Guidance

The fund performed very well despite the challenges with a number of suppliers of services, we performed at 69% against the planned Budget. Though the covid pandemic is still a continuous challenge objectives of the fund have greatly been met.

Introduction

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer when preparing financial statements of each County Government entity Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity's performance against predetermined objectives.

The key development objectives of the Turkana county covid 19 emergency response fund allocation for FY 2020-2021 as per approved plan are

- a) Support programmes and initiatives towards cushioning and provision of emergency relief to the most vulnerable, older and poor persons in urban informal settlements and rural poor nomadic pastoralists communities.
- b) To fund the purchase of essential supplies for public hospital and other related institutions, health professionals and other frontline workers, as need arise

The progress on attaining the stated objectives:



Program	Objective	Outcome	Indicator	Performance
Relief distribution.	To respond to the Covid-19 crisis and to cushion affected population from the adverse effects of Covid-	Food Distributed to targeted population Attained.	Improved nutrition of the targeted population.	In FY 20/21 we made sure all the hunger stricken areas during these covid times have gotten the relief food supply as per

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Program	Objective	Outcome	Indicator	Performance
	19 pandemic.			the plan.
Water trucking and distribution of wash items	Improved access to water since hygiene is paramount to covid.	Increased management and control of COVID-19 Installation of hand wash facilities.	Most of the public areas have continuous water supply with hand wash stations	Most of the areas mapped for either hand wash stations installations or water trucking were all reached during the period as provided.
Protection of frontline health care workers and Covid 19 testing.	Procurement of equipmet, Treatment, nursing care, critical patient care	Effective management of severely symptomatic and critical COVID-19 patients in amandatory COVID-19 centres	Reduced number of patients to health care providers transmission	During the FY 20/21 The purchase of protective gears and improvement of ICU were all attained.

**Turkana County Covid-19 Emergency Response Fund
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4. MANAGEMENT TEAM

Name	Details of qualifications and experience
	<p>Hon. Joseph Emathe Namuar is currently the CEC Finance and Planning. He is a holder of Masters of arts (development studies) Nairobi University, he also holds bachelor of Arts (development studies) degree from University of South Africa and also a bachelor of business management (Human resource option) degree from Moi University.</p> <p>He has 16 years' experience in management from various institutions</p>
	<p>Mr. Abraham Losinyen Ekai He is Currently serving as the Chief officer of Finance. He has a Master's degree in international development policy from Duke University (USA) and a Bachelor's Degree in Business administration and management and a subsidiary in community development from Daystar University (Kenya). He has a working experience of 18 years both in private and public service.</p> <p>And currently serving also as Covid-19 fund administrator.</p>

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Mr. Natome Napeyok Moses is currently the chief officer ministry of water services and Mineral resources.

He holds a bachelor of Arts from Egerton University (Kenya) and A diploma in Project Management from Galilee International Management Institute (Israel.)

He has 10years Work experience from both private and public sector.



Mrs. Esther Ikaru is currently the County Chief officer for Administration and Disaster Management She holds a Bachelor of Education from Moi University

She is career professional and Civil servant with 16 years' experience, ten (10) of which were served in Position of Leadership, administration and management

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Capt. (Rtd) Augustine Lokwang Ekitela is the Current County Chief Officer for Health and sanitation. He is a Certified security management professional (ISM UK), holds a bachelor of Science in Military Science (Egerton University) and Diploma in National Security (Galilee International Management institute).

He possesses 16 years cumulative experience gained from working in Government, humanitarian and private sectors.

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5. BOARD/FUND ADMINISTRATION COMMITTEE CHAIRPERSON'S REPORT

The Turkana County Covid-19 Emergency Response Fund is established by and derives its authority and accountability from public finance management Act (Turkana County covid-19 Emergency Response Fund) regulations 2020. The Fund is wholly owned by the County Government of Turkana and is domiciled in Kenya.

The fund's objective is to mobilize resources for emergency response towards containing the spread, effect and impact of covid-19 pandemic within Turkana County.

This is the first financial statement of this fund since its inception and since there is no any other audit that had been done, this report covers a period of twelve months (12 months). This Fund was started in July 1 of the FY 2020/2021 and Ksh.556,676,113 was transferred into the account managed at Kenya Commercial Bank Lodwar branch. At the beginning of the FY 2020/21 All the major advertisements for procurable of the fund were placed. By end of financial year June 2021 69% of the funds had been paid for the bills that had been forwarded. As the chairperson of these fund, I am extremely optimistic that the overall objective of the fund will eventually be achieved

Signed: _____


SAMSON ETUROTE AKORU.

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6. REPORT OF THE FUND ADMINISTRATOR

The Turkana County Covid-19 Emergency Response Fund is established by and derives its authority and accountability from public finance management Act (Turkana County covid-19 Emergency response Fund) regulations 2020. The Fund is wholly owned by the County Government of Turkana and is domiciled in Kenya.

The fund's objective is to mobilize resources for emergency response towards containing the spread, effect and impact of covid-19 pandemic within Turkana County .

Covid-19 emergency response fund was operationalized in the year 2019/2020 and a budget of Ksh.480,311,939 was approved but the funds were in operation for less than a month to the closure of the financial year, hence there were no statement prepared for that year. For the FY 2020/2021 an amount of Ksh.76,362,174 was received bringing the total funds in operation budget to Ksh.556,676,113.

During the year there was an expenditure of Ksh.376,898,390 as general expenses and Ksh.8,356,305 being administrative cost, all emergency relief items had been delivered before the end of the FY 2020/2021 as agreed.

Signed:  _____

ABRAHAM LOSINYEN EKAI.

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7. CORPORATE GOVERNANCE STATEMENT

The Turkana County Covid-19 Emergency Response Fund is established by and derives its authority and accountability from public finance management Act (Turkana County covid-19 Emergency response Fund) regulations 2020. The Fund is wholly owned by the County Government of Turkana and is domiciled in Kenya.

Committee meeting

The Covid-19 board meetings shall be convened by the chairperson or in the absence of the chairperson, by a member designated by the chairperson and shall be convened at such times as maybe necessary for the discharge of the committee's functions. The quorum for meetings of the committee shall be chairperson and any other four members. The covid-19 board members held 26 meetings for the period herein covered of 12 months.

Under the Turkana County Covid-19 emergency response Fund regulation the Governor reserves the right to appoint and replace any member of the board for reasons of either incompetence or gross misconduct just to mention, there exists no service charter for these Fund since it's for responding to the covid-19 issues only.

During the period of the Fund, the fund administrator with secretariat of the fund had the chance to train on the Board member of the processes involved on the utilization of the Fund and controls placed before every payment is made.

There has been no Conflict of interest matters that rose at any point during the management of these fund.

The board members of these Fund are entitled to a sitting allowance during every meeting and transport reimbursement for those who have travel from far places these covers their remuneration under the Salary and Remuneration Commission.

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8. MANAGEMENT DISCUSSION AND ANALYSIS

The Turkana County Covid-19 Emergency Response Fund is established by and derives its authority and accountability from public finance management Act (Turkana County covid-19 Emergency response Fund) regulations 2020. The Fund is wholly owned by the County Government of Turkana and is domiciled in Kenya

The fund's objective is to mobilize resources for emergency response towards containing the spread, effect and impact of covid-19 pandemic within Turkana County.

This is the first financial statement of this fund since its inception and since there is no any other audit that had been done, this report covers a period of twelve months (12 months). This Funds were received in July 1st for the FY 2020/2021 and Ksh.480,311,939 was initially transferred into to the account managed at Kenya Commercial bank Lodwar branch. At the beginning of the FY 2020/21 All the major adverts for procurable of the fund were placed. During the year there was an expenditure of Ksh.376,898,390 as general expenses and Ksh.8,356,305 being administrative cost, all emergency relief items have been delivered before the end of the FY 2020/2021 as agreed.

9. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

The Turkana County Covid-19 Emergency Response Fund is established by and derives its authority and accountability from public finance management Act (Turkana County covid-19 Emergency response Fund) regulations 2020. The Fund is wholly owned by the County Government of Turkana and is domiciled in Kenya.

These Fund having almost no going concern since its existence is only based on the current state of the pandemic and can come to end once the president declares the end of the Covid pandemic hence there has been no CSR that has been carried by the fund since its initiation.

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10. REPORT OF THE TRUSTEES/ FUND ADMINISTRATION COMMITTEE

The Trustees submit their report together with the audited financial statements for the year ended June 30, 2021, which show the state of the Fund affairs.

10.1 Principal activities

The fund's objective is to mobilize resources for emergency response towards containing the spread, effect and impact of covid-19 pandemic within Turkana county

10.2 Performance

The performance of the Fund for the year ended June 30, 2021, are set out on page 22.

10.3 Trustees

The members of the Board of Trustee / Administration Committee who served during the year are shown on page 5(Board of trustees and Fund administrator). There were no changes in the Board during the financial year.

10.4 Auditors


The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015. The Turkana County Covid-19 emergency response fund will be audited by the office of the Auditor General.

By Order of the Board

Sign:

Name: ABRAHAM LOSINYEN EKAI.

Fund Administrator

Date:  20/04/2022

11. STATEMENT OF MANAGEMENT'S RESPONSIBILITIES

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of Turkana County Covid-19 Emergency Response Fund established by Turkana County Covid-19 Emergency Response Fund regulations 2020 shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Administrator Turkana County Covid-19 Emergency Response Fund is responsible for the preparation and presentation of the Fund's financial statements, which give a true and fair view of the state of affairs of the Fund for and as at the end of the financial year ended on June 30, 2021. 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 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 fund; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

The Administrator Turkana County Covid-19 Emergency Response Fund accepts responsibility for the Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and Turkana County covid-19 emergency response fund regulation ,2020. The Administrator of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended June 30, 2021, and of the Fund's financial position as at that date.

**Turkana County Covid-19 Emergency Response Fund
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The Administrator further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Administrator of Turkana County Covid-19 Emergency Response Fund has assessed the Fund's ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements.

Nothing has come to the attention of the Administrator to indicate that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Fund's financial statements were approved by the Board on 20/04 2022 and signed on its behalf by:

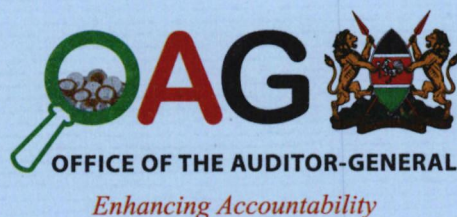


Name: Mr. ABRAHAM LOSINYEN EKAI.

Administrator of the County Public Fund

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON TURKANA COUNTY COVID-19 EMERGENCY RESPONSE FUND FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution 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 Turkana County Covid-19 Emergency Response Fund set out on pages 22 to 62, which comprise of the statement of financial position as at 30 June, 2021, 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 the Turkana County Covid-19 Emergency Response Fund as at 30 June, 2021, 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 Turkana County Covid-19 Emergency Response Fund Regulations, 2020 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Inaccuracies in the Statement of Cash Flows

The statement of cash flows reflects net cash flows from operating activities of Kshs.171,421,418 while Note 21 to the financial statements reflects a balance of Kshs.101,543,359 as net cash flows from operating activities resulting to an unexplained and an unaccounted variance of Kshs.69,878,059.

In the circumstances, the accuracy and completeness of the statement of cash flows balance of Kshs.171,421,418 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Turkana County Covid-19 Emergency Response 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 opinion.

Key Audit Matters

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

Other matter

Budgetary Control and Performance

The statement of comparison budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.556,676,113 and Kshs.556,676,113 respectively. Similarly, the Fund, expended Kshs.385,254,695 against an approved budget of Kshs.556,676,113 resulting to an under-expenditure of Kshs.171,421,418 or 30% of the budget.

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

Other Information

The Fund Management are responsible for the other information, which comprises the Fund Chairpersons Report, Fund Administrators' report, the statement of Corporate Governance, Management Discussions and Analysis, statement of Corporate Social Responsibility and the statement of Management Responsibilities. The other information does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance or 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 matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Failure to Prepare Operational Budget

The statement of financial performance reflects total expenses amount of Kshs.385,254,695 comprising of fund administration and general expenses of Kshs.8,356,305 and Kshs.376,898,390, respectively. However, the expenses for the year amounting to Kshs.385,254,695 was incurred without an approved budget contrary to Section 149(2)(h) and (i) of the Public Finance Management Act, 2012.

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

2. Irregular Procurement

The statement of financial performance reflects general expenses amount of Kshs.376,898,390 which includes hospitality expenses of Kshs.11,387,192 as disclosed in Note 7 to the financial statements. The expenditure includes an amount of Kshs.8,503,515 being payment to a hotel for provision of catering and accommodation services. The framework contract agreement was signed on 4 October, 2019 for a period of two (2) years at a unit rate Kshs.7,840 for full accommodation.

However, there was no evidence to show that the Management prepared value for money assessment report and that the procurement unit prepared and submitted to the Accounting Officer with a copy to the Internal Auditor quarterly reports detailing an

analysis of items procured through framework agreements. This is contrary to Sections 114(2) and (6) of the Public Procurement and Asset Disposal Act, 2015.

Further, Note 7 to the financial statements includes payments amounting to Kshs.15,416,240 paid to unregistered suppliers for the financial year 2019/2021 for provision of hire of vehicles and transport services and those with tax compliance certificates that had expired and therefore not eligible for the award of tenders by the Fund contrary to Section 95(3) of the Public Procurement and Asset Disposal Act, 2015.

In addition, stores ledgers to record water deliveries were not availed for audit and therefore, it was not possible to establish water distribution to the residents of Turkana County contrary to Regulation 104(1) of the Public Finance Management (County Governments) Regulation, 2015.

In the circumstances, Management was in breach of the law and value for money could not be confirmed.

3. Lack of a County Disaster Management Committee and Inventory Management Policy

The statement of financial performance reflects general expenses amount of Kshs.376,898,390 which includes consumables amount of Kshs.290,253,239 as disclosed in Note 7 of the financial statements. Included in the expenditure of Kshs.256,980,000 are payments in respect of supply and delivery of Covid-19 emergency relief food supplies. However, the County did not have in place Disaster Management Committee and a Disaster Management Policy contrary to Section 4(1) of Turkana County Emergency and Disaster Management Act, 2016.

Further, the Fund does not have an Inventory Management Policy to provide formal guidance on the management of inventory contrary to Regulation 132(1) of the Public Finance Management (County Governments) Regulations, 2015.

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

4. Unaccounted for Internal Borrowing

The statement of financial position reflects receivables from non-exchange transactions amount of Kshs.69,878,059 being outstanding short-term loans balance lent out to the Turkana County Executive as disclosed in Note 12 to the financial statements. However, borrowing agreements have not been availed for audit. Further, there was no evidence of County Assembly approval for short-term borrowings contrary to Section 142(1) and (3) of the Public Finance Management Act, 2012.

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

5. Inaccuracies in Presentation of the Financial Statements

The financial statement reports presented for audit did not include the following information as required by the Public Sector Accounting Standards Board (PSASB) reporting template: -

- i) The statement of financial performance and statement of the cash flows have both not been signed by the Accounting Officer.
- ii) The table of contents is missing critical information such as the individual names of the financial statements thus not aligned with the template.
- iii) Physical progress based on outputs, outcomes and impacts since establishment of County Government entity have not been disclosed as is required by the reporting template.
- iv) List of the implementation challenges of strategic objectives for the Fund and Fund's future outlook in the Management Discussion and Analysis section have not been disclosed.

In the circumstances, the completeness, presentation and disclosure of the financial reports could not be confirmed.

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 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 has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Lack of Risk Management Policy

The Turkana County COVID-19 Emergency Response Fund operated without a risk management policy during the year ended 30 June, 2021 contrary to Regulation 158(1) of the Public Finance Management County Government Regulations, 2015.

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

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (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 overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the 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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

07 September, 2022

**Turkana County Covid-19 Emergency Response Fund
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13. FINANCIAL STATEMENTS

13.1 STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30th JUNE 2021.

	Note	2020/2021
		KShs
Revenue from non-exchange transactions		
Public contributions and donations	1	-
Transfers from the County Government	2	556,674,113
Fines, penalties and other levies	3	-
Revenue from exchange transactions		
Interest income	4	-
Other income	5	2,000
Total revenue		556,676,113
Expenses		
Fund administration expenses	6	8,356,305
General expenses	7	376,898,390
Finance costs	8	-
Total expenses		385,254,695
Other gains/losses		
Gain/loss on disposal of assets	9	-
Surplus/(deficit) for the period		171,421,418

The notes set out on pages 48 to 60 form an integral part of these Financial Statements

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13.2 STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Note	2020/2021
		KShs
Assets		
Current assets		
Cash and cash equivalents	10	101,543,359
Current portion of long- term receivables from exchange transactions	11	-
Receivables from Non- exchange transactions	12	69,878,059
Prepayments	13	-
Inventories	14	-
Total Current Assets		171,421,418
Non-current assets		
Long term receivables from exchange transactions	11	-
Property, plant and equipment	15	-
Intangible assets	16	-
Total non-current Assets		-
Total assets		171,421,418
Liabilities		
Current liabilities		
Trade and other payables from exchange transactions	17	-
Provisions	18	-
Current portion of borrowings	19	-
Employee benefit obligations	20	-
Total Current Liabilities		-
Non-current liabilities		
Long term portion of borrowings	19	-
Non-current employee benefit obligation	20	-
Total liabilities		-
Net assets		
Revolving Fund		-
Reserves		-
Accumulated surplus		171,421,418
Total net assets and liabilities		171,421,418

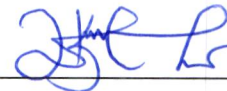
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The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 20/04 2022 and signed by:



Administrator of the Fund

Name: Abrahami Lesinyan



Fund Accountant

Name: ESEKON MICHAEL

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13.3 STATEMENT OF CHANGES IN NET ASSETS AS AT 30 JUNE 2021

	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		KShs	KShs	KShs
Balance as at 1 July 2020	-	-	-	-
Surplus/(deficit) for the period	-	-	171,421,418	171,421,418
Funds received during the year	-	-	-	-
Revaluation gain	-	-	-	-
Balance as at 30 June 2021	-	-	171,421,418	171,421,418

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13.4 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2020/2021 KShs
Cash flows from operating activities		
Receipts		
Public contributions and donations		
Transfers from the County Government	2	556,674,113
Interest received		
Receipts from other operating activities	5	2,000
Total Receipts		556,676,113
Payments		
Fund administration expenses	6	8,356,305
General expenses	7	376,898,390
Finance cost		
Total Payments		385,254,695
Net cash flows from operating activities		171,421,418
Cash flows from investing activities		
Purchase of property, plant, equipment and intangible assets		-
Proceeds from sale of property, plant and equipment		-
Proceeds from loan principal repayments		-
Loan disbursements paid out		-
Net cash flows used in investing activities		-
Cash flows from financing activities		
Proceeds from revolving fund receipts		
Additional borrowings	12	(69,878,059)
Repayment of borrowings		
Net cash flows used in financing activities		(69,878,059)
Net increase/(decrease) in cash and cash equivalents		
Cash and cash equivalents at 1 JULY 2020	10	-
Cash and cash equivalents at 30 JUNE 2021	10	101,543,359

13.5 STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE PERIOD ENDED 30th JUNE 2021.

	Original budget	Adjustments	Final budget	Actual on comparable basis	% utilisation
	2021	2021	2021	2021	2021
Revenue	KShs	KShs	KShs	KShs	
Public contributions and donations					
Transfers from County Govt.	480,311,939	76,362,174	556,674,113	556,674,113	100%
Interest income		-	-	-	
Other income	2,000	-	2,000	2,000	100%
Total income	480,313,939	76,362,174	556,676,113	556,676,113	100%
Expenses					
Fund administration expenses	14,409,418	2,290,865	16,700,283	8,356,305	50%
General expenses	465,904,521	74,071,309	539,975,830	376,898,390	70%
Finance cost	-	-	-	-	
Total expenditure	480,313,939	76,362,174	556,676,113	385,254,695	69%
Surplus for the period	-	-	-	171,421,418	

13.6 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Statement of compliance and basis of preparation

The Fund's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund. The accounting policies have been consistently applied to all the years presented.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

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SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Adoption of new and revised standards

a) Relevant new standards and amendments to published standards effective for the year ended 30 June 2021

Standard/ Amendments : Applicable: 1 st January 2021:	Impact
a) Amendments to IPSAS 13, to include the appropriate references to IPSAS on impairment, in place of the current references to other international and/or national accounting frameworks	There was no impact of the amendment to IPSAS 13 with respect to the current financial report
b) IPSAS 13, Leases and IPSAS 17, Property, Plant, and Equipment. Amendments to remove transitional provisions which should have been deleted when IPSAS 33, First Time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs) was approved	There was no impact of the amendment to IPSAS 13 and IPSAS 17 with respect to the current financial report as the entity did not apply any of the transitional provisions in the FY 2020/2021
c) IPSAS 21, Impairment of Non-Cash-Generating Assets and IPSAS 26, Impairment of Cash Generating Assets. Amendments to ensure consistency of impairment guidance to account for revalued assets in the scope of IPSAS 17, Property, Plant, and Equipment and IPSAS 31, Intangible Assets.	There was no impact of the amendment to IPSAS 21 and IPSAS 26 with respect to the current financial report as the entity does not have Non-Cash Generating Assets and neither did it have impaired cash generating assets.

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<p>d) IPSAS 33, First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs). Amendments to the implementation guidance on deemed cost in IPSAS 33 to make it consistent with the core principles in the Standard</p>	<p><i>Document the impact if the fund is reporting for the first time on accrual/ Otherwise indicate that there was no impact</i></p>
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SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2021

Standard	Effective date and impact:
<p>IPSAS 41: Financial Instruments</p>	<p>Applicable: 1st January 2022:</p> <p>The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an entity’s future cash flows.</p> <p>IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> • Applying a single classification and measurement model for financial assets that considers the characteristics of the asset’s cash flows and the objective for which the asset is held; • Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and • Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an entity’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy. <p><i>(State the impact of the standard to the entity if relevant)</i></p>

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Standard	Effective date and impact:
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2022</p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general purpose financial reports assess:</p> <ul style="list-style-type: none"> (a) The nature of such social benefits provided by the entity; (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on the entity’s financial performance, financial position and cash flows. <p><i>(State the impact of the standard to the entity if relevant)</i></p>
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2022:</p> <ul style="list-style-type: none"> a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued. b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued. c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued. <p>Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p>

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c) Early adoption of standards

The entity did not early – adopt any new or amended standards in year 2020.

3. Revenue recognition

i) Revenue from non-exchange transactions

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 entity and can be measured reliably.

ii) Revenue from exchange transactions

Interest income

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

4. Budget information

The original budget for FY 2020/2021 was approved by the County Assembly on 30th June 2020. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. Additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Fund did not record any additional appropriations

The entity'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 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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 (page 28) of these financial statements.

5. 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 entity 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.

6. 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

7. Financial instruments

a) Financial assets

Initial recognition and measurement

Financial assets within the scope of IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets, as appropriate. The Entity determines the classification of its financial assets at initial recognition.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

Held-to-maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held to maturity when the Entity has the positive intention and ability to hold it to maturity. After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The losses arising from impairment are recognized in surplus or deficit.

Impairment of financial assets

The Entity assesses at each reporting date whether there is objective evidence that a financial asset or a entity of financial assets is impaired. A financial asset or a entity of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred

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'loss event') and that loss event has an impact on the estimated future cash flows of the financial

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

asset or the entity of financial assets that can be reliably estimated. Evidence of impairment may include the following indicators:

- The debtors or a entity of debtors are experiencing significant financial difficulty
- Default or delinquency in interest or principal payments
- The probability that debtors will enter bankruptcy or other financial reorganization
- Observable data indicates a measurable decrease in estimated future cash flows (e.g., changes in arrears or economic conditions that correlate with defaults)

b) Financial liabilities

Initial recognition and measurement

Financial liabilities within the scope of IPSAS 29 are classified as financial liabilities at fair value through surplus or deficit or loans and borrowings, as appropriate. The Entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

Loans and borrowing

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus or deficit when the liabilities are derecognized as well as through the effective interest method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

8. Inventories

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Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- Raw materials: purchase cost using the weighted average cost method
- 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 Entity.

9. Provisions

Provisions are recognized when the Entity 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 Entity 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.

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Contingent liabilities

The Entity 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contingent assets

The Entity 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 Entity 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.

10. Nature and purpose of reserves

The Entity creates and maintains reserves in terms of specific requirements.

11. Changes in accounting policies and estimates

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

12. Employee benefits – Retirement benefit plans

The Entity provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a 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

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the payment of retirement benefits are charged against income in the year in which they become payable.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

13. 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.

14. Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. 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 construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

15. Related parties

The Entity 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 Entity, or vice versa. Members of key management are regarded as related parties and comprise the directors/ Trustee, the Fund Managers and Fund Accountant.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

16. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at a commercial bank at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

17. Comparative figures

There were no comparative figures since the Fund is preparing the financial statements for the first time

18. Events after the reporting period

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

19. Ultimate and Holding Entity

The entity is a County Public Fund established by Turkana covid-19 emergency response Fund regulation 2020, under the Department of finance Its ultimate parent is the County Government of Turkana

20. Currency

The financial statements are presented in Kenya Shillings (KShs).

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

21. Significant judgments and sources of estimation uncertainty

The preparation of the Entity'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: e.g

a) Estimates and assumptions

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

b) Useful lives and residual values

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

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

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c) 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 .

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.

22. Financial risk management

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

The Fund's financial risk management objectives and policies are detailed below:

a) Credit risk

The Fund has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the entity's management based on prior experience and their assessment of the current economic environment.

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SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The carrying amount of financial assets recorded in the financial statements representing the entity's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

	Total amount KShs	Fully performing KShs	Past due KShs	Impaired KShs
At 30 June 2021				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	69,878,059	69,878,059	-	-
Bank balances	101,543,359	101,543,549	-	-
Total	171,421,418	171,421,418	-	-
			-	-
At 30 June 2020				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-

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 entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The entity has significant concentration of credit risk on amounts due from

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

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SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b) Liquidity risk management

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

The table below represents cash flows payable by the 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.

	Less than 1 month	Between 1-3 months	Over 5 months	Total
	KShs	KShs	KShs	KShs
At 30 June 2021				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Employee benefit obligation	-	-	-	-
Total	-	-	-	-
At 30 June 2020	-	-	-	-
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Employee benefit obligation	-	-	-	-
Total	-	-	-	-

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c) Market risk

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

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

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

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

d) Foreign currency risk

The entity 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 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate.

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SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The carrying amount of the entity's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

		Other currencies	Total
	KShs	KShs	KShs
At 30 June 2021			
Financial assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors/ receivables	-	-	-
Liabilities	-	-	-
Trade and other payables	-	-	-
Borrowings	-	-	-
Net foreign currency asset/(liability)	-	-	-

Foreign currency sensitivity analysis

The following table demonstrates the effect on the Fund's statement of financial performance 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.

	Change in currency rate	Effect on surplus/ deficit	Effect on Equity
	KShs	KShs	KShs
2021			
Euro	10%	-	-
USD	10%	-	-
2020			
Euro	10%	-	-
USD	10%	-	-

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

e) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

The 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, 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 2021 Ksh.0 .A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of 2020 KShs.0

f) Capital risk management

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

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SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

	2020/2021
	KShs
Revaluation reserve	-
Revolving fund	-
Accumulated surplus	171,421,418
Total funds	171,421,418
Total borrowings	69,878,059
Less: cash and bank balances	101,543,359
Net debt/(excess cash and cash equivalents)	0%
Gearing	0%

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14. NOTES TO THE FINANCIAL STATEMENTS

1. Public contributions and donations

Description	2020/2021
	KShs
Donation from development partners	-
Contributions from the public	-
Total	-

2. Transfers from County Government

Description	2020/2021
	KShs
Transfers from County Govt. – operations	556,674,113
Payments by County on behalf of the entity	-
Total	556,674,113

3. Fines, penalties and other levies

Description	2020/2021
	KShs
Late payment penalties	-
Fines	-
Levies	-
Licences	-
Total	-

0

4. Interest income

Description	2020/2021
	KShs
Interest income from Mortgage loans	-
Interest income from car loans	-
Interest income from investments	-
Interest income on bank deposits	-
Total interest income	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. Other income

Description	2020/2021
	KShs
Insurance recoveries	-
Income from sale of tender documents	-
Miscellaneous income (specify)	2,000
Total other income	2,000

6. Fund administration expenses

Description	2020/2021
	KShs
Staff costs (Note 6a)	-
Loan processing costs	-
Professional services costs	-
Administration fees	8,356,305
Total	8,356,305

6A. Staff costs

Description	2020/2021
	KShs
Salaries and wages	-
Staff gratuity	-
Staff training expenses	-
Social security contribution	-
Other staff costs	-
Total	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. General expenses

Description	2020/2021
	KShs
Consumables	290,253,239
Electricity and water expenses	9,710,689
Fuel and oil costs	2,275,863
Insurance costs	-
Postage	-
Printing and stationery	-
Rental costs	-
Security costs	-
Telecommunication	-
Bank Charges	10,429
Hospitality	11,387,192
Depreciation and amortization costs	-
Other expenses	63,260,978
Total	376,898,390

8. Finance costs

Description	2020/2021
	KShs
Interest on Bank overdrafts	-
Interest on loans from banks	-
Total	-

9. Gain/(loss) on disposal of assets

Description	2020/2021
	KShs
Property, plant and equipment	-
Intangible assets	-
Total	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10. Cash and cash equivalents

Description	2020/2021 KShs
Turkana County Covid-19 emergency response fund.	101,543,359
County mortgage account	-
Fixed deposits account	-
On – call deposits	-
Current account	-
Others	-
Total cash and cash equivalents	101,543,359

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

Financial institution	Account number	2020/2021 KShs
a) Fixed deposits account		-
Kenya Commercial bank		-
Equity Bank, etc		-
Sub- total		-
b) On - call deposits		-
Kenya Commercial bank		-
Equity Bank - etc		-
Sub- total		-
c) Current account		
Kenya Commercial bank	1274953960	101,543,359
Bank B		-
Sub- total		-
d) Others(specify)		-
Cash in transit		-
Cash in hand		-
Mobile Money		-
Sub- total		-
Grand total		101,543,359

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. Receivables from exchange transactions

Description	2020/2021
	KShs
Current Receivables	
Interest receivable	-
Current loan repayments due	-
Other exchange debtors	-
Less: impairment allowance	-
Total Current receivables	-
	-
Non-Current receivables	-
Long term loan repayments due	-
Total Non- current receivables	-
Total receivables from exchange transactions	-

Additional disclosure on interest receivable

Description	2020/2021
	KShs
Interest receivable	
Interest receivable from current portion of long-term loans of previous years	-
Accrued interest receivable from of long-term loans of previous years	-
Interest receivable from current portion of long-term loans issued in the current year	-
Current loan repayments due	-
Current portion of long-term loans from previous years	-
Accrued principal from long-terms loans from previous periods	-
Current portion of long-term loans issued in the current year	-

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NOTES TO THE FINANCIAL STATEMENTS(CONTINUES)

12. Receivables from Non-Exchange transactions

Description	2020/2021
	KShs
Transfer to county Executive	69,878,059
Transfer from Fund	-
Total receivables from non-exchange transactions	69,878,059

13. Prepayments

Description	2020/2021
	KShs
Prepaid rent	-
Prepaid insurance	-
Prepaid electricity costs	-
Other prepayments(specify)	-
Total	-

14. Inventories

Description	2020/2021
	KShs
Consumable stores	-
Spare parts and meters	-
Catering	-
Other inventories(specify)	-
Total inventories at the lower of cost and net realizable value	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15. Property, plant and equipment

	Land and Buildings	Motor vehicles	Furniture and fittings	Computers and office equipment	Total
Cost	KShs	KShs	KShs	KShs	KShs
At 1st July 2019					
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers/adjustments	-	-	-	-	-
At 30th June 2020	-	-	-	-	-
At 1st July 2020	-	-	-	-	-
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-
At 30th June 2021					
Depreciation and impairment					
At 1 st July 2019	-	-	-	-	-
Depreciation	-	-	-	-	-
Impairment	-	-	-	-	-
At 30th June 2020	-	-	-	-	-
At 1st July 2020					
Depreciation	-	-	-	-	-
Disposals	-	-	-	-	-
Impairment	-	-	-	-	-
Transfer/adjustment	-	-	-	-	-

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	Land and Buildings	Motor vehicles	Furniture and fittings	Computers and office equipment	Total
Cost	KShs	KShs	KShs	KShs	KShs
At 30th June 2021	-	-	-	-	-
Net book values	-	-	-	-	-
At 30th June 2020	-	-	-	-	-
At 30th June 2021	-	-	-	-	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16.Intangible assets-software

Description	2020/2021
	KShs
Cost	
At beginning of the year	-
Additions	-
At end of the year	-
Amortization and impairment	
At beginning of the year	-
Amortization	-
At end of the year	-
Impairment loss	-
At end of the year	-
NBV	-

17.Trade and other payables from exchange transactions

Description	2020/2021
	KShs
Trade payables	-
Refundable deposits	-
Accrued expenses	-
Other payables	-
Total trade and other payables	-

18.Provisions

Description	Leave provision	Bonus provision	Other provision	Total
	KShs	KShs	KShs	KShs
Balance at the beginning of the year (1.07.2020)	-	-	-	-
Additional Provisions	-	-	-	-
Provision utilised	-	-	-	-
Change due to discount and time value for money	-	-	-	-
Transfers from non -current provisions	-	-	-	-
Balance at the end of the year (30.06.2021)	-	-	-	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

19. Borrowings

Description	2020/2021
	KShs
Balance at beginning of the period	
External borrowings during the year	-
Domestic borrowings during the year	-
Repayments of external borrowings during the period	-
Repayments of domestic borrowings during the period	-
Balance at end of the period	-

The table below shows the classification of borrowings into external and domestic borrowings:

	2020/2021
	KShs
External Borrowings	
Dollar denominated loan from organization	-
Sterling Pound denominated loan from organization'	-
Euro denominated loan from organization'	-
Domestic Borrowings	-
Kenya Shilling loan from KCB	-
Kenya Shilling loan from Barclays Bank	-
Kenya Shilling loan from Consolidated Bank	-
Borrowings from other government institutions	-
Total balance at end of the year	-

The table below shows the classification of borrowings long-term and current borrowings:

Description	2020/2021
	KShs
Short term borrowings (current portion)	-
Long term borrowings	-
Total	-

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

20. Employee benefit obligations

Description	Defined benefit plan	Post employment medical benefits	Other Provisions	Total
	KShs	KShs	KShs	KShs
Current benefit obligation	-	-	-	-
Non-current benefit obligation	-	-	-	-
Total employee benefits obligation	-	-	-	-

21. Cash generated from operations

	2020/2021
	KShs
Surplus/ (deficit) for the year before tax	101,543,359
Adjusted for:	-
Depreciation	-
Amortisation	-
Gains/ losses on disposal of assets	-
Interest income	-
Finance cost	-
Working Capital adjustments	-
Increase in inventory	-
Increase in receivables	-
Increase in payables	-
Net cash flow from operating activities	101,543,359

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

22. Related party balances

a) Nature of related party relationships

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

- a) The County Government;
- b) The Parent County Government Ministry;
- c) County Assembly;
- d) Key management;
- e) Board of Trustees; etc

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

b) Related party transactions

	2020/2021
	KShs
Transfers from related parties'-County executive	556,674,113
Transfers to related parties	-

c) Key management remuneration

	2020/2021
	KShs
Board of Trustees	-
Key Management Compensation	-
Total	-

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d) Due from related parties

	2020/2021
	KShs
Due from parent Ministry	-
Due from County treasury	69,878,059
Due from County Assembly	-
Total	-

e) Due to related parties

	2020/2021
	KShs
Due to parent Ministry	-
Due to County Government	-
Due to Key management personnel	-
Due to County Assembly	-
Total	-

23. Contingent assets and contingent liabilities

Contingent liabilities	2020/2021
	KShs
Court case against the Fund	-
Bank guarantees	-
Total	-

**Turkana county covid-19 emergency response fund
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**15. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S
RECOMMENDATIONS**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

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)

Being the First set of Audited Accounts, there are no prior audit issues to report.

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16. APPENDIX I: INTER-ENTITY TRANSFERS

ENTITY NAME:				
Break down of Transfers from the County Executive of Turkana County Government				
FY 2020/2021				
a.	Recurrent Grants	<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
	Turkana County covid-19 emergency response	01 JUL 2020	480,311,939	FY-2019-2021
	Turkana County covid-19 emergency response	08 JUL 2021	76,362,174	FY-2020-2021
		Total	556,362,174	
b.	Development Grants	<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
		Total		
c.	Direct Payments	<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
		Total	556,362,174	

The above amounts have been communicated to and reconciled with the parent Ministry.

Fund Administrator

Turkana county covid-19 Emergency Response Fund

Sign



Head of County Treasury at

Turkana County government

Sign

