

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**MACHAKOS COUNTY ASSEMBLY  
HOUSING AND CAR LOAN  
SCHEME FUND - MCAS**

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

COPIES LAID  
DATE 13/2/2025  
TABLED BY Wajonty Whip  
COMMITTEE  
CLERK AT THE TABLE Mbuya

PARLIAMENT  
OF KENYA  
LIBRARY



OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
**MACHAKOS HUB.**  
13 DEC 2024  
**RECEIVED**



---

**MACHAKOS COUNTY ASSEMBLY HOUSING AND CAR LOAN  
SCHEME FUND – MCAS**

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

---

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

***Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs***  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**Table of Content**

1. Acronyms and Glossary of Terms	ii
2. Key Entity Information and Management	iii
3. Loan Management Committee	vi
4. Management Team	xi
6. Report of The Fund Administrator	xv
7. Statement of Performance Against the County Fund's Predetermined Objectives	xvii
8. Corporate Governance Statement	xviii
9. Management Discussion and Analysis	xx
10. Environmental and Sustainability Reporting	xxii
11. Report of The Trustees	xxiv
12. Statement of Management's Responsibilities	xxv
13. Report of the Independent Auditor on the Financial Statements for the Machakos County Assembly Housing and Car Loan Scheme Fund	xxvi
14. Statement of Financial Performance for the Year Ended 30 <sup>th</sup> June 2024	1
15. Statement of Financial Position as at 30 <sup>th</sup> June 2024	2
16. Statement of Changes in Net Assets for the year ended 30 <sup>th</sup> June 2024	4
17. Statement of Cash Flows for the Year Ended 30 <sup>th</sup> June 2024	5
18. Statement of Comparison of Budget and Actual Amounts for the Period 2024	6
19. Notes to the Financial Statements	7
20. Annexes	39

**1. Acronyms and Glossary of Terms**

**a) Acronyms**

<b>BOM</b>	Board of Management
<b>CAM</b>	County Assembly of Machakos
<b>COB</b>	Controller of Budget
<b>CRA</b>	Commission on Revenue Allocation
<b>CSR</b>	Corporate Social Responsibility
<b>FBT</b>	Fringe Benefit Tax
<b>FY</b>	Financial Year
<b>ICPAK</b>	Institute of Certified Public Accountants of Kenya
<b>IPSAS</b>	International Public Sector Accounting Standards
<b>PFM</b>	Public Finance Management
<b>PSASB</b>	Public Sector Accounting Standards Board
<b>KDIC</b>	Kenya Deposit Insurance Corporation
<b>KSHS</b>	Kenya Shillings
<b>LMC</b>	Loan Management Committee
<b>MCA</b>	Member of County Assembly
<b>N/A</b>	Not Applicable
<b>SRC</b>	Salaries and Remuneration Commission

**b) Glossary of Terms**

**Fiduciary Management** The key management personnel who had financial responsibility

**Fund Regulations** The laws establishing and guiding the operations of the Fund; approved by the County Assembly

## **2. Key Entity Information and Management**

### **a) Background information**

Machakos County Assembly Housing and Car Loan Scheme Fund is established by and derives its authority and accountability from Machakos County Assembly Service (Car Loan and Mortgage Scheme Fund) Regulations, 2018 whose effective date was 6<sup>th</sup> December, 2018. The Fund is wholly owned by the County Government of Machakos and is domiciled in Kenya.

The fund's objective is to disburse Car and Mortgage funds to State officers (MCAs) and ensure accountability and proper use of Public funds.

The Fund's principal activity is to manage all funds disbursed from the County Treasury to the fund.

The County Assembly as constituted per the Constitution of Kenya is headed by the Speaker who is responsible for the general policy and strategic direction of the Assembly. The Machakos County Assembly constitutes of 60 Members of County Assembly (MCAs) excluding the Speaker, both elected and nominated. The MCAs roles as outlined in the Constitution are as follows:

- a) Legislation
- b) Oversight
- c) Representation.

### **b) Principal Activities**

The principal mandate of the Fund is to advance loans to public officers in accordance with the PFM Act, 2012 and the Machakos County Assembly Service (Car Loan and Mortgage Scheme Fund) Regulations, 2018.

The Fund, as it implements its mandate, seeks to attain the County Assembly's larger Vision and fulfil its Core Values which are:

Vision: An Exemplary Legislative Assembly

Mission: To make a positive impact on the people through Legislation, Representation and Oversight

Core Values: Teamwork, Integrity, Innovation, Inclusiveness, Equity and Servant Leadership

### **c) Loan Management Committee (LMC)**

<b>Ref.</b>	<b>Name</b>	<b>Position</b>
1.	Hon. Nicholas K. Nzioka	Chairman / Majority Leader
2.	Hon. Judas M. Ndawa	Vice Chairman /Minority Leader
3.	Hon. Everlyne Nzeki	Member
4.	Hon. Raphael Nzau Lucky	Member

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

5.	Hon. Dominic M. Ndambuki	Member - Chairman of Budget and Appropriations Committee -
6.	Hon. Johana Munyao	Member
7.	Hon. Catherine Mutio Muia	Member
8.	Hon. Loyd Mutua	Member
9.	Mr. Joseph Laban Mutisya	Clerk to the County Assembly, Up to 14 <sup>th</sup> November, 2023
10.	Mr. Denis Musyoka Mutui	Acting Clerk to the County Assembly, Effective 15 <sup>th</sup> November, 2023

**d) Key Management Team**

Ref.	Position	Name
1.	Fund Administrator – Up to 14 <sup>th</sup> November, 2023	Mr. Joseph Mutisya
2.	Ag. Fund Administrator – Effective 15 <sup>th</sup> November, 2023	Mr. Denis Musyoka Mutui
3.	Ag. Principal Finance Officer	Mr. Benson Mutua
4.	Fund Manager	Mr. Sylvester Nzangi

**e) Fiduciary Oversight Arrangements**

S/N	Position	Name
1.	Principal Internal Auditor	Mr. Francis M. Mwatha

**f) Registered Offices**

County Assembly Headquarters  
 Along Mwatu wa Ngoma Street  
 P. O. Box 1168 - 90100,  
 Machakos.

**g) Fund Contacts**

E-mail: [info@machakosassembly.go.ke](mailto:info@machakosassembly.go.ke)  
 Website: [www.machakosassembly.go.ke](http://www.machakosassembly.go.ke)

**h) Fund Bankers**

1. SBM Bank  
Machakos Branch
2. Kenya Commercial Bank  
Machakos Branch
3. Chase Bank (In Receivership)
4. Kenya Deposit Insurance Corporation (KDIC)

**i) Independent Auditors**

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


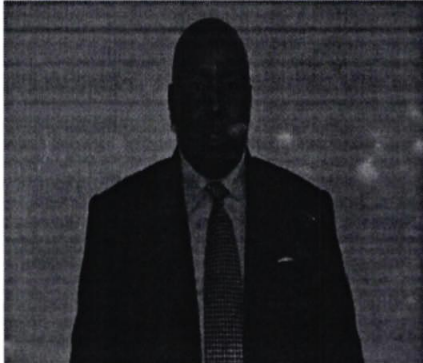

**j) Principal Legal Adviser**




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



**k) County Attorney**

The County Attorney  
County Government of Machakos  
P. O. Box 1996 – 90100,  
MACHAKOS.

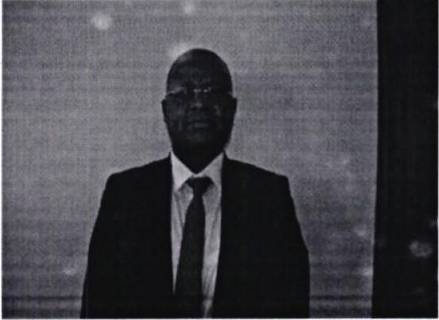
**3. Loan Management Committee (LMC)**

Name	Details of qualifications and experience
<p>1. Hon. Nicholas Kitavi Nzioka</p> 	<p><b>Chairman / Majority Leader</b></p> <p><b>D.O.B:</b> 04/06/1977</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Environmental Studies (Planning and Management)</li> <li>• Diploma in Human Resource Management – Part 1</li> <li>• KCSE B+</li> <li>• KCPE</li> </ul> <p><b>Work Experience:</b>  <b>August, 2022 to date:</b> Machakos County Assembly as a Member of County Assembly</p>
<p>2. Hon. Judas Mbili Ndawa</p> 	<p><b>Vice Chairman /Minority Leader</b></p> <p><b>D.O.B:</b> 22/02/1973</p> <p><b>Academic Qualifications:</b>            Bachelor of Commerce- Business Administration Option            Diploma in Human Resource Management            Diploma in Business Management</p> <p><b>Work Experience:</b>  <b>2017 to date:</b> Member of County Assembly – County Assembly of Machakos</p>
<p>3. Hon. Everlyne Nzeki</p> 	<p><b>Member.</b></p> <p><b>D.O.B:</b> 01/03/1979</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Business Administration (Procurement &amp; Supply Chain Management)</li> <li>• Diploma in Business Technical, Education and Training (TVET)</li> <li>• Certificate in Primary Teachers certificate</li> <li>• Certificate in Computer Applications</li> <li>• KCSE C+</li> </ul> <p><b>Work Experience:</b>  <b>August, 2022 to date:</b> Machakos County Assembly as a Member of County Assembly</p>

<p>4. Hon. Raphael Nzau Lucky</p> 	<p><b>Member</b></p> <p>D.O.B: 01/01/1971</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Diploma in Welding and Fabrication Technology</li> <li>• Certificate in computer studies</li> <li>• KCSE C+</li> <li>• KCPE</li> </ul> <p><b>Work Experience:</b></p> <p><b>August, 2022 to date:</b> Machakos County Assembly as a Member of County Assembly</p>
<p>5. Hon. Dominic Ndambuki</p> 	<p><b>Member–Chairman, Budget &amp; Appropriations Committee</b></p> <p>D.O.B: 15<sup>th</sup> April, 1984</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Master of Business Administration, Kenyatta University</li> <li>• Bachelor of Business Administration(Marketing), Kenya Methodist University</li> <li>• KCSE</li> </ul> <p><b>Work Experience:</b></p> <ul style="list-style-type: none"> <li>•<b>August, 2017 to date:</b> Member of County Assembly, Machakos County Assembly</li> <li>•2009-2017: Customer Relations Supervisor, Toyota Kenya.</li> </ul>
<p>6. Hon. Johana Munyao</p> 	<p><b>Member</b></p> <p>D.O.B: 4<sup>th</sup> April, 1970</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• 2020 to Date : St Pauls University - Strategic Management</li> <li>-2016: KCA University – Masters in Business Administration</li> <li>-1990: Kenyatta University –Bachelor of Education</li> <li>-2002: Kenya Institute of Management –Diploma in Marketing Management</li> <li>-2003:Almak Training College – Computer Application packages</li> <li>-1986:Kyanguli Secondary School –KCSE</li> </ul>

	<p>-1978:Mutituni Primary School-KCPE</p> <p><b>Work Experience:</b>          -May, 1995-Dec 1998: Teacher, Itetani High School          -Jan, 1999-2003: Teacher Ngomeni Secondary School          -April, 2004-2006: District Trainer in Mathematics          -2007-2008: Regional Sales manager in K.L.B          -2009-2013: Regional Sales Manager (Central region)          -2013-2016:County Director- Ministry of Water – Machakos County  <b>-2017 to DATE</b> Member of County Assembly Machakos.</p>
<p>7. Hon. Catherine Mutio Muia</p> 	<p><b>Member</b></p> <p><b>D.O.B:</b> 30<sup>th</sup> April, 1963</p> <p><b>Academic Qualifications:</b>          •1983: New Era College – Secretarial          -2002: IAT Test Centre –Computer packages          -1979: Senior Chief Koinange High School- KCPE          -1972: Dr Kraft primary School: CPE</p> <p><b>Work Experience:</b>          -1984-1988 : Secretary – Ndeto Mututo Advocates          -1988-2008: Personal Secretary Musyoka &amp; Wambua Advocates          -2008-2017: ODM doing Administrative Duties  <b>2022 to DATE</b> • Member of County Assembly</p>
<p>8. Hon. Loyd Mutua</p> 	<p><b>Member</b></p> <p><b>D.O.B:</b> 25<sup>th</sup> May, 1989</p> <p><b>Academic Qualifications:</b>          -2011: Meru University of Science and Technology Bachelor of Commerce          -2005:Thinyaine High School – KCSE          -1996:Mwepohkanga Primary School- KCPE</p> <p><b>Work Experience:</b>          -August, 2013 to Jan, 2014: Finance/Credit Officer intern Nyambene Arimi Sacco          -Sep, 2014 –Dec, 2015 : Fleet Supervisor – Mwiira Enterprises          -Jan, 2017-January, 2018: Secretariat Maendeleo Chap Chap          -Jan, 2018-January, 2019 Head of political research and</p>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

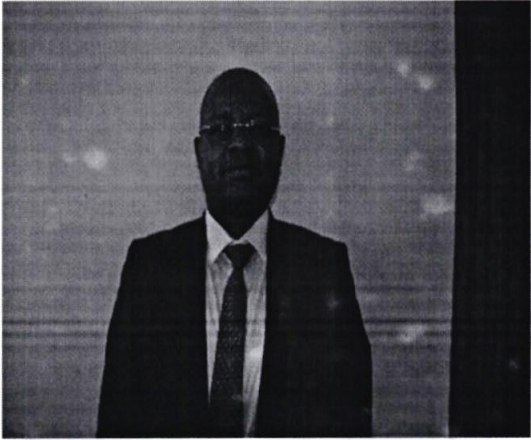
	<p>development          -January, 2019-August, 2022 Sub county Communication Officer – Machakos County Government          -August, 2022 to DATE Member of County Assembly Machakos</p>
<p>9. Mr. Joseph Laban Mutisya</p> 	<p><b>Clerk to the County Assembly of Machakos (Up to 14<sup>th</sup> November, 2023)</b></p> <p>D.O.B: 01/07/1974</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Masters in Business Administration</li> <li>• Bachelor of Science (HRM).</li> <li>• Higher Dip. in Human Resource Mgt</li> <li>• Dip. in Human Resource Mgt,</li> <li>• Dip. in Business Mgt &amp; Admin,</li> <li>• Cert. in Personnel Mgt &amp; Industrial Relations</li> <li>• Member- IHRM</li> <li>• KCSE B-</li> </ul> <p><b>Work Experience:</b>  <b>9<sup>th</sup> February, 2022 to 14<sup>th</sup> November, 2023 – Clerk to the County Assembly</b></p> <ul style="list-style-type: none"> <li>•May, 2013-July, 2018: Director, Human Resource Management, County Assembly of Machakos</li> <li>•May, 2013: Chief Administrative Officer, HRM, City Council of Nairobi</li> <li>•2011-2012: Ag. Principal Administrative Officer,</li> <li>•2010: Administrative Officer, City Council of Nairobi</li> <li>•2003-2010: Internal Auditor, Contracts and Procurement, City Council of Nairobi</li> <li>•2000-2003: Debt Collector, City Council of Nairobi</li> <li>•1999: Clerical Officer, City Council of Nairobi</li> <li>1997-1998: Teacher, Mulli High School.</li> </ul>
<p>10. Mr. Denis Musyoka Mutui</p>	<p><b>The Ag. Clerk - County Assembly of Machakos</b></p> <p>D.O.B: 31/10/1978</p> <p><b>Academic qualifications</b></p> <ul style="list-style-type: none"> <li>• Bachelors of Commerce</li> <li>• KCSE C+ (plus)</li> </ul>

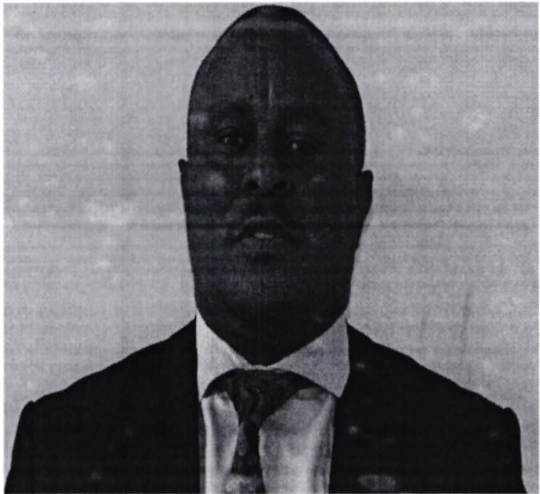
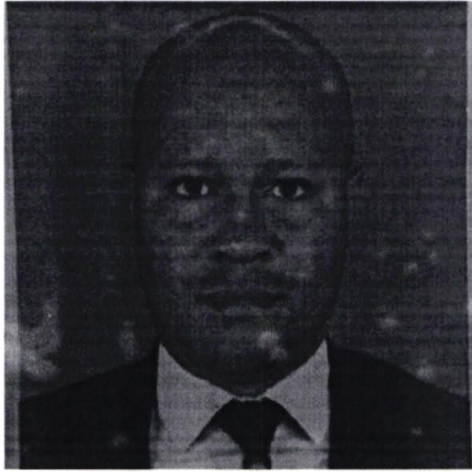


**Work experience**

- **15<sup>th</sup> November, 2023 to date: The Acting Clerk**
- June, 2021 to date: Machakos County Assembly as Deputy Clerk (Legislative Services)
- 2013 to October 2018: Kwale County Assembly as the Clerk
- 2019 to July, 2022: Technical Advisor to Kenya Special Envoy to South Sudan.

4. Management Team

Name	Details of qualifications and experience
<p>1. Mr. Joseph Laban Mutisya</p> 	<p><b>Clerk to the County Assembly of Machakos – Up to 14<sup>th</sup> November, 2023</b></p> <p>D.O.B: 01/07/1974</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Masters in Business Administration</li> <li>• Bachelor of Science (HRM).</li> <li>• Higher Dip. in Human Resource Mgt</li> <li>• Dip. in Human Resource Mgt,</li> <li>• Dip. in Business Mgt &amp; Admin,</li> <li>• Cert. in Personnel Mgt &amp; Industrial Relations,</li> <li>• Member- IHRM</li> <li>• KCSE B-</li> </ul> <p><b>Work Experience:</b></p> <ul style="list-style-type: none"> <li>•May, 2013-July, 2018: Director, Human Resource Management, County Assembly of Machakos</li> <li>•May, 2013: Chief Administrative Officer, HRM, City Council of Nairobi</li> <li>•2011-2012: Ag. Principal Administrative Officer,</li> <li>•2010: Administrative Officer, City Council of Nairobi</li> <li>•2003-2010: Internal Auditor, Contracts and Procurement, City Council of Nairobi</li> <li>•2000-2003: Debt Collector, City Council of Nairobi</li> <li>•1999: Clerical Officer, City Council of Nairobi</li> <li>1997-1998: Teacher, Mulli High School.</li> </ul>
<p>2. Mr. Denis Musyoka Mutui</p>	<p><b>The Ag. Clerk - County Assembly of Machakos, Effective 15<sup>th</sup> November, 2023</b></p>

	<p><b>D.O.B:</b> 31/10/1978</p> <p><b>Academic qualifications</b></p> <ul style="list-style-type: none"> <li>• Bachelors of Commerce</li> <li>• KCSE C+ (plus)</li> </ul> <p><b>Work experience</b></p> <ul style="list-style-type: none"> <li>• 15<sup>th</sup> November, 2023 to date: The Acting Clerk</li> <li>• June, 2021 to date: Machakos County Assembly as Deputy Clerk (Legislative Services)</li> <li>• 2013 to October, 2018: Kwale County Assembly as the Clerk</li> <li>• 2019 to July, 2022: Technical advisor to Kenya Special Envoy to South Sudan</li> </ul>
<p>3. Mr. Benson Mulinge Mutua</p> 	<p><b>Principal Finance Officer</b></p> <p>D.O.B: 12/12/1980</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Business Administration</li> <li>• C.P.S (K); C.P.A(K);</li> <li>• Computerized Accounting</li> <li>• Member ICPAK/ ICPSK</li> <li>• KCSE B+</li> </ul> <p><b>Work Experience:</b></p> <ul style="list-style-type: none"> <li>•2014-to date: Senior Accountant, Machakos County Assembly</li> <li>•2007-2013: Internal Auditor, County Council of Machakos</li> </ul>
<p>4. Mr. Sylvester Mutisya Nzangi</p>	<p><b>Fund Manager</b></p> <p>D.O.B: 12.02.1983</p> <p><b>Academic Qualifications:</b></p> <ul style="list-style-type: none"> <li>• Bachelor of Arts in Economics</li> <li>• Certificate in Quick books</li> </ul>



- CPA (K)
- Certificate on Leadership in County Budgeting
- Certificate best practices in the Implementation of Programme based budget
- K.C.S.E B+

**Work Experience:**

- Jan, 2014 to date; County Assembly of Machakos - Fiscal Analyst
- Oct, 2006 to 2013; Kwetu SACCO
- July – Aug, 2006 Industrial Attachment at Machakos District Dev. Office
- June – Aug, 2002; Attachee, Nairobi Hospital

## **5. Fund Chairperson's Report**


The Machakos County Assembly Housing and Car Loan Scheme Fund Regulations, 2014 were established pursuant to the Salaries and Remuneration Commission's (SRC) Circular No. SRC/TS/WB/3/14 of 14<sup>th</sup> February 2014. For proper management of the Fund and as advised by the Salaries and Remuneration Commission in the Circular under reference, the Machakos County Assembly adopted *Machakos County Assembly Housing Scheme Fund Regulations, 2014* to guide operationalization of the Fund. These regulations were repealed with Machakos County Assembly Service (Car Loan and Mortgage Scheme Fund) Regulations, 2018 on 6<sup>th</sup> December, 2018. The housing fund began operations back in FY 2014/2015.

The fund is managed externally by the SBM Bank as stated in the memorandum of understanding between the Assembly and the bank and has effectively run the fund with the professionalism required.

During the reporting period there was no change in the fund management team save for the Fund Administrator. The seed capital of the fund changed to Kshs. 386,000,000.00 following the receipt of Kshs. 20M from the County Treasury in November, 2023.

The future outlook of the fund is promising depending on the financing of the fund by the County Treasury so as to be able to advance all members requests on time and adequately.

I would like to thank all the management team and the technical staff who worked overboard to enable the success of the fund and ensure prudence in the use and administration of public funds.

Name: **Hon. Nicholas Kitavi Nzioka** Signature:  Date: 11/12/2024  
**Chairperson of the Fund**

## **6. Report of The Fund Administrator**

Pursuant to PFM Act, 2012 Section 116 (1) the County Executive Member for Finance, Economic Planning and Revenue Management established the Machakos County Assembly Housing and Car Loan Scheme Fund to cater for members and officers of the County Assembly through the regulations that were approved by the County Assembly in 2014 and amended in 2018. These regulations set the modalities for the establishment and management of a revolving fund for the two facilities (Car and Housing scheme loans). This was after the Salaries and Remuneration Commission (SRC) had approved car and mortgage loans for members of the County Assemblies via circular SRC/TS/CGOVT/3/16 of Kenya shillings Two Million (Kshs. 2,000,000.00) and Kenya shillings Three Million (Kshs. 3,000,000.00) respectively. The SRC later issued another circular SRC/TS/CAF/3/61/49 (46) dated 13<sup>th</sup> December, 2017 that combined both facilities into one product of Kshs. 5,000,000.00.

Section 167 of the Public Finance Management Act, 2012 mandates the Administrator of a Public Fund with preparation of Annual Financial Statements in the format prescribed by the Public Sector Accounting Standards Board (PSASB) and submit the entity's financial statements within three months after the end of each Financial Year (FY) to the Auditor General with copies delivered to the County Treasury, Controller of Budget (CoB) and Commission on Revenue Allocation (CRA). The financial statements for the Machakos County Assembly Housing and Car Loan Fund for the FY 2023/2024 have been prepared to comply with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya.

### **Risk Management**

To minimize exposure on the funds, the Assembly has ensured that the loans are disbursed based on the ability of the members to repay through the payslip via check-off system. The other risk faced by the fund is award of unqualified mortgage/car loan as a result of document falsification. To mitigate this, management has put controls by engaging other professional service providers who do double checks on the documents presented. For instance, when the mortgage documents are being perfected, the advocate has to do a new official search for the property before and after charging.

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**Fund Performance**

The revolving fund balance brought forward from last FY was Kshs. 366 Million. During the FY under review, it grew to Kshs. 386 Million following the receipt of Kshs. 20 Million during the reporting period.

The total loans disbursed since the inception of the Third Assembly amount to Kshs. 284.5M, for 54 Members, with one mortgage and one car loan of Kshs. 9.5M being disbursed during the reporting period. 7 Members are yet to be loaned. Also, we unfortunately lost one Member in August, 2023 who had benefitted from the loan. Consequently, the outstanding loan balance was cleared by the insurance in November, 2023.

The budget utilization for the FY under review stood at 98% and the loan repayments are well underway with installments being consistently remitted every month. It is important to note that Fringe Benefit Tax (FBT) rate has been going up in the recent past and by end of the reporting period it stood at 16% meaning that substantial amounts for the tax are being paid by the Fund. The cut-off date for preparation of these statements is on 2<sup>nd</sup> July, 2024 to accommodate Treasury Receipts after closure of the FY. The future outlook for the fund is promising.

Signed:  \_\_\_\_\_

**Name: Denis Mutui**

**Ag. Clerk to the County Assembly**

## **7. Statement of Performance Against the County Fund’s Predetermined Objectives**

### **Introduction**

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each FY, the Administrator when preparing financial statements for a County public fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board (PSASB) includes information on the financial and non-financial performance of the fund.

The key objectives of the Machakos County Assembly Housing and Car Loan Scheme Fund is to provide Car Loans and Housing loans to Members of the County Assembly. The Assembly has 61 members (including the Hon. Speaker) who are entitled to the loans as approved by SRC.

The loans are structured in a way that the amounts disbursed are fully repaid by the end of the Members’ terms.

### **Progress on attainment of Strategic development objectives**

Below we provide the progress on attaining the stated objectives:

<b>Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Housing Fund	To provide housing loans to Members of the County Assembly	52 Hon. Members have benefitted from the scheme	% of members who have benefitted from the scheme	One (1) loan was processed during the reporting period.
Car Loan Fund	To provide Car loans to Members of the County Assembly	2 Hon. Members have benefitted from the scheme	% of members who have benefitted from the scheme	One (1) loan was processed during the reporting period.

## **8. Corporate Governance Statement**

During the reporting period, the Loans Management Committee (LMC) held ten (10) meetings which were all well attended by the members. The succession plan is envisaged in law as to when one can become a member of the Loan Management Committee. As per the Fund Regulations the composition of the Committee is;

- a) The leader of the majority party of the County Assembly who shall chair the committee
- b) The leader of the minority party of the County Assembly
- c) The majority party Whip of the County Assembly
- d) The minority party Whip of the County Assembly
- e) The chairperson of Budget and Appropriations Committee
- f) The member of the County Assembly Service Board appointed pursuant to section 12 (3) (d) of the County Governments Act
- g) Two members of the County Assembly being one man and one woman appointed by the County Assembly
- h) The Clerk of the County Assembly who shall be the secretary to the committee.

The fund is administered by the Clerk to the County Assembly who is an ex-officio member of the committee.

This means that the management committee is appointed immediately persons assume the above offices. Removal from office is also automatic because one ceases to be a member on vacating the above offices.

The role of the Committee is to:

- a) Oversee administration of the fund
- b) Process applications for loans in accordance with the existing terms and conditions of borrowing
- c) Liaise with a housing company (if any) to set up a revolving fund for disbursement of loans
- d) Supervise the day-to-day running of the fund.

The Loans Committee members were inducted to the committee on being elected. They have participated in the committee activities and have shown ethical conduct in their transaction with the fund.

The audit of the fund is conducted by the office of the Auditor General in line with the law. The Members of the Committee earn a remuneration of Kshs. 6,500.00 per sitting.

**9. Management Discussion and Analysis**

The Machakos County Assembly Housing and Car Loan Scheme Fund is established pursuant to Section 116 (1) of the PFM Act, 2012 to cater for Honourable Members and officers of the County Assembly and was operationalized through regulations that were approved by the County Assembly in 2014 and amended in 2018.

The Fund for the MCAs is managed externally by the SBM Bank as stated in the memorandum of understanding between the Assembly and the bank and has effectively run the fund with the professionalism required.

The loans awarded to the Members are structured to have them fully repaid within their five years term and are in line with the Salaries and Remuneration Commission (SRC) circulars issued from time to time and as tabulated below:

<b>No.</b>	<b>Designation</b>	<b>Mortgage Limit Kshs.</b>	<b>Car Loan Limit Kshs.</b>	<b>Total Kshs.</b>
1.	Hon. Speaker	20,000,000.00	4,000,000.00	<b>24,000,000.00</b>
2.	Hon. MCAs	3,000,000.00	2,000,000.00	<b>5,000,000.00</b>

The SRC issued a circular SRC/TS/CAF/3/61/49 (46) dated 13<sup>th</sup> December, 2017 that combined both facilities for MCAs into one product of Kshs. 5,000,000.00 which can either be applied for mortgage or car loan.

The LMC oversees the affairs of the Fund. During the reporting period there was no change in the fund management team save for the Fund Administrator. The performance of the fund was good. The seed capital of the fund changed to Kshs. 386,000,000.00.

To minimize exposure on the funds, the Assembly has ensured that the loans are disbursed based on the ability of the members to repay through the payslip via check-off system. The other risk faced by the fund is award of unqualified mortgage/car loan as a result of document falsification. To mitigate this, management has put controls by engaging other professional service providers who do double checks on the documents presented. For instance, when the mortgage documents

*Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs*

**Annual Report and Financial Statements**

**For the Year Ended June 30, 2024**

---

are being perfected, the advocate has to do a new official search for the property before and after charging.

During the year the Fund processed two (2) loans. As at the end of the FY 2023/2024, there were 54 cumulative loan disbursements to members from the scheme; a total of Kshs. 284.5 Million.

## **10. Environmental and Sustainability Reporting**

During the Period under review, the Fund as a separate entity did not engage in any Corporate Social Responsibility (CSR) activity.

### **Sustainability strategy and profile**

The Assembly engages its major stakeholders before undertaking any major project or decision. This was done during the year under review through public participation forums. Also, the Assembly prioritises programs as agreed upon by it and other key stakeholders. This has led to a harmonious collaboration hence the setting up of sustainable targets and goals.

### **Environmental performance**

Under, environmental performance, the Assembly has tried to reduce the environmental impact on its activities i.e. by ensuring proper disposal of waste. Further, it has promoted the efficient use of resources such as water. In addition, the County Assembly participated in the national tree planting exercise.

### **Employee welfare**

On employee welfare, the Assembly has continued to train its staff in a bid to increase their efficiencies, capacity, and motivation/morale and job satisfaction. The Assembly has a performance and reward system that gives recognition/rewards to employees whose work advances the broad role of the assembly.

On compliance with organizational safety and compliance with Occupational Safety and Health Act, 2007, the Assembly has put in place measures to ensure safe and healthful working conditions for its employees. This has been made possible by setting and enforcing standards and providing training where necessary.

### **Market place practices**

The Assembly engages its suppliers only through a competitive process, and this has been achieved by ensuring all tenders are invited through public platforms to promote competitiveness i.e. open advertisements; by so doing every interested bidder is given a fair chance to participate in the process.

In addition, the Assembly tries to maintain a good business relationship with its suppliers/service providers/contractors by ensuring timely payment of their bills.

**Corporate Social Responsibility/Community Engagements**

The Assembly during the period under review consulted with the public by informing them and requesting their inputs on several matters that the assembly was engaged in. The inputs from them in most cases were accepted and reflected in the final decisions that were made. The Fund on the other hand was not involved in any corporate social responsibility on its own but as part of the County Assembly at large.

**11. Report of The Trustees**

The Committee submits their report together with the financial statements for the year ended June 30, 2024 which show the state of the Fund affairs.

**Principal activities**

The principal activity of the Fund is to disburse loans to Members of the County Assembly.

**Results**

The results of the Fund for the Period ended June 30, 2024 are set out on Page 1.

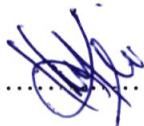
**Loans Management Committee**

The members of the Loans Management Committee (LMC) who served during the period under review are shown on page iii. There were no changes in membership of the committee during the reporting period save for the Fund Administrator.

**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.

By Order of the Board



.....  
**Chairman of the Loans Management Committee**

**Date: 11<sup>th</sup> December, 2024**

**12. Statement of Management’s Responsibilities**

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each FY, the Administrator of a County Public Fund shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board (PSASB).

The Administrator of the County Public 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 FY 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 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 of the County Public 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 Machakos County Assembly Service (Car Loan and Mortgage Scheme Fund) Regulations, 2018. 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, 2024, and of the Fund’s financial position as at that date. 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 the County Public 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.

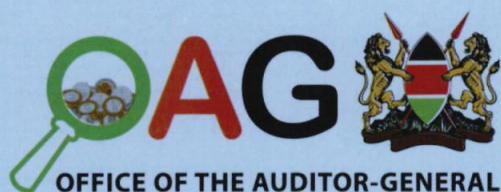
**Approval of the financial statements**

The Fund’s financial statements were approved by the Board on 11<sup>th</sup> December, 2024 and signed on its behalf by:



.....  
**Ag. Administrator of the County Public Fund**

# REPUBLIC OF KENYA



*Enhancing Accountability*

Telephone: +254-(20) 3214000  
Email: 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 MACHAKOS COUNTY ASSEMBLY HOUSING AND CAR LOAN SCHEME FUND – MCAS FOR THE YEAR ENDED 30 JUNE, 2024**

---

### PREAMBLE

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

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

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 Machakos County Assembly Housing and Car Loan Scheme Fund-MCAs set out on pages 1 to 39 which comprise of the statement of financial position as at 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Machakos County Assembly Housing and Car Loan Scheme Fund-MCAs 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 Machakos County Assembly Service (Car Loan and Mortgage Scheme Fund) Regulations, 2018 and the Public Finance Management Act, 2012.

### Basis for Qualified Opinion

#### 1. Inaccuracies in Cash and Cash Equivalents

The statement of financial position reflects cash and cash equivalents balance of Kshs.350,082,599 which as disclosed in Note 12 to the financial statements includes KCB current account balance of Kshs.30,573,262. However, the bank reconciliation statements and the cash book reflect a balance of Kshs.13,873,262 resulting in unexplained and unreconciled variance of Kshs.16,700,000. Although Management explained that Kshs.16,700,000 was received on 1 July 2024, after the end of the financial year, owing to delays in exchequer releases, no explanation was provided for failure to observe the cut-off period.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.350,082,599 could not be confirmed.

#### 2. Inaccuracies in Receivables from Exchange Transactions

The statement of financial position and as disclosed in Note 13 to the financial statements reflect current portion of long-term receivables from exchange transactions – operations

of Kshs.37,700,000 which represents the balance from County Assembly. However, the disbursement schedule provided for audit review reflects outstanding receivables balance of Kshs.207,620,066 resulting in unexplained variance of Kshs.169,920,066. Although Management indicated that the outstanding receivables (Loan Balances) of Kshs.207,620,066 was money loaned by the bank using its own funds while the money in the Fund's account acted as a secondary security, no explanation was provided on the variance.

In the circumstances, the accuracy and completeness of the receivables from exchange transactions balance of Kshs.37,700,000 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Machakos County Assembly Housing and Car Loan Scheme Fund- MCAs Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 matters 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**

In the audit report of the previous year, several paragraphs were raised. However, Management has not resolved all the prior year matters as prescribed in the reporting requirements set by the Public Sector Accounting Standards Board. Management has not provided satisfactory explanation for the delay in resolving the issues.

### **Other Information**

Management is responsible for the other information set out on pages iii to xxv which comprise of Key Entity Information and Management, Fund Chairperson's Report, Report of the Fund Administrator, Statement of Corporate Governance, Management Discussion and Analysis, Environmental and Sustainability Reporting, Statement of Management Responsibilities, Report of the Loan Committee and Statement of Performance Against Predetermined Objectives. The other information does not include the financial statements and my audit report thereon.

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 thereon.

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

### Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### Basis for Conclusion

#### 1. Irregular Payment of Administration Cost

The statement of financial performance and as disclosed in Note 7 to the financial statements reflect use of goods and services totalling Kshs.16,968,445 which relates to administration cost. This represents approximately eighty three percent (83%) of the approved budget of Kshs.20,384,166 contrary to Regulation 197 (1)(d) of the Public Finance Management (County Governments) Regulations, 2015 which sets the ceiling of administration cost of a Fund to 3% of the approved budget.

Management explained that the bank's loans administration fees for the period under review was Kshs.7,259,137 and that the Memorandum of Understanding (MoU) between the Assembly and the Administering Bank provides that the loans shall accrue administration interest at the rate of 3% per annum chargeable on reducing balance basis. Therefore, the interest amount charged on the loans is the same amount used to offset the bank's administration fees. However, Management did not explain what the remaining balance of Kshs.9,709,308 represents.

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

## 2. Idle Cash

The statement of financial position and as disclosed in Note 12 to the financial statements reflect cash and cash equivalents totalling Kshs.350,082,599 as at the close of financial year. The balance includes fixed deposit account at SBM, current account at KCB, SBM bank-Housing and Chase Bank KDIC balances of Kshs.45,000,000, Kshs.30,573,262, 227,570,743 and Kshs.46,938,060 respectively all totalling Kshs.350,082,065. However, review of Management discussion and analysis indicated that the Fund processed two loans during the year under review and an accumulative loan disbursement to members since inception of the Third Assembly stood at Kshs.284.5 million. This indicates that the Fund had excess cash lying idle in the bank accounts contrary to Regulations 83(2)(c) of the Public Finance Management (County Governments) Regulations, 2015 on sound cash management which requires avoiding accumulation of idle balances.

Although Management explained that the administering bank (SBM) advances loans using its own funds while the money in the Fund Account acts as a secondary security, Management has not demonstrated the rationale of holding excess unutilised funds in the bank accounts. The Fund is meant to advance mortgage loans to Members of the County Assembly at a low interest rate and it is not for the Fund to engage in commercial activities.

In the circumstances, Management was in breach of Law.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### Conclusion

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

### Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective

processes and systems of internal controls, risk management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

### **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's, ability to continue 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.

Those charged with governance are responsible for overseeing the Fund's, financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is

not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

20 December, 2024

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**14. Statement of Financial Performance for the Year Ended 30<sup>th</sup> June 2024**

Description	Note	2023-2024 Kshs	2022-2023 Kshs
<b>Revenue From Non-Exchange Transactions</b>			
Public Contributions and Donations	1	0	0
Transfers From the County Government	2	0	0
Fines, Penalties and Other Levies	3	0	0
		<b>0</b>	<b>0</b>
<b>Revenue From Exchange Transactions</b>			
Interest Income	4	8,120,736	5,890,256
Other Income	5	0	0
		<b>8,120,736</b>	<b>5,890,256</b>
<b>Total Revenue</b>		<b>8,120,736</b>	<b>5,890,256</b>
<b>Expenses</b>			
Employee Costs	6	0	0
Use of Goods and Services	7	16,968,445	3,954,770
Depreciation and Amortization Expense	8	0	0
Finance Costs	9	0	0
<b>Total Expenses</b>		<b>16,968,445</b>	<b>3,954,770</b>
<b>Other Gains/Losses</b>			
Gain/Loss on Disposal of Assets	10	0	0
Gain /Loss on fair value of investments	11	0	0
<b>Surplus/(Deficit) for the Period</b>		<b>(8,847,709)</b>	<b>1,935,486</b>

*Note: The deficit is due to Fringe Benefit Tax (FBT) payments.*

*(The notes set out on pages 18 to 38 form an integral part of these Financial Statements)*

.....  
**Name: Denis Mutui**  
**Ag. Clerk to the County Assembly**

.....  
**Name: Benson Mutua**  
**Ag. Principal Finance Officer**  
**ICPAK Member Number: 5498**

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**15. Statement of Financial Position as at 30<sup>th</sup> June 2024**


Description	Note	2023-2024	2022-2023
		(Kshs)	(Kshs)
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	12	350,082,599	334,675,990
Current Portion of Long- Term Receivables From Exchange Transactions – Operations	13	37,700,000	37,700,000
Prepayments	14	0	0
Inventories	15	0	0
Investments in financial assets	16	0	0
<b>Total current assets</b>		<b>387,782,599</b>	<b>372,375,990</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	17	0	0
Intangible Assets	18	0	0
Long Term Receivables from Exchange Transactions	13	0	0
Investment Property	19	0	0
<b>Total non- current assets</b>		<b>0</b>	<b>0</b>
<b>Total Assets (A)</b>		<b>387,782,599</b>	<b>372,375,990</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables from Exchange Transactions - FBT	20	4,254,318	0
Current Provisions	21	0	0
Current Portion of Borrowings	22	0	0
Employee Benefit Obligations	23	0	0
Social benefit liabilities	24	0	0
<b>Total current liabilities</b>		<b>4,254,318</b>	<b>0</b>
<b>Non-Current Liabilities</b>			
Non-Current Provisions	21	0	0
Long Term Portion of Borrowings	22	0	0
Non-Current Employee Benefit Obligation	23	0	0
Social benefit liabilities	24	0	0

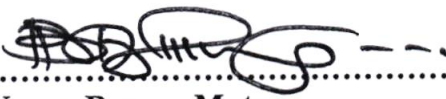
**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

<b>Total Non-Current Liabilities</b>		<b>0</b>	<b>0</b>
<b>Total Liabilities (B)</b>		<b>4,254,318</b>	<b>0</b>
<b>Net Assets (A-B)</b>		<b>383,528,281</b>	<b>372,375,990</b>
<b>Represented By:</b>			
Revolving Fund		386,000,000	366,000,000
Reserves		6,375,990	4,440,504
Surplus/Deficit for the Year		(8,847,709)	1,935,486
<b>Net Assets</b>		<b>383,528,281</b>	<b>372,375,990</b>

*Note: During the reporting period, Kshs. 20 Million was received. Consequently, the revolving fund changed to Kshs. 386 Million.*

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity's financial statements were approved on 11<sup>th</sup> December, 2024 and signed by:

  
 .....  
**Name: Denis Mutui**  
**Ag. Clerk to the County Assembly**

  
 .....  
**Name: Benson Mutua**  
**Ag. Principal Finance Officer**  
**ICPAK Member Number: 5498**

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**16. Statement of Changes in Net Assets for the year ended 30<sup>th</sup> June 2024**

Description	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
<b>Balance As At 1 July, 2022</b>	<b>208,000,000</b>	-	<b>4,440,504</b>	<b>212,440,504</b>
Surplus/(Deficit) For the Period	-	-	1,935,486	<b>1,935,486</b>
Funds Received During the Year	158,000,000	-		<b>158,000,000</b>
Transfers	-	-	-	-
Revaluation Gain	-	-	-	-
<b>Balance As At 30 June, 2023</b>	<b>366,000,000</b>	-	<b>6,375,990</b>	<b>372,375,990</b>
<b>Balance As At 1 July, 2023</b>	<b>366,000,000</b>	-	<b>6,375,990</b>	<b>372,375,990</b>
Surplus/(Deficit) For the Period		-	(8,847,709)	<b>(8,847,709)</b>
Funds Received During the Year	20,000,000	-	-	<b>20,000,000</b>
Transfers	-		-	
Revaluation Gain	-	-	-	-
<b>Balance As At 30 June, 2024</b>	<b>386,000,000</b>	-	<b>(2,471,719)</b>	<b>383,528,281</b>

*Note: Reserves refer to the retained earnings/cumulative surpluses (deficits) for the Fund since its inception.*

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**17. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2024**

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Public contributions and donations		0	0
Transfers from the county government	2	20,000,000	158,000,000
Interest received	4	8,120,736	5,890,256
Receipts from other operating activities		0	-
<b>Total receipts</b>		<b>28,120,736</b>	<b>163,890,256</b>
<b>Payments</b>			
Fund administration expenses		0	0
General Expenses (Exclusive of FBT Due)	7	12,714,127	3,954,770
Finance Cost		0	0
Other payments		0	0
		<b>12,714,127</b>	<b>3,954,770</b>
<b>Net cash flows from operating activities</b>	25	<b>15,406,609</b>	<b>159,935,486</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and Intangible assets		0	0
Proceeds from sale of property, plant & equipment		0	0
Proceeds from loan principal repayments		0	0
Loan disbursements paid out		0	0
<b>Net cash flows used in investing activities</b>		<b>0</b>	<b>0</b>
<b>Cash flows from financing activities</b>			
Proceeds from revolving fund receipts		0	0
Additional borrowings		0	0
Repayment of borrowings		0	0
<b>Net cash flows used in financing activities</b>		<b>0</b>	<b>0</b>
<b>Net increase/(decrease) in cash &amp; cash Equivalents</b>		<b>15,406,609</b>	<b>159,935,486</b>
Cash and cash equivalents at 1 July		<b>334,675,990</b>	174,740,504
<b>Cash and cash equivalents at 30 June</b>		<b>350,082,599</b>	<b>334,675,990</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**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<sup>th</sup> June 2024**

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	C=(a+b)	d	e=(c-d)	f=d/c*100
<b>Revenue</b>						
Public Contributions and Donations	-	-	-	-	-	
Revolving Fund Receipts	20,384,166	-	20,384,166	20,000,000	384,166	98
Interest Income	-	-	-	8,120,736	(8,120,736)	
Other Income	-	-	-	-	-	
<b>Total Income</b>	<b>20,384,166</b>	<b>-</b>	<b>20,384,166</b>	<b>28,120,736</b>	<b>(7,736,570)</b>	
<b>Expenses</b>						
Transfer to Fund Account	20,384,166	-	20,384,166	20,000,000	384,166	98
Fund Administration Expenses	-	-	-	-	-	
General Expenses	-	-	-	16,968,445	(16,968,445)	
Finance Cost	-	-	-	-	-	
<b>Total Expenditure</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>36,968,445</b>	<b>(16,584,279)</b>	
<b>Surplus For the Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8,847,709)</b>		
<b>Capital expenditure</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**19. Notes to the Financial Statements**

**Significant Accounting Policies**

**1. General Information**

Machakos County Assembly Housing and Car Loan Scheme Fund is established by and derives its authority and accountability from Machakos County Assembly Service (Mortgage and Car Loan Scheme Fund) Regulations 2018. The entity is wholly owned by the Machakos County Government and is domiciled in Kenya. The entity's principal activity is to disburse car and mortgage funds to state officers (MCAs) and ensure accountability and proper use of public funds.

**2. 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. The cut-off date for preparation of these statements is on 2<sup>nd</sup> July, 2024.

**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*

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>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 cash flows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on</p>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

	right of use assets and lease liabilities. <i>N/A</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> 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. <i>N/A</i>
IPSAS 45- Property Plant and Equipment	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> 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. <i>N/A</i>
IPSAS 46 Measurement	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> The objective of this standard was to improve measurement guidance across IPSAS by: <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> The standard also introduces a public sector specific measurement bases called the current operational value. <i>N/A</i>
IPSAS 47- Revenue	<b><i>Applicable 1<sup>st</sup> January 2026</i></b> This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.  <i>This will enable the entity report the amounts as they are and hence report the true position.</i>
IPSAS 48- Transfer Expenses	<b><i>Applicable 1<sup>st</sup> January 2026</i></b> 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 on accounting for such

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

---

	transfers. <i>N/A</i>
IPSAS 49- Retirement Benefit Plans	<b><i>Applicable 1<sup>st</sup> January 2026</i></b> 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. <i>N/A</i>

**(i) Early adoption of standards**

The Entity did not early – adopt any new or amended standards in the financial year.

**1. Summary of Significant Accounting Policies**

**a) Revenue recognition**

**i. Revenue from non-exchange transactions**

**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.

**Dividends**

Dividends or similar distributions must be recognized when the shareholder's or the Entity's right to receive payments is established.

**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 FY 2023/2024 was approved by the County Assembly on 12<sup>th</sup> July, 2023. Subsequent revisions or additional appropriations were made to the approved budget on 22<sup>nd</sup> November, 2023, 16<sup>th</sup> April, 2024 and 20<sup>th</sup> June, 2024 in accordance with specific approvals from the appropriate authorities. The 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 recorded additional appropriations of Kshs. 0.00 on the FY 2023/2024 budget following the governing body's approval.

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 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.

**Summary of Significant Accounting Policies (Continued)**

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.

**c) 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.

**a) 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.

**b) 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. 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.

**Summary of Significant Accounting Policies (Continued)**

**c) Financial instruments**

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

**Financial assets**

**Classification of financial assets**

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

**Subsequent measurement**

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

**Summary of Significant Accounting Policies (Continued)**

**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 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.

**Fair value through surplus or deficit**

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

**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.

**Impairment**

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

**Summary of Significant Accounting Policies (Continued)**

**Financial liabilities**

**Classification**

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

**d) Inventories**

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.

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.

**e) 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.

**f) Social Benefits**

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The entity recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the entity will incur in fulfilling the present obligations represented by the liability.

**Summary of Significant Accounting Policies (Continued)**

**g) 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.

**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.

**h) Nature and purpose of reserves**

The Entity creates and maintains reserves in terms of specific requirements. *Reserves are the retained earnings or cumulative surpluses since the Fund's inception. They are ploughed back into the Fund.*

**i) 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.

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

**Summary of Significant Accounting Policies (Continued)**

**k) 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.

**l) 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.

**m) 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, the CEO and senior managers.

**n) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. 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.

**o) Comparative figures**

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

## **Summary of Significant Accounting Policies (Continued)**

### **5. 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:

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

#### **c) Provisions**

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note xxx.

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.

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**6. Notes To The Financial Statements Continued**

**1. Public contributions and donations**

Description	2023-2024	2022-2023
	Kshs	Kshs
Donation From Development Partners	-	-
Contributions From The Public	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**2. Transfers from County Government**

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers from County Govt. - Operations	20,000,000	158,000,000
Payments By County On Behalf Of The Entity	-	-
Unconditional Development Grants	-	-
<b>Total</b>	<b>20,000,000</b>	<b>158,000,000</b>

**3. Fines, penalties and other levies**

Description	2023-2024	2022-2023
	Kshs	Kshs
Late Payment Penalties	-	-
Fines	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**4. Interest income**

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest Income from Mortgage Loans	7,046,697	3,605,196
Interest Income From Car Loans	212,440	39,590
Interest Income From Investments in financial assets	-	-
Interest Income On Bank Deposits	861,599	2,245,470
<b>Total Interest Income</b>	<b>8,120,736</b>	<b>5,890,256</b>

*Note: The interest income from mortgage and car loans is the interest charged on these loans at 3% while the interest income on bank deposits is the interest earned from fixed deposits in the bank.*

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**Notes to the Financial Statements Continued**

**5. Other income**

Description	2023-2024	2022-2023
	Kshs	Kshs
Insurance Recoveries	-	-
Income from Sale of Tender Documents	-	-
Bad debts recovered	-	-
Miscellaneous Income	-	-
<b>Total Other Income</b>	<b>-</b>	<b>-</b>

**6. Employee Costs**

Description	2023-2024	2022-2023
	Kshs	Kshs
Salaries And Wages	-	-
Staff Gratuity	-	-
Staff Training Expenses	-	-
Social Security Contribution	-	-
Other ( <i>Specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**7. Use of Goods and Services**

Description	2023-2024	2022-2023
	Kshs	Kshs
General Office Expenses	-	-
Loan Processing Costs	-	-
Professional Services Costs	-	-
Administration Fees	7,259,137	3,644,786
Committee Allowances	-	-
Electricity And Water Expenses	-	-
Fuel And Oil Costs	-	-
Insurance Costs	-	-
Postage And Courier	-	-
Printing And Stationery	-	-
Rental Costs	-	-
Security Costs	-	-
Telephone And Communication Expenses	-	-
Bank Charges	7,145	11,671

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

Description	2023-2024	2022-2023
	Kshs.	Kshs.
Audit Fees	-	-
Provision For Doubtful Debts	-	-
Withholding Tax	129,240	298,313
Fringe Benefit Tax (Paid and Due)	9,572,923	-
Social benefit expenses*	-	-
<b>Total</b>	<b>16,968,445</b>	<b>3,954,770</b>

*Note: The interest earned on loans is the same amount utilized as administration fees as per the MOU.*

**8. Depreciation and Amortization Expense**

Description	2023-2024	2022-2023
	Kshs.	Kshs.
Property Plant and Equipment	-	-
Intangible Assets	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**9. Finance costs**

Description	2023-2024	2022-2023
	Kshs.	Kshs.
Interest On Bank Overdrafts	-	-
Interest On Loans From Banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**10. Gain/(loss) on disposal of assets**

Description	2023-2024	2022-2023
	Kshs.	Kshs.
Property, Plant and Equipment	-	-
Intangible Assets	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**11. 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)	-	-
<b>Total Gain</b>	<b>-</b>	<b>-</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**12. Cash and cash equivalents**

Description	Kshs.	Kshs.
Car Loan Account	-	-
County Mortgage Account	-	-
Fixed Deposits Account - SBM	45,000,000	-
On – Call Deposits - SBM	534	533
Current Account – KCB Bank Ltd	30,573,262	10,574,328
Current Account - SBM	227,570,743	277,163,069
Current Account – Chase Bank KDIC	46,938,060	46,938,060
Others ( <i>Specify</i> )	-	-
<b>Total Cash And Cash Equivalents</b>	<b>350,082,599</b>	<b>334,675,990</b>

**NOTE:** The Kshs. 30,573,262 reported in the KCB Bank Ltd account is inclusive of the Kshs. 16,700,000 received on 1<sup>st</sup> July, 2024, after end of FY, owing to delays in exchequer releases. The cut-off date for the preparation of the statements is 2<sup>nd</sup> July, 2024.

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

Financial Institution	Account number	Kshs.	Kshs.
<b>a) Fixed Deposits Account</b>			
SBM	0343204543017	45,000,000	-
<b>Sub- Total</b>		<b>45,000,000</b>	<b>-</b>
<b>b) On - Call Deposits</b>			
SBM Bank-Housing	0341091022005	534	533
<b>Sub- Total</b>		<b>534</b>	<b>533</b>
<b>c) Current Account</b>			
KCB Bank Kenya Ltd	1180847636	30,573,262	10,574,328
SBM Bank-Housing	0342204543005	227,570,743	277,163,489
KDIC on behalf of Chase Bank	0343091022003	46,938,060	46,938,060
<b>Sub- Total</b>		<b>305,082,065</b>	<b>334,675,457</b>
<b>d) Others(Specify)</b>			
Cash In Transit		-	-
Cash In Hand		-	-
<b>Sub- Total</b>		<b>-</b>	<b>-</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

<b>Grand Total</b>		<b>350,082,599</b>	<b>334,675,990</b>
--------------------	--	--------------------	--------------------

**NOTE:** The funds under the custody of KDIC totalling to Kshs. 46,938,060.00 will only be released to the Assembly's account once the assets totalling to 25% that belonged to Chase Bank (under receivership) are realised. The liquidation process is currently on-going.

**13. Receivables from exchange transactions**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Current Receivables</b>		
Interest Receivable	-	-
Current Loan Repayments Due	-	-
Other Exchange Debtors – C. A. Operations	37,700,000	37,700,000
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	<b>37,700,000</b>	<b>37,700,000</b>
<b>Non-Current Receivables</b>		
Long Term Loan Repayments Due	-	-
<b>Total Non- Current Receivables</b>	<b>-</b>	<b>-</b>
<b>Total Receivables From Exchange Transactions</b>	<b>37,700,000</b>	<b>37,700,000</b>

Note: The Kshs. 37.7 Million is due from the County Assembly's Operations Account; this is also disclosed under Dues from Related Parties. Annex VI provides the outstanding receivables (Loan Balances) from money lend by the bank using its funds with our monies acting as secondary security.

**Additional disclosure on interest receivable**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Interest Receivable</b>		
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	-	-
<b>Current loan repayments due</b>		
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	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes to the Financial Statements Continued**

**14. Prepayments**

Description	2023-2024	2022-2023
	Kshs	Kshs
Prepaid Rent	-	-
Prepaid Insurance	-	-
Prepaid Electricity Costs	-	-
Other Prepayments ( <i>Specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**15. Inventories**

Description	2023-2024	2022-2023
	Kshs	Kshs
Consumable Stores	-	-
Spare Parts And Meters	-	-
Catering	-	-
Other Inventories ( <i>Specify</i> )	-	-
<b>Total Inventories at The Lower of Cost and Net Realizable Value</b>	<b>-</b>	<b>-</b>

**16. Investments in financial assets**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>a. Investment in Treasury bills and bonds</b>		
Financial institution		
CBK	-	-
CBK	-	-
Sub- total	-	-
<b>b. Investment with Financial Institutions/ Banks</b>		
Bank x	-	-
Bank y	-	-
Sub- total	-	-
<b>c. Equity investments (specify)</b>		
Equity / shares in Entity xxx	-	-
Sub- total	-	-
<b>Grand total</b>	<b>-</b>	<b>-</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**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	-	-
<b>At the end of the year</b>	<b>-</b>	<b>-</b>

**e) Shareholding in other entities**

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

Name of Entity where investment is held	No of shares			Nominal value of shares	Fair value of shares	Fair value of shares
	Direct shareholding	Indirect shareholding	Effective shareholding			
	%	%	%	Kshs	2023-2024 Kshs	2022-2023 Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-
Entity C	-	-	-	-	-	-
	-	-	-	-	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**17. Property, plant and equipment**

	Land and Buildings	Motor vehicles	Furniture and fittings	Computers and office equipment	Total
Cost	Kshs	Kshs	Kshs	Kshs	Kshs
<b>At 1<sup>st</sup> July, 2022</b>	-	-	-	-	-
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-
<b>At 30<sup>th</sup> June, 2023</b>	-	-	-	-	-
<b>At 1<sup>st</sup> July, 2023</b>					
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-
<b>At 30<sup>th</sup> June, 2024</b>	-	-	-	-	-
<b>Depreciation And Impairment</b>					
<b>At 1<sup>st</sup> July, 2022</b>	-	-	-	-	-
Depreciation	-	-	-	-	-
Impairment	-	-	-	-	-
<b>At 30<sup>th</sup> June, 2023</b>	-	-	-	-	-
<b>At 1<sup>st</sup> July, 2023</b>					
Depreciation	-	-	-	-	-
Disposals	-	-	-	-	-
Impairment	-	-	-	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

	Land and Buildings	Motor vehicles	Furniture and fittings	Computers and office equipment	Total
	KSh	KSh	KSh	KSh	KSh
Transfer/Adjustment	-	-	-	-	-
<b>At 30<sup>th</sup> June, 2024</b>	-	-	-	-	-
<b>Net Book Values</b>					
<b>At 30<sup>th</sup> June, 2023</b>	-	-	-	-	-
<b>At 30<sup>th</sup> June, 2024</b>	-	-	-	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**18. Intangible assets**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Cost</b>		
<b>At Beginning of The Year</b>	-	-
Additions	-	-
<b>At End of The Year</b>	-	-
<b>Amortization And Impairment</b>		
<b>At Beginning of The Year</b>	-	-
Amortization	-	-
<b>At End of The Year</b>	-	-
Impairment Loss	-	-
<b>At End of The Year</b>	-	-
<b>NBV</b>	-	-

**19. Investment Property**

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

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**20. Trade and other payables from exchange transactions**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Trade Payables	4,254,318		-	
Refundable Deposits	-		-	
Accrued Expenses	-		-	
Other Payables	-		-	
<b>Total Trade and Other Payables</b>	<b>4,254,318</b>		<b>-</b>	
<b>Ageing analysis (Trade and other payables)</b>				
	<b>2023-2024</b>	<b>% of the Total</b>	<b>2022-2023</b>	<b>% of the Total</b>
Under one year	4,254,318	100	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total</b>	<b>4,254,318</b>	<b>100</b>	<b>-</b>	<b>-</b>

**21. Provisions**

Description	Leave provision	Gratuity Provision	Other provision	Total
	Kshs	Kshs	Kshs	Kshs
<b>Balance b/f</b>	-	-	-	-
Additional provisions	-	-	-	-
Provision utilised	(-)	(-)	(-)	(-)
Change due to discount and time value for money	(-)	(-)	(-)	(-)
<b>Total provisions year end</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Current Provisions	-	-	-	-
Non-Current Provisions	-	-	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**22. Borrowings**

Description	2023-2024	2022-2023
	KShs	KShs
<b>Balance At Beginning of The Period</b>	-	-
External Borrowings During the Year	-	-
Domestic Borrowings During the Year	-	-
Repayments of External Borrowings During the Period	(-)	(-)
Repayments of Domestic Borrowings During the Period	(-)	(-)
<b>Balance At End of The Period</b>	-	-

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

Description	2023-2024	2022-2023
	KShs	KShs
<b>External Borrowings</b>		
Dollar Denominated Loan From 'X Organization'	-	-
Sterling Pound Denominated Loan From 'Y Organization'	-	-
Euro Denominated Loan from Z Organization'	-	-
<b>Domestic Borrowings</b>		
Kenya Shilling Loan From KCB	-	-
Kenya Shilling Loan from Barclays Bank	-	-
Kenya Shilling Loan from Consolidated Bank	-	-
Borrowings From Other Government Institutions	-	-
<b>Total Balance at End of The Year</b>	-	-

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

Description	2023-2024	2022-2023
	KShs	KShs
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
<b>Total</b>	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**23. Employee benefit obligations**

Description	Defined benefit plan	Cost of employment medical benefits	Other Provisions	2023-2024	2022-2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

**24. Social Benefit Liabilities**

Description	2023-2024	2022-2023
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
<b>Total</b>	-	-
Current social benefits	-	-
Non-current social benefits	-	-
<b>Total (tie to totals above)</b>	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**25. Cash generated from operations**

Description	2023-2024	2022-2023
	KShs	KShs
<b>Surplus/ (Deficit) For the Year Before Tax</b>	<b>(8,847,709)</b>	<b>1,935,486</b>
<b>Adjusted For:</b>		
Deposits/Transfers to Fund Account	20,000,000	158,000,000
Depreciation	-	-
Amortisation	-	-
Gains/ Losses On Disposal Of Assets	(-)	(-)
Interest Income	-	-
Finance Cost	-	-
<b>Working Capital Adjustments</b>		
Increase In Inventory	(-)	(-)
Increase In Receivables	(-)	(-)
Increase In Payables	4,254,318	-
<b>Net Cash Flow From Operating Activities</b>	<b>15,406,609</b>	<b>159,935,486</b>

*Note: The Interest Income for the current FY as well as for the previous FY is not included in the adjustment as they are already considered when arriving at the Surplus/Deficit for the respective FYs.*

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**26. 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) Key management;
- d) Board of Trustees; etc.

**b) Related party transactions**

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers From Related Parties'	-	-
Transfers To Related Parties – Loan Balances for the LMC Members and Key Management Staff	34,538,050	35,000,000
<b>Total</b>	<b>34,538,050</b>	<b>35,000,000</b>

**c) Key management remuneration**

Description	2023-2024	2022-2023
	Kshs	Kshs
Board Of Trustees	-	-
Key Management Compensation	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**d) Due from related parties**

Description	2023-2024	2022-2023
	Kshs	Kshs
Due From Parent Ministry – County Assembly	37,700,000	37,700,000
Due From County Government	-	-
<b>Total</b>	<b>37,700,000</b>	<b>37,700,000</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Other Disclosures Continued**

**e) Due to related parties**

Description	2023-2024	2022-2023
	Kshs	Kshs
Due To Parent Ministry	-	-
Due To County Government	-	-
Due To Key Management Personnel	-	-
<b>Total</b>	-	-

**27. Contingent assets and contingent liabilities**

Contingent Liabilities	2023-2024	2022-2023
	Kshs	Kshs
Court Case Xxx Against the Fund	-	-
Bank Guarantees	-	-
<b>Total</b>	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**28. 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. 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:

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>At 30 June, 2024</b>				
Receivables From Exchange Transactions	-	-	-	-
Receivables From Non-Exchange Transactions	37,700,000	37,700,000	-	-
Bank Balances	350,082,599	350,082,599	-	-
<b>Total</b>	<b>387,782,599</b>	<b>387,782,599</b>	-	-
<b>At 30 June, 2023</b>				
Receivables From Exchange Transactions	-	-	-	-
Receivables From Non-Exchange Transactions	37,700,000	37,700,000	-	-
Bank Balances	334,675,990	334,675,990	-	-
<b>Total</b>	<b>372,375,990</b>	<b>372,375,990</b>	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

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 amounts held by KDIC.

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

**b) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the Fund 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.

Description	Less than 1 month	Between 1-3 months	Over 3 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>At 30 June, 2024</b>				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	-	-
<b>At 30 June, 2023</b>				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (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 Administrator 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.

**i. 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.

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:

Description	Other currencies		Total
	Kshs	Kshs	Kshs
<b>At 30 June, 2024</b>			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors/ Receivables	-	-	-
<b>Liabilities</b>			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
<b>Net Foreign Currency Asset/(Liability)</b>	-	-	-

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**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.

Description	Change in currency rate	Effect on surplus/ deficit	Effect on equity
	Kshs	Kshs	Kshs
<b>2023-2024</b>			
Euro	10%	-	-
USD	10%	-	-
<b>2022-2023</b>			
Euro	10%	-	-
USD	10%	-	-

**ii. 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. *N/A.*

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Notes To The Financial Statements (Continued)**

**d) 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:

Description	2023	2022
	Kshs	Kshs
Revaluation reserve	-	-
Revolving fund	386,000,000	366,000,000
Accumulated surplus	6,375,990	4,440,505
Surplus for the Year	(8,847,709)	1,935,485
<b>Total funds</b>	<b>383,528,281</b>	<b>372,375,390</b>
Total borrowings	-	-
Less: Cash and bank balances & Inter-account Borrowings	383,528,281	372,375,990
Net debt/(excess cash and cash equivalents)	-	-
<b>Gearing</b>	<b>0</b>	<b>0</b>

**29. Events after the reporting period**

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

**30. Ultimate and Holding Entity**

The entity is a County Public Fund established by Machakos County Assembly Service (Mortgage and Car Loan Scheme Fund) Regulations, 2018 under the County Assembly of Machakos. Its ultimate parent is the County Government of Machakos.

**31. Currency**

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

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**20. Annexes**

**Annex I: Progress on Follow Up Of Prior Year Auditor’s Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a time when you expect the issue to be resolved)
1.	Irregular Inter-Entity Transfer of Funds	Borrowings by the County Assembly to pay net salaries and support operational expenses when there were exchequer delays. The County Assembly will put measures on how the same will be repaid.	<i>Not Resolved</i>	March, 2025
2.	Irregular Advancement of Loans	Transfer/charging process ongoing.	<i>Not Resolved</i>	March, 2025

**The Ag. Fund Administrator**

**Machakos County Assembly Housing and Car Loan Scheme Fund**

Signature:  .....

**Date:** 11<sup>th</sup> December, 2024

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Annex II: Inter-Fund Confirmation Letter**

**REPUBLIC OF KENYA  
COUNTY GOVERNMENT OF MACHAKOS  
COUNTY ASSEMBLY OF MACHAKOS**



County Hall

Along Mwatu wa Ngoma Rd  
P.O BOX 1168-90100  
MACHAKOS



Email: [assemblymks@gmail.com](mailto:assemblymks@gmail.com)

**OFFICE OF THE CLERK**

The Machakos County Assembly Housing and Car Loan Scheme Fund wishes to confirm the amounts disbursed as at 30<sup>th</sup> June, 2024 as indicated in the table below;

Confirmation of amounts received by Machakos County Assembly Housing and Car Loan Scheme Fund as at 30 <sup>th</sup> June, 2024							
Reference Number	Date Disbursed	Amounts Disbursed by the Machakos County Assembly as at 30 <sup>th</sup> June, 2024				Amount Received by Machakos County Assembly Housing and Car Loan Scheme Fund as at 30 <sup>th</sup> June, 2024 (Kshs) (E)	Differences (Kshs) (F)=(D-E) (Mn)
		Recurrent (A) (Mn)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
REC/0030040852	21-Nov-23	20,000,000	0	0	20,000,000	20,000,000	0
<b>Total</b>		<b>20,000,000</b>	<b>0</b>	<b>0</b>	<b>20,000,000</b>	<b>20,000,000</b>	<b>0</b>

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

The Ag. Principal Finance Officer:

Name: BENSON M. MUTUA

Sign:

Date: 11<sup>th</sup> December, 2024

STAMP:



*Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs*  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**Annex III: Reporting of Climate Relevant Expenditures**

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	-	-	-	-	<i>N/A</i>	<i>N/A</i>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

**Annex IV: Reporting on Disaster Management Expenditure**

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

*Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs*  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**Annex V: TRIAL BALANCE AS AT 30TH JUNE, 2024**

<b>DETAILS</b>	<b>DR</b>	<b>CR</b>
	<b>KSH.</b>	<b>KSH.</b>
Interest Earned		8,120,736
Withholding Tax	129,240	
Bank Charges	7,145	
Admin Costs	7,259,137	
Bank Balance	350,082,599	
Fringe Benefit Tax	9,572,923	
Inter-account Borrowing	37,700,000	
Fringe Benefit Tax Due		4,254,318
Revolving Fund		386,000,000
Accumulated Reserves		6,375,990
<b>TOTAL</b>	<b>404,751,044</b>	<b>404,751,044</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**ANNEX VI: LOAN BALANCES AS AT 30<sup>TH</sup> JUNE, 2024**

NO.	HON. MEMBERS' NAMES	Type of Loan	Interest Earned	Amount Disbursed	Loan Balance
1	Hon. Aliphonce Mutinda Nzioka	Mortgage	134,826.00	5,000,000.00	3,648,150.55
2	Hon. Anna Nthenya Ndilo	Mortgage	126,584.35	5,000,000.00	3,598,237.40
3	Hon. Annastacia Nundu Mutevu	Mortgage	126,594.65	5,000,000.00	3,598,531.65
4	Hon. Anne Mwikali Kiusya	Mortgage	515,767.65	20,000,000.00	14,660,987.20
5	Hon. Benjamin Kinyungu Kyule	Mortgage	126,553.20	5,000,000.00	3,597,352.90
6	Hon. Boniface Kyalo Katiti	Mortgage	118,817.55	5,000,000.00	3,347,403.30
7	Hon. Boniface Musyimi Maeke	Mortgage	126,729.35	5,000,000.00	3,602,363.80
8	Hon. Catherine Kye Wambua	Mortgage	118,846.80	5,000,000.00	3,348,225.40
9	Hon. Catherine Mutio Muia	Mortgage	118,817.55	5,000,000.00	3,347,403.30
10	Hon. Constance Mbula Nzioki	Mortgage	118,876.00	5,000,000.00	3,349,047.40
11	Hon. Daniel Musyoka Muindi	Mortgage	129,152.85	5,000,000.00	3,671,252.50
12	Hon. Daniel Mutisya Kivuva	Mortgage	129,152.85	5,000,000.00	3,671,252.50
13	Hon. Dickson Kavaa Musyoki Maundu	Mortgage	126,739.85	5,000,000.00	3,602,658.25
14	Hon. Dominic Mulwa Ndambuki	Mortgage	118,885.65	5,000,000.00	3,349,321.60
15	Hon. Dominic Ndonge Maitha	Mortgage	118,885.65	5,000,000.00	3,349,321.60
16	Hon. Douglas Muema Musyoka	Mortgage	118,837.00	5,000,000.00	3,347,951.05
17	Hon. Eric Wambua Musembi	Car	126,542.80	5,000,000.00	3,597,057.80
18	Hon. Everlyne Ndunge Nguli Nzeki	Mortgage	118,876.00	5,000,000.00	3,349,047.40
19	Hon. Felix Mutunga Ngui	Mortgage	110,127.00	5,000,000.00	3,466,670.70
20	Hon. Francis Kyalo Kitaka	Mortgage	118,817.55	5,000,000.00	3,347,403.30
21	Hon. Francis Mwaniki Ngunga	Mortgage	118,885.65	5,000,000.00	3,349,321.60
22	Hon. Francis Wambua Kavyu	Mortgage	126,739.80	5,000,000.00	3,602,658.25
23	Hon. Gideon Saul Kavuu	Mortgage	50,096.20	5,000,000.00	-
24	Hon. Hellen Mueni Ndeti	Mortgage	118,885.65	5,000,000.00	3,349,321.60

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

25	Hon. Irene Mbithe Mulu	Mortgage	126,553.20	5,000,000.00	3,597,352.90
26	Hon. Jackson Ndaka Wambua	Mortgage	112,696.65	5,000,000.00	3,573,221.70
27	Hon. Jeremiah Kaloi Saitieu	Mortgage	118,817.55	5,000,000.00	3,347,403.30
28	Hon. Johana Munyao	Mortgage	118,876.00	5,000,000.00	3,349,047.40
29	Hon. John Brian Kioko Kisila	Mortgage	118,876.00	5,000,000.00	3,349,047.40
30	Hon. Joseph Musyoki Mulinge	Mortgage	129,163.45	5,000,000.00	3,671,552.55
31	Hon. Joshua Kiilu Mwonga	Mortgage	118,876.00	5,000,000.00	3,349,047.40
32	Hon. Judas Mbili Ndawa	Mortgage	118,885.65	5,000,000.00	3,349,321.60
33	Hon. Julius Mutuku Munyw'oki	Mortgage	126,542.80	5,000,000.00	3,597,057.80
34	Hon. Margaret Mutheu Ndalana	Mortgage	121,686.35	5,000,000.00	3,443,988.00
35	Hon. Mathew Ndunda Wilson	Mortgage	126,750.20	5,000,000.00	3,602,953.35
36	Hon. Mathias Muasya Herskovitis	Mortgage	129,205.80	5,000,000.00	3,672,754.25
37	Hon. Mercy Murugi Njagi	Mortgage	129,205.80	5,000,000.00	3,672,754.25
38	Hon. Nicholas Kitavi Nzioka	Mortgage	121,686.35	5,000,000.00	3,443,988.00
39	Hon. Paul Muoki Musila	Mortgage	129,205.80	5,000,000.00	3,672,754.25
40	Hon. Paul Mutua Wambua	Mortgage	121,686.35	5,000,000.00	3,443,988.00
41	Hon. Paul Mwanzia Muli	Mortgage	129,205.80	5,000,000.00	3,672,754.25
42	Hon. Penninah Kanini Kisangai	Mortgage	118,876.00	5,000,000.00	3,349,047.40
43	Hon. Peter Kilonzo Kaviti	Mortgage	126,594.65	5,000,000.00	3,598,531.65
44	Hon. Philip Leonard Mutua Ndolo	Mortgage	126,750.20	5,000,000.00	3,602,953.35
45	Hon. Phoebe Koki Mawa	Mortgage	118,876.00	5,000,000.00	3,349,047.40
46	Hon. Raphael Nzau Lucky	Mortgage	118,876.00	5,000,000.00	3,349,047.40
47	Hon. Rose Wavinya Benjamin	Mortgage	126,553.20	5,000,000.00	3,597,352.90
48	Hon. Rosina Kanini Wambua	Mortgage	118,817.55	5,000,000.00	3,347,403.30
49	Hon. Ruth Wanjiru Kamau	Mortgage	126,553.20	5,000,000.00	3,597,352.90
50	Hon. Stephen Nzue Mwanthi	Mortgage	126,739.85	5,000,000.00	3,602,658.25

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

51	Hon. Vincent Mutie Nzioka	Mortgage	118,885.65	5,000,000.00	3,349,321.60
52	Hon. Winfred Syonindi Mutua	Mortgage	126,605.05	5,000,000.00	3,598,826.80
53	Hon. Justus Mulwa Mutuku	Mortgage	126,553.20	5,000,000.00	3,597,352.90
54	Hon. Fredrick Kitetu Muia	Car	85,897.20	4,500,000.00	3,720,369.60
55	Mr. Benson Mulinge Mutua	Mortgage	203,105.15		6,724,418.70
56	Mr. Sylvester Mutisya Nzangi	Mortgage	128,497.00		4,276,454.65
	<b>Total</b>		<b>7,259,137.25</b>	<b>284,500,000.00</b>	<b>207,620,066.25</b>

*Note: Hon. Gideon Saul Kavuu (No. 23) passed on during the period under review and the Fund's administering bank followed up with the insurance firm for compensation. Consequently, the loan was fully settled on 9<sup>th</sup> November, 2023 (Loan Clearance Attached).*

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs  
Annual Report and Financial Statements  
For the Year Ended June 30, 2024**

---

**ANNEX VII: RESERVES**

<b>No.</b>	<b>F/Y</b>	<b>Surplus/Deficit</b>	<b>Reserves</b>
1.	2019/20	(12,580)	1,853,915
2.	2020/21	2,612,320	1,841,335
3.	2021/22	(13,151)	4,453,655
4.	2022/23	1,935,486	4,440,504
5.	2023/24	(8,847,709)	6,375,990

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**ANNEX VIII: BANK CHARGES**

<b>No.</b>	<b>Month</b>	<b>Amount (Kshs.)</b>
1.	July	1,485
2.	August	420
3.	September	420
4.	November	575
5.	December	1,835
6.	April	1,835
7.	May	575
<b>TOTAL</b>		<b>7,145</b>

*Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs*  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

**ANNEX IX: RELATED PARTY TRANSACTIONS – LOAN BALANCES FOR THE  
LOAN MANAGEMENT COMMITTEE MEMBERS AND KEY MANAGEMENT  
STAFF**

<b>No.</b>	<b>Name</b>	<b>Amount (Kshs.)</b>
1.	Hon. Catherine Muia	3,347,403.30
2.	Hon. Dominic Ndambuki	3,349,321.60
3.	Hon. Everlyne Nzeki	3,349,047.40
4.	Hon. Johana Munyao	3,349,047.40
5.	Hon. Judas Ndawa	3,349,321.60
6.	Hon. Nicholas Nzioka	3,443,988.00
7.	Hon. Raphael Lucky	3,349,047.40
8.	Mr. Benson Mutua	6,724,418.70
9	Mr. Sylvester Nzangi	4,276,454.65
<b>TOTAL</b>		<b>34,538,050.05</b>

**Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs**  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**ANNEX X: FRINGE BENEFIT TAX PAID**

<b>No.</b>	<b>Date Paid</b>	<b>Period</b>	<b>Amount (Kshs.)</b>
1.	9 <sup>th</sup> November, 2023	January – March, 2023	667,234.35
2.	11 <sup>th</sup> December, 2023	April – June, 2023	1,353,539.30
3.	19 <sup>th</sup> April, 2024	July – September, 2023	1,494,131.50
4.	17 <sup>th</sup> May, 2024	October – December, 2023	1,803,699.95
<b>TOTAL</b>			<b>5,318,605.10</b>

*Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs*  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**ANNEX XI: FRINGE BENEFIT TAX DUE**

<b>No.</b>	<b>Period</b>	<b>Amount (Kshs.)</b>
1.	January – March, 2024	2,112,704.55
2.	April – June, 2024	2,141,613.52
<b>TOTAL</b>		<b>4,254,318.07</b>

***Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs***  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**ANNEX XII: INTEREST ON BANK DEPOSITS**

<b>No.</b>	<b>Date</b>	<b>Amount (Kshs.)</b>
1.	4 <sup>th</sup> December, 2023	345,205.45
2.	11 <sup>th</sup> April, 2024	516,393.40
<b>TOTAL</b>		<b>861,598.85</b>

***Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs***  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**ANNEX XIII: WITHHOLDING TAX**

<b>No.</b>	<b>Date Paid</b>	<b>Amount (Kshs.)</b>
1.	4 <sup>th</sup> December, 2023	51,780.80
2.	11 <sup>th</sup> April, 2024	77,459.00
<b>TOTAL</b>		<b>129,239.80</b>

*Machakos County Assembly Housing and Car Loan Scheme Fund - MCAs*  
**Annual Report and Financial Statements**  
**For the Year Ended June 30, 2024**

---

**ANNEX XIV: LOAN CLEARANCE FOR THE LATE HON. GIDEON SAUL  
KAVUU FROM SBM**

✓

GIDEON SAUL KAVUU

097937

034PULM223350004

PERSONAL UNSECURED LOAN WITH MOU

Transaction Date	Value Date	Schedule Date	Description	Debit Amount	Credit Amount	Balance
			<b>Opening Balance</b>			0
01-DEC-2022	01-DEC-2022	01-DEC-2022	PRINCIPAL DISBURSED	5,000,000.00		-5,000,000.00
09-NOV-2023	09-NOV-2023	20-JAN-2023	INTEREST	20,547.90		-5,020,547.90
20-JAN-2023	20-JAN-2023	20-JAN-2023	PRINCIPAL PAYMENT		50,352.10	-4,970,195.80
20-JAN-2023	20-JAN-2023	20-JAN-2023	INTEREST PAYMENT		20,547.90	-4,949,647.90
27-JAN-2023	27-JAN-2023	27-JAN-2023	PRINCIPAL PAYMENT		31,918.00	-4,917,729.90
09-NOV-2023	09-NOV-2023	20-FEB-2023	INTEREST	12,530.10		-4,930,260.00
20-FEB-2023	20-FEB-2023	20-FEB-2023	INTEREST PAYMENT		12,530.10	-4,917,729.90
20-FEB-2023	20-FEB-2023	20-FEB-2023	PRINCIPAL PAYMENT		90,287.90	-4,827,442.00
09-NOV-2023	09-NOV-2023	20-MAR-2023	INTEREST	11,109.70		-4,838,551.70
20-MAR-2023	20-MAR-2023	20-MAR-2023	PRINCIPAL PAYMENT		91,708.30	-4,746,843.40
20-MAR-2023	20-MAR-2023	20-MAR-2023	INTEREST PAYMENT		11,109.70	-4,735,733.70
09-NOV-2023	09-NOV-2023	20-APR-2023	INTEREST	12,066.35		-4,747,800.05
20-APR-2023	20-APR-2023	20-APR-2023	PRINCIPAL PAYMENT		90,751.65	-4,657,048.40
20-APR-2023	20-APR-2023	20-APR-2023	INTEREST PAYMENT		12,066.35	-4,644,982.05
09-NOV-2023	09-NOV-2023	20-MAY-2023	INTEREST	11,453.35		-4,656,435.40
20-MAY-2023	20-MAY-2023	20-MAY-2023	PRINCIPAL PAYMENT		91,364.65	-4,565,070.75
20-MAY-2023	20-MAY-2023	20-MAY-2023	INTEREST PAYMENT		11,453.35	-4,553,617.40
09-NOV-2023	09-NOV-2023	20-JUN-2023	INTEREST	11,602.35		-4,565,219.75
20-JUN-2023	20-JUN-2023	20-JUN-2023	PRINCIPAL PAYMENT		91,215.65	-4,474,004.10
20-JUN-2023	20-JUN-2023	20-JUN-2023	INTEREST PAYMENT		11,602.35	-4,462,401.75
09-NOV-2023	09-NOV-2023	20-JUL-2023	INTEREST	11,003.15		-4,473,404.90
20-JUL-2023	20-JUL-2023	20-JUL-2023	PRINCIPAL PAYMENT		91,814.85	-4,381,590.05

GIDEON SAUL KAVUU

097937

034PULM223350004

PERSONAL UNSECURED LOAN WITH MOU

Transaction Date	Value Date	Schedule Date	Description	Debit Amount	Credit Amount	Balance
			<b>Opening Balance</b>			<b>0</b>
20-JUL-2023	20-JUL-2023	20-JUL-2023	INTEREST PAYMENT		11,003.15	-4,370,586
09-NOV-2023	09-NOV-2023	20-AUG-2023	INTEREST	11,136.00		-4,381,722
20-AUG-2023	20-AUG-2023	20-AUG-2023	PRINCIPAL PAYMENT		91,682.00	-4,290,040
20-AUG-2023	20-AUG-2023	20-AUG-2023	INTEREST PAYMENT		11,136.00	-4,278,904
09-NOV-2023	09-NOV-2023	20-SEP-2023	INTEREST	10,902.40		-4,289,807
20-SEP-2023	20-SEP-2023	20-SEP-2023	INTEREST PAYMENT		1,113.00	-4,288,694
27-SEP-2023	27-SEP-2023	27-SEP-2023	PRINCIPAL PAYMENT		91,915.60	-4,196,778
27-SEP-2023	27-SEP-2023	27-SEP-2023	INTEREST PAYMENT		9,789.40	-4,186,989
09-NOV-2023	09-NOV-2023	20-OCT-2023	INTEREST	10,324.05		-4,197,313
20-OCT-2023	20-OCT-2023	20-OCT-2023	INTEREST PAYMENT		1,272.00	-4,196,041
09-NOV-2023	09-NOV-2023	09-NOV-2023	PRINCIPAL PAYMENT		4,186,989.30	-9,052
09-NOV-2023	09-NOV-2023	09-NOV-2023	INTEREST PAYMENT		15,782.65	6,730
09-NOV-2023	09-NOV-2023	20-NOV-2023	INTEREST	6,730.60		-0



MACHAKOS BRAN

04-JUL-11 TO 05-JAN

GIDEON SAUL KAVUU

097937

034PULM223350004

PERSONAL UNSECURED LOAN WITH MOU

Transaction Date	Value Date	Schedule Date	Description	Debit Amount	Credit Amount	Balance
			Opening Balance			0
			Closing Balance			-0

COMP	TOTAL PAID	TOTAL OUTSTANDING	TOTAL IN ARREARS
<b>Sum:</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>