

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

PARLIAMENT
OF KENYA
LIBRARY

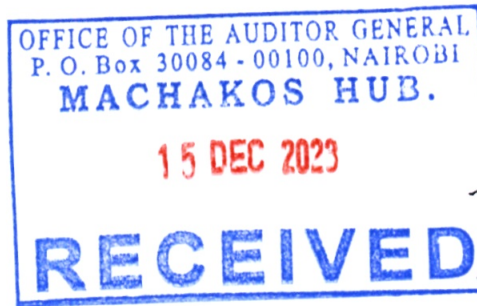
THE AUDITOR-GENERAL

ON

**KAJIADO COUNTY EDUCATION BURSARY
GRANTS AND SCHOLARSHIP FUND**

**FOR THE YEAR ENDED
30 JUNE, 2023**

PAPERS LAID	
DATE	26.3.24
TABLED BY	Maj. leader
COMMITTEE	C.P. IC
CLERK AT THE TABLE	Karata



**KAJIADO COUNTY EDUCATION BURSARY GRANTS AND
SCHOLARSHIP FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2023**

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

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

Table of Content

1. Acronyms and Glossary of Terms	iii
2. Key Entity Information and Management	iv
3. Fund Administration Committee	vii
4. Management Team	viii
5. Fund Chairperson's Report	ix
6. Report of The Fund Administrator	x
7. Statement of Performance Against the County Fund's Predetermined Objectives	xi
8. Corporate Governance Statement	xii
9. Management Discussion and Analysis	xiii
10. Environmental and Sustainability Reporting	xiv
11. Report of The Trustees	xv
12. Statement of Management's Responsibilities	xvi
13. Report of The Independent Auditor on the Financial Statements for 2022/2023 Education Bursary fund.	xvii
14. Statement of Financial Performance for the Year Ended 30 th June 2023	1
15. Statement of Financial Position as at 30 June 2023	2
16. Statement of Changes in Net Assets for the year ended 30 th June 2023	4
17. Statement of Cash Flows for The Year Ended 30 June 2023	5
18. Statement of Comparison of Budget and Actual Amounts for The Period	6
19. Notes to the Financial Statements	7
20. Annexes	41

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

1. Acronyms and Glossary of Terms

a) Acronyms

BOM	Board of Management
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
Kshs.	Kenya Shillings

b) Glossary of Terms

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

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

2. Key Entity Information and Management

a) Background information

Kajiado county Education bursary grants and scholarship Fund is established and derives its authority and accountability from Kajiado county Education bursary grants and scholarship Act 2015. The Fund is wholly owned by the County Government of Kajiado and is domiciled in Kenya.

The fund's objective is to increase success to Education, Promote and increase Enrolment, Retention, Completion and Transition rates in in school, improve education standards and literacy levels and reduce poverty disparities and inequalities.

The Fund's principal activity is to allocate bursary funds to needy students across Kajiado County.

b) Principal Activities

The principal activity/mission/ mandate of the Fund is to ensure transparency and reach out to the neediest students across the county.

c) Fund Administration Committee

Ref	Name	Position
1	His Excellency Governor	H.E Joseph Ole Lenku
2	The Deputy Governor	Hon.Martin Moshisho
3	The County Secretary	Hon. Francis Sakuda
4	CECM Education	Hon Jeremiah Ole Ncharo

d) Key Management Team

Ref	Name	Position
1.	Hon.Jeremiah Ole Ncharo	CEC Education
2.	Mr. Samson Parashina	CO Education
3.	Maison Nun Kipeles	Fund Administrator
4.	Simon Kipior	Fund Accountant

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Key Entity and Management (Continued)

e) Fiduciary Oversight Arrangements

SN	Position	Name
1	Directorate Internal Audit	Julius Sekoyo
2	Audit committee	1. 2.

f) Registered Offices

P.O. Box 11-01100
Kajiado County Headquarters
Kajiado, KENYA

g) Fund Contacts

Telephone: (254) 0202043075
E-mail: treasury.cgk@gmail.com
Website: www.kajiadocounty.go.ke

h) Fund Bankers

Equity Bank (Kenya) Ltd
Kajiado County Bursary Account
Account No.0860277929059.
Kajiado Branch
P.O. Box 536-01100
Kajiado, Kenya

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Key Entity and Management (Continued)

i) Independent Auditors

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

j) Principal Legal Adviser





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

k) County Attorney

The County Attorney
County Attorney Office
Governors Court
P.O. Box 11-01100
Kajiado, Kenya





**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

3. Fund Administration Committee

Name	Details of qualifications and experience
<p>Joseph Ole Lenku</p> 	<p>D.O.B. 20th October 1970 Qualification: Bachelor of commerce in marketing Masters of Business Administration in strategic Management Work experience: 20 years His Excellency the Governor</p>
<p>Martin Moshisho</p> 	<p>D.O.B. 1987 Qualification: Master of Business Administration from Mount Kenya University. Work experience: 10 years His Excellency the Deputy Governor</p>
<p>Francis Sakuda</p> 	<p>D.O.B. 1974 Qualification: Bachelor of commerce in Human Resource Work experience: 18 years Hon County Secretary</p>
<p>Hon Jeremiah Ole Ncharo</p> 	<p>D.O.B. 1970 Qualification: bachelor of arts –education Work experience: 25 years County Executive Committee Member-education</p>
<p>Maison Nun Kipeles</p> 	<p>D.O.B. 09.11.1994 Qualification: Bachelor of commerce (Finance) Work experience: 4 years Administrator- Kajiado County Education Bursary, Grants and Scholarship Fund</p>

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

4. Management Team

Name	Details of qualifications and experience
<p>Hon Jeremiah Ole Ncharo</p> 	<p>D.O.B 1970</p> <p>Qualification: bachelor of arts –education</p> <p>Work experience: 25 years</p> <p>Designation: County Executive Committee Member-education</p>
<p>Mr. Samson Parashina</p> 	<p>D.O.B 1977</p> <p>Qualification: Bachelor of science in political science and government</p> <p>Work experience: 15 years</p> <p>Designation: Chief Officer-Education</p>
<p>Maison Nun Kipeles</p> 	<p>D.O.B. 09.11.1994</p> <p>Qualification: Bachelor of commerce (Finance)</p> <p>Work experience: 4 years</p> <p>Designation: Fund Administrator- Kajiado County Education Bursary, Grants and Scholarship Fund</p>
<p>Simon Sankoyan Kipior</p> 	<p>D.O.B. 10.11.1989</p> <p>Qualification: Bachelor of commerce (Finance) CPAK Finalist</p> <p>Work experience: 5 years</p> <p>Designation: Kajiado County Education Bursary, Grants and Scholarship Fund Accountant.</p>

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

5. Fund Chairperson's Report

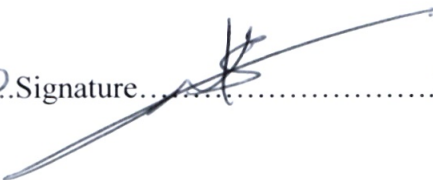
The budget allocation for bursary fund for the financial year 2022/2023 was Kshs. 175,000,000/=. In addition to this, we had an amount of Kshs. 22,190,953 being the balance brought forward from 2021/2022 fiscal year to be cleared in the subsequent year 2022/2023. During the year, we spent Ksh. 142,013,317 for bursary to needy students in various Institutions across the country as identified by the committee members at the ward levels. A total of Kshs. 3,799,800 was utilized for facilitation of the bursary process and administration expenses. In addition, Kshs. 9,000 was spent on Bank service charges.

As at 30 June 2023, the Fund had a Cashbook balance of Kshs. 50,025,000

During the financial year there was change of key management team as the fund administrator was changed from Simon Kipior to Maison Nun.

The fund is increasing success to Education, Promote and increase enrolment, retention, which gives bursary nominees from humble ground a chance to school.

Finally, the county government should increase Bursary to accommodate needier students across the county

Name Jonemide Ncharo Signature  Date 14/12/2023
Chairperson of the Fund

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

6. Report of The Fund Administrator

This year the budget allocation increased from Ksh. 150,000,000 to Ksh. 175,000,000.

The board managing the fund was very cautious to make sure that the students awarded bursary are needy and vulnerable and hence rightful to benefit.

The Kajiado County Bursary, grants and scholarship Fund board ensured that the bursaries allocated to students is delivered to respective learning institutions in time.

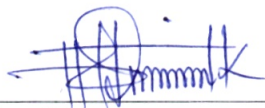
Our budget allocation was kshs. 175,000,000. We only managed 81% utilisation of the fund allocation because we received the third cycle of the fund at the end of the financial year hence the other funds will be utilised in the subsequent year.

The fund is facing delays in exchequer release which at times goes against schools opening dates hence making the needy students go to school without bursary cheques exposing them to the risk of not paying school fee on time hence affecting their retention in schools.

I am grateful for the support provided by the committee managing the fund and deliberations on the day to day running of the fund, County treasury for timely disbursement of the fund and county government as a whole for overall leadership on the operations and existence of the Kajiado County Bursary, grants and scholarship Fund. The members of the Board presented themselves to ensure that the cases raised were reviewed promptly and approved cases addressed immediately. The success of the fund was attributed to cooperation and contribution of all the stakeholders of the fund.

The fund's continuous existence is important to the beneficiaries, importantly needy students and hence ensuring availability of the fund.

Signed: _____



Maison Nun Kipeles.

Administrator: Kajiado County Education Bursary, Grants and Scholarship Fund.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

7. Statement of Performance Against the County Fund's Predetermined Objectives

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

The key development objectives of the Fund as per the strategic plan for Kajiado county education bursary grants and scholarship fund are:

- a) Increase success to Education,
- b) Promote and increase enrolment, retention, completion and transition rates in schools,
- c) Improve education standards and literacy levels

Progress on attainment of Strategic development objectives

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Indicator	Performance
Program	Objective	Outcome	Indicator	Performance
Education Bursary, Grants and Scholarship	Increase success to Education, Promote and increase enrolment, retention, completion and transition rates in schools, Improve education standards and literacy levels Reduce poverty, disparities and inequalities	Increased enrolment, retention and transition of students in various Institutions	14% increase in bursary budget allocation from Ksh. 125,000,000 in 2221/2022 to Ksh.175,000,000 in 2022/2023.	Due to delays by the National to release funds we had a decrease in bursary fund utilization as the fund for the third cycle were received at the end of the financial year 2022/2023.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

8. Corporate Governance Statement

The Kajiado County Bursary, grants and scholarship Fund is run by a board Constituted by the Chief Executive Committee Member-Education as stipulated in the Act. In consultation with the CECM Education, the committee was able to oversee the overall management of the fund in terms of Receiving, reviewing and approving applications for education grant, bursary and scholarship, Determining the amount of education grant bursary and scholarship, Monitoring and evaluating the progress and performance of the eligible students, Creating awareness among the residents of the ward about the Fund.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

9. Management Discussion and Analysis

The performance of Kajiado County Bursary, grants and scholarship Fund for the year was impressive. During the financial year 2022/2023 we had an original budget allocation of Kshs. 150,000,000 and additional 25,000,000 in the supplementary budget giving a total of Kshs. 175,000,000.

During the year we had a balance brought forward of Kshs. 22,190,953 as at 1st July 2022 which was utilised by related expenses from the previous year.

Further we spent Kshs. 142,013,317 for needy students in various institutions across the country as identified by the ward committee members. Ksh. 3,799,800 was used on administration and Kshs. 9,000 was spent on bank service charges and commissions.

By the end of the financial year we had a cashbook balance of Kshs. 50,025,000

The management wish to commend the good work done by the ward committees in selecting the beneficiaries to ensure equality and inclusivity. Indeed, all the beneficiaries were duly selected and the management believes that they deserved to benefit. The ward committees are an integral part in the disbursement of the bursaries and they ensure proper scrutiny of applicants.

The increased allocation as discussed above indicates good progress in the achievement of the fund's objectives.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

10. Environmental and Sustainability Reporting

1. Sustainability strategy and profile -

The top management especially the accounting officer should make reference to sustainable efforts, broad trends in political and macroeconomic affecting sustainability priorities, reference to international best practices and key achievements and failure.

2. Environmental performance

Outline clearly, environmental policy guiding the organisation, provide evidence of the policy. Outline successes, shortcomings, efforts to manage biodiversity, waste management policy and efforts to reduce environmental impact of the organisation's products.

3. Employee welfare

Give account of the policies guiding the hiring process and whether they take into account the gender ratio, whether they take in stakeholder engagements and how often they are improved. Explain efforts made in improving skills and managing careers, appraisal and reward systems. The organisation should also disclose their policy on safety and compliance with Occupational Safety and Health Act of 2007, (OSHA.)

4. Market place practices-

The organisation should outline its efforts to:

- a) Responsible competition practice.
Explain how the organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors
- b) Responsible Supply chain and supplier relations- explain how the organisation maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices
- d) Product stewardship- outline efforts to safeguard consumer rights and interests

5. Corporate Social Responsibility / Community Engagements

The organisation gives details of CSR activities carried out in the year and the impact to the society. Give evidence of community engagement including charitable giving (cash and material), Corporate Social Investment and other forms of community engagements.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

11. Report of The Trustees

The Trustees submit their report together with the audited financial statements for the year ended June 30, 2023 which show the state of the Fund affairs.

Principal activities

The Fund's principal activity is to allocate bursary, grants and scholarships to students in Kajiado County. The principal activity of the fund therefore goes in line with the objectives of the fund to help attain the funds strategic purpose which include;

- a) Increase success to Education,
- b) Promote and increase enrolment, retention, completion and transition rates in schools,
- c) Improve education standards and literacy levels
- d) Reduce poverty, disparities and inequalities

Results

The results of the Fund for the year ended June 30, 2023 are set out on page 1 under the progress on attainment of Strategic development objectives of the Kajiado County Education Bursary, Grants and Scholarship Fund and are outlined as follows:

- a. Increased enrolment,
- b. Student Retention
- c. Transition of students in various Institutions.

Performance

The performance of the fund for the year ended June 30,2023 are set out on page 8 & 9 on board report and Fund Administrator report respectively.

Trustees

The members of the Board of Trustees who served during the year are shown on page VII under the key entity information and management. During the financial year there was a change in key management team as the fund administrator was changed from Simon Kipior to Maison Nun.

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

.....


Fund Administration Committee

Date: 14/12/2023

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

12. Statement of Management's Responsibilities

Section 167 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a Fund entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

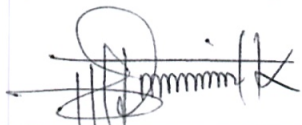
The Fund Administrator is responsible for the preparation and presentation of the financial statements, which give a true and fair view of the state of affairs of the fund for and as at the end of the financial year ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial 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 CEC member for Education accepts responsibility for the Fund's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for Education is of the opinion that the Kajiado County Education Bursary, Grants and Scholarship Fund financial statements give a true and fair view of the state of the fund transactions during the financial year ended June 30, 2023, and of its financial position as at that date. The CEC member for Education further confirms the completeness of the accounting records maintained for the Fund which have been relied upon in the preparation of the its financial statements as well as the adequacy of the systems of internal financial control.

The CEC member for Education confirms that the Fund has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the Fund's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for Education confirms that the Fund's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The Fund's financial statements were approved by the Board on 14/12/ 2023 and signed on its behalf by:



Fund Administrator

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KAJIADO COUNTY EDUCATION BURSARY GRANTS AND SCHOLARSHIP FUND FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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 Kajiado County Education Bursary Grants and Scholarship Fund set out on pages 1 to 40, which comprise of the statement of financial position as at 30 June, 2023 and the statement of financial

Report of the Auditor-General on Kajiado County Education Bursary Grants and Scholarship Fund for the year ended 30 June, 2023

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

In my opinion, except for the effects of the 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 Kajiado County Education Bursary Grants and Scholarship Fund as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012 and County Governments Act, 2012.

Basis for Qualified Opinion

1. Unsupported Bursary Disbursements

The statement of financial performance reflects Kshs.142,013,317 in respect of bursary disbursements as disclosed in Note 6 to the financial statements. However, analysis of beneficiaries list per ward provided for audit revealed that Kshs.72,750,000 was disbursed to various wards in the County against the reported amount resulting to an unexplained and unreconciled variance of Kshs.69,263,317. Further, there were no particulars for the applicants such as the number of students who applied, the list of successful and unsuccessful students.

In the circumstances, the accuracy and propriety of the bursary disbursements amounting to Kshs.142,013,317 could not be confirmed.

2. Inaccuracies in the Financial Statements

2.1 Cash and Cash Equivalents

The statement of financial position reflects cash and cash equivalents balance of Kshs.50,025,000 as disclosed in Note 12 to the financial statements. However, the cash book presented in support reflects balance of Kshs.50,020,633 resulting to an unexplained and unreconciled variance of Kshs.4,367. Further, the cash and cash equivalents balance was not supported with bank reconciliation statements.

2.2 Surplus (Deficit) for the Period

The statement of financial performance for the reflects a surplus for the period of Kshs.29,177,887 while the statement of changes in net assets reflects a surplus of Kshs.29,173,887 resulting n unexplained and unreconciled variance of Kshs.4,000.

In the circumstances, the accuracy of the balances in the financial statements could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Kajiado County Education Bursary Grants and Scholarship Fund Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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. There were no key audit matters to report in the year under review.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final expenditure budget and actual on comparable basis of Kshs.175,000,000 and Kshs.145,821,717 respectively resulting to an under-expenditure of Kshs.29,178,283 or 16% of the budget. The underperformance affected the planned activities of the Fund and may have affected negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Other Matter

Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on the Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board reporting template.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

1. Presentation of and Disclosure in the Financial Statements

Review of the financial statements prepared and submitted for audit revealed the following anomalies:

- i. In the statement of financial position, the comparative balances differed from the audited financial statements for the year ended 30 June, 2022. Net assets in the prior year were stated as Kshs.22,190,684 instead of Kshs.68,496,463. Balance brought forward was stated as Kshs.34,205,738 instead of Kshs.46,305,780 while prior year adjustment was Nil but amended to Kshs.(34,205,738).
- ii. In the statement of cash flows, the comparative balances in respect of bursary disbursements for 2021/2022 was Kshs 98,784,460 while Note 6 reflected an amount of kshs.63,345,037. The variance of Kshs.35,439,037 was not explained.
- iii. In the statement of financial performance, the comparative balance in respect of use of goods and services for 2021/2022 was kshs.4,024,856 while the statement of cashflow reflects kshs.166,586 for the use of goods and services and Note 7 on use of goods and services for the same period reflects Kshs.5,523,860. The differences in the amounts for use of goods and services were not explained.
- iv. In the statement of changes in net assets, the balance as at 1 July, 2021 was stated as Kshs.34,205,738 instead of Kshs.46,305,799.93. Funds received during the year were stated as Kshs.(34,205,738) instead of a Nil balance. Again, the balance as at 30 June, 2022, was stated as Kshs.22,190,684 instead of Kshs.68,496,463.13.
- v. In the statement of cash flows for the year, cash flows from operating activities for the year amounted to Kshs.51,364,571 instead of Kshs.50,025,000 as disclosed in Note 12 resulting in an unexplained variance of Kshs.1,339,571.
- vi. The statement of financial performance stated surplus for the period as Kshs.29,177,887. In the statement of comparison of budget and actual amounts, it was stated as Kshs.29,173,887 resulting in an unexplained variance of Kshs.4,000.
- vii. Note 11 on Report of Trustees, performance of the fund is at page 1 and not pages 8 and 9 as stated. Report of the Fund Administration Committee was referred to as Board Report.
- viii. The heading "Significant Accounting Policies" was not numbered and does not start on a new page as per the reporting framework provided for the 2022/2023 financial year.

In the circumstances, the financial statements do not conform to the recommended financial reporting template.

2. Unconfirmed Appointment and Composition of Ward Bursary Committee

Review of information provided by Management revealed that Kajiado Bursary Grants and Scholarship Fund established a ward bursary committee. However, relevant documents such as applications of those appointed, report of the selection panel, evidence of fulfillment of the requirements of Section 8 of Fund Regulations, documents on composition of the committee, letters of appointment, qualifications and gazettement of the committee members were not provided for review.

In the circumstances, the regularity of the appointment of the ward bursary committee could not be confirmed.

3. Management of Bursaries Disbursement

The statement of financial performance reflects Kshs.142,013,317 in respect of bursaries disbursed during the year as disclosed in Note 6 to the financial statements. Review of documents provided for audit revealed that the Regulations required setting aside 1% of the funds for distribution to special needy cases in the County. However, the allocation and award of beneficiaries to special needy cases was not supported with the requisite documentation. Further, it was noted that only 17 out of 25 wards were allocated funds thereby excluding eight (8). No explanation was provided by the Fund's Management for failure to fund eight remaining wards.

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

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAI) 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Lack of Public Participation

The statement of financial performance reflects Kshs.142,013,317 in respect of bursary disbursements to students in Kajiado County during the year as disclosed in Note 6 to the financial statements. However, Management did not demonstrate having undertaken public participation as the notices indicating dates of the meetings, venues and minutes of the deliberations were not made available for audit verification.

In the circumstances, it was not possible to establish whether public participation was conducted before issuance of bursaries to needy students.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 2330. The Standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively, in all

material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and those Charged with Governance

The 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 the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, the 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 terminate the Fund or cease operations.

The 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, the Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control 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 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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


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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Fund's and the ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

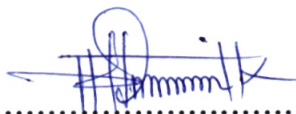
Nairobi

05 March, 2024

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

14. Statement of Financial Performance for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Public Contributions and Donations	1		
Transfers From the County Government	2	175,000,000	125,000,000
Fines, Penalties and Other Levies	3		
Revenue From Exchange Transactions			
Interest Income	4		
Other Income	5		
Total Revenue		175,000,000	125,000,000
Expenses			
Bursary disbursement	6	142,013,317	98,784,460
Use of goods and services	7	3,808,800	4,024,856
Depreciation and Amortization Expense	8	-	-
Finance Costs	9	-	-
Total Expenses		145,822,117	102,809,316
Other Gains/Losses			
Gain/Loss on Disposal of Assets	10		
Surplus/(Deficit) For The Period		29,177,887	22,190,684



.....
Name: **MAIKON NON**
Administrator of the Fund



.....
Name: **SIMON KIPIOR**
Fund Accountant

ICPAK Member Number: **2700**


**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

15. Statement of Financial Position as at 30 June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	12	50,025,000	22,190,684
Current Portion of Long- Term Receivables From Exchange Transactions	13	-	-
Prepayments	14	-	-
Inventories	15		
		-	-
Non-Current Assets			
Property, Plant and Equipment	17	-	-
Intangible Assets	18	-	-
Long Term Receivables from Exchange Transactions	13	-	-
Total Assets		50,025,000	22,190,684
Liabilities			
Current Liabilities			
Trade and Other Payables from Exchange Transactions	20		
Provisions	21		
Current Portion of Borrowings	22		
Employee Benefit Obligations	23		
Social benefits liabilities	24		
Non-Current Liabilities			
Non-Current Employee Benefit Obligation	23		
Long Term Portion of Borrowings	22		
Total Liabilities			
Net Assets		50,025,000	22,190,684
Balance b/f		22,190,684	34,205,738
Prior year adjustments		(1,343,571)	(34,205,738)
Accumulated Surplus/Deficit		29,177,887	22,190,684
Total Net Assets and Liabilities		50,025,000	22,190,684

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 14/02/2023 and signed by:



.....
Name: MAKON NUN
Administrator of the Fund



.....
Name: Simon Kipior
Fund Accountant
ICPAK Member Number: 2700

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

16. Statement of Changes in Net Assets for the year ended 30th June 2023

	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
Balance As At 1st July 2021		-	34,205,738	34,205,738
Surplus/(Deficit) For the Period		-	22,190,684	22,190,684
Funds Received During the Year		-	(34,205,738)	(34,205,738)
Prior year adjustments				
Revaluation Gain		-	-	-
Balance As At 30th June 2022		-	22,190,684	22,190,684
Balance As At 1st July 2022		-	22,190,684	22,190,684
Surplus/(Deficit) For the Period		-	29,173,887	29,173,887
Funds Received During the Year		-		
Prior year adjustments			(1,343,571)	(1,343,571)
Revaluation Gain		-	-	-
Balance As At 30th June 2023		-	50,025,000	50,025,000

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

17. Statement of Cash Flows for The Year Ended 30 June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Public contributions and donations			
Transfers from the county government	2	175,000,000	125,000,000
Interest received			
Receipts from other operating activities			
Total receipts		175,000,000	125,000,000
Payments			
Bursary disbursement	6	142,013,317	98,784,460
Use of goods and services	7	3,808,800	166,586
Fund administration cost			3,858,000
Other payments			
Net cash flows from operating activities		145,822,117	102,809,046
Cash flows from investing activities			
Purchase of property, plant, equipment and Intangible assets			
Proceeds from sale of property, plant & equipment			
Proceeds from loan principal repayments			
Loan disbursements paid out			
Net cash flows used in investing activities			
Cash flows from financing activities			
Proceeds from revolving fund receipts			
Additional borrowings			
Net cash flows used in financing activities			
Net increase/(decrease) in cash & cash Equivalents			
Cash and cash equivalents at 1 July 2022	12	22,190,684	46,305,779
Cash and cash equivalents at 30th June 2023	12	29,173,887	22,190,684
Cash flows from operating activities		51,364,571	68,496,463

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

18. Statement of Comparison of Budget and Actual Amounts for The Period

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	A	b	C=(a+b)	d	e=(c-d)	f=d/c*100
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	
Public Contributions and Donations	-	-	-	-	-	-
Transfers From County Govt.	150,000,000	25,000,000	175,000,000	175,000,000	-	100%
Interest Income	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
Total Income	150,000,000	25,000,000	175,000,000	175,000,000	-	100%
Expenses						
Fund Administration Expenses	4,500,000	750,000	5,250,000	3,799,800	1,450,600	72%
General Expenses	145,300,000	24,200,000	169,500,000	142,013,317	27,486,683	84%
Bank charges	200,000	50,000	250,000	9,000	241,000	4%
Total Expenditure	150,000,000	25,000,000	175,000,000	145,821,717	29,173,887	83%
Surplus For the Period				29,173,887		

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

19. Notes to the Financial Statements

1. General Information

Kajiado county bursary grant, and scholarship fund entity is established by and derives its authority and accountability from 2015 Act. The entity is wholly owned by the xxx County Government and is domiciled in Kenya. The entity’s principal activity is xxx.

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.

3. Adoption of new and revised standards

Standard	Effective date and impact
<p>IPSAS 41: Financial Instruments</p>	<p>Applicable: 1st January 2023</p> <p>The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an Entity’s future cash flows. IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> • Applying a single classification and measurement model for financial assets that considers the characteristics of the asset’s cash flows and the objective for which the asset is held; • Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Standard	Effective date and impact
	<ul style="list-style-type: none"> • Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an Entity’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2023</p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <ul style="list-style-type: none"> (a) The nature of such social benefits provided by the Entity; (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on the Entity’s financial performance, financial position and cash flows.
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2023</p> <ul style="list-style-type: none"> a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued. b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued. c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued. <p>Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p>
<p>Other improvements to IPSAS</p>	<p>Applicable 1st January 2023</p>

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Standard	Effective date and impact
	<ul style="list-style-type: none"> • <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> Amendments to refer to the latest System of National Accounts (SNA 2008). • <i>IPSAS 39: Employee Benefits</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS. • IPSAS 29: Financial instruments: Recognition and Measurement Standard no longer included in the 2021 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st 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 cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the</p>

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Standard	Effective date and impact:
	results of discontinued operations to be presented separately in the statement of financial performance.

(i) Early adoption of standards

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

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 2022/2023 was approved by the County Assembly. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Fund recorded additional appropriations of 25,000,000 on the FY 2022/2023 budget following the governing body’s approval.

The Kajiado County Bursary Grants and Scholarship fund budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in

Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023

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.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

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.

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

c) 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.

d) 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.

e) 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.

Kajiado County Education Bursary, Grants and Scholarship Fund

Annual Report and Financial Statements for the year ended June 30, 2023

Summary of Significant Accounting Policies (Continued)

f) 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. 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.

Kajiado County Education Bursary, Grants and Scholarship Fund

Annual Report and Financial Statements for the year ended June 30, 2023

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 *Note xx*.

Kajiado County Education Bursary, Grants and Scholarship Fund

Annual Report and Financial Statements for the year ended June 30, 2023

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.

g) 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.

h) 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.

i) 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.

Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023

Summary of Significant Accounting Policies (Continued)

j) 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.

k) Nature and purpose of reserves

The Entity creates and maintains reserves in terms of specific requirements. *Entity to state the reserves maintained and appropriate policies adopted.*

l) 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.

m) 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.

Kajiado County Education Bursary, Grants and Scholarship Fund Annual Report and Financial Statements for the year ended June 30, 2023

Summary of Significant Accounting Policies (Continued)

n) 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.

o) 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.

p) 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.

q) 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.

r) Comparative figures

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

Kajiado County Education Bursary, Grants and Scholarship Fund

Annual Report and Financial Statements for the year ended June 30, 2023

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.

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

6. Notes to the Financial Statements

1. Public contributions and donations

Description	2022-2023	2021-2022
	Kshs	Kshs
Donation From Development Partners	0.00	0.00
Contributions From The Public	0.00	0.00
Total	0.00	0.00

2. Transfers from County Government

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers From County Govt. –Operations	175,000,000.00	125,000,000.00
Payments By County On Behalf Of The Entity	-	-
Unconditional Development grants	-	-
Total	175,000,000.00	125,000,000.00

3. Fines, penalties and other levies

Description	2022-2023	2021-2022
	Kshs	Kshs
Late Payment Penalties	-	-
Fines	-	-
Total	-	-

4. Interest income

Description	2022-2023	2021-2022
	Kshs	Kshs
Interest Income from Mortgage Loans	-	-
Interest Income From Car Loans	-	-
Interest Income From Investments in financial assets	-	-
Interest Income On Bank Deposits	-	-
Total Interest Income	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements Continued

5. Other income

Description	2022-2023	2021-2022
	Kshs	Kshs
Insurance Recoveries	-	-
Income from Sale of Tender Documents	-	-
Bad debts recovered	-	-
Miscellaneous Income	-	-
Total Other Income	-	-

6. Bursary disbursement

Description	2022-2023	2021-2022
	Kshs	Kshs
Bursary disbursement	142,013,317	63,345,037.02
Staff Gratuity	-	-
Staff Training Expenses	-	-
Social Security Contribution	-	-
Other (<i>Specify</i>)	-	-
Total	142,013,317	63,345,037.02

7. Use of Goods and Services

Description	2022-2023	2021-2022
	Kshs.	Kshs.
General Office Expenses	-	-
Loan Processing Costs	-	-
Professional Services Costs	-	-
Administration cost	3,799,800	3,858,000
Committee Allowances		
Bank Charges	9,000	166,5860
Electricity And Water Expenses	-	-
Fuel And Oil Costs	-	-
Insurance Costs	-	-
Postage And Courier	-	-
Printing And Stationery	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Printing And Stationery	-	-
Rental Costs	-	-
Security Costs	-	-
Telephone And Communication Expenses	-	-
Audit Fees	-	-
Provision For Doubtful Debts	-	-
Other (<i>Specify</i>)	-	-
Social benefit expenses*	-	-
Total	3,808,800	5,523,860

8. Depreciation and Amortization Expense

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Property Plant and Equipment	-	-
Intangible Assets	-	-
Total	-	-

9. Finance costs

Description	2022-2023	2021-2022
	Kshs	Kshs
Interest On Bank Overdrafts	-	-
Interest On Loans From Banks	-	-
Total	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements (Continued)

10. Gain/(loss) on disposal of assets

Description	2022-2023	2021-2022
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Total	-	-

11. Gain/ (loss) on Fair Value Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Investments at Fair Value- Equity investments	-	-
Fair value – Investment property	-	-
Fair value- other financial assets (specify)	-	-
Total Gain	-	-

12. Cash and cash equivalents

Description	2022-2023	2021-2022
	Kshs	Kshs
Bursary Fund Account	50,025,000	22,190,684
Fixed Deposits Account	-	-
On – Call Deposits	-	-
Current Account	-	-
Others (<i>Specify</i>)	-	-
Total Cash And Cash Equivalents	50,025,000	22,190,684

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements (Continued)

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

Financial Institution	Account number	2022-2023	2021-2022
		Kshs	Kshs
a) Bursary Fund Account			
Equity Bank	0860277929059	50,050,242	22,190,684
Kenya Commercial Bank		-	-
Equity Bank, Etc.		-	-
Sub- Total		-	-
b) On - Call Deposits			
Kenya Commercial Bank		-	-
Equity Bank - Etc.		-	-
Sub- Total		-	-
c) Current Account			
Bank B		-	-
Sub- Total		-	-
d) Others(Specify)			
Cash In Transit		-	-
Cash In Hand		-	-
Sub- Total		-	-
Grand Total		50,050,242	22,190,684

13. Receivables from exchange transactions

Description	2022-2023	2021-2022
	Kshs	Kshs
Current Receivables		
Interest Receivable	-	-
Current Loan Repayments Due	-	-
Other Exchange Debtors	-	-
Less: Impairment Allowance	(-)	(-)
Total Current Receivables		
Non-Current Receivables		
Long Term Loan Repayments Due	-	-
Total Non- Current Receivables	-	-
Total Receivables From Exchange Transactions	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements (Continued)

Additional disclosure on interest receivable

Description	2022-2023	2021-2022
	Kshs	Kshs
Interest Receivable		
Interest receivable from current portion of long-term loans of previous years	-	-
Accrued interest receivable from of long-term loans of previous years	-	-
Interest receivable from current portion of long-term loans issued in the current year	-	-
Current loan repayments due	-	-
Current portion of long-term loans from previous years	-	-
Accrued principal from long-terms loans from previous periods	-	-
Current portion of long-term loans issued in the current year	-	-

14. Prepayments

Description	2022-2023	2021-2022
	Kshs	Kshs
Prepaid Rent	-	-
Prepaid Insurance	-	-
Prepaid Electricity Costs	-	-
Other Prepayments (<i>Specify</i>)	-	-
Total	-	-

15. Inventories

Description	2022-2023	2021-2022
	Kshs	Kshs
Consumable Stores	-	-
Spare Parts And Meters	-	-
Catering	-	-
Other Inventories (<i>Specify</i>)	-	-
Total Inventories at The Lower of Cost and Net Realizable Value	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements (Continued)

16. Investments in financial assets

Description	2022-2023	2021-2022
	Kshs	Kshs
a. Investment in Treasury bills and bonds		
Financial institution		
CBK	-	-
CBK	-	-
Sub- total	-	-
b. Investment with Financial Institutions/ Banks		
Bank x	-	-
Bank y	-	-
Sub- total	-	-
c. Equity investments (specify)		
Equity/ shares in Entity xxx	-	-
Sub- total	-	-
Grand total	-	-

Movement of Equity Investments

Impairment allowance/ provision	2022-2023	2021-2022
	Kshs	Kshs
At the beginning of the year	-	-
Purchase of investments in the year	-	-
Sale of investments during the year	-	-
Gain/(loss) in fair value of investments through surplus or deficit	-	-
At the end of the year	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements (Continued)

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		Current year	Prior year
	%	%	%	Kshs	Kshs	Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-
Entity C	-	-	-	-	-	-
	-	-	-	-	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

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
At 1st July 2021	-	-	-	-	-
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-
At 30th June 2022	-	-	-	-	-
At 1st July 2022	-	-	-	-	-
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-
At 30th June 2023	-	-	-	-	-
Depreciation And Impairment	-	-	-	-	-
At 1 st July 2021	-	-	-	-	-
Depreciation	-	-	-	-	-
Impairment	-	-	-	-	-
At 30th June 2022	-	-	-	-	-
At 1st July 2022	-	-	-	-	-
Depreciation	-	-	-	-	-
Disposals	-	-	-	-	-
Impairment	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-
At 30th June 2023	-	-	-	-	-
Net Book Values	-	-	-	-	-
At 30th June 2022	-	-	-	-	-
At 30th June 2023	-	-	-	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to The Financial Statements (Continued)

18. Intangible assets

Description	2022-2023	2021-2022
	Kshs	Kshs
Cost		
At Beginning of The Year	-	-
Additions	-	-
At End of The Year	-	-
Amortization And Impairment		
At Beginning of The Year	-	-
Amortization	-	-
At End of The Year	-	-
Impairment Loss	-	-
At End of The Year	-	-
NBV	-	-

19. Investment Property

Description	2022-2023	2021-2022
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	-	-
Depreciation	-	-
Impairment	-	-
Gain/(loss) in fair value (if fair value is elected)	-	-
At end of the year	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to The Financial Statements (Continued)

20. Trade and other payables from exchange transactions

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Trade Payables	-		-	
Refundable Deposits	-		-	
Accrued Expenses	-		-	
Other Payables	-		-	
Total Trade and Other Payables	-		-	
Ageing analysis (Trade and other payables)	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)	-		-	

21. Provisions

Description	Leave provision	Bonus provision	Other provision	Total
	Kshs	Kshs	Kshs	Kshs
Balance At the Beginning Of The Year	-	-	-	-
Additional Provisions	-	-	-	-
Provision Utilised	-	-	-	-
Change Due to Discount and Time Value For Money	-	-	-	-
Transfers From Non -Current Provisions	-	-	-	-
Balance At The End of The Year	-	-	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to The Financial Statements (Continued)

22. Borrowings

Description	2022-2023	2021-2022
	Kshs	Kshs
Balance At Beginning of The Period	-	-
External Borrowings During the Year	-	-
Domestic Borrowings During the Year	-	-
Repayments Of External Borrowings During the Period	-	-
Repayments Of Domestic Borrowings During the Period	-	-
Balance At End of The Period	-	-

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

Description	2022-2023	2021-2022
	Kshs	Kshs
External Borrowings		
Dollar Denominated Loan From 'X Organization'	-	-
Sterling Pound Denominated Loan From 'Y Organization'	-	-
Euro Denominated Loan from Z Organization'	-	-
Domestic Borrowings	-	-
Kenya Shilling Loan From KCB	-	-
Kenya Shilling Loan from Barclays Bank	-	-
Kenya Shilling Loan from Consolidated Bank	-	-
Borrowings From Other Government Institutions	-	-
Total Balance at End of The Year	-	-

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

Description	2022-2023	2021-2022
	Kshs	Kshs
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
Total	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes To The Financial Statements (Continued)

23. Employee benefit obligations

Description	Defined benefit plan	Post employment medical benefits	Other Provisions	Insert Current FY	Insert Comparative FY
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
Total	-	-	-	-	-

24. Social Benefit Liabilities

Description	2022-2023	2021-2022
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
Total	-	-
	-	-
Current social benefits	-	-
Non-current social benefits	-	-
Total (tie to totals above)	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to The Financial Statements (Continued)

25. Cash generated from operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	-	-
Adjusted For:	-	-
Depreciation	-	-
Amortisation	-	-
Gains/ Losses On Disposal Of Assets	-	-
Interest Income	-	-
Finance Cost	-	-
Working Capital Adjustments	-	-
Increase In Inventory	-	-
Increase In Receivables	-	-
Increase In Payables	-	-
Net Cash Flow From Operating Activities	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to The Financial Statements (Continued)

25. Cash generated from operations

Description	2022-2023	2021-2022
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	-	-
Adjusted For:	-	-
Depreciation	-	-
Amortisation	-	-
Gains/ Losses On Disposal Of Assets	-	-
Interest Income	-	-
Finance Cost	-	-
Working Capital Adjustments	-	-
Increase In Inventory	-	-
Increase In Receivables	-	-
Increase In Payables	-	-
Net Cash Flow From Operating Activities	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

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	2022-2023	2021-2022
	Kshs	Kshs
Transfers From Related Parties'	-	-
Transfers To Related Parties	-	-

c) Key management remuneration

Description	2022-2023	2021-2022
	Kshs	Kshs
Board Of Trustees	-	-
Key Management Compensation	-	-
Total	-	-

d) Due from related parties

Description	2022-2023	2021-2022
	Kshs	Kshs
Due From Parent Ministry	-	-
Due From County Government	-	-
Total	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Notes to the Financial Statements (Continued)

e) Due to related parties

Description	2022-2023	2021-2022
	Kshs	Kshs
Due To Parent Ministry	-	-
Due To County Government	-	-
Due To Key Management Personnel	-	-
Total	-	-

27. Contingent assets and contingent liabilities

Contingent Liabilities	2022-2023	2021-2022
	Kshs	Kshs
Court Case Against the Fund	-	-
Bank Guarantees	-	-
Total	-	-

Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023

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
At 30 June 2023				
Receivables From Exchange Transactions	-	-	-	-
Receivables From Non-Exchange Transactions	-	-	-	-
Bank Balances	-	-	-	-
Total	-	-	-	-
At 30 June 2022	-	-	-	-
Receivables From Exchange Transactions	-	-	-	-
Receivables From Non-Exchange Transactions	-	-	-	-
Bank Balances	-	-	-	-
Total	-	-	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

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 no significant concentration of credit risk on amounts due from 2022

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

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 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 2023				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	-	-	-
At 30 June 2022	-	-	-	-
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	-	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

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

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

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
At 30 June (Current FY)			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors/ Receivables	-	-	-
Liabilities	-	-	-
Trade And Other Payables	-	-	-
Borrowings	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

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	2022-2023	2021-2022
	Kshs	Kshs
Revaluation reserve	-	-
Revolving fund	-	-
Accumulated surplus	-	-
Total funds	-	-
	-	-
Total borrowings	-	-
Less: cash and bank balances	-	-
Net debt/(excess cash and cash equivalents)	-	-
Gearing	-	-

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 0.00 Act (*state the legislation establishing the Fund*) under the Ministry of xxx. Its ultimate parent is the County Government of Kajiado

31. Currency

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

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

20. Annexes

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/LER/KJD/CEBF/2022/2023/(6)	Anomalies in the review of the financial statements for the year ended 30 th 2022	Annual reports and financial statements to be revised so that they comply to the standard prescribed	Resolved	5 days.
	No ledgers and reconciliation was provided for audit	The management should provide ledgers and reconcile the bursary disbursement records.	Resolved	5 days

Fund Manager/Accounting Officer (enter title of head of Fund)

Date.....

14/12/2023

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Annex II: Inter-Fund Confirmation Letter



The Kajiado County Bursary Grants and Scholarship fund wishes to confirm the amounts disbursed to you as at 30th June 2023 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by Kajiado County Bursary Fund as at 30 th June 2023							
Reference Number	Date Disbursed	Amounts Disbursed by [SC/SAGA/Fund] (Kshs) as at 30 th June 20xx				Amount Received by [beneficiary Fund] (KShs) as at 30 th June 2023 (E)	Differences (KShs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
					175,000,000	145,821,717	29,177,283
Total							

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

Head of Accountants department of beneficiary Fund:

Name Simon Kipior Sign [Signature] Date 14/12/2023

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Annex III: Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		

**Kajiado County Education Bursary, Grants and Scholarship Fund
Annual Report and Financial Statements for the year ended June 30, 2023**

Annex IV: Reporting on Disaster Management Expenditure

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