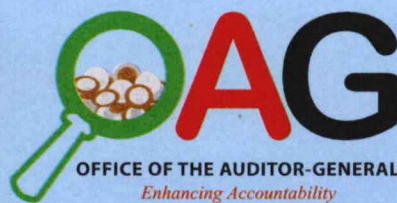


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability



PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE AUDITOR-GENERAL

ON

**BARINGO COUNTY OLDER PERSONS AND
PERSONS WITH SEVERE
DISABILITY FUND**

**FOR THE YEAR ENDED
30 JUNE, 2025**

PAPERS LAID	
DATE	02/12/2025
TABLED BY	S.M.L.
COMMITTEE	-
REMARKS	Cleryg.



BARINGO COUNTY OLDER PERSONS AND PERSONS WITH SEVERE

DISABILITY FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2025

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

Baringo County Older Persons and Persons With Severe Disability Fund Annual Report and Financial Statements for the year ended June 30, 2025

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**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

1. Acronyms and Definition of Key Terms

A. Acronyms

BBA	Bachelor of Business Administration
BOM	Board of Management
CPA(K)	Certified Public Accountants of Kenya
CECM	County Executive Committee Member
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
IT	Information Technology
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
Kshs	Kenya Shillings

B. Definition of Key Terms

Fiduciary Management- Members of Management directly entrusted with the responsibility of financial resources of the organization.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

2. Key Entity Information and Management

a) Background information

The Baringo County Older Persons and Persons with Severe Disability Fund is established by and derives its authority and accountability from section 116 (1) of the Public Finance Management Act, 2012 (No. 18 of 2012) and Regulations, 2022 (28th September, 2022). The Fund is wholly owned by the County Government of Baringo and is domiciled in Kenya.

The fund's objective is to contribute to poverty reduction in households of older people and persons with severe disabilities through provision of a cash transfer

The Fund's principal activity is

- a) Provide older persons and person with severe disability with a health cover
- b) Ensure that older persons and persons with severe disabilities have access to adequate food and nutrition; and
- c) Empower caregivers and improve the livelihood opportunities of the household members

b) Principal Activities

The principal activity/mission/ mandate of the Fund is to The principal activity of the Fund is to be the leading contributor to poverty reduction in households of older persons and persons with severe disabilities through provision of cash transfer for adequate food and proper nutrition and quality health care through insurance health cover.

c) Board of Fund Administration Committee

Ref	Name	Position
1	Hon. Maurine Limashep	CEC M / Chairperson – Gender and Social Services
2	Victor K Kipchumba	Chief Officer - Fund Administrator / Secretary
3	Gikono K. Kiptoo	Chief Officer – Finance or Designate
4	Daniel R. Chepchieng	Ag. Director - Social Services Officer
5	Isaiah K Belion	Chairperson – Persons With Disability in the County
6	Elisha Rotich	Chairperson – Dully registered or recognized organization of the older persons
7	Susan Kandie	A woman representing older women or those with disability nominated by CECM Gender and Social Services

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

Key Entity and Management (Continued)

d) Key Management team

Ref	Name	Position
1	Victor K Kipchumba	Fund Administrator/Secretary
2	Thomas Chesaro	Fund Accountant
3	Gikono K. Kiptoo	Chief Officer – Treasury Finance
4	Daniel R. Chepchieng	Ag. Director - Social Services

e) Fiduciary Oversight Arrangements

SN	Position	Name
1	Directorate Internal Audit	Catherine Kibet

f) Registered Offices

P.O. Box 53-30400,
Youth Empowerment Centre Kabarnet,
Near Kabarnet Fire Station,
Kabarnet, KENYA

g) Fund Contacts

Telephone: (254)
E-mail: .go.ke
Website: www.baringo.go.ke

h) Fund Bankers

BORESHA SACCO LTD
P.O. Box 80- 20103
ELDAMA RAVINE, Kenya
KABARNET BRANCH
Older Persons and Persons with disability Main A/C.NO 504512804-1-01

i) Independent Auditors

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

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

Key Entity and Management (Continued)

j) Principal Legal Adviser






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

k) County Attorney

Office of the Governor building
P.O. Box 53 - 30400
Kabarnet, Kenya

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

3. Board of Fund Administration Committee

Name	Details of qualifications and experience
<p>1. Hon. Maurine K. Limashep</p> 	<p>Date of birth: 13.09.1987 Qualification - Bachelor of Arts Profession - Human Resource Management Work experience - 12yrs, County Executive Committee member /Fund Chairperson</p>
<p>2. Victor K Kipchumba</p> 	<p>Date of birth: 10.08.1991 Qualification - Bachelor of information technology (software engineering option), Profession - IT officer Work experience - 12yrs, Chief Officer Culture /Fund manager</p>
<p>3. Gikono Kiptoo</p> 	<p>Date of birth: 19/08/1980 Key Professional Qualification- Masters Business Administration, BBA, CPA(K), Certified Credit Profession, Certified Investment Analyst, Higher National Diploma in Human Resource, Diploma in Supplies and Purchasing. Work experience -18yrs, Chief Officer Finance and Revenue Administration</p>
<p>4. Daniel R. Chepchieng</p> 	<p>Date of birth: 01.01.1985 Qualification- Bachelor of Social Science in Community Development. Work experience - 15yrs, Officer in-charge of Social Services</p>
<p>5. Susan Kandie.</p> 	<p>Date of birth -11/4/1976 Qualification – Masters, Profession - teacher Work experience - 25yrs,Represents women</p>
<p>6. Elisha Rotich</p> 	<p>Date of birth: 31/12/1955 Qualification - Masters in Education, teacher Work experience - 38yrs, Represents: Council of Elders</p>

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

7. Isaiah Belion







Date of birth -15/11/1983

Qualification – Degree, **Profession** - Civil servant

Work experience - 16yrs, Represents PWDs Indicate whether the trustee is independent or an executive director and which committee of the Board the trustee chairs where applicable.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

8. Management Team

Name	Details of qualifications and experience
<p>1. Victor K Kipchumba</p> 	<p>Date of birth: 10.08.1991 Qualification - Bachelor of information technology (software engineering option) Profession - IT officer Work experience - 12yrs Chief Officer Social Services-Fund Administrator/Secretary</p>
<p>2. Kiptoo K. Gikono</p> 	<p>Date of birth: 19/08/1980 Qualification - Masters Business Administration, BBA, CPA (K), Certified Credit Profession, Certified Investment Analyst, Higher National Diploma in Human Resource, Diploma in Supplies and Purchasing. Profession - Finance and Administration Work experience - 18yrs Chief Officer Finance</p>
<p>3. Thomas Chesaro</p> 	<p>Date of birth; 01/01/1979 Key academic and professional qualifications; BCOM – Finance Option (UON), CPA(K), Senior Management Course Work experience; 25 Years Fund Accountant – Gender and Social Services</p>
<p>4. Daniel R. Chepchieng</p> 	<p>Date of birth: 01.01.1985 Qualification- Bachelor of Social Science in Community Development. Work experience - 15yrs Officer in-charge of Social Services</p>

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

4. Fund Chairperson's Report

During the year under review, the fund did not witness changes in the composition of its board and management team. Despite financial constraints, the fund was able to utilize the available resources at its disposal to meet its objectives. Total revenue was kshs 19,023,995 (previous year kshs. 19,015,028) while total expenses were Kshs 12,042,010 (previous year expenses Kshs. 11,991,033). For a fruitful social impact, the fund should be allocated more funds in the future estimates to enhance social development as follows; -

Description and reference of the transfer	Date of transfer	2024-2025	2023-2024
Revenue from Non-Exchange Transaction		Kshs	Kshs
Balance Brought Forward	1/7/2024	7,023,995	6,548,184
3rd quarter transfer	28/2/2025	12,000,000	12,452,631
4th quarter transfer		-	-
Interest Income/Earned		-	14,213
Total Revenue		19,023,995	19,015,028

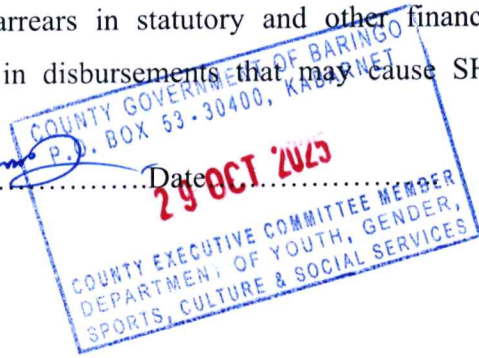
FUND USES / EXPENDITURE / DISBURSEMENT	2024-2025	2023-2024
	Kshs	Kshs
Disbursement to the Elderly & PWDs	8,880,000	8,880,000
Domestic travel and subsistence Allowances (Adm. Costs)	1,973,240	1,368,750
SHA Remittances	1,186,500	692,000
Other expenses (Transfer to Youth & Women Fund)	-	29,000
Other operating expenses (Bank Charges/Tax Deducted)	2,270	1,021,283
Total Revenue	12,042,010	11,991,033

The Fund core mandate is to ensure that a portion of the County Budget is devoted to the older persons and Persons with disability for purpose of contributing to poverty reduction in households of older persons and persons with severe disabilities through provision of a cash transfer in the County, The Fund is prepared in accordance with Public Finance Management Act, 2012 and Baringo County Older Persons and Persons with Disability Fund Regulation 2022. There are no Management risks facing the Fund, also, material arrears in statutory and other financial obligations are not applicable unless there is delay in disbursements that may cause SHA remittances penalties.

Name: Maurice Lwisup Signature: [Signature]

Date: 29 OCT 2025

Chairperson of the Fund



**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

5. Report of The Fund Administrator

The performance of the Baringo County Older Persons and Persons with Severe Disability Fund was disbursed as stipulated in the law. Total revenue received was Kshs 19,023,995 out of which there was Kshs. 7,023,995 as bank balance brought forward and Kshs. 8,880,000 were Funds disbursed to Older Persons and Persons With Disability. Administration expenses Kshs. 1,973,240, N.H.I.F remittances were Kshs. 1,186,500 and bank charges was Kshs. 2,270. This resulted in a balance of Kshs. 6,981,985 (Balance as per cash books for Main Account) as under; -

Description and reference of the transfer	Date of transfer	2024-2025	2023-2024
Revenue from Non-Exchange Transaction		Kshs	Kshs
Balance Brought Forward	1/7/2024	7,023,995	6,548,184
3rd quarter transfer	28/2/2025	12,000,000	12,452,631
4th quarter transfer		-	-
Interest Income/Earned		-	14,213
Total Revenue		19,023,995	19,015,028

FUND USES / EXPENDITURE / DISBURSEMENT	2024-2025	2023-2024
	Kshs	Kshs
Disbursement to the Elderly & PWDs	8,880,000	8,880,000
Domestic travel and subsistence Allowances (Adm. Costs)	1,973,240	1,368,750
SHIF Remittances	1,186,500	692,000
Other expenses (Purchase of office steel cabinet)	-	29,000
Other operating expenses (Bank Charges/Tax Deducted)	2,270	1,021,283
Total Revenue	12,042,010	11,991,033

Name of Bank, Account No. & currency	2024-2025	2023-2024
	Kshs	Kshs
Boresha Sacco, Main A/c no. 504512804-01 (Kshs)	6,981,985	7,023,995
Total Balance	6,981,985	7,023,995

On the value-for-money achievements is that the fund has managed to Transfer cash and remit SHA/SHIF dues for the beneficiaries for the Quality health care and adequate food and nutrition respectively.

The key risk management strategies may include such issues of disbursing funds to older persons or persons with disability who may have passed on without notice of the fund management and also funds disbursed may fail to benefit the intended older persons or persons with disability.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

6. 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 fund Government funds in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government fund’s performance against predetermined objectives.

The key development objectives of the Older Persons and Persons with Disability Fund’s 2024-2025 plan are to:

- a) Secure grant to older persons throughout their active lives
- b) Poverty reduction through provision of regular cash transfer to older persons and Persons with disabilities
- c) Provision of a reliable medical cover through SHIF for the access of quality health care
- d) Ensure that older and persons with disability have access to adequate food and nutrition
- e) Empower caregivers and improve the livelihood opportunities of the household members

Progress on attainment of Strategic development objectives

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Indicator	Performance
Older persons and Persons with Disability	To Secure grant to older persons throughout their active lives	Sustainable number of beneficiaries	Secured older persons and persons with Disability throughout their active lives	In Financial Year 2024/2025 we improved efficiency of funds disbursement to the beneficiaries
Older persons and Persons with Disability	To Secure older persons and Persons with disability through cash transfer	Prompt cash transfer to the beneficiaries	Secured older persons and Persons with disability of through cash transfer	In Financial Year 2024/2025 we improved efficiency of cash transfer to the beneficiaries

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

Program	Objective	Outcome	Indicator	Performance
Older persons and Persons with Disability	To provide reliable medical cover through SHIF	There was access to quality health care	Proper access to quality health care	In Financial Year 2024/2025 we improved efficiency of SHIF remittances for quality health care access
Older persons and Persons with Disability	To ensure that older and persons with disability have access to adequate food and nutrition	Efficient and efficient access to adequate food and nutrition	Prompt cash transfer has enhanced adequate food and nutrition	In Financial Year 2024/2025 we enhanced cash transfer for adequate food and nutrition

7. Corporate Governance Statement

The Fund Administration Committee meeting held were two and the attendance to those meetings by members was satisfactory,

The succession plan of the fund is that when a member resigns or retires or removed a new member shall be appointed or replaced on such terms and conditions as may be specified in the instrument of appointment,

An appointee of a Fund Administration Committee member shall hold office for a period of five years or until new members of the committee are appointed and Administration Committee members are removed from office by the Governor on recommendation of the committee if the member has been absent from three consecutive meetings.

The roles and functions of the Fund Administration Committee, the executive committee Member for older persons and Persons with disability chairs the meetings, the County Chief Officer in charge of Finance is financial advisor, the County Chief Officer responsible for the older persons and Persons with disability is the Secretary and Fund administrator.

The induction and training of the Fund Administration Committee members and member's performance is not usually done due to insufficient management resources,

To address conflict of interest the Fund Administration Committee members are advised to avoid any specific interest during cash transfer awards, but if there is any, it is stated that in case there is such incident then it should be declared early enough so that relevant member may not attend the meeting or may be exempted during the cash transfer award process.,

The members of the board are not entitled for remuneration, but the allocation of 5% of the Fund, administrative expenses is used to pay sitting allowances and transport reimbursement during the meetings held.

The members are guided by Chapter Six of the constitution so as to work while observing the integrity issues on allocating cash transfers. All beneficiaries shall be vetted through a transparent, equitable and fair process that is Community-based in order to ensure that prospective benefits of the fund are available to a widespread cross-section of the older persons and Persons with disability in the county.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

8. Management Discussion and Analysis

During the period under review, the Fund had a balance of Ksh 7,023,995, in 3rd quarter the fund received from County Treasury Kshs 12,000,000. The expenditure amounted to Kshs 12,042,010 as compared to the previous period of Kshs 11,991,033. Also the remaining closing balances as at end of the period under review is Kshs 6,981,985 as below:-

	Date of Transfer	2024-2025	2023-2024
Revenue from Non-Exchange Transaction		Kshs	Kshs
Balance Brought Forward	1/7/2024	7,023,995	6,548,184
3 rd quarter transfer	28/2/2025	12,000,000	12,452,631
4th quarter transfer		-	-
Interest Income/Earned (Prior Year Adjustments)		14,213	14,213
Total Revenue		19,023,995	19,015,028

FUND USES / EXPENDITURE / DISBURSEMENT	2024-2025	2023-2024
	Kshs	Kshs
Disbursement to the Elderly & PWDs	8,880,000	8,880,000
Domestic travel and subsistence Allowances (Adm. Costs)	1,973,240	1,368,750
SHIF/SHA Remittances	1,186,500	692,000
Purchase of the Equipment(Steel Cabinet)	-	29,000
Other operating expenses (Bank Charges/Tax Deducted)	2,270	1,021,283
Total Revenue	12,042,010	11,991,033

Name of Bank, Account No. & currency	2024-2025	2023-2024
	Kshs	Kshs
Boresha Sacco, Main A/c no. 504512804-01 (Kshs)	6,981,985	7,023,995
Total Balance	6,981,985	7,023,995

The Fund core mandate is to ensure that a portion of the County Budget is devoted to the older persons and Persons with disability for purpose of contributing to poverty reduction in households of older persons and persons with severe disabilities through provision of a cash transfer in the County, The Fund is prepared in accordance with Public Finance Management Act, 2012 and Baringo County Older Persons and Persons with Disability Fund Regulation 2022.

There are no Management risks facing the Fund, also, material arrears in statutory and other financial obligations are not applicable unless there is delay in disbursements that may cause SHIF remittances penalties.

9. Environmental and Sustainability Reporting

Baringo County Older Persons and Persons with Disability Fund exists to transform lives by ensuring that a portion of the County Budget is devoted to the older persons and Persons with disability for purposes of contributing to poverty reduction in households of older persons and persons with severe disabilities through provision of a cash transfer in the County. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on cash transfer and SHIF allocation pillar: putting the beneficiaries first, delivering equitable access to cash transfer for the older persons and Persons with disability, and improving operational excellence. Below is a brief highlight of our achievements in the pillars.

1. Sustainability strategy for cash transfer Allocation

The top management especially the accounting officer made reference to sustainable efforts, broad trends in cash transfer grants assistance affecting sustainability of adequate food and nutrition, in reference to the best practices for fair and equitable cash transfer access opportunities.

2. Sustainability strategy for SHIF Remittances

The fund provides evidence of the policy that guides the SHIF programme to the cash transfer beneficiaries for the sake of sustainable quality health care services through monthly individual remittance by the Fund of Kshs 500.

3. Employee welfare

The Fund set aside 5% of the total budget allocation to cater for the Administration Expenses during County Management Committee and ward Management Committee meeting allowances and transport reimbursements.

4. Market place practices

The Fund tries its best give notices for applicants to take opportunity at equal chance through proper communication

a) Responsible competition practice.

All applicants are vetted through a transparent, democratic, equitable and fair process that is community-based in order to ensure that prospective benefits of the Fund are available to widespread cross-section of older persons and persons with disability in the entire Baringo County.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

b) Responsible Supply chain and supplier relations

The Fund ensures that every older persons and persons with disability wishing to be considered for cash transfers shall make an application to respective ward committee by filling a prescribed application form.

c) Responsible marketing and advertisement

The Fund ensures that every applicant gets the prescribed form at convenient points, that is at ward level and low costs.

d) Product stewardship

The Fund enables applicants to deposit their forms at ward level

5. Community Engagements

The fund engages the Community in ward and County Management committees. Respective County committee members compost of Fund administrator as secretary, one youth representing persons with disability nominated by the association of Persons with disability, a women representing older persons and persons with disability.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

10. Report of The Fund Administration Committee

The Trustees submit their report together with the audited financial statements for the year ended June 30, 2025 which show the state of the Fund affairs.

Principal activities

The principal activities of the Fund to be the leading contributor to poverty reduction in households of older persons and persons with severe disabilities through provision of cash transfer for adequate food and proper nutrition and quality health care through insurance health cover

Results

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

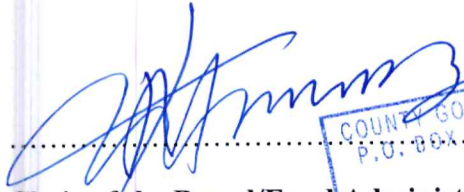
Trustees

The members of the Fund Administration Committee who served during the year are shown on page vi. There were no changes in the Board during the financial year.

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


.....
Chair of the Board/Fund Administration Committee
Date: 29/10/2025

COUNTY GOVERNMENT OF BARINGO
P.O. BOX 53 - 30400, KABARNET
29 OCT 2025
COUNTY EXECUTIVE COMMITTEE MEMBER
DEPARTMENT OF YOUTH, GENDER,
SPORTS, CULTURE & SOCIAL SERVICES

13 OCT 2025

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

11. Statement of Management’s Responsibilities

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of a County Public Fund established by Regulations, 2022 (28th September, 2022) shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Administrator of the County Public Fund is responsible for the preparation and presentation of the Fund’s financial statements, which give a true and fair view of the state of affairs of the Fund for and as at the end of the financial year ended on June 30, 2025. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

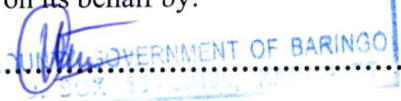
The Administrator of the County Public Fund accepts responsibility for the Fund’s financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and Regulations, 2022 (28th September, 2022). The Administrator of the Fund is of the opinion that the Fund’s financial statements give a true and fair view of the state of Fund’s transactions during the financial year ended June 30, 2025, and of the Fund’s financial position as at that date. The Administrator further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund’s financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Administrator of the County Public Fund has assessed the Fund’s ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements. OR

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

Approval of the financial statements

The Fund’s financial statements were approved by the Board on 30/10/ 2025 and signed on its behalf by:

.....


Administrator of the County Public Fund

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON BARINGO COUNTY OLDER PERSONS AND PERSONS WITH SEVERE DISABILITY FUND FOR THE YEAR ENDED 30 JUNE, 2025

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 the 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; and,
- 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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Baringo County Older Persons and Persons With Disability Fund set out on pages 1 to 33 which comprise the statement

Report of the Auditor-General on Baringo County Older Persons and Persons with Severe Disability Fund for the year ended 30 June, 2025

of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the 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 Baringo County Older Persons and Persons With Severe Disability Fund as at 30 June, 2025 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 (Baringo County Older Persons and Persons With Severe Disability Fund) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Social Health Insurance Fund (SHIF) Remittance

The statement of financial performance reflects use of goods and services of an amount of Kshs.12,042,010 which includes an amount of Kshs.1,186,500 in respect of SHIF remittance and as disclosed in Note 12 to the financial statements. Further, review of the supporting documents ledger schedules and transfers revealed that the amount were in respect of stipends paid to Social Health Insurance Fund (SHIF) in favour of the Older Persons and Persons With Severe Disability. However, the transfer was not supported with acknowledgement receipts from SHIF, beneficiaries listing indicating the beneficiary's name, national identity number and the National Council of People Living with Disabilities (NCPWD) numbers.

In the circumstances, the accuracy, completeness and propriety of SHIF remittance of an amount of Kshs.1,186,500 for the period ending 30 June, 2025 could not be confirmed.

2. Unsupported Cash Transfer to Beneficiaries

The statement of financial performance reflects use of goods and services of an amount of Kshs.12,042,010 which includes an amount of Kshs.8,880,000 in respect of cash transfers to beneficiaries and as disclosed in Note 12 to the financial statements. However, the cash transfers to beneficiaries were not supported with beneficiaries listing indicating the beneficiary's name, amount paid national identity number, individual beneficiary account and the National Council of People Living with Disabilities (NCPWD) numbers.

In the circumstances, the accuracy, completeness, and propriety of the cash transfer to beneficiaries of an amount of Kshs 8,880,000 for the period ending 30 June, 2025 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Baringo County Older Persons and Persons with Severe Disability 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.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.19,023,995 respectively. However, an amount of Kshs.12,042,010 was spent against the actual receipts of Kshs.19,023,995 resulting to an under-expenditure of Kshs.6,981,985 or 63% of the actual receipts.

In the circumstances, the under-expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

My Opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion/Material Uncertainty Related to Going Concern section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, three (3) issues were raised under the Report on the Financial Statements. Management has indicated that the issues were resolved. However, no explanations were provided how the issues were addressed or resolved.

Other Information

The Board Fund Administration committee is responsible for the Other Information set out on page iii to xviii which comprise of Key Fund Information and Management, Board Fund Administration Committee, Management Team, Fund Chairman's Report, Report of the Fund administrator, Statement of performance Against the County Fund's Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Fund Administration Committee, Statement of Management's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Fund's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Irregular Expenditure on Administration Costs

The statement of financial performance reflects use of goods and services of an amount of Kshs.12,042,010 which includes amounts of Kshs.1,369,740 and Kshs.603,500 in respect of administrative costs and committee/management allowances respectively totaling to administration cost of Kshs.1,973,240 and as disclosed in Note 12 to the financial statements. However, the total administration cost was above the allowable three percent (3%) which is Kshs.360,000 resulting to irregular expenditure of an amount of Kshs.1,613,240. This is contrary to Regulation 16(2) of the Baringo County Regulations for Older Persons and Persons with Severe Disability, 2022 which requires that a portion of the fund amounting to not more than three percent (3%) of the total amount of the fund shall be set aside for administrative costs.

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

2. Irregular Maintenance of Bank Account

The statement of financial position reflects cash and cash equivalent balance of Kshs.6,981,985 and as disclosed in Note 17 to the financial statements. Review of financial records revealed that the Fund maintains its bank account in a private saving and credit society (Boresha Sacco). This is contrary to Regulation 82(1) of the Public Finance Management (County Governments) Regulations, 2015, which states that all

Government bank accounts shall be opened at Central Bank of Kenya except the imprest accounts for petty cash.

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

3. Failure to Prepare and Submit Quarterly Financial Reports

During the year under review, the Fund Management did not prepare quarterly financial reports and supporting ledgers. This is contrary to Section 166 (1) of the Public Finance Management Act, 2012 which states that an Accounting Officer for a county government entity shall prepare a report for each quarter of the financial year in respect of the entity.

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

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

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

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

24 November, 2025

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

13. Statement of Financial Performance for the Year Ended 30th June, 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Public Contributions and Donations	6	-	-
Transfers From the County Government	7	12,000,000	12,452,631
Fines, Penalties and Other Levies	8	-	-
		12,000,000	12,452,631
Revenue From Exchange Transactions			
Interest Income	9	-	14,213
Other Income	10	-	-
		-	14,213
Total Revenue		12,000,000	12,466,844
Expenses			
Employee Costs	11	-	-
Use of goods and services	12	12,042,010	11,991,033
Depreciation and Amortization Expense	13	-	-
Finance Costs	14	-	-
Total Expenses		12,042,010	11,991,033
Other Gains/Losses			
Gain/Loss on Disposal of Assets	15	-	-
Gain /Loss on fair value of investments	16	-	-
Surplus/(Deficit) for the Period		(42,010)	475,811

(The notes set out on pages 7 to 32 form an integral part of these Financial Statements)

..... 30 OCT 2025
Name: Victor K. Kipchumba
Administrator of the Fund

..... Thomas Chesaro 30/10/2025
Name: Thomas Chesaro
Fund Accountant
ICPAK Member Number: 15566

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**


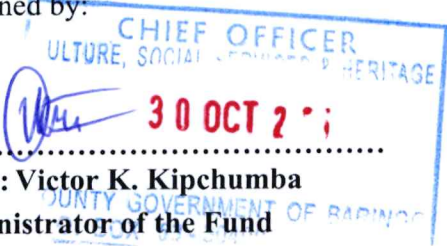
14. Statement of Financial Position As At 30th June, 2025


Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	17	6,981,985	7,023,995
Current Portion of Long- Term Receivables from Exchange Transactions	18	-	-
Prepayments	19	-	-
Inventories	20	-	-
Investments in financial assets	21	-	-
Total current assets		6,981,985	7,023,995
Non-Current Assets			
Property, Plant and Equipment	22	-	-
Intangible Assets	23	-	-
Long Term Receivables from Exchange Transactions	18	-	-
Investment Property	24	-	-
Total non- current assets		-	-
Total Assets (A)		6,981,985	7,023,995
Liabilities			
Current Liabilities			
Trade and Other Payables from Exchange Transactions	25	-	-
Current Provisions	26	-	-
Current Portion of Borrowings	27	-	-
Employee Benefit Obligations	28	-	-
Social benefit liabilities	29	-	-
Total current liabilities		-	-
Non-Current Liabilities			
Non-Current Provisions	26	-	-
Long Term Portion of Borrowings	27	-	-
Non-Current Employee Benefit Obligation	28	-	-
Social benefit liabilities	29	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Total Liabilities (B)		-	-
Net Assets (A-B)		6,981,985	7,023,995
Represented By:			
Revolving Fund		-	-
Reserves		-	-
Accumulated Surplus		6,981,985	7,023,995
Net Assets		6,981,985	7,023,995

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 30/10/2025 and signed by:



 Name: Victor K. Kipchumba
 Administrator of the Fund


 Name: Thomas Chesaro
 Fund Accountant
 ICPAK Member Number: 15566

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

15. Statement of Changes in Net Assets for the year ended 30th June, 2025

Description	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
Balance As At 1st July, 2023	-	-	6,548,184	6,548,184
Surplus/(Deficit) For the Period	-	-	475,811	475,811
Funds Received During the Year	-	-	-	-
Transfers	-	-	(-)	(-)
Revaluation Gain	-	-	-	-
Balance As At 30th June, 2024	-	-	7,023,995	7,023,995
Balance As At 1st July, 2024	-	-	7,023,995	7,023,995
Surplus/(Deficit) For the Period		-	(42,010)	(42,010)
Funds Received During the Year	-	-	-	-
Transfers	-	-	(-)	(-)
Revaluation Gain	-	-	-	-
Balance As At 30th June, 2025	-	-	6,981,985	6,981,985

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

16. Statement of Cash Flows for The Year Ended 30th June, 2025

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Public contributions and donations		-	-
Transfers from the county government	7	12,000,000	12,452,631
Interest received		-	14,213
Receipts from other operating activities		-	-
Total receipts		12,000,000	12,466,844
Payments			
Fund administration expenses	12	(12,042,010)	(11,991,033)
General expenses		-	-
Finance cost		-	-
Total Payments		(12,042,010)	(11,991,033)
Net cash flows from operating activities	30	(42,010)	475,811
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		-	-
Repayment of borrowings		(-)	(-)
Net cash flows used in financing activities		(-)	(-)
Net increase/(decrease) in cash & cash Equivalents		(42,010)	475,811
Cash and cash equivalents at 1 st July, 2024	17	7,023,995	6,548,184
Cash and cash equivalents at 30th June, 2025	17	6,981,985	7,023,995

Baringo County Older Persons and Persons With Severe Disability Fund Annual Report and Financial Statements for the year ended June 30, 2025

17. Statement Of Comparison Of Budget And Actual Amounts For The Year Ended 30th June, 2025

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
Budget carryovers from the previous year*	-	7,023,995	7,023,995	7,023,995	-	100%
Receipts						
Transfers From County Govt.	12,000,000		12,000,000	12,000,000	-	100%
Interest Income	-	-	-	-	(-)	0%
Total Income	12,000,000	7,023,995	19,023,995	19,023,995	(-)	100%
Expenses						
Fund Administration Expenses	(12,000,000)	(7,023,995)	(19,023,995)	(12,042,010)	(6,981,985)	63%
General Expenses	-	(-)	-	-	(-)	0%
Total Expenditure	(12,000,000)	(7,023,995)	(19,023,995)	(12,042,010)	(6,981,985)	63%
Surplus For the Period	-	-	-	6,981,985	(6,981,985)	

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	6,981,985
1	Closing Cash and Cash Equivalent as per the statement of Cash flows (The balance brought forward / carried forward utilized before next disbursement to pay SHIF and Cash Transfers when they fall due in the subsequent financial year)	6,981,985

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

18. Notes to the Financial Statements

Significant Accounting Policies

1. General Information

The Baringo County Older Persons and Persons with Severe Disability Fund is established by and derives its authority and accountability from section 116 (1) of the Public Finance Management Act, 2012 (No. 18 of 2012) and Regulations, 2022 (28th September, 2022). The Fund is wholly owned by the County Government of Baringo and is domiciled in Kenya. The fund's principal activity is to contribute to poverty reduction in households of older people and persons with severe disabilities through provision of a cash transfer and health cover.

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

(When an IPSAS becomes effective on 1st January 2025, it shall be applicable in Kenya from 1st July 2025)

(i) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025

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

(ii) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025.

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> 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. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. The standard is not relevant to the Fund

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

<p>IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations</p>	<p><i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. The standard is not relevant to the Fund</p>
<p>IPSAS 45: Property Plant and Equipment</p>	<p><i>Applicable 1st January 2025</i> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets. The standard is not relevant to the Fund</p>
<p>IPSAS 46: Measurement</p>	<p><i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. The standard may be relevant in future to the Fund</p>
<p>IPSAS 47: Revenue</p>	<p><i>Applicable 1st January 2026</i> This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions. The standard will be relevant to the Fund then</p>

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

IPSAS 48:	<i>Applicable 1st January 2026</i>
Transfer Expenses	<p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p>The standard is not relevant to the Fund</p>
IPSAS 49: Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p>The standard is not relevant to the Fund</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ul style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <p>The standard will not be relevant to the Fund</p>

(i) Early adoption of standards

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

4. Summary of Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

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 2024/2025 was approved by the County Assembly on 30th June, 2024. 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 Nil on the FY 2024/2025 budget following the governing body's approval.

The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

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 cash flows has been presented.

c) Property, plant and equipment

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

a) Intangible Assets

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

The useful life of the intangible assets is assessed as either finite or indefinite.

b) Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over an 10-year period or investment property is measured at fair value with gains and losses recognised through surplus or deficit. Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition.

Summary of Significant Accounting Policies (Continued)

c) Financial instruments

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

Financial assets

Classification of financial assets

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

**Baringo County Older Persons and Persons With Severe Disability Fund
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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 not set out.

Summary of Significant Accounting Policies (Continued)

Financial liabilities

Classification

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

d) Inventories

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

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

e) Provisions

Provisions are recognized when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Entity expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

f) Social Benefits

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

**Baringo County Older Persons and Persons With Severe Disability Fund
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Summary of Significant Accounting Policies (Continued)

g) Contingent liabilities

The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

Contingent assets

The Entity does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

h) Nature and purpose of reserves

The Entity does not create and maintain reserves in terms of specific requirements.

i) Changes in accounting policies and estimates

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

j) Employee benefits – Retirement benefit plans

The Entity provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable.

Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025

Summary of Significant Accounting Policies (Continued)

k) Foreign currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

l) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

m) Related parties

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

Members of key management are regarded as related parties and comprise the directors, the CEO and senior managers.

n) Cash and cash equivalents

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

o) Comparative figures

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

Baringo County Older Persons and Persons With Severe Disability Fund
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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:

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

c) Provisions

Provisions were raised and management determined an estimate based on the information available. 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.

**Baringo County Older Persons and Persons With Severe Disability Fund
Annual Report and Financial Statements for the year ended June 30, 2025**

Notes To the Financial Statements Continued

6. Public contributions and donations

Description	2024-2025	2023-2024
	Kshs	Kshs
Donation From Development Partners	-	-
Total	-	-

7. Transfers from County Government

Description	2024-2025	2023-2024
	Kshs	Kshs
Transfers From County Govt. –Operations	12,000,000	12,452,631
Unconditional Development grants	-	-
Total	12,000,000	12,452,631

8. Fines, penalties and other levies

Description	2024-2025	2023-2024
	Kshs	Kshs
Late Payment Penalties	-	-
Total	-	-

9. Interest income

Description	2024-2025	2023-2024
	Kshs	Kshs
Interest Income from Mortgage Loans	-	-
Interest Income On Bank Balance / Deposits	-	14,213
Total Interest Income	-	14,213

10. Other income

Description	2024-2025	2023-2024
	Kshs	Kshs
Insurance Recoveries	-	-
Total Other Income	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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11. Employee Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Salaries And Wages	-	-
Staff Gratuity	-	-
Total	-	-

12. Use of Goods and Services

Description	2024-2025	2023-2024
	Kshs.	Kshs.
Cash Transfers to beneficiaries	8,880,000	8,880,000
SHIF Remittances	1,186,500	692,000
Administration Costs (Sensitization meetings)	1,369,740	769,550
Committee / Management Allowances	353,500	628,200
Postage And Courier Services	250,000	-
Bank Charges	2,270	1,021,283
Total	12,042,010	11,991,033

13. Depreciation and Amortization Expenses

Description	2024-2025	2023-2024
	Kshs.	Kshs.
Property Plant and Equipment	-	-
Total	-	-

14. Finance costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Interest On Bank Overdrafts	-	-
Total	-	-

15. Gain/(loss) on disposal of assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Property, Plant and Equipment	-	-
Total	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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16. Gain/ (loss) on Fair Value Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
Investments at Fair Value- Equity investments	-	-
Fair value – Investment property	-	-
Total Gain	-	-

17. Cash and cash equivalents

Description	2024-2025	2023-2024
	Kshs	Kshs
Current Account	6,981,985	7,023,995
Others (<i>Specify</i>)	-	-
Total Cash and Cash Equivalents	6,981,985	7,023,995

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

Financial Institution	Account number	2024-2025	2023-2024
		Kshs	Kshs
a) Current Account			
Boresha Sacco Ltd Kabarnet	504512804-01	6,981,985	7,023,995
Grand Total		6,981,985	7,023,995

18. Receivables from exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Current Receivables		
Interest Receivable	-	-
Total Current Receivables	-	-
Non-Current Receivables		
Long Term Loan Repayments Due	-	-
Total Non- Current Receivables	-	-
Total Receivables From Exchange Transactions	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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Additional disclosure on interest receivable

Description	2024-2025	2023-2024
	Kshs	Kshs
Interest Receivable		
Interest receivable from current portion 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	-	-
Current portion of long-term loans issued in the current year	-	-

19. Prepayments

Description	2024-2025	2023-2024
	Kshs	Kshs
Prepaid Rent	-	-
Prepaid Insurance	-	-
Total	-	-

20. Inventories

Description	2024-2025	2023-2024
	Kshs	Kshs
Consumable Stores	-	-
Spare Parts And Meters	-	-
Total Inventories	-	-

Detailed disclosure on inventories

	2024-2025	2023-2024
Opening balance	-	-
Additional Inventory in the year	-	-
Inventory expensed in the year	-	-
Write-downs in the year	-	-
Others specify	-	-
Closing balance	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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21. Investments in financial assets

Description	2024-2025	2023-2024
	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	2024-2025	2023-2024
	Kshs	Kshs
At the beginning of the year	-	-
Purchase of investments in the year	-	-
Sale of investments during the year	(-)	(-)
Gain/(loss) in fair value of investments through surplus or deficit	-	-
At the end of the year	-	-

e) Shareholding in other entities

Name of Entity where investment is held	No of shares			Nominal value of shares	Fair value of shares	Fair value of shares
	Direct shareholding	Indirect shareholding	Effective shareholding			
	%	%	%	Kshs	2024-2025 Kshs	2023-2024 Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-
Entity C	-	-	-	-	-	-
	-	-	-	-	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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22. Property, plant, and equipment

	Land	Buildings	Motor vehicles	Furniture and fittings	Computers and office equipment	Total
Rate	-%	-%	-%	-%	-%	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
At 1st July, 2025	-	-	-	-	-	-
Additions	-	-	-	-	-	-
Disposals	(-)	(-)	(-)	(-)	(-)	(-)
Transfers/Adjustments	-	-	-	-	-	-
Revaluation Adjustments	-	-	-	-	-	-
At 30th June, 2025	-	-	-	-	-	-
At 1st July, 2025						
Additions	-	-	-	-	-	-
Disposals	(-)	(-)	(-)	(-)	(-)	(-)
Transfer/Adjustments	(-)	(-)	(-)	(-)	(-)	(-)
Revaluation Adjustments	-	-	-	-	-	-
At 30th June, 2025	-	-	-	-	-	-
Depreciation And Impairment						
At 1 st July, 2023	(-)	(-)	(-)	(-)	(-)	(-)
Depreciation	(-)	(-)	(-)	(-)	(-)	(-)
Impairment	(-)	(-)	(-)	(-)	(-)	(-)
At 30th June, 2024	-	-	-	-	-	-
At 1st July, 2024						
Depreciation	(-)	(-)	(-)	(-)	(-)	(-)
Disposals	-	-	-	-	-	-
Impairment	(-)	(-)	(-)	(-)	(-)	(-)
Transfer/Adjustment	-	-	-	-	-	-
At 30th June, 2025	-	-	-	-	-	-
Net Book Values						
At 30th June, 2024	-	-	-	-	-	-
At 30th June, 2025	-	-	-	-	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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23. Intangible assets

Description	2024-2025	2023-2024
	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	-	-

24. Investment Property

Description	2024-2025	2023-2024
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	(-)	(-)
Depreciation	(-)	(-)
At end of the year	-	-

25. Trade and other payables from exchange transactions

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Trade Payables	-		-	
Refundable Deposits	-		-	
Total Trade and Other Payables	-		-	
Ageing analysis (Trade and other payables)	2024-2025	% of the Total	2023-2024	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)	-		-	

**Baringo County Older Persons and Persons With Severe Disability Fund
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26. Provisions

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

27. Borrowings

Description	2024-2025	2023-2024
	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	2024-2025	2023-2024
	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	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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The table below shows the classification of borrowings long-term and current borrowings:

Description	2024-2025	2023-2024
	Kshs	Kshs
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
Total	-	-

28. Employee benefit obligations

Description	Defined benefit plan	Post employment medical benefits	Other Provisions	2024-2025	2023-2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
Total	-	-	-	-	-

29. Social Benefit Liabilities

Description	2024-2025	2023-2024
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Total	-	-
Current social benefits	-	-
Non- current social benefits	-	-
Total (tie to totals above)	-	-

30. Cash generated from operations.

Description	2024-2025	2023-2024
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	(42,010)	490,024
Adjusted For:		
Interest Income	(-)	(14,213)
Working Capital Adjustments		
Increase In Inventory	(-)	(-)
Net Cash Flow From Operating Activities	(42,010)	475,811

**Baringo County Older Persons and Persons With Severe Disability Fund
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31. 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	2024-2025	2023-2024
	Kshs	Kshs
Transfers From Related Parties'	-	-
Transfers To Related Parties	-	-

c) Key management remuneration

Description	2024-2025	2023-2024
	Kshs	Kshs
Board Of Trustees	-	-
Key Management Compensation	-	-
Total	-	-

d) Due from related parties

Description	2024-2025	2023-2024
	Kshs	Kshs
Due From Parent Ministry	-	-
Due From County Government	-	-
Total	-	-

**Baringo County Older Persons and Persons With Severe Disability Fund
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Other Disclosures Continued

e) Due to related parties

Description	2024-2025	2023-2024
	Kshs	Kshs
Due To Parent Ministry	-	-
Due To County Government	-	-
Due To Key Management Personnel	-	-
Total	-	-

32. Contingent assets and contingent liabilities

Contingent Liabilities	2024-2025	2023-2024
	Kshs	Kshs
No Court Case Against the Fund	-	-
Bank Guarantees	-	-
Total	-	-

33. 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:

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Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30th June, 2025				
Receivables From Exchange Transactions	-	-	-	-
Bank Balances	6,981,985	6,981,985	-	-
Total	6,981,985	6,981,985	-	-
At 30th June, 2024				
Receivables From Exchange Transactions	-	-	-	-
Bank Balances	7,023,995	7,023,995	-	-
Total	7,023,995	7,023,995	-	-

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

The entity has significant concentration of credit risk on amounts due from none.

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 30th June, 2025				
Trade Payables	-	-	-	-
Total	-	-	-	-
At 30th June, 2024				
Trade Payables	-	-	-	-
Total	-	-	-	-

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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)	-	-	-

Foreign currency sensitivity analysis

The following table demonstrates the effect on the Fund's statement of financial performance on applying the sensitivity for a reasonable possible change in the exchange rate of the three

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main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

Description	Change in currency rate	Effect on surplus/ deficit	Effect on equity
	Kshs	Kshs	Kshs
(Current FY)			
Euro	10%	0%	0%
USD	10%	0%	0%
(Comparative FY)			
Euro	10%	0%	0%
USD	10%	0%	0%

ii. Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

The Fund analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs Nil (2024: Kshs Nil). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs Nil (2024 – Kshs Nil).

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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	2024-2025	2023-2024
	Kshs	Kshs
Revaluation reserve	-	-
Revolving fund	-	-
Accumulated surplus	6,981,985	7,023,995
Total funds	6,981,985	7,023,995
Total borrowings	-	-
Less: cash and bank balances	(6,981,985)	(7,023,995)
Net debt/(excess cash and cash equivalents)	-	-
Gearing	0%	0%

34. Events after the reporting period

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

35. Ultimate and Holding Entity

The Fund is a County Public Fund established by section 116 (1) of the Public Finance Management Act, 2012 (No. 18 of 2012) and Regulations, 2022 (28th September, 2022) under the Ministry of Gender and Social Services. Its ultimate parent is the County Government of Baringo.

36. Currency

The financial statements are presented in Kenya Shillings (Kshs)

7,023,995

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19. 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/NRO/BCOPDF/2023/2024/(19)	Unsupported Insurance Costs	Acknowledgement receipts and Beneficiary List available	Resolved	
	Unsupported Management Fee	This was done as the MOU indicating 3% management fee but in the subsequent financial year, the same was stopped	Resolved	
	Unsupported Social Benefit Scheme	A comprehensive list for the beneficiaries was submitted with full names, ID Nos, amounts and other details	Resolved	

Fund Administrator/Accounting Officer

Date... 30/10/2025

CHIEF OFFICER
 CULTURE, SOCIAL SERVICES & HERITAGE

30 OCT 2025
 COUNTY GOVERNMENT OF BARINGO
 P. BOX 57, Baringo

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Annex II: Inter-Fund Confirmation Letter

Baringo County Older Persons and
Persons With Severe Disability Fund
P.o. Box 53 – 30400,
Kabarnet




The Baringo County Older Persons and Persons With Severe Disability Fund wishes to confirm the amounts disbursed to you as at 30th June, 2025 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 Older Persons and Persons With Severe Disability Fund as at 30 th June, 2025							
Reference Number	Date Disbursed	Amounts Disbursed by [CC/SAGA/Fund] (Kshs) as at 30 th June 2025				Amount Received by Older Persons and PWDs Fund (KShs) as at 30 th June 2025 (E)	Differences (KShs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
RTGs	28 th February, 2025	12,000,000	-	-	12,000,000	12,000,000	-
Total		<u>12,000,000</u>	=	=	<u>12,000,000</u>	12,000,000	-

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

Head of Accounts Department - Disbursing Company:
 Nam: David K. Rerimoi Sign Date

Head of Accountants department of beneficiary Fund:
 Name : Thomas Chesaro Sign  Date 30/10/2025

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Annex III: Reporting of Climate Relevant Expenditures

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

➤ Didn't make allocation of funds

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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

➤ Didn't make allocation of funds

