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**OFFICE OF THE AUDITOR-GENERAL**

*Enhancing Accountability*



**REPORT**

PAPERS LAID

DATE	18/10/2022
TABLED BY	Senate Majority Whip
COMMITTEE	
CLERK AT THE TABLE	Ms. Mary Adjobodu

**OF**

**THE AUDITOR-GENERAL**

**ON**

**BARINGO COUNTY COMMUNITY WILDLIFE  
CONSERVATION FUND**

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

**BARINGO COUNTY GOVERNMENT**

Tel/Fax:0722108538

Email : richardrutto@baringo.go.ke

REF:



Jamaba Building  
P.O. BOX 053-30400,  
KABARNET.  
24<sup>th</sup> January, 2022

**OFFICE OF THE CHIEF OFFICER**

**DEPARTMENT OF ENVIRONMENT, NATURAL RESOURCES, TOURISM AND  
WILDLIFE MANAGEMENT**

The Auditor General

**OFFICE OF THE AUDITOR-GENERAL- NAKURU**

Dear Sir/ Madam



**RE: RESPONSE OF ANNUAL FINANCIAL STATEMENT REPORT BARINGO  
COUNTY COMMUNITY WILDLIFE CONSERVATION FUND FOR THE YEAR  
ENDED 30 JUNE 2021.**

Reference is made to the above subject matter and your letter REF: SR/BARINGO  
County Community Wildlife Conservation Fund 2020/2021/0030

Pursuit to Public finance Management Act, Section 167 (1)at the end of each financial year, the  
Administrator of a county Public Fund shall prepare Financial Statements for the Fund in  
formats to be prescribed by the Accounting standard Board

Attached please find Baringo County annual report on Community Wildlife  
Conservation for FY 2020/2021.

Yours Faithfully,

**RICHARD RUTTO**  
**CHIEF OFFICER**  
**ENVIRONMENT, NATURAL RESOURCES, TOURISM AND WILDLIFE.**

DD II  
Please  
deal  
24/3/22



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**COUNTY GOVERNMENT OF BARINGO**

**BARINGO COUNTY COMMUNITY WILDLIFE CONSERVATION FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**30<sup>TH</sup> JUNE 2021**

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021**

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<b>Table of Contents</b>	
1. KEY FUND INFORMATION AND MANAGEMENT	2
2. THE COUNTY FUND ADMINISRTATION COMMITTEE	5
3. STATEMENT OF PERFORMANCE AGAINST COUNTY FUND'S PREDETERMINED OBJECTIVES	6
4. MANAGEMENT TEAM	8
5. COUNTY FUND ADMINISTRATION COMMITTEE CHAIRPERSON'S REPORT	9
6. REPORT OF THE FUND ADMINISTRATOR	10
7. CORPORATE GOVERNANCE	11
8. MANAGEMENT DISCUSSION AND ANALYSIS	13
9. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING	14
10. REPORT OF THE FUND ADMINISTRATION COMMITTEE	16
11. STATEMENT OF MANAGEMENT'S RESPONSIBILITIES	17
12. FINANCIAL STATEMENTS	18
13. NOTES TO THE FINANCIAL STATEMENTS.....	44
14. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS	57
15. APPENDIX I: INTER- FUND TRANSFERS.....	58

**1. KEY FUND INFORMATION AND MANAGEMENT**

**a) Background information**

The Baringo County Community Wildlife Conservation Fund is established by and derives its authority and accountability from section 116(1) of the Public Finance Management Act 2012 on 28<sup>th</sup> November 2014. The Fund is wholly owned by the County Government of Baringo and is domiciled in Kenya.

The fund's objective is to fund the community in the development, sustainment, exploitation, utilisation and conservation of wildlife in accordance with Article 69 of the Constitution. The Fund's / grants principal activity is to meet expenditures characterized as:

- a) Community conservancy development;
- b) Environmental conservation initiatives e.g. indigenous tree nurseries;
- c) Eco-tourism facilities;
- d) Community based tourism enterprises;
- e) Rural recreational, viewpoints, camps and picnic sites;
- f) Conservation tools and equipment such as GPS, Radio communications, motor vehicles
- g) Training and capacity development;
- h) Nature Trails and geo-parks development.

**b) Principal Activities**

The principal activity/mission/ mandate of the Fund is to mitigate adverse environmental impacts of human activities that has lead to extinction of species and habitats;

- a) The grant shall provide an incentive for hosting wildlife in community areas,
- b) The grant seeks to halt down ward this trend wildlife and habitat and restore to former status;
- c) The grant shall act as a consolation mechanism on adverse effects of Human Wildlife Conflicts;
- d) The grant shall support alternative livelihood opportunities that can be derived or accrued from conservation.

**c) Board of Trustees/Fund Administration Committee**

The fund is managed by a Board referred to as the Baringo County Community Wildlife Conservation Board.

**Baringo County Community Wildlife Conservation Fund  
Reports and Financial Statements  
For the year ended June 30, 2021.**

**Members of the County Fund Management Committee**

1. The County Chief Officer in charge of finance who is the financial advisor
2. The County Chief Officer of Tourism and Wildlife who is the Fund Administrator
3. The County Director of Tourism and wildlife
4. The County Chief Warden
5. Chairperson Baringo County Conservation Association

Ref	Position	Name
1	Chief Officer Finance	John Kisang -Chairperson
2	Chief Officer Tourism and Wildlife	Richard Rutto-Member
3	CECM - Treasury& Economic Planning	CPA Enock Keston
4	County Chief Warden	William Kimosop -Member
5	County Director Tourism and wildlife	Evans Kipturgo- Member
6	Deputy Director Accounting Services	CPA David Rerimoi

**d) Key Management**

Ref	Position	Name
1	Chief Officer Finance	John Kisang-Chairperson
2	Chief Officer Tourism and wildlife	Richard Rutto -Fund Administrator
3	Game Warden Lake Bogoria N. Reserve	James Kimaru- Site Warden
4	Game Warden Lake Baringo Conservation area	Jackson Komen-Site warden
5	Chairperson Baringo County Conservation Association	Peter Kandagor - Member
6	Fund Accountant	CPA Phyllis Cheboiwo
7	All Conservancy's Chairperson	Members
8	Chairperson BCCA	Members

**e) Fiduciary Oversight Arrangements**

Ref	Position	Name
1	Directorate Internal Audit	CPA James Rotich

**f) Registered Offices**

P.O. Box 53-30400  
JAMABA Building  
Kabarnet –County Commissioners Offices  
Kabarnet, KENYA

**g) Fund Contacts**

Telephone: 053-22290  
E-mail: cectreasurybaringo@gmail.com.  
Website: www.baringo.go.ke

**h) Fund Bankers**

i) Skyline Sacco Society Ltd,  
P.O. Box 660 – 20103,  
ELDAMA RAVINE - KENYA  
ELDAMA RAVINE BRANCH  
AC.NO 565100501395

**j) Independent Auditors**





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

**k) Principal Legal Adviser**

The County Attorney  
Baringo County  
Office of the Governor Building  
P.O. Box 53 - 30400  
Kabarnet, Kenya

**Baringo County Community Wildlife Conservation Fund  
Reports and Financial Statements  
For the year ended June 30, 2021.**

**2. THE COUNTY FUND ADMINISTRATION COMMITTEE**

Name	Passport-Size Photo	Details of qualifications and experience
1. John Kisang- Chief Officer Finance - Chairperson		<p><b>Year of Birth:</b> 1972</p> <p><b>Key Qualifications:</b> Bachelor of Science Natural Resource Management. SMC and several workshops and Seminars</p> <p><b>Work Experience:</b> 15 Years</p>
2. CPA Enock Keston - CECEM - Treasury & Economic Planning		<p><b>Year of Birth:</b> 1983</p> <p><b>Key Qualifications:</b> MBA(Finance) – Egerton, B.COM(Accounting), CPA-K</p> <p><b>Work Experience:</b> 17 Years</p>
3. Richard Rutto Tourism and Wildlife Chief Officer - Secretary & Fund Administrator		<p><b>Year of Birth:</b> 1968</p> <p><b>Key Qualifications:</b> BSC (AGEN) , M SC (WATER) PGD (PM)</p> <p>Senior Management Course</p> <p><b>Work Experience:</b> 25 Years</p>
5. CPA David Rerimoi Deputy Director Accounting Services		<p><b>Year of Birth:</b> 1980</p> <p><b>Key Qualifications:</b> Masters in Business Administration (UON), BCOM, CPA(K)</p> <p>Senior Management Course.</p> <p><b>Work Experience:</b> 21 years</p>

**3. STATEMENT OF PERFORMANCE AGAINST COUNTY FUND'S  
PREDETERMINED OBJECTIVES**

**Introduction**

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer when preparing financial statements of each County Government 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 Fund's objective is to Fund is to fund the community in the development, sustainment, exploitation, utilisation and conservation of wildlife in accordance with Article 69 of the Constitution. The Baringo County Community Wildlife conservancy fund derives its authority and accountability from section 116 (1) of the Public Finance Management Act 2012 of 28<sup>th</sup> November 2014.

- a) Community conservancy development;
- b) Environmental conservation initiatives e.g. indigenous tree nurseries;
- c) Eco-tourism facilities;
- d) Community based tourism enterprises;
- e) Rural recreational, viewpoints, camps and picnic sites;
- f) Conservation tools and equipment such as GPS, Radio communications, motor vehicles
- g) Training and capacity development;
- h) Nature Trails and geo-parks development

**Baringo County Community Wildlife Conservation Fund  
 Reports and Financial Statements  
 For the year ended June 30, 2021.**

Below we provide the progress on attaining the stated objectives:

<b>Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Community Wildlife Conservation	To ensure timely and efficient disbursement of funds for Community conservancy development	Efficient development of conservancy in the community	Reduced human-Wildlife conflict and increased conservancy development	<b>In FY 20/21 increased Commu Conservancy development</b>
Community Wildlife Conservation	To receive and address complaints and disputes and take any appropriate action in Environmental conservation initiatives e.g. indigenous tree nurseries	Tree nurseries in place	Access to indigenous tree seedlings at convenient points in the community	<b>In FY 20/21 planted seedl under low cc through community volunteering teams</b>

**4. MANAGEMENT TEAM**

Name	Details of qualifications and experience
1. Richard Rutto –Tourism and Wildlife Chief Officer - Secretary & Fund Administrator	<b>Year of Birth:</b> 1968 <b>Key Qualifications:</b> BSC (AGEN) , M SC (WATER) PGD (PM) Senior Management Course <b>Work Experience:</b> 25 Years
2. John Kisang– County Chief Officer Finance	<b>Year of Birth:</b> 1972 <b>Key Qualifications:</b> Bachelor of Science Natural Resource Management. SMC and several workshops and Seminars <b>Work Experience:</b> 15 Years
3. Evans Kipturgo - Director Tourism and wildlife	<b>Year of Birth:</b> 1982 <b>Key Qualifications:</b> Bachelor of Tourism and Hospitality Mgt, SMC <b>Work Experience:</b> 12 Years
4. CPA David Rerimoi- Deputy Director Accounting Services	<b>Year of Birth:</b> 1980 <b>Key Qualifications:</b> Masters in Business Administration (UON),BCOM,CPA(K) Senior Management Course <b>Work Experience:</b> 21 years
5. CPA Phyllis Cheboiwo - Fund Accountant	<b>Year of Birth:</b> 1974 <b>Key Qualifications:</b> BCOM – Accounting Option, CPA(K), Masters in Accounting and Finance <b>Work Experience:</b> 21 years

**5. COUNTY FUND ADMINISTRATION COMMITTEE CHAIRPERSON'S REPORT**

During the year under review, the fund did not witness any change 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. There were no revenue but total expenses were kshs. 350(Bank Charges). For a fruitful impact, the fund should be allocated resources in the subsequent County Budget.

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



**Fund Chairperson Name: John Kisang**  
**CO-Treasury Finance**

**6. REPORT OF THE FUND ADMINISTRATOR**

The performance of the Baringo County Community Wildlife Conservation Fund was disbursed as stipulated in the law. The budget allocated was not available

The Physical progress based on outputs, outcomes and impacts since establishment of Baringo County Community Wildlife Conservation Fund is that there has been increase in fund beneficiaries due to continuous budget allocation. The value-for-money has been achieved since the needy bright students who were supported through the fund had been increasing while most of them have completed their courses.

The implementation challenges of strategic objectives for the Baringo County Community Wildlife Conservation Fund may include the time taken being too long due to the procedure followed till the approval of the real achievement of the desired list of beneficiaries and its future outlook is encouraging as the budget allocation for the coming year of substantial amount will enable the Fund to undertake its mandate in line with the fund's strategic plan.

Some of the key risk management strategies include frequent changes of the management team members as well as delay in funds disbursement by the County Treasury and improper record keeping.

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

Name; Richard Rutto

Fund Administrator



7. CORPORATE GOVERNANCE STATEMENT

The Fund Administration Committee meetings held were three 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 appointed of a board member shall hold office for a period of five years or until new members of the board are appointed and trustees/ Administration Committee members are removed from office by the Governor on recommendation of the Board if the member has been absent from three consecutive meetings of the Board without its permission and is convicted of a criminal offence that amounts to a felony under the laws of Kenya, or is incapacitated by prolonged physical or mental illness for a period exceeding six months; or is otherwise unable or unfit to discharge his or her duties

The roles and functions of the Administration Committee member, the executive committee Member for Tourism and Wildlife chairs the meetings, the County Chief Officer in charge of Finance is financial advisor, the County Chief Officer Tourism and Wildlife is the Secretary and Fund administrator, the four members appointed by the Governor represent the interest of the public, the County Director of Tourism and Wildlife as member to support proper implementation Community Wildlife Conservation policies, Chairperson Baringo County Conservation Association to present the interest of conservancy development strategies and County Director Tourism and wildlife to assist in ascertaining the development of wildlife conservation.

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

To address conflict of interest the board members are advised to avoid any specific interest during community wildlife conservation implementation, 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 process of community wildlife conservation development.

The members of the board are not entitled for remuneration, but the allocation of 3% 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 relating to community wildlife conservation funds. All members shall be considered 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 community.

## **8. MANAGEMENT DISCUSSION AND ANALYSIS**

The Fund had a balance of Ksh977.55; the expenditure amounted to Kshs350 as Bank Charges

The Fund core mandate is to allow the County Executive Member to make payments to the Fund account. The Fund's / grants principal activity is to meet expenditures characterized, therefore there is no project or investment decision implemented or ongoing,

The Fund is prepared in accordance with section 116(1) of the Public Finance Management Act 2012 on 28<sup>th</sup> November 2014.

There are no major risks facing the Fund since all members are considered fairly with transparency, also, material areas in statutory and other financial obligations are not applicable since there has been no transaction undertaken during the period under review.

## **9. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

Baringo County Community Wildlife Conservation fund exists to allow the County Executive Member to make payments to the Fund account. The Fund's / grants principal activity is to fund the community in the development, sustainment, exploitation, utilisation and conservation of wildlife in accordance with Article 69 of the Constitution. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on Community Wildlife Conservation pillar: putting the wildlife conservation first, delivering equitable access to skills and opportunities for the community, and improving operational excellence. Below is a brief highlight of our achievements in each pillar.

### **1. Sustainability strategy for Community Wildlife Conservation**

The top management especially the accounting officer made reference to sustainable efforts, broad trends in Tourism and Wildlife assistance affecting sustainability of conservancy development, in reference to the best practices for fair and equitable wildlife conservation.

### **2. Sustainability strategy for Conservancy Development**

The fund provides evidence of the policy that guides the Conservation development programme to the community in wildlife conservation for the sake of sustainable livelihood thereafter.

**CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING (CONTINUED)**

**3. Employee welfare**

The Fund set aside 3% of the total budget allocation to cater for the Administration Expenses during board, Management and ward 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 the community in the entire Baringo County.

**b) Responsible Supply chain and supplier relations**

The Fund ensures that every Community wishing to be considered for conservancy funds shall make an application to the committee by filling a prescribed application forms.

**c) Responsible marketing and advertisement**

The Fund ensures that every applicant gets the prescribed form at convenient point that is at the community level and at low costs.

**d) Product stewardship**

The Fund enables applicants to deposit their forms at the community level

**5. Community Engagements**

The fund engages the Community in the conservancy and board committees. Respective community committee members compost of Tourism and Wildlife administrator as secretary, one youth, two women and two men appointed by Executive Committee Member of Tourism and Wildlife, a person with disability, a religious person and a chief in the respective community. In the board there are four community members appointed by the Governor.

## **10. REPORT OF THE COUNTY FUND ADMINISTRATION COMMITTEE**

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

### **10.1 Principal activities**

The principal activity/mission/ mandate of the Fund is to mitigate adverse environmental impacts of human activities that has led to extinction of species and habitats;

- a) The grant shall provide an incentive for hosting wildlife in community areas,
- b) The grant seeks to halt down ward this trend wildlife and habitat and restore to former status;
- c) The grant shall act as a consolation mechanism on adverse effects of Human Wildlife Conflicts;
- d) The grant shall support alternative livelihood opportunities that can be derived or accrued from conservation.

### **10.2 Performance**

The performance of the Fund for the year ended June 30, 2021, are set out on page 19

### **10.3 Trustees**

The members of the Administration Committee who served during the year are shown on page 5. There were changes in the Board during the financial year are as shown below:

### **10.4 Auditors**

The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015. OR [XYZ Certified Public Accountants were nominated by the Auditor General to carry out the audit of the fund for the year/period ended June 30, 2021 in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his behalf].

By Order of the Board

Baringo County Community Wildlife Conservation Fund,

Sign:



Name: John Kisang

Chair of the Fund Administration Committee

Date: 24/01/2022

## **11. STATEMENT OF MANAGEMENT'S RESPONSIBILITIES**

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of a Baringo County Community Wildlife Conservation Fund established by section 116(1) of the Public Finance Management Act 2012 on 28<sup>th</sup> November 2014 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 Baringo County Community Wildlife Conservation 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, 2020. 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 Baringo County Community Wildlife Conservation 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 Baringo County Community Wildlife Conservation Fund section 116(1) of the Public Finance Management Act 2012 on 28<sup>th</sup> November 2014. The Administrator of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended June 30, 2021, and of the Fund's financial position as at that date. 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 Baringo County Community Wildlife Conservation Fund has assessed the Fund's ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements. Nothing has come to the attention of the Administrator to indicate that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Fund's financial statements were approved by the Baringo County Community Wildlife Conservation Fund Board on 28<sup>th</sup> September, 2021 and signed on its behalf by:

  
\_\_\_\_\_  
**Fund Administrator**  
**Baringo County Community Wildlife Conservation Fund**



# REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



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

## **REPORT OF THE AUDITOR-GENERAL ON BARINGO COUNTY COMMUNITY WILDLIFE CONSERVATION FUND FOR THE YEAR ENDED 30 JUNE, 2021**

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### **PREAMBLE**

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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 Community Wildlife Conservation Fund set out on pages 18 to 58, which comprise of the statement

of financial position as at 30 June, 2021, and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Baringo County Community Wildlife Conservation Fund as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012 and the Public Finance Management (Baringo County Community Wildlife Conservation Fund), Regulations, 2014.

## **Basis for Qualified Opinion**

### **1. Presentation of Financial Statements**

A review of the financial statements provided for audit review revealed the following:

- i) The background information has not cited the enabling legislation of the Fund, the Public Finance Management (Baringo County Community Wildlife Conservation Fund) Regulations, 2014.
- ii) No evidence was provided to confirm whether the Fund Administrator was appointed in accordance with Regulation 10(1) of the Public Finance Management (Baringo County Community Wildlife Conservation Fund), 2014.
- iii) The key information and Management indicate that the Fund is managed by the Baringo County Community Wildlife Conservation Board. However, Regulation 8 of the Public Finance Management (Baringo County Community Wildlife Conservation Fund) Regulations, 2014 provides that, the Fund is managed by the County Fund Management committee which is not properly constituted.
- iv) The statement of performance against County entity's predetermined objectives indicate that, the Fund increased community conservancy development and planted seedlings under low costs through the community volunteering teams during the financial year under review. However, no documentary evidence in support of the achievement was provided for audit verification. Further, no expenditure on the programmes' have been disclosed in the financial statements.
- v) The Corporate Governance Statement does not reveal the existence of a service charter and is not accurately presented.
- vi) The Corporate Social Responsibility Statement/Sustainability reporting on employee welfare does not include information on gender ratio, policy on safety

and compliance with Occupational Safety and Health Act, 2007 and efforts made in career development for staff were disclosed.

In the circumstances, the financial statements are not accurately presented in accordance with International Public Sector Accounting Standards reporting template.

## **2. Dormant Fund**

For the last two years the Fund has been dormant with no activities. Management did not provide an adequate explanation for failure to allocate funds as required. The Fund's financial statements reflected a bank balance of Kshs.978 whose opening balance was Kshs.1,328. The total expenses of the Fund amounted to Kshs.350 which were in respect of bank charges.

In the circumstances, the Fund's objective of funding the Community in the development, sustainment, exploitation, utilization and conservation of wildlife may not be achieved.

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

### **Key Audit Matters**

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

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

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing 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. Cash and Cash Equivalents**

The statement of financial position reflects cash and cash equivalents balance of Kshs.978 held in a private Savings and Credit Co-operative Society (SACCO) contrary to Regulation 82(1 and 2) of the Public Finance Management (County Governments) Regulations, 2015 which stipulates that all County exchequer accounts shall be opened at the Central Bank of Kenya and that all County Government entities shall comply with

the provisions under this Regulation within six (6) months from the date of commencement of these Regulations. No explanation was provided for not maintaining the Fund bank account in the Central Bank of Kenya. Further, the authority to open the Fund bank account, cash book and board of survey were not provided for audit verification.

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

## **2. Lack of an Approved Annual Budget**

The Baringo County Community Wildlife Conservation Fund did not have an approved budget as provided for in Regulation 29 of the Public Finance Management (County Governments) Regulations, 2015. Further, the County Executive of Baringo did not make a budget provision for the Fund in 2020/2021 annual budget and the Fund is therefore, not able to carry out its mandate.

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

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

### **Conclusion**

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

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

### **Responsibilities of Management and the Wildlife Conservation Board**

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 control 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 control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to terminate the Fund or to cease operations.

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

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

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

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

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in

which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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


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

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

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships

and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

15 July, 2022

**Baringo County Community Wildlife Conservation Fund**  
**Reports and Financial Statements**  
**For the year ended June 30, 2021**

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**1. FINANCIAL STATEMENTS**

**13.1 STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2021.**

	Note	2020/2021	2019/2020
		KShs	KShs
<b>Revenue from non-exchange transactions</b>			
Public contributions and donations	1	0.00	0.00
Transfers from the County Government	2	0.00	0.00
Fines, penalties and other levies	3	0.00	0.00
		<b>0.00</b>	<b>0.00</b>
<b>Revenue from exchange transactions</b>			
Interest income	4	0.00	0.00
Other income	5	0.00	0.00
		<b>0.00</b>	<b>0.00</b>
<b>Total revenue</b>		<b>0.00</b>	<b>0.00</b>
<b>Expenses</b>			
Fund administration expenses	6	0.00	0.00
General expenses	6	350.00	0.00
Disbursements to Beneficiaries	6	0.00	0.00
<b>Total expenses</b>		<b>350.00</b>	<b>0.00</b>
<b>Other gains/losses</b>			
Gain/loss on disposal of assets	9		
<b>Surplus/(deficit) for the period</b>		<b>(350.00)</b>	<b>0.00</b>



### 13.2 STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Note	2020/2021	2019/2020
		KShs	KShs
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	10	977.55	1,327.55
Current portion of long- term receivables from exchange transactions	11	-	-
Receivables from Non- exchange transactions	12	-	-
Prepayments	13	-	-
Inventories	14	-	-
		<b>977.55</b>	<b>1,327.55</b>
<b>Non-current assets</b>			
Long term receivables from exchange transactions	11	-	-
Property, plant and equipment	15	-	-
Intangible assets	16	-	-
		-	-
<b>Total assets</b>		<b>977.55</b>	<b>1,327.55</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables from exchange transactions	17	-	-
Provisions	18	-	-
Current portion of borrowings	19	-	-
Employee benefit obligations	20	-	-
<b>Non-current liabilities</b>			
Long term portion of borrowings	19	-	-
Non-current employee benefit obligation	20	-	-
<b>Total liabilities</b>		-	-
<b>Net assets</b>		<b>977.55</b>	<b>1,327.55</b>
Revolving Fund		-	-
Reserves		0.00	0.00
Accumulated surplus		977.55	1,327.55
<b>Total net assets and liabilities</b>		<b>977.55</b>	<b>1,327.55</b>

**Baringo County Community Wildlife Conservation Fund  
Reports and Financial Statements  
For the year ended June 30, 2021.**

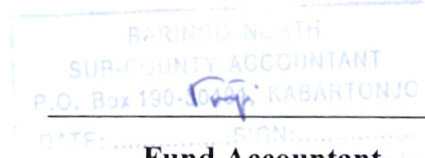
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The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The fund financial statements were approved on 24<sup>th</sup> JANUARY 2021 and signed by:



**Administrator of the Fund**

**Name: Richard Rutto**



**Fund Accountant**

**Name: CPA Phyllis Cheboiwo**

**ICPAK Member Number: 21650**

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021**

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

	<b>Revolving Fund</b>	<b>Revaluation Reserve</b>	<b>Accumulated surplus</b>	<b>Total</b>
		<b>KShs</b>	<b>KShs</b>	<b>KShs</b>
<b>Balance as at 1 July 2019</b>	0.00	0.00	1,327.55	1,327.55
Surplus/(deficit) for the period	0.00	-	(0.00)	(0.00)
Funds received during the year	0.00	-	-	0.00
Revaluation gain	(0.00)	00.00	(0.00)	(0.00)
<b>Balance as at 30 June 2020</b>	<b>0.00</b>	<b>0.00</b>	<b>1,327.55</b>	<b>1,327.55</b>
<b>Balance as at 1 July 2020</b>	<b>0.00</b>	<b>0.00</b>	<b>1,327.55</b>	<b>1,327.55</b>
Surplus/(deficit) for the period	0.00	-	(350.00)	(350.00)
Funds received during the year	0.00	-	-	0.00
Revaluation gain	(0.00)	0.00	-	(0.00)
<b>Balance as at 30 June 2021</b>	<b>0.00</b>	<b>0.00</b>	<b>977.55</b>	<b>977.55</b>

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**13.4 STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 30TH JUNE 2021**

	Note	2020/2021	2019/2020
		KShs	KShs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Public contributions and donations		-	-
Transfers from the County Government		0.00	0.00
Interest received		-	0.00
Receipts from other operating activities		-	-
<b>Total Receipts</b>		<b>0.00</b>	<b>0.00</b>
<b>Payments</b>			
Fund administration expenses		0.00	0.00
General expenses		350.00	0.00
Finance cost		-	-
Disbursements of Bursary to beneficiaries		0.00	0.00
<b>Total Payments</b>		<b>350.00</b>	<b>0.00</b>
<b>Net cash flows from operating activities</b>		<b>0.00</b>	<b>0.00</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and intangible assets		-	-
Proceeds from sale of property, plant and equipment		-	-
Proceeds from loan principal repayments		-	-
Loan disbursements paid out		-	-
<b>Net cash flows used in investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Proceeds from revolving fund receipts		-	-
Additional borrowings		-	-
Repayment of borrowings		-	-
<b>Net cash flows used in financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(350.00)</b>	<b>0.00</b>
Cash and cash equivalents at 1 JULY, 2020	10	1,327.55	1,327.55
<b>Cash and cash equivalents at 30 JUNE, 2021</b>	10	<b>977.55</b>	<b>1,327.55</b>

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021**

**13.5 STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE 2021.**

	<b>Original budget</b>	<b>Adjustments</b>	<b>Final budget</b>	<b>Actual on comparable basis</b>	<b>% utilization</b>
	<b>2021</b>	<b>2021</b>	<b>2021</b>	<b>2021</b>	<b>2021</b>
<b>Revenue</b>	<b>KShs</b>	<b>KShs</b>	<b>KShs</b>	<b>KShs</b>	
Public contributions and donations	0.00	(0.00)	0.00	0.00	0%
Transfers from County Govt.	0.00	0.00	0.00	0.00	0%
Interest income	0.00	-	0.00	0.00	0%
Other income	0.00	-	0.00	0.00	0%
<b>Total income</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0%</b>
<b>Expenses</b>					
Fund administration expenses	0.00	-	0.00	0.00	0%
General expenses	0.00	(0.00)	00.00	(350.00)	0%
Finance cost	0.00	0.00	0.00	0.00	0%
Disbursements of Bursary to beneficiaries	0.00		0.00	0.00	0%
<b>Total expenditure</b>	<b>0.00</b>	<b>(0.00)</b>	<b>000</b>	<b>(350.00)</b>	<b>0%</b>
<b>Surplus for the period</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(350.00)</b>	

### **13.6 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **1. Statement of compliance and basis of preparation**

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

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**2. Adoption of new and revised standards**

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

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

**Baringo County Community Wildlife Conservation Fund**  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

<p>d) IPSAS 33, First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs).          Amendments to the implementation guidance on deemed cost in IPSAS 33 to make it consistent with the core principles in the Standard</p>	<p><i>Document the impact if the fund is reporting for the first time on accrual/ Otherwise indicate that there was no impact</i></p>
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**b) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2021**

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**c) Early adoption of standards**

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

**3. Revenue recognition**

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

**Transfers from other government fund**

Revenues from non-exchange transactions with other government funds 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 fund 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 his yield to the principal outstanding to determine interest income each period.

**4. Budget information**

The original budget for FY 2020/2021 was approved by the County Assembly on 17<sup>th</sup> July, 2020 (Date). 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 fund upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Fund recorded additional appropriations of Kshs Nil (Amount) on 20<sup>th</sup> May, 2021 (Date) the FY 2020/2021 budget following the governing body's approval.

The fund's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget.

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actual as per the statement of financial performance has been presented under section 167 of these financial statements.

**5. Property, plant and equipment**

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

**6. Intangible assets**

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**7. Financial instruments**

**a) Financial assets**

**Initial recognition and measurement**

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

**Loans and receivables**

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

**Held-to-maturity**

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

**Impairment of financial assets**

The fund assesses at each reporting date whether there is objective evidence that a financial asset or fund of financial assets is impaired. A financial asset or fund of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Asset or the fund of financial assets that can be reliably estimated.

Evidence of impairment may include the following indicators:

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

***b) Financial liabilities***

**Initial recognition and measurement**

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

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

**Loans and borrowing**

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

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

**8. Inventories**

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the fund.

#### **9. Provisions**

Provisions are recognized when the fund has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the fund expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

#### **Contingent liabilities**

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contingent assets**

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

**10. Nature and purpose of reserves**

The Fund creates and maintains reserves in terms of specific requirements and appropriate policies adopted.

**11. Changes in accounting policies and estimates**

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

**12. Employee benefits– Retirement benefit plans**

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**13. Foreign currency transactions**

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

**14. Borrowing costs**

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

**15. Related parties**

The Fund regards a related party as a person or fund with the ability to exert control individually or jointly, or to exercise significant influence over the fund, or vice versa. Members of key management are regarded as related parties and comprise the directors/Trustee, the Fund Managers and Fund Accountant.

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**16. Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank. Bank account balances include amounts held at the commercial banks (Cash Book Balance) at the end of the financial year.

**17. Comparative figures**

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

**18. Events after the reporting period**

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

**19. Ultimate and Holding Fund**

The Fund is a Baringo County Community Wildlife Conservation Fund established by section 116(1) of the Public Finance Management Act 2012 on 28<sup>th</sup> November 2014, under the Department of Tourism and Wildlife. Its ultimate parent is the County Government of Baringo.

**20. Currency**

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**21. Significant judgments and sources of estimation uncertainty**

The preparation of the Fund 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  
revenues, expenses, assets and liabilities through statements of Performance, Financial Position, Cash Flow, Changes in assets and budgets against actual output.

**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 Fund based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the fund. Such changes are reflected in the assumptions when they occur. IPSAS 1.140.

**b) Useful lives and residual values**

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

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**c) Provisions**

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

Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date, and are discounted to present value where the effect is material.

**22. Financial risk management**

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

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

**a) Credit risk**

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

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

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**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

	Total amount KShs	Fully performing KShs	Past due KShs	Impaired KShs
<b>At 30 June 2021</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	977.55	977.55	-	-
<b>Total</b>	<b>977.55</b>	<b>977.55</b>	-	-
<b>At 30 June 2020</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	1,327.55	1,327.55	-	-
<b>Total</b>	<b>1,327.55</b>	<b>1,327.55</b>	-	-

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 fund has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

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.

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**b) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the Fund Administrator, who has built an appropriate liquidity risk management framework for the management of the fund's short, medium and long-term funding and liquidity management requirements. The fund manages liquidity risk through continuous monitoring of forecasts and actual cash flows. The table below represents cash flows payable by the Fund under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

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

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**c) Market risk**

The board has put in place an internal audit function to assist it in assessing the risk faced by the fund on an on-going 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 funds' 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 fund's exposure to market risks or the manner in which it manages and measures the risk.

**d) Foreign currency risk**

The fund has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate.

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

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

**Foreign currency sensitivity analysis**

The following table demonstrates the effect on the Fund's statement of financial performance on applying the sensitivity for a reasonable possible change in the exchange rate of the three main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

	Change in currency rate	Effect on surplus/ deficit	Effect on equity
	KShs	KShs	KShs
<b>2021</b>			
Euro	-	-	-
USD	-	-	-
<b>2020</b>			
Euro	-	-	-
USD	-	-	-

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**e) Interest rate risk**

Interest rate risk is the risk that the fund's financial condition may be adversely affected as a result of changes in interest rate levels. The fund'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.

**f) Capital risk management**

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

	2020/2021	2019/2020
	KShs	KShs
Revaluation reserve	00.00	120.00
Revolving fund	0.00	0.00
Accumulated surplus	977.55	1,327.55
<b>Total funds</b>	<b>977.55</b>	<b>1,327.55</b>
Total borrowings	0.00	0.00
Less: cash and bank balances	(977.55)	(1,327.55)
Net debt/(excess cash and cash equivalents)	0.00	0.00
<b>Gearing</b>	<b>0%</b>	<b>0%</b>

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**13. NOTES TO THE FINANCIAL STATEMENTS**

**1. Public contributions and donations**

Description	2020/2021	2019/2020
	KShs	KShs
Donation from development partners	-	-
Contributions from the public	-	-
<b>Total</b>	-	-

**2. Transfers from County Government**

Description	2020/2021	2019/2020
	KShs	KShs
Transfers from County Govt. – operations	-	-
Payments by County on behalf of the fund	-	-
<b>Total</b>	-	-

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

Description	2020/2021	2019/2020
	KShs	KShs
Late payment penalties	-	-
Fines	-	-
Levies	-	-
Licences	-	-
<b>Total</b>	-	-

**Interest income**

Description	2020/2021	2019/2020
	KShs	KShs
Interest income from Mortgage loans	-	-
Interest income from car loans	-	-
Interest income from investments	-	-
Interest income on bank deposits	-	-
<b>Total interest income</b>	-	-

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. Other income**

Description	2020/2021	2019/2020
	KShs	KShs
Insurance recoveries	-	-
Income from sale of tender documents	-	-
Miscellaneous income (Un-presented Cheques)	-	-
<b>Total other income</b>	-	-

**5. Fund administration expenses**

Description	2020/2021	2019/2020
	KShs	KShs
Staff costs (Note 6a)	-	-
Loan processing costs	-	-
Disbursements of Bursary to Beneficiaries	-	-
Administration fees	-	-
<b>Total</b>	-	-

**6A. Staff costs**

Description	2020/2021	2019/2020
	KShs	KShs
Salaries and wages	-	-
Staff gratuity	-	-
Staff training expenses	-	-
Social security contribution	-	-
Other staff costs	-	-
<b>Total</b>	-	-

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**6. General expenses**

Description	2020/2021	2019/2020
	KShs	KShs
Consumables	-	-
Electricity and water expenses	-	-
Fuel and oil costs	-	-
Insurance costs	-	-
Postage	-	-
Printing and stationery	-	-
Rental costs	-	-
Security costs	-	-
Telecommunication	-	-
Bank Charges	350.00	0.00
Hospitality	-	-
Depreciation and amortization costs	-	-
Other expenses	-	-
<b>Total</b>	<b>350.00</b>	<b>0.00</b>

**7. Finance costs**

Description	2020/2021	2019/2020
	KShs	KShs
Interest on Bank overdrafts	-	-
Interest on loans from banks	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

Description	2020/2021	2019/2020
	KShs	KShs
Property, plant and equipment	-	-
Intangible assets	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**9. Cash and cash equivalents**

Description	2020/2021	2019/2020
	KShs	KShs
Current account	977.55	1,327.55
Others	-	-
<b>Total cash and cash equivalents</b>	<b>977.55</b>	<b>1,327.55</b>

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

Financial institution	Account number	2020/2021	2019/2020
		KShs	KShs
<b>a) Current account</b>			
Skyline Sacco Society Ltd - Eldama Ravine	565100501395	977.55	1,327.55
<b>Sub- total</b>		<b>977.55</b>	<b>1,327.55</b>
<b>Grand total</b>		<b>977.55</b>	<b>1,327.55</b>

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**10. Receivables from exchange transactions**

Description	2020/2021	2019/2020
	KShs	KShs
<b>Current Receivables</b>		
Interest receivable	-	-
Current loan repayments due	-	-
Other exchange debtors	-	-
Less: impairment allowance	-	-
<b>Total Current receivables</b>		
<b>Non-Current receivables</b>		
Long term loan repayments due	-	-
<b>Total Non- current receivables</b>	-	-
<b>Total receivables from exchange transactions</b>	-	-

**Additional disclosure on interest receivable**

Description	2020/2021	2019/2020
	KShs	KShs
<b>Interest receivable</b>		
Interest receivable from current portion of long-term loans of previous years	-	-
Accrued interest receivable from of long-term loans of previous years	-	-
Interest receivable from current portion of long-term loans issued in the current year	-	-
<b>Current loan repayments due</b>	-	-
Current portion of long-term loans from previous years	-	-
Accrued principal from long-terms loans from previous periods	-	-
Current portion of long-term loans issued in the current year	-	-

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**11. Receivables from Non-Exchange transaction**

Description	2020/2021	2019/2020
	KShs	KShs
Transfer from County Executive	-	-
Transfer from XXXX Fund	-	-
<b>Total receivables from non-exchange transactions</b>	-	-

**12. Prepayments**

Description	2020/2021	2019/2020
	KShs	KShs
Prepaid rent	-	-
Prepaid insurance	-	-
Prepaid electricity costs	-	-
Other prepayments(specify)	-	-
<b>Total</b>	-	-

**13. Inventories**

Description	2020/2021	2019/2020
	KShs	KShs
Consumable stores	-	-
Spare parts and meters	-	-
Catering	-	-
Other inventories(specify)	-	-
<b>Total inventories at the lower of cost and net realizable value</b>	-	-

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**14. Property, plant and equipment**

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

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

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**15. Intangible assets-software**

Description	2020/2021	2019/2020
	KShs	KShs
<b>Cost</b>		
At beginning of the year	-	-
Additions	-	-
At end of the year	-	-
<b>Amortization and impairment</b>		
At beginning of the year	-	-
Amortization	-	-
At end of the year	-	-
Impairment loss	-	-
At end of the year	-	-
NBV	-	-

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

Description	2020/2021	2019/2020
	KShs	KShs
Trade payables	-	-
Refundable deposits	-	-
Accrued expenses	-	-
Other payables	-	-
<b>Total trade and other payables</b>	-	-

**17. Provisions**

Description	leave provision	bonus provision	Other provision	total
	KShs	KShs	KShs	KShs
Balance at the beginning of the year(1.07.2020)	-	-	-	-
Additional Provisions	-	-	-	-
Provision utilised	-	-	-	-
Change due to discount and time value for money	-	-	-	-
Transfers from non -current provisions	-	-	-	-
<b>Balance at the end of the year (30.06.2021)</b>	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**18. Borrowings**

Description	2020/2021	2019/2020
	KShs	KShs
<b>Balance at beginning of the period</b>	-	-
External borrowings during the year	-	-
Domestic borrowings during the year	-	-
Repayments of external borrowings during the period	-	-
Repayments of domestic borrowings during the period	-	-
<b>Balance at end of the period</b>	-	-

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

	2020/2021	2019/2020
	KShs	KShs
<b>External Borrowings</b>		
Dollar denominated loan from 'xxx organization'	-	-
Sterling Pound denominated loan from 'yyy organization'	-	-
Euro denominated loan from zzz organization'	-	-
<b>Domestic Borrowings</b>	-	-
Kenya Shilling loan from KCB	-	-
Kenya Shilling loan from Barclays Bank	-	-
Kenya Shilling loan from Consolidated Bank	-	-
Borrowings from other government institutions	-	-
<b>Total balance at end of the year</b>	-	-

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

Description	2020/2021	2019/2020
	KShs	KShs
Short term borrowings(current portion)	-	-
Long term borrowings	-	-
<b>Total</b>	-	-

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**19. Employee benefit obligations**

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

**20. Cash generated from operations**

	2020/2021	2019/2020
	KShs	KShs
<b>Surplus/ (deficit) for the year before tax</b>	-	-
<b>Adjusted for:</b>		
Depreciation	-	-
Amortisation	-	-
Gains/ losses on disposal of assets	-	-
Interest income	-	-
Finance cost	-	-
<b>Working Capital adjustments</b>	-	-
Increase in inventory	-	-
Increase in receivables	-	-
Increase in payables	-	-
<b>Net cash flow from operating activities</b>	-	-

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**21. Related party balances**

**a) Nature of related party relationships**

Fund 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 fund:

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

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**b) Related party transactions**

	2020/2021	2019/2020
	KShs	KShs
Transfers from related parties'	-	-
Transfers to related parties	-	-

**c) Key management remuneration**

	2020/2021	2019/2020
	KShs	KShs
Board of Trustees	-	-
Key Management Compensation	-	-
<b>Total</b>	-	-

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

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**d) Due from related parties**

	2020/2021	2019/2020
	KShs	KShs
Due from parent Ministry	-	-
Due from County Government	-	-
Due from County Assembly	-	-
<b>Total</b>	-	-

**e) Due to related parties**

	2020/2021	2019/2020
	KShs	KShs
Due to parent Ministry	-	-
Due to County Government	-	-
Due to Key management personnel	-	-
Due to County Assembly	-	-
<b>Total</b>	-	-

**22. Contingent assets and contingent liabilities**

Contingent liabilities	2020/2021	2019/2020
	KShs	KShs
Court case xxx against the Fund	-	-
Bank guarantees	-	-
<b>Total</b>	-	-

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**14. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S  
 RECOMMENDATIONS**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
	Presentation and Accuracy of Financial Statements			
	Annual Budget			
	Cash and Cash Equivalents			

*Baringo County Community Wildlife Conservation Fund*  
**Reports and Financial Statements**  
**For the year ended June 30, 2021.**

**15. APPENDIX I: INTER- FUND'S TRANSFERS**

TY NAME:				
Break down of Transfers from the County Executive of Baringo County Government				
FY 2020/2021				
a.	Recurrent Grants	<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
			-	
			-	
			-	
		<b>Total</b>	-	
b.	Development Grants	<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
			-	
			-	
			-	
		<b>Total</b>	-	
c.	Direct Payments	<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
			-	
			-	
			-	
		<b>Total</b>	-	

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

Finance Manager  
 Baringo County Community Wildlife Conservation Fund

Head of County Treasury at  
 Baringo County

Sign  

Sign 