

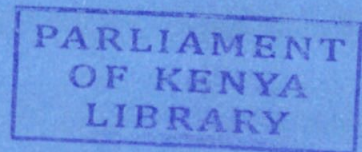
REPUBLIC OF KENYA



*Enhancing Accountability*

# REPORT

OF



## THE AUDITOR-GENERAL

ON

### UASIN GISHU COUNTY EDUCATION REVOLVING FUND

### FOR THE YEAR ENDED 30 JUNE, 2024

PAPERS LAID	
DATE	6/3/2025
TABLED BY	Dep. Maj. Whip
COMMITTEE	
CLERK AT THE TABLE	Maalim



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**COUNTY GOVERNMENT OF UASIN GISHU**  
**COUNTY EDUCATION REVOLVING FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2024**

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



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**County Government Of Uasin Gishu Education Revolving Fund  
Annual Report and Financial Statements  
for the year ended June 30, 2024**

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**1. Acronyms, Abbreviations, and Definition of Key Terms**

**A: Acronyms and Abbreviations**

CBK	Central Bank of Kenya
CECM	County Executive Committee Member
CEO	Chief Executive Officer
CO	Chief Officer
DG	Director General
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
MD	Managing Director
NT	National Treasury
OAG	Office of the Auditor General
OCOB	Office of the Controller of Budget
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
SAGAs	Semi-Autonomous Government Agencies
SC	State Corporations
WB	World Bank
KEWI	Kenya Water Institute
AHITI	Animal Health Training Institute
KMTC	Kenya Medical Training College
ELDOWAS	Eldoret Water and Sanitation
TVET	Technical and Vocational Education Training
KESHA	Kenya Secondary School Head Association
AICPA	America Institute of Certified Public Accountants
AIC	Africa Inland Church
TSC	Teachers Service Commission
BOM	Board of Management
Kshs	Kenya Shillings
PHD	Doctor of philosophy
MSC	Master of science

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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USA	united States of America
B.ED	Bachelor of Education
JKUAT	Jomo Kenyatta University of Agriculture and Technology
HRM	Human Resource Management
NHIF	National Health Insurance Fund
AFC	Agricultural Finance Corporation
C.P.A	Certified Public Accountant
KRA	Kenya Revenue Authority
ADC	Agricultural Development Corporation
A.I	Artificial Insemination

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**B: Definition of Key Terms**

**Fiduciary Management-** Members of Management that are directly entrusted with the responsibility of financial resources of the organisation.

**Comparative Year-** Means the prior period.

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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**2. Key Entity Information and Management**

**(a) Background information**

Uasin Gishu County Education Revolving Fund Act, 2014 was established by and derives its authority, accountability and amended 2016. The Fund is wholly owned by the County Government of Uasin Gishu and is domiciled in Kenya. The fund's objective is to

Empower the Youth through financing of Technical Training directly related to the development of artisan or improvement of Technical skills within the county in the following areas of specialization but not limited to: -

- i. Plumbing and Water Engineering
- ii. Electrical Installation and Engineering
- iii. Masonry and Building Technology
- iv. Civil Engineering and Quantity Survey
- v. Refrigeration and Air conditioning, welding and fabrication and woodwork
- vi. Any other courses that may be recommended by the County Education Board from time to time.

**(b) Principal Activities**

The principal activity/mission/ mandate of the Fund is to

- i. Advertise all opportunities for loans to students seeking artisan and Technical courses in County Polytechnics or National Government Technical Training Institutes or such other public or private Training institutions as may be approved by the Board from time to time.
- ii. Receive and vet applications for loans under the loan scheme forwarded by the Ward Education Committees and in so doing, determine the eligibility of each individual applicant.
- iii. Institute and implement mechanisms for loan recovery with the aim of sustaining the revolving fund.
- iv. Such duties as are incidental to the achievement of the aims and objectives of the loan scheme.
- v. Resource mobilization

Management of such other Educational loans advanced to it by other Government agencies, private entities, donor and any other entity of good will.

**Vision**

To be a model county in providing loans to needy students pursuing technical and vocational training in tertiary institution in the country.

**Mission**

To be the leading county committed to empowering the youth through provision of affordable loans for technical programmes.

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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**Core values**

- i. Integrity
- ii. Transparency
- iii. Accountability
- iv. Professionalism
- v. Equity

**(c) Key Management**

**(d)** The Uasin Gishu county education revolving fund day-to-day management is under the following key organs:

Ref	Name	Position
1	Mr. Antony Sitienei	County Executive Committee Member for Education, Vocational Training ,Gender, Social Protection and Culture
2	Marion Birgen	Chief officer for Education, Vocational Training Centre's
3	Stephen Kemoi	Fund Administrator
4	Bichii beatrice	Fund Accountant

**(e) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2024 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Fund Administrator	Stephen Kemoi
2.	CECM Education	Anthony Sitienei
3.	Chief Officer Finance	Eliud Kipkorir Chemaget
4.	Chief Officer Education	Marion Birgen

**Key Entity Information and Management (continued)**

**(f) Fiduciary Oversight Arrangement**

SN	POSITION	NAME
1	Director Internal Audit	Mary Kiarie
2	Fund Committee Chair	Dr Joel Chelule
3	Uasingishu County Assembly	Pic And Pac

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**(g) Registered Offices**

P.O. Box 40, 30100, Eldoret  
Eldoret West Social Hall  
Kenya

**(h) Fund Contacts**

Uasin Gishu County  
E-mail: info@uasingishu.go.ke  
Website: www.uasingishu.go.ke

**(i) Fund Bankers**

Kenya Commercial Bank  
P. O. BOX 560-30100  
TEL: 053-2062241/2  
ELDORET

**(j) Independent Auditors**

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

**(k) Principal Legal Adviser**

County Attorney  
Uasin Gishu County  
P.O BOX 40  
Eldoret, Kenya

**Key Entity Information and Management (continued)**

**(l) Independent Auditor**

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

**(m) Principal Legal Adviser**

- i) The Attorney General  
State Law Office and Department of Justice  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya




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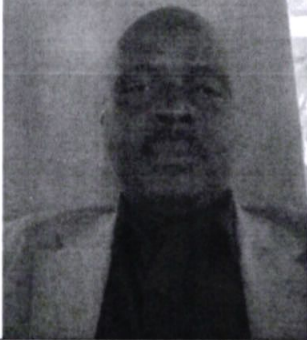


- ii) County Attorney  
P.O. Box 40  
Eldoret Town/City

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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**3. The Board of Directors/Fund Committees**



Directors	Details
<p>1. DR JOEL CHELULE</p> 	<p><b>Chairman</b>  Born 1977, Hold a Doctor of Philosophy (PHD) in applied statistics, Master Science in statistics, Bachelor of Science in Mathematics and computer science from JKUAT. Currently working as director JKUAT Eldoret campus and senior lecturer in statistics. Immediate a former chairman Ziwa Technical Training Institute and also auditor in Quality Management System &amp; Environmental Management system, under ISO 9001:2015 &amp; ISO 14001:2014.He is an independent.</p>
<p>2. DR. SUSAN KEINO</p> 	<p><b>Vice Chairperson</b>  Born 1972, Doctor of Philosophy (PHD) in Human Nutrition of Maastricht university, MSc Maseno university, and BSc Moi university. Works at Moi university. Head of department of Human nutrition from 2014-2019, lecturer from 2014-to date</p>
<p>3. DR DAVID KESIO</p> 	<p><b>Member /Representative Technical and Higher Education</b>  Dr. David K. Kessio, born in 1976; is a Lecturer at Moi University, School of Education, Department of Educational Management &amp; Policy Studies. He holds a Doctor of Philosophy (PhD) in Educational Administration, Mphil. In Educational Management Moi University, MBA in Research &amp; Higher Education, Osnabruck University of Applied Sciences, Germany.) And B. ED (Arts), Moi University.</p>
<p>4. DR JOSEPH KIPRONO LELAN</p>	<p><b>Member/Chairperson County Education Board</b>  Joseph Kiprono Lelan was born in 1960 holds a Doctor of Philosophy (PhD) Degree in Educational Administration from Moi University-Eldoret; Master of Science (Msc) degree in Education Leadership from Drake University- U.S.A; Bachelor</p>

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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	<p>of Education (Bed) degree from the University of Nairobi and a Diploma in Education from Siriba Teachers College - Maseno. He is currently a senior lecturer and chair, Department of Educational Management and Policy Studies (2014 to Date</p>
<p>5. STEPHEN KEMOI</p> 	<p>Currently The County Director Vocational Training Center and Fund administrator and secretary to the board, Born in 1970. He is a holder of a BSC in Technical Education from Moi university. He has worked as a District Youth Training Officer and a Lecturer at Mombasa Polytechnic and Rwika technical Training Institute.</p>
<p>6. DR. STELLAH KETTER</p> 	<p><b>Member,</b>          Born in 1976. Lecturer in the Department of Education Moi University, currently she serves as teaching practice Coordinator, Board of school management and mentoring young people. She holds a Doctor of Philosophy (PHD) in Educational Management and Policy Studies, MPhil in Educational Planning (Moi University), Bachelor of Education Arts (University of Nairobi) and P1 Certificate (Kigari Teachers College).</p>
<p>7. ABIGAEL MUKOSI</p> 	<p><b>Member Representing Youth,</b>          Born in 1990. Bachelor's degree in human resources management, Higher Diploma in HRM. Work experience Former internship, She was Attachee NHIF –Claims And Benefits Department and also Agricultural finance corporation (AFC) – HR Section.</p>



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<p>8. PETER KIARIE</p> 	<p><b>Member Representing Minority</b> Born 1979. MSc Micro biology, Diploma in computer application. Work experience teaching and research spanning 10 years.</p>
<p>9. ESTHER JEPCHIRCHIR</p> 	<p><b>Member Representing person with Disability</b> Born in P1 Certificate from Mosoriot Teachers Training College, Kibos Special Secondary School (KCSE). She is a primary school teacher.</p>

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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**10. Key Management Team**

Management	Details
<p>1. MR. ANTHONY SITIENEI</p> 	<p>Born in 1962, Currently the County Executive Committee Member in the Department of Education, Vocational Training Centres', Social Protection and Culture. Holds a degree in Education, Diploma in Archives and Certificate in Education. He has worked as Teacher in Primary and Secondary Schools.</p>
<p>2. MS.MARION BIRGEN</p> 	<p>Born in 1971, currently the Chief officer for Education, Vocational Training Centers. Holds a Master's Degree in Education leadership and Policy Education Moi University, Bachelor in Education (Arts), Egerton University. Former Principal Ndalat Gaa Girls secondary school from 2013-2023, Principal AIC Kaigat secondary school. Secretary KESHA, AICPA Nandi County 2018-2023. Women (Patron) group organisation.</p>
<p>3. 4. STEPHEN KEMOI</p>	<p>Currently The County Assistant Director Vocational Training Center and Fund administrator, Born in 1970. He is a holder of a BSC in Technical Education from Moi university. He has worked as a District Youth Training Officer and a Lecturer at Mombasa Polytechnic and Rwika technical Training Institute.</p>

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
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5. BICHII BEATRICE



**Fund Accountant.**

Born in 1979, currently the Accountant Education, Bursary Fund and Uasin Gishu County Revolving Fund

CPA Part II and Bachelor's degree in Business Administration & Management (Accounting Option)

Formerly worked as an Accountant and administrator with Family Health Options Kenya branch of IPPF International

***COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND***  
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**11. Chairman's Statement**

The Uasin Gishu County Education Revolving fund committee, which oversees the management of the Uasin Gishu County Education Revolving Fund, was appointed in July 2022 after the three-year term of the first Board ended in May 2022. This is the second board since establishment of the Fund in 2014. Appointment of this second board addressed the constitutional queries that were noted in the first one. Youths, PWDs and the minorities are now well represented in the board. Five members who were in the first board were reappointed to ensure seamless continuity. The requirement of gender is also well addressed.

The main focus of establishing the fund still remains to be the County's Youth; to empower them acquire the necessary skills by awarding them loans to study in selected TVET Institutions. This is a very noble idea by the County Government of Uasin Gishu. Since inception, the Fund's performance has been outstanding. Over 3660 students in various fields of skills have so far benefited from the Fund.

The Fund initially targeted technical courses. Later on, after careful review of the County's development skills gap, the Board found it wise to expand the courses to cater for other areas such as Medical, Water and Agriculture. Skills in these areas are much needed by the County.

The Board is currently exploring more areas of possible expansion such as environmental-related and beauty-related courses. Opportunities globally are also being considered.

In order to ensure transparency and accountability in optimal loan disbursement and recovery, the fund committee envisages to automate all the Fund's operations. Development of an ICT system has been finalized, and is currently being piloted. Soon it will be rolled out. All activities which include advertisements, loan applications, loan recovery, and other loan-related information, will all go on-line.

The main concern of the Board during the FY 2023/2024 was recovery of disbursed loans from beneficiaries who have completed their training and are already earning income from employment either self or formally. The Board directed the Secretariat to embark on this exercise on a serious note. To date Kshs. 1,761,550/= has been recovered. This figure is still very low, especially considering that KShs. 325,382,015 have been so far disbursed. The fund committee therefore considers recovery of loans to be the main challenge. It is currently exploring various strategies that will help to enhance recovery, which include partnering with KRA to identify and locate those beneficiaries who are supposed to be remitting their repayments.. The fund committee hopes that the recovery strategies agreed upon in our early meeting will be effectively implemented by the Secretariat. We also hope that challenges to do with staffing, and facilitation will be addressed.

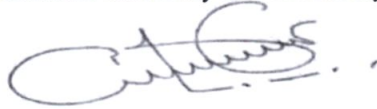
It was resolved during an appearance at the county assembly before the committee on public finance on Tuesday 12<sup>th</sup> August 2024 that any other time the sector is looking for beneficiaries, the bursary committee at

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the ward level shall be engaged. Due to this, the management of the fund was advised to amend the principal Act of 2016 to capture the changes.

The Board, therefore, calls upon the Department to urgently address pending issues so as to enable the Board carry out its mandate efficiently and effectively during this FY 2023/24, and going forward.



Signed..... Date 11/12/2024  
**Dr. Joel Cheruiyot Chelule, PhD**

***COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND***  
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**12. Report of the Chief Executive Officer/Fund Administrator**

Quality Technical and Vocational Education and Training are widely recognized as having an important role to play in tackling youth unemployment. Technical Vocational Education and Training (TVET) is oriented towards the world of works and the acquisition of knowledge and skills by youth as a means of addressing skills mismatch in the job market and in other way ensure that there is a smooth school-to-work transition for many young people.

Through research, it has been found that a number of Youths are unable to proceed or access these technical skills in the County due to several of challenges including financial constraints. To enable these youths to access these technical skills, the County Government of Uasin Gishu established a revolving fund Known as Uasin Gishu County Education Revolving Fund in 2014 with an aim of empowering youth through the financing of technical training in form of loans. The fund operates as a revolving fund and it is expected to recover the funds from the beneficiaries after a gainful employment. The norm in Uasin Gishu has therefore been that the students/ beneficiaries are selected from the ward level .Lists of all selected beneficiaries in every ward is forwarded to the Uasin Gishu County Education Revolving Fund Committee for vetting. A total of 3660 enrolled in various institutions have benefited from the programme.

An amendment to the Act was done on 30th March 2022. This was occasioned by the communication from the controller of budget vide a letter dated 4/2/2022 of which the same was done through gazettelement on 14th April 2022. The amendment had some legislations like enhancement of the prefix board to the committee, establishment of the office of the fund administrator and qualifications, delinking the county assembly functions with that of the executive. On the same note the interest rate to be charged per annum was also captured.

In the financial year 2023/2024 under review, the Fund was allocated Ksh. 28,547,245 to train Youth in the following institutions. Kenya Medical Training College (KMTC) for medical courses and Egerton University bringing the total amount So far disbursed since inception to KShs. 325,382,015.

Recovery of loans started in the financial year 2020-2021. a total of Ksh 1,761,550 has been recovered to date. This in my view indicates that there is some progress despite the fact that there are no jobs for the youths to enable them repay the loans.


The department would like to thank H.E the Governor and the County Government for setting up the fund that would benefit so many youths from the county in addressing the issue of of fee payment and unemployment.

The Department is trying to mitigate risks which may include non-repayment of loans by the beneficiaries for lack of gainful employment, death as a result of natural attrition and Lack of adequate funds to meet its obligation due to insufficient allocation from exchequer. Key risk management strategies that the department

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intend to employ include setting up of offices and facilitating the officers at the sub county levels to enable them get closer to the beneficiaries

Signed: .....  .....

Stephen Kemoi  
Fund Administrator



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**13. Statement Of Performance Against the County Fund's Predetermined Objectives FY 2023/2024**

The County Education Revolving Fund was established by an Act of County Assembly to fund full time and part time courses in technology, applied science management and other field of studies and to make provisions for the general administration. The objectives of the fund is to: - Empower the youth through financing of technical training directly related to the development of artisan or improving technical skills within the County in the following areas of specialization but not limited to:

- Plumbing and water engineering
- Electrical installation and engineering
- Masonry and building technology
- Civil engineering and quantity survey
- Refrigeration and air conditioning,
- Vi welding, fabrication and wood work

Any other courses that may be recommended by the County Education Board from time to time. Provide loans to the youth pursuing artisan or technical courses under sub section Offered at County Polytechnics or such National Government or private Technical Training Institutes as may be recommended by the County Education Board. The performance as aligned with County Integrated Development Program indicators is as shown in the table below.

<b>Programme</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Enrolment of students	Students joining TVET Colleges	Increased enrolment of Students	2532	3650

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**14. Corporate Governance Statement**

Uasin Gishu County Education Revolving Fund board was established vide the Act of county assembly and shall be a corporate body with perpetual succession and common seal and in its corporate name be able to;

- a) Sue and being sued
- b) Taking, purchasing or otherwise acquiring, holding, charging and or disposing of moveable and immovable property
- c) Entering into contract
- d) Borrowing and lending of money
- e) Doing or performing and such other things or act necessary for proper performance of its function under this act and which may lawfully be done or performed by a body corporate. The seal of the board shall authenticate by the signature of the chairperson or one member. The board shall consist of the following persons by the governor on recommendation of the county executive member at the time responsible for education with the approval of the county assembly.

- ✓ Chairperson
- ✓ Deputy chairperson
- ✓ Secretary of the board who shall be the chief executive
- ✓ Representative of the county education board
- ✓ Representative of county treasury
- ✓ Representative of technical or higher educational institution
- ✓ Three other members appointed by county executive committee member

Every member of the board shall hold office for a period of three consecutive years from the date of appointment and shall be eligible for re-appointment for one more term. The position of a member shall become vacant if that member;

- ✓ Submit resignation in writing under his hand to the appointing authority
- ✓ If the board is satisfied that such member is by reason of his physical or mental infirmity unable to execute the functions of his or her office
- ✓ Has been adjudged bankrupt or suspends payment to or make arrangement or composition with his creditors
  - i. Has been absent without leave or reasonable cause submitted to the board for three consecutive meeting

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- ii. Dies
- iii. Is dismissed in terms of provision of this act

The county executive member may revoke the appointment of the board member becomes in the opinion of the county executive member unfit to continue in the office or incapable of performing duties. The Governor may remove a member of the board from the office in any of the following grounds

- a) Incompetence
- b) Abuse of office
- c) Failure without reasonable excuse or written authority of the Governor to attend three consecutive meeting of the county executive committee
- d) Physical or mental incapacity rendering the executive member incapable of performing the duties of that office
- e) Gross violation of the constitution or any other law

The filling of a vacancy of a member of the board shall commence by notifying the appointing authority, the county executive committee may recommend for appointment of any person to fill the vacancy The meeting of the county education loans board shall meet not more than two times in a year provided that the board may have a maximum of three extra meetings.

The functions of the board are;

- i. Advertise all opportunities for loans to students seeking artisan and Technical courses in County Polytechnics or National Government Technical Training Institutes or such other public or private Training institutions as may be approved by the Board from time to time.
- ii. Receive and vet applications for loans under the loan scheme forwarded by the Ward Education Committees and in so doing, determine the eligibility of each individual applicant.
- iii. Institute and implement mechanisms for loan recovery with the aim of sustaining the revolving fund.
- iv. Such duties as are incidental to the achievement of the aims and objectives of the loan scheme.
- v. Resource mobilization
- vi. Management of such other Educational loans advanced to it by other Government agencies, private entities, donor and any other entity of good will.

### **15. Management Discussion and Analysis**

County Education Revolving Fund has achieved the following in sponsoring students to various institutions: -

- (a) Those who have cleared and graduated
  - i. ADC (Kitale) 33 Students

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ii.	K.T.T.C	192 Students
iii.	Kabete (A.I)	20 Students
iv.	KEWI	34 Students
v.	MORENDATE	30 Students
vi.	EGERTON UNIVERSITY	56 Students
vii.	AHITI (diploma and certificate in Animal health)	81 Students
viii.	KMTC	430Students
ix.	RTI	92 Students

(b) The amount spends during FY 2023-2024 is as follows;

DATE	DETAILS	CHQ NO./RTGS	AMOUNT(Ksh)	NARRATION
30/August/2023	KMTC Tuition and accomodation fee	RTGS	22,018,700	Loans advanced
15/September/2023	Egerton University Tuition fee	000301	4,134,900	Loans advanced

**Recoveries**

The recovered money is to be deposited into

**ACCOUNT NAME:** Uasin Gishu County TVET Fund Account

**KCB ACCOUNT NO:** 1178078094.

The department has made steps towards recovery of the funds i.e.

All beneficiaries have received SMS and calls reminding them to repay their loans. There are some beneficiaries who have made an effort of repaying the loans.

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**10. ENVIRONMENTAL AND SUSTAINABILITY REPORTING**

**i) *Employee welfare***

In tandem with Occupational Safety Health principles, the county education revolving fund has had Extensive issues on employee welfare such areas like medicine including physiology and toxicology ergonomics on the sitting posture going forward all employees' interest in the fund are catered for. Their concerns are in tandem principles of Occupational Safety Health which include and not limited to all employees have basic rights and so to the fund. The same should be strived and maintained to guarantee good working conditions and human dignity. The occupational safety and health policy is yet to be established in the fund, on the same note program is formulated the procedure of implementation, monitoring will be put in place and the activity of review will follow. The social partners in this case revolving fund committee, stakeholders, parent, and beneficiaries will be involved, this will be done during formulations implementation and review of all the system, the aims of occupation safety and health programs are prevention and protection. Health promotion is the central elements of occupation health practice; county educational revolving fund did participate in wellness week organized by county government. The staff were able to know their status on all health related issues, this lead to referrals to specialized treatment. On the same note employees are covered by insurance policy to cater for outpatient, inpatient, maternity, dental and optical needs On compensation rehabilitation and curative service, I can confirm that there are alcoholic and drinks board established by county government mandated to rehabilitating staffs who are addicted to drugs and substance abuse. As a county government there is a responsibility, duty and obligation where by employees are provided with safety procedures, work place safety, duties indicators of fire assembly points. Education and training are vital components of safe health working environment, the health status of employees is key, county education revolution fund had to carry out training on HIV& AIDS awareness there was necessitated by the rise in the infection rate of 4.6%.

On water and sanitation, the premises on which county education revolution sits is compliant with water and sanitation standards because the office uses water from ELDOWAS.

**ii) *Marketplace practices-***

Repressible competition practices

Education revolving fund has ensured that servicing beneficiaries are not edged or in the

Recruitment through has been made possible by an act which establisher ward revolving fund

Committees, when mandate is to assist in: -

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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- (i) Adversities for vacancies in the training opportunities in the revolving fund.
- (ii) Vetting of beneficiaries
- (iii) Assisting in the fund recoveries of loans from previous beneficiaries
- (iv) Promoting education by participating on sensitization programme for students to join TVET Institution

**COUNTY GOVERNMENT OF UASIN GISHU EDUCATION REVOLVING FUND  
Annual Report and Financial Statements for the year ended June 30, 2024**

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**iii) Corporate Social Responsibility / Community Engagements**

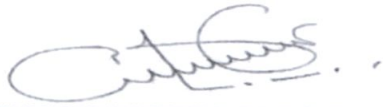
County education revolving fund does not live in isolation, the corporate social responsibility is one area that the fund has begun its activities in  
Among the activities are not limited to sensation to join TVET institution, administration and Organization examination for students to join overseas universities

**11. COUNTY EDUCATION REVOLVING FUND COMMITTEE**

The County Education Revolving Fund Committee submit their report together with the audited financial statements for the year ended June 30, 2023 which show the state of the Fund affairs. Principal Activities of the County Education Revolving Fund Committee. The principal activities of the Fund are as stated in section 2 (b) page v of this report. Additional crucial information is contained in the Chairperson's report on pages xiv. Performance of the results of the Fund for the year ended June 30, 2024 are set out on page 1. More information related to the results are contained in the Chairperson's report on pages xiv. County Education Revolving Fund Committee The members of the County Education Revolving Fund Committee who served during the year are as indicated on section 3 on pages ix, of this report. There were no changes in the fund Committee during the financial year. The Auditor General is responsible for the statutory audit of the fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015. By Order of the Fund Committee County Education Revolving Fund Committee

**Approval of the financial statements**

The *Entity's* financial statements were approved by the Board on 11/12/2024 2024 and signed on its behalf by:



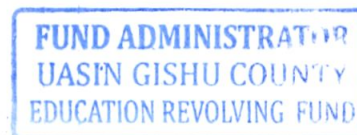
Name

Chairperson of the Board/Fund Committee



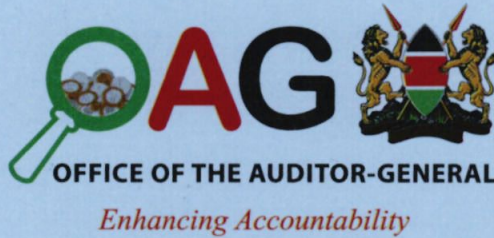
Name

Accounting Officer/Fund Administrator



# REPUBLIC OF KENYA

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Email: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



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

## **REPORT OF THE AUDITOR-GENERAL ON UASIN GISHU COUNTY EDUCATION REVOLVING FUND FOR THE YEAR ENDED 30 JUNE, 2024**

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### **PREAMBLE**

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

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

A modified Opinion is issued when the Auditor-General determines that the financial statements are materially misstated and are not fairly presented in accordance with the applicable financial reporting framework. The Report on the Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Qualified Opinion**

I have audited the accompanying financial statements of Uasin Gishu County - Education Revolving Fund Account set out on pages 1 to 65, which comprise the statement of

financial position as at 30 June, 2024 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Uasin Gishu County Education Revolving Fund as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Uasin Gishu County Education Revolving Fund (Amendment) Act, and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Receivables from Exchange Transactions**

The statement of financial position and Note 28 to the financial statements reflects receivables from exchange transactions of Kshs.295,290,220. During the year under review, loans of Kshs.26,153,600 were disbursed to beneficiaries bringing the total amount so far disbursed since inception to Kshs.321,660,820. However, review of the student loan application forms revealed that there was no commitment fee charged, collateral, security or guarantor securing these loans to ensure the recovery of the loans upon default.

Further, the Fund since inception in 2014, has disbursed loans totaling Kshs.321,443,820 but has managed to make recoveries of Kshs.1,544,550 to date. This translates to 0.48% recovery rate of the total disbursement.

The classification of the loans between current and long term has not been supported as it has only considered current year disbursements as current receivables which is not true.

In the circumstances, the accuracy, recoverability and completeness of the receivables from exchange transactions balance of Kshs.295,290,220 could not be confirmed.

#### **2. Transfers from Other Government Entities**

The statement of financial performance reflects transfers from government entities of Kshs.856,417 and statement of changes in net assets reflect revolving fund balance of Kshs.27,690,827 as funds received during the year both totalling Kshs.28,547,244. However, the financial statements of County Executive of Uasin Gishu Annex 7 – Inter entity transfers does not reflect this transfer of funds.

In the circumstances, the accuracy and completeness of transfers from government entities of Kshs.856,417 and revolving fund balance of Kshs.27,690,827 as funds received during could not be confirmed.

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

### **Key Audit Matters**

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

### **Other Matter**

### **Unresolved Prior Year Audit Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the Management had not resolved the issues nor given any explanation for failure to implement the recommendations. Further, the issues remain unresolved contrary to Section 149(2)(l) of the Public Finance Management Act, 2012 which require accounting officers designated for county government entities to try and resolve any issues resulting from an audit that remain outstanding.

### **Other Information**

The Fund Committee is responsible for the other information set out on pages (ii) to (xxiv) which comprise of Acronyms and Abbreviations, Key Entity Information and Management, The Board of Directors/Fund Committees, Key Management Team, Chairman's Statement, Report of the Chief Executive Officer/Fund Administrator Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, County Revolving Fund Committee. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Uasin Gishu County Education Revolving Fund financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Adverse Opinion, I confirm that other information is not materially inconsistent with the financial statements.

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

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **Failure to Maintain and Update Loan Amortization Schedule**

Review of the loan disbursement schedule revealed that the loan schedule does not account for interest accrued or penalties for late repayments, contrary to Section 12(a) of the Uasin Gishu County Education Revolving Fund (Amendment) Act, 2022 which states that the loan shall accrue at 1% interest per annum upon gainful employment of the loanee. It was noted that Interest rates and penalties on defaulted accounts are not computed or reflected in the schedule, resulting in an incomplete balance of the total amount owed by loanees. The schedules thus lacked a breakdown of repayments into principal and interest components hence, there was no clarity on how much of each payment contributes to reducing the principal and how much covers interest costs.

Further, the loans schedule did not have a cumulative, updated outstanding balance for each loanee after each repayment. In addition, the balances are manually calculated, increasing the likelihood of error and making it difficult to determine accurate loan balances since the current loan data is maintained manually in an excel worksheet, which is prone to manipulation and error and lacks verification processes to ensure data accuracy and completeness. It was also noted that there were inadequacies and anomalies which fell short of requirements of a standard amortization schedule for effective monitoring and reporting of loan balances.

In the circumstances, the loan balances could not be confirmed.

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

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

## **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

### **Failure to Develop Regulations to the Act**

Audit review of Fund's records revealed that the County Executive Member and the County Education Loans Board had not developed regulations to the Act, policies and procedures that would enable proper implementation of the Act and assist in the management, efficient utilization and accountability of the Revolving Fund. This is contrary to Section 30 of the Uasin Gishu County Education Revolving Fund Act, 2016 which states that the County Executive Committee Member may make Regulations generally for the better carrying out the effect and provisions of this Act. Information provided for audit indicate that a subsidiary legislation on the regulations governing the operations of the Fund was presented to the County Assembly on 05 May, 2022 of which it's yet to be acted on.

In absence of the regulations, proper internal controls, risk management and governance could not be implemented.

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

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

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

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

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

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

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

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



FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

27 December, 2024

**County Government Of Uasin Gishu Education Revolving Fund  
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for the year ended June 30, 2024**

**16. Statement of Financial Performance for the year ended 30 June 2024**

	Notes	2023-2024	2022-2023
		Kshs	Kshs
<b>Revenue from non-exchange transactions</b>			
Transfers from other governments entities	6	856,417	600,000
Public contributions and donations	7		
Transfers in-kind	8		
<b>Revenue from exchange transactions</b>			
Interest income	9		
Rendering of services	10		
Rental revenue from facilities and equipment	11		
Fees and other charges	12		
Other income(Loan repayment)	13		
<b>Total revenue</b>		<b>856,417</b>	<b>600,000</b>
<b>Expenses</b>			
Use of goods and services	14	2,116,480	2,178,667
Employee costs	15		
Board Expenses	16		
Depreciation and amortization expense	17		
Repairs and maintenance	18		
Contracted services	19		
Grants and subsidies	20		
Finance costs	21	6,864	
<b>Total expenses</b>		<b>2,123,344</b>	<b>2,178,667</b>
<b>Surplus/deficit from operating activities</b>		<b>(1,266,927)</b>	<b>(1,578,667)</b>
<b>Other gains/(losses)</b>			
Gain/Loss on sale of assets	22		
Gain/Loss on foreign exchange transactions	23		
Gain /Loss on fair value of investments	24		
Impairment loss	25		
<b>Surplus/ (deficit) before tax</b>			
Taxation	26		
<b>Surplus/(deficit) for the Year</b>			
<b>Net Surplus for the year</b>		<b>(1,266,927)</b>	<b>(1,578,667)</b>

The notes set out on pages 9 to 62 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 8 were signed on behalf of the Board of Directors/Fund committee by:

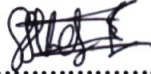
**County Government Of Uasin Gishu Education Revolving Fund  
Annual Report and Financial Statements  
for the year ended June 30, 2024**

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.....  
**Name: Joel Chelulei**  
**Chairman Board/Fund**

**Date**



.....  
**Name: Stephen Kemoi**  
**Accounting Officer**

**Date**

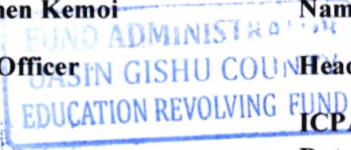
11/2/24



.....  
**Name: Bichi Beabice**  
**Head of Finance**

**ICPAK M/No:**

**Date**



**County Government Of Uasin Gishu Education Revolving Fund  
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for the year ended June 30, 2024**

**15 Statement of Financial Position as at 30 June 2024**

	Notes	2023-2024	2022-2023	2022-2023
		Kshs	REINSTATED	Kshs
<b>Assets</b>				
<b>Current Assets</b>				
Cash and Cash equivalents	27	688,888.00		201,588.00
Receivables from Exchange Transactions	28	26,153,600.00		19,610,000
Receivables from Non-Exchange Transactions	29			
Inventories	30			
Investments in financial assets	31			
<b>Total Current Assets</b>		<b>26,842,488.00</b>		<b>19,811,588.00</b>
<b>Non-Current Assets</b>				
Receivables from Exchange Transactions	28	295,290,220		275,897,220.00
Investments in financial assets	31			
Property, Plant and Equipment	32			
Intangible Assets	33			
Investment Property	34			
<b>Total Non- Current Assets</b>		<b>295,290,220</b>	<b>-</b>	<b>275,897,220</b>
<b>Total Assets (A)</b>		<b>322,132,708</b>	<b>-</b>	<b>295,708,808.00</b>
<b>Liabilities</b>				
<b>Current Liabilities</b>				
Trade and Other Payables	35			
Refundable Deposits from Customers	36			
Current Provision	37			
Finance Lease Obligation	38			
Deferred Income	39			

**County Government Of Uasin Gishu Education Revolving Fund**  
**Annual Report and Financial Statements**  
**for the year ended June 30, 2024**

	Notes	2023-2024	2022-2023	2022-2023
		Kshs	REINSTATED	Kshs
Employee Benefit Obligations	40			
Current Portion of Borrowings	41			
Taxation	42			
<b>Total Current Liabilities</b>				
<b>Non-Current Liabilities</b>				
Non-Current Provisions	37			
Non-Current Employee Benefit Obligation	40			
Borrowings	41			
Service Concession Liability	43			
Deferred Tax Liabilities	44			
<b>Total Non- Current Liabilities</b>				
<b>Total Liabilities (B)</b>				
<b>Net Assets (A-B)</b>		<b>322,132,708</b>	<b>-</b>	<b>295,708,808</b>
<b>Represented By:</b>				
Reserves				
Accumulated Surplus		81,957,039	*83,223,966*	17,821,333
Revolving Fund		240,175,667	*212,484,842*	277,887,475
Capital Fund				
<b>Net Assets</b>		<b>322,132,708</b>	<b>295,708,808</b>	<b>295,708,808.00</b>

**NOTE**

*Reinstatement done to 2022-2023 Accumulated surplus from 17,821.333 to 83,223,966 that had previously stated wrongly in the changes in net assets and Revolving Fund from 277,887,475 to 212,708,808 that had previously overstatement.*

*The reinstated previous opening balance in the statement of changes in net assets (revolving fund) of KSH. 212,484,842 and (accumulated surplus) of KSH. 83,223,966) led to 2023/2024 accumulated surplus and revolving fund of KSH. 81,957,039 and KSH. 240,175,667 respectively.*

County Government Of Uasin Gishu Education Revolving Fund  
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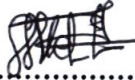
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The financial statements set out on pages 1 to9 were signed on behalf of the Board of Directors by:

  
.....  
Name: Joel Chelulei

Chairman Board/Fund


Date

  
.....  
Name: Stephen Kemoi

Accounting Officer

Date 11/12/24



  
.....  
Name: Beatrice Bidui

Head of Finance

ICPAK M/No:

Date

County Government Of Uasin Gishu Education Revolving Fund  
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for the year ended June 30, 2024

16. Statement of Changes in Net Assets for the year ended 30 June 2024

Description	Revaluation reserve	Fair value adjustment reserve	Accumulated surplus	Revolving Fund	Capital/Development Grants/Fund	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
As at July 1, 2022			*84,802,633*	*193,084,842*		277,887,475
Revaluation gain		-	-	-	-	-
Fair value adjustment on investments	-		-	-	-	-
Surplus/ deficit for the year	-	-	(1,578,667)		-	(1,578,667)
Funds received During the year		-	-	*19,400,000*		19,400,000
Transfers from accumulated surplus to revolving fund	-	-			-	-
Capital/development grants received during the year	-	-	-	-		-
As at June 30, 2023			*83,223,966*	*212,484,842*		295,708,808
As at July 1, 2023			83,223,966	212,484,842		295,708,808
Revaluation gain		-	-	-	-	-
Fair value adjustment on investments	-		-	-	-	-
Surplus/ (deficit) for the year	-	-	(1,266,927)		-	(1,266,927)
Funds received During the year	-	-	-	27,690,827		27,690,827
Transfers from accumulated surplus to revolving fund	-	-			-	-
Capital/development grants received during the year	-	-	-			-
As at June 30,2024		-	81,957,039	240,175,667	-	322,132,708

NOTES

County Government Of Uasin Gishu Education Revolving Fund  
Annual Report and Financial Statements  
for the year ended June 30, 2024

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*Reinstatement done on:*

*1. Balance As At 1 July 2022 (Revolving Fund) reinstated to KSH. 193,084,842 from KSH. 277,887,475 due to overstatement and Accumulated surplus of 84,802,633 which was erroneously omitted.*

*2. Funds Received During the year (Revolving Fund) of KSH. 19,400,000 which had been erroneously stated as Accumulated surplus.*

*3. Balance at at 30 June 2023 (Revolving Fund) reinstated to KSH. 212,484,842 from KSH. 277,887,475 due to overstatement and Accumulated surplus from KSH. 17,821,333 to 83,223,966 due to understatement.*

**County Government Of Uasin Gishu Education Revolving Fund  
Annual Report and Financial Statements  
for the year ended June 30, 2024**

**17. Statement of Cash Flows for the year ended 30 June 2024**

		2023-2024	2022-2023
	Notes	Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from other governments entities		856,417	600,000
Public contributions and donations			
Interest received			
Rendering of services			
Rental revenue from facilities and equipment			
Fees and other charges			
Other income( <i>loan repayment</i> )			
<b>Total receipts</b>		<b>856,417</b>	<b>600,000</b>
<b>Payments</b>			
Use of goods and services		2,116,480	2,178,667
Employee costs			
Board Expenses			
Repairs and maintenance			
Contracted services			
Grants and subsidies			
Finance costs		6,864	
<b>Total payments</b>		<b>2,123,344</b>	<b>2,178,667</b>
<b>Net cash flows from/(used in) operating activities</b>	45	<b>(1,266,927)</b>	<b>(1,578,667)</b>
<b>Cash flows from investing activities</b>			
Purchase of PPE			
Purchase of Intangible assets			
Proceeds from sale of PPE			

**County Government Of Uasin Gishu Education Revolving Fund  
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		<b>2023-2024</b>	<b>2022-2023</b>
	<b>Notes</b>	<b>Kshs</b>	<b>Kshs</b>
Proceeds from loan principal repayments		217,000	682,600
Loan disbursements paid out		(26,153,600)	19,610,000
Purchase of investments			
Proceeds from sale of investments			
<b>Net cash flows from/(used in) investing activities</b>		<b>(27,203,594)</b>	<b>(18,927,400)</b>
<b>Cash flows from financing activities</b>			
Revolving fund receipts		27,690,828	19,400,000
Proceeds from borrowings			
Repayment of borrowings			
<b>Net cash flows from financing Activities</b>		<b>27,690,828</b>	<b>19,400,000</b>
<b>Net increase/(decrease) in cash &amp; Cash equivalents</b>		<b>487,300</b>	<b>(1,106,067)</b>
<b>Cash and cash equivalents at the beginning (1<sup>st</sup> July2023)</b>	<b>27</b>	<b>201,588</b>	<b>1,307,655</b>
<b>Cash and cash equivalents at the end (30<sup>th</sup> June2024)</b>	<b>27</b>	<b>688,888</b>	<b>201,588</b>

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**18. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2024**

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	c= (a+b)	d	e=(c-d)	f=d/c*100
<b>Revenue</b>						
Transfers from Other Governments entities	28,547,245.00	-	28,547,245.00	28,547,245.00	0	100%
Public Contributions and Donations						
Interest income						
Rendering of Services						
Rental Revenue from Facilities and Equipment						
Fees and other charges						
Other Income ( <i>loan repaymen-revolving fundt</i> )	217,000.00	-	217,000	217,000.00	0	
<b>Total Income</b>	<b>28,764,245.00</b>	<b>-</b>	<b>28,764,245.00</b>	<b>28,764,245.00</b>	<b>0</b>	<b>100%</b>
<b>Expenses</b>						
Use of Goods and Services	2,116,480	-	2,116,480	2,116,480	0	100%
Loan advance	26,153,600		26,153,600	26,153,600	0	
Employee costs						
Board Expenses						
Repairs and Maintenance						
Contracted Services						
Grants and Subsidies						
Finance costs	6,864	-	6,864	6,864		
<b>Total Expenditure</b>	<b>28,276,944</b>	<b>-</b>	<b>28,276,944</b>	<b>28,276,944</b>	<b>0</b>	<b>100%</b>
<b>Surplus for the period</b>	<b>487,300</b>	<b>-</b>	<b>487,300</b>	<b>487,300</b>		
<b>Capital Expenditure</b>	<b>26,153,600</b>	<b>-</b>	<b>26,153,600</b>	<b>26,153,600</b>	<b>0</b>	<b>100%</b>

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**19. Notes to the Financial Statements**

**1. General Information**

County Government of Uasin Gishu Education Revolving fund is established by and derives its authority and accountability from Uasin Gishu county government 2016 Act. The Entity is wholly owned by the County Government of Uasin Gishu and is domiciled in Kenya. The Entity's principal activity is;

- i. Advertise all opportunities for loans to students seeking artisan and Technical courses in County Polytechnics or National Government Technical Training Institutes or such other public or private Training institutions as may be approved by the Board from time to time.
- ii. Receive and vet applications for loans under the loan scheme forwarded by the Ward Education Committees and in so doing, determine the eligibility of each individual applicant.
- iii. Institute and implement mechanisms for loan recovery with the aim of sustaining the revolving fund.
- iv. Such duties as are incidental to the achievement of the aims and objectives of the loan scheme.
- v. Resource mobilization
- vi. Management of such other Educational loans advanced to it by other Government agencies, private entities, donor and any other entity of good will

**2. Statement of Compliance and Basis of Preparation**

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts, and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying the *county's* accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 5 of these financial statements.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the *Entity*. The financial statements have been prepared in accordance with the PFM Act 2012, the State Corporations Act, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

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**3. Adoption of New and Revised Standards**

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

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 43: Leases	<b>Applicable 1<sup>st</sup> January 2025</b> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<b>Applicable 1<sup>st</sup> January 2025</b> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. <i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 45: Property Plant and Equipment	<b>Applicable 1<sup>st</sup> January 2025</b> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.  <i>State the expected impact of the standard to the Entity if relevant</i>
IPSAS 46: Measurement	<b>Applicable 1<sup>st</sup> January 2025</b> The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. <i>State the expected impact of the standard to the Entity if relevant</i>

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<p>IPSAS 47: Revenue</p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 48: Transfer Expenses</p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>

ii. **Early adoption of standards**

The Entity did not early – adopt any new or amended standards in the financial year or *the entity adopted the following standards early (state the standards, reason for early adoption, and impact on the entity's financial statements.)*

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**4. Summary of Significant Accounting Policies**

**a) Revenue recognition**

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

**Fees and other charges**

The county government of Uasin Gishu Education revolving fund recognizes revenues from fees and other charges when the event occurs, and the asset recognition criteria are met. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognized instead of revenue. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the Entity and the fair value of the asset can be measured reliably.

**Transfers from other government entities**

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services, and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the county government of Uasin Gishu Education Revolving fund and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

**ii) Revenue from exchange transactions**

**Rendering of services**

The County Government of Uasin Gishu Education fund recognizes revenue from the rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

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**Interest income**

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

**Rental income**

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

**b) Budget information**

The original budget for the 2023-2024 was approved by the County Assembly on 24<sup>th</sup> June 2023. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Entity upon receiving the respective approvals to conclude the final budget. The County Government of Uasin Gishu Education Revolving Fund recorded additional appropriations of ksh28,547,245 on the 2023 budget following the governing body's approval. The Uasin Gishu county education revolving fund budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on an accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 18 of these financial statements.

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**c) Taxes**

**Current income tax**

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where the County Government of Uasin Gishu Education Revolving Fund operates and generates taxable income. Current income tax relating to items recognized directly in net assets is recognized in net assets and not in the statement of financial performance. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognized for all taxable temporary differences, except in respect of taxable temporary differences associated with investments in controlled entities, associates, and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits, and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except in respect of deductible temporary differences associated with investments in controlled entities, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognized outside surplus or deficit is recognized outside surplus or deficit. Deferred tax items are recognized in correlation to the underlying transaction in net assets. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable *Entity* and the same taxation authority.

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*Sales tax*

Expenses and assets are recognized net of the amount of sales tax, except:

- i) When the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the sales tax is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- ii) When receivables and payables are stated with the amount of sales tax included  
The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

**d) Investment property**

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. *Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over an 2024 year period, or investment property is measured at fair value with gains and losses recognised through surplus or deficit. (the entity to amend appropriately based on the model adopted)* Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. Transfers are made to or from investment property only when there is a change in use.

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**e) Property, plant, and equipment**

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

**f) Leases**

Finance leases are leases that transfer substantially all the risks and benefits incidental to ownership of the leased item to the *Entity*. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The *Entity* also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the *Entity* will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the *Entity*. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

**g) 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. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

**h) Research and development costs**

The *Entity* expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the *Entity* can demonstrate:

- i) The technical feasibility of completing the asset so that the asset will be available for use or sale.
- ii) Its intention to complete and its ability to use or sell the asset.
- iii) How the asset will generate future economic benefits or service potential
- iv) The availability of resources to complete the asset.
- v) The ability to measure reliably the expenditure during development.

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete, and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

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**Financial instruments**

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

**a) Financial assets**

**Classification of financial assets**

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

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**Subsequent measurement**

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

**Amortized cost**

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Fair value through net assets/ equity**

Financial assets that are held for the collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue, and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Trade and other receivables**

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year-end.

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**Fair value through surplus or deficit**

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

**Impairment**

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

**b) Financial liabilities**

**Classification**

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

**i) Inventories**

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or a nominal cost), the cost of the inventory is its fair value at the date of acquisition. Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

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

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

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**j) Provisions**

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

**k) Contingent liabilities**

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

**l) Contingent assets**

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

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**m) Nature and purpose of reserves**

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

**n) Changes in accounting policies and estimates**

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

**o) Employee benefits**

**Retirement benefit plans**

The Entity provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an Entity pays fixed contributions into a separate Entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on a proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation. *(the entity to retain information relating to defined benefits or contributions, where both schemes are managed full policy applies)*

**p) 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.

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**q) 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 the construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

**r) Related parties**

The *Entity* regards a related party as a person or an Entity with the ability to exert control individually or jointly or to exercise significant influence over the *Entity*, or vice versa. Members of key management are regarded as related parties and comprise *the Directors/Fund Committees, the CEO/Fund Administrator, and senior manager*

**s) Service concession arrangements**

The *Entity* analyses all aspects of service concession arrangements that it enters in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the *Entity* recognizes that asset when, and only when, it controls or regulates the services the operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement, or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the *Entity* also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

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**t) Cash and cash equivalents.**

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

**u) Comparative figures**

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

**v) Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2024.

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**5. Significant Judgments and Sources of Estimation Uncertainty**

The preparation of the *Entity's* financial statements in conformity with IPSAS requires management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods. State all judgements, estimates, and assumptions made:

**Estimates and assumptions.**

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

**Useful lives and residual value**

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

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

**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 37. 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.

*(include provisions applicable to your organisation e.g. provisions for bad debts, provisions of obsolete stocks, and how management estimates these provisions).*

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**6. Transfers from Other Government entities**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Unconditional Grants</b>		
Operational Grant	-	-
Unconditional development grants	-	-
Uasin Gishu County	856,417	600,000
<b>Total Unconditional Grants</b>	-	-
<b>Conditional Grants amortised/ transferred to revenue</b>	-	-
Development Grant	-	-
Operational Grant	-	-
Other Organizational Grants (specify)	-	-
<b>Total Government Grants and Subsidies</b>	-	-

**b) Transfers from Ministry/County Departments**

Name of The Entity Sending the Grant	Amount recognized to Statement of Financial performance .*	Amount deferred under deferred income.	Amount recognised in capital fund.	Total transfers 2023-2024	2022-2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Ministry/County Department	-	-	-	-	-
Xxx Ministry	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

*(Ensure that the amount recorded above as having been received from the Ministry/County fully reconciles to the amount recorded by the sending Entity. An acknowledgment note/receipt should be raised in favor of the sending Ministry/County. The details of the reconciliation have been included under Appendix xxx)  
 \*. Amount recognised in the statement of financial performance should be the recurrent grant and the development grant to the extent that there are no conditions attached. Total of column 1 should tie to note 6 (the part on unconditional grants).*

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**7. Public Contributions and Donations**

Description	2023-2024	2022-2023
	Kshs	Kshs
Research Donations	-	-
Donations transferred to revenue on conditions being met.	-	-
Other Public Donations (Specify)	-	-
<b>Total Transfers and Sponsorships</b>	-	-
	-	-
<b>Reconciliation of Public Contributions and Donations</b>	-	-
Balance Unspent at Beginning of The Year	-	-
Current Year Receipts	-	-
Conditions Met - Transferred to Revenue	-	-
Conditions To Be Met - Remain Liabilities	-	-

*(Provide brief explanation for this revenue)*

**8. Transfers in-kind.**

Description	2023-2024	2022-2023
	Kshs	Kshs
Payments by Ministry/County Department on behalf of the entity	-	-
Others( <i>specify</i> )	-	-
<b>Total Transfers in-kind</b>	-	-

**9. Interest income**

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest on loans	-	-
Others( <i>specify</i> )	-	-
<b>Total Interest income</b>	-	-

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**10. Rendering of Services**

Description	2023-2024	2022-2023
	Kshs	Kshs
Training Fees	-	-
Others (specify)	-	-
<b>Total Revenue from The Rendering of Services</b>	-	-

*(Provide a brief explanation for this revenue. The entity should tailor this note to reflect the services rendered.)*

**11. Rental Revenue from Facilities and Equipment**

Description	2023-2024	2022-2023
	Kshs	Kshs
Operating Lease Revenues	-	-
Contingent Rentals*	-	-
<b>Total Rentals</b>	-	-

*(Provide a brief explanation for this revenue)*

*\*Contingent rentals include the hire of grounds, and institutional facilities like halls, kitchens etc.*

**12. Fees and other charges**

Description	2023-2024	2022-2023
	Kshs	Kshs
Fees	-	-
Charges from defaults	-	-
Others (specify)	-	-
<b>Total Fees and other charges</b>	-	-

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**13. Other Income**

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest on cash investments and fixed deposits	-	-
Interest on Bank balances	-	-
Interest income from Treasury Bills	-	-
Interest income from Treasury Bonds	-	-
Insurance recoveries	-	-
Income from sale of tender	-	-
Services concession income	-	-
Skills development levy	-	-
Bad debts recovered	-	-
Miscellaneous incomes ( <i>specify</i> )	-	-
<b>Total Other income</b>	-	-

*(NB: All income should be classified as far as possible in the relevant classes and other income should be used to recognize income not elsewhere classified.)*

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**14. Use of Goods and Services**

Description	2023-2024	2022-2023
	Kshs	Kshs
Electricity	-	-
Water	-	-
Subscriptions	-	-
Advertising	-	-
Admin Fees	-	-
Audit Fees	-	-
Conferences and Delegations	-	-
Consulting Fees	-	-
Consumables	-	-
Fuel and Oil	-	-
Insurance	-	-
Legal Expenses	-	-
Licenses and Permits	-	-
Postage	-	-
Printing and Stationery	-	-
Hire Charges	-	-
Rent expenses	-	-
Security Costs	-	-
Skills Development Levies	-	-
Inventory Scrapping	-	-
Telecommunication	-	-
Training	1,073,640.00	-
Travel, Subsistence & Other Allowances*	1,042,840	2,174,100
Bank charges	6,864	4,567.00
Other program support expenses		
<b>Total</b>	<b>2,123,344</b>	<b>2,178,667</b>

*\*Travel, accommodation, subsistence, and other allowances- Where this cost has been budgeted under employee costs, please report it under note 15. (Provide brief explanation expenditure variations compared to the previous year)*

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**15. Employee Costs**

Description	2023-2024	2022-2023
	Kshs	Kshs
Salaries and wages	-	-
Employer contribution to health insurance schemes	-	-
Employer contribution to pension schemes	-	-
Travel, accommodation, subsistence, & other allowances	-	-
Housing benefits and allowances	-	-
Overtime payments	-	-
Performance and other bonuses	-	-
Social contributions	-	-
Gratuity	-	-
Extraneous	-	-
Other employee related costs *	-	-
<b>Employee costs</b>	-	-

\* Other employee-related costs- please provide a brief explanation for these costs.

**16. Board Expenses**

Description	2023-2024	2022-2023
	Kshs	Kshs
Chairman/Directors' Honoraria	-	-
Sitting Allowances	-	-
Medical Insurance	-	-
Induction and Training	-	-
Travel and Accommodation	-	-
Other Allowances	-	-
<b>Total</b>	-	-

(Provide brief explanation expenditure variations compared to the previous year)

**17. Depreciation and Amortization Expense**

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, plant, and equipment	-	-
Intangible assets	-	-
Investment property carried at cost	-	-
<b>Total depreciation and amortization</b>	-	-

(Provide brief explanation expenditure variations compared to the previous year)

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**18. Repairs and Maintenance**

Description	2023-2024	2022-2023
	Kshs	Kshs
Property and equipment	-	-
Investment Property	-	-
Equipment and Machinery	-	-
Vehicles	-	-
Furniture and Fittings	-	-
Computers	-	-
Others (specify)	-	-
<b>Total Repairs and Maintenance</b>	-	-

*(Provide a brief explanation of expenditure variations compared to the previous year)*

**19. Contracted Services**

Description	2023-2024	2022-2023
	Kshs	Kshs
Actuarial Valuations	-	-
Investment Valuations	-	-
Property Valuations	-	-
Others (specify)	-	-
<b>Total Contracted Services</b>	-	-

*(Provide brief explanation of expenditure variations compared to the previous year)*

**20. Grants and Subsidies**

Description	2023-2024	2022-2023
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Programs	-	-
Social Development	-	-
Community Trust	-	-
Sporting Bodies	-	-
Others (specify)	-	-
<b>Total Grants and Subsidies</b>	-	-

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**21. Finance Costs**

Description	2023-2024	2022-2023
	Kshs	Kshs
Borrowings (amortized cost) *	-	-
Finance leases (amortized cost)	-	-
Unwinding of discount on lease liabilities	-	-
Interest on bank overdrafts	-	-
Interest on loans from commercial banks	-	-
Bank charges	6,864	4,567
<b>Total finance costs</b>	-	-

*\*Borrowing costs that relate to interest expense on acquisition of non-current assets and do not qualify for Capitalisation as per IPSAS 5: on borrowing costs should be included under this note.)*

**22. Gain/Loss on Sale of Assets**

Description	2023-2024	2022-2023
	Kshs	Kshs
	-	-
Property, plant and equipment	-	-
Intangible assets	-	-
Other assets not capitalised	-	-
<b>Total gain on sale of assets</b>	-	-

*(Provide brief explanation on gains on sale of fixed assets)*

**23. Gain/Loss on foreign exchange transactions**

Description	2023-2024	2022-2023
	Kshs	Kshs
Gain on foreign exchange transactions	-	-
Loss on foreign exchange transactions	-	-
<b>Total Gain/Loss</b>	-	-

*(Provide a brief explanation of gain/loss on foreign exchange transactions)*

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**24. Gain/ (loss) on Fair Value Investments**

Description	2023-2024	2022-2023
	Kshs	Kshs
Investments at Fair Value- Equity investments	-	-
Fair value – Investment property	-	-
Fair value- other financial assets (specify)	-	-
<b>Total Gain</b>	-	-

*(Provide a brief explanation of fair value valuation on investment assets)*

**25. Impairment Loss**

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

*(Provide brief explanation on assets impairment loss)*

**26. Taxation**

Description	2023-2024	2022-2023
	Kshs	Kshs
Current income tax charge	-	-
Tax charged on rental income	-	-
Tax charged on interest income	-	-
<b>Deferred tax: [note 44]</b>	-	-
Original and reversal of temporary differences	-	-
<b>Income tax expense reported in the statement of financial performance</b>	-	-

*(Provide brief explanation on taxation, if any, as a public entity on revenues not exempted)*

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**27. Cash and Cash Equivalents**

Description	2023-2024	2022-2023
	Kshs	Kshs
Bank balances	688,888.00	201,588.00
On - Call Deposits	-	-
Fixed Deposits Account ( <i>below 3 months</i> )	-	-
Others ( <i>Specify</i> )	-	-
<b>Total Cash and Cash Equivalents</b>	<b>688,888.00</b>	<b>201,588.00</b>

*(The amount should agree with the closing and opening balances as included in the statement of cash flows. List all bank accounts. Provide brief explanation on cash variations compared to the previous year)*

**Detailed Analysis of the Cash and Cash Equivalents**

Financial Institution	Account number	2023-2024	2022-2024
		Kshs	Kshs
<b>a) Bank balances</b>			
Kenya commercial Bank	1178078094	688,888.00	201,588.00
XXX Bank		-	-
<b>Sub- Total</b>		<b>688,888.00</b>	<b>201,588.00</b>
<b>b) On - Call Deposits</b>			
XXX Bank		-	-
XXX Bank		-	-
<b>Sub- Total</b>		-	-
<b>c) Fixed Deposits Account</b>			
XXX Bank		-	-
XXX Bank		-	-
<b>Sub- Total</b>		-	-
<b>d) Others (Specify)</b>			
Cash In Transit		-	-
Cash In Hand		-	-
Mobile Money Accounts		-	-
<b>Sub- Total</b>		-	-
<b>Grand Total</b>		<b>688,888.00</b>	<b>201,588.00</b>

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**28. Receivables from Exchange Transactions**

Description	2023-2024	20220-2023
	Kshs	Kshs
<b>Current Receivables</b>		
Loan interest receivable	-	-
Current Loan Repayments Due	26,153,600.00	19,610,000.00
Fees and other charges due	-	-
Other ( <i>specify</i> )	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	<b>26,153,600.00</b>	<b>19,610,000.00</b>
<b>Non-Current Receivables</b>		
Long Term Loan Repayments Due	295,290,220.00	275,897,220.00
<b>Total Non- Current Receivables</b>	<b>295,290,220.00</b>	<b>275,897,220.00</b>
<b>Total Receivables from Exchange Transactions</b>	<b>321,443,820.00</b>	<b>295,507,220.00</b>

**(b) Ageing analysis for Receivables from exchange transactions**

Description	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	26,153,600	8%	19,610,000	7%
Between 1- 2 years	19,610,000	6%	3,000,000	1%
Between 2-3 years	22,610,000	7%	92,061,020	31%
Over 3 years	253,070,220	78%	180,836,200	61%
<b>Total (a+b)</b>	<b>321,443,820</b>	<b>100%</b>	<b>295,507,220</b>	<b>100%</b>

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**(c) Reconciliation for Impairment Allowance on Receivables from Exchange Transactions**

Impairment allowance/ provision	2023-2024	2022-2023
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	(-)	(-)
Written off during the year	(-)	(-)
At the end of the year	-	-

*(Entity to state the expected credit loss rates for various categories of its receivables. The entity should also disclose how ECL was arrived at in line with provisions of IPSAS 41.)*

**Receivables from Non-Exchange Transactions Insert**

**29. Comparative**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Specify	-		-	
<b>Total receivables</b>	-		-	
Ageing Analysis- Receivables from non-exchange transactions	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	-	%	-	%
Between 1-2 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-	%	-	%

**Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions**

Description	2023-2024	2022-2023
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	(-)	(-)
Written off during the year	(-)	(-)
At the end of the year	-	-

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**30. Inventories**

Description	2023-2024	2022-2023
	Kshs	Kshs
Consumable stores	-	-
Other goods held for resale	-	-
Catering	-	-
Others (specify)	-	-
Less: allowance for impairment	(-)	(-)
<b>Total inventories at the lower of cost and net realizable value</b>	-	-

*(Provide brief explanation on inventories)*

**31. Investments in financial assets**

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

*(Entity should disclose whether the fixed investment financial assets are measured at amortized cost or at fair value through changes in net assets/ equity) Investments in equity should be measured at fair value through surplus or deficit. Other information to be disclosed includes: the interest rates, maturity dates, valuation methodology, and impairment of these investments.*

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**d) Movement of Equity Investments**

Impairment allowance provision	2023-2024	2022-2023
	Kshs	Kshs
At the beginning of the year	-	-
Purchase of investments in the year	-	-
Sale of investments during the year	(-)	(-)
Gain/(loss) in fair value of investments through surplus or deficit	-	-
At the end of the year	-	-

**e) Shareholding in other entities**

For investments in equity share listed under note 31 above, list down the equity investments under the following categories:

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

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**32. Property, Plant and Equipment**

Cost/Revalued amount	Land	Build ings	Motor vehicles	Furniture and fittings	ICT Equipment	Office Equipment	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation rate	-	-	-	-	-	-	-	-	-
As At 1July 2022	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	(-)	(-)	(-)	-	-	-	(-)	(-)	(-)
Transfers/Adjustments	-	-	(-)	-	(-)	(-)	(-)	-	(-)
As at 30 <sup>th</sup> June 2023	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	(-)	(-)	-	-	-	-	(-)	(-)	(-)
Transfer/Adjustments	(-)	(-)	-	-	(-)	(-)	(-)	-	(-)
<b>As at 30<sup>th</sup> June 2024</b>	-	-	-	-	-	-	-	-	-
Depreciation And Impairment									
At 1July 2022	-	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Depreciation	-	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Impairment	-	(-)	-	-	-	-	(-)	(-)	(-)
Transfers/ Adjustments	-	(-)	-	-	(-)	(-)	(-)	(-)	(-)
As At 30 <sup>th</sup> June 2024	-	-	-	-	-	-	-	-	-
Depreciation	-	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	(-)	(-)	-	-	-	(-)	(-)	(-)
Transfer/Adjustment	-	-	(-)	(-)	-	-	(-)	(-)	-
<b>As at 30<sup>th</sup> June 2024</b>	-	-	-	-	-	-	-	-	-
Net Book Values									
As at 30 <sup>th</sup> June2023	-	-	-	-	-	-	-	-	-
As at 30 <sup>th</sup> June 2024	-	-	-	-	-	-	-	-	-

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**Valuation**

Land and buildings/ Equipment (be specific) were valued by XXX valuers in line with the National Assets and Liabilities Management Policy and Guidelines (issued 30<sup>th</sup> June 2020). The assets were revalued by xxx valuers on this date xxx.

**(b) Property, Plant and Equipment at Cost**

If the freehold land, buildings, and other assets were stated on the historical cost basis the amounts would be as follows:

Description	Cost Kshs	Accumulated Depreciation Kshs	NBY Kshs
Land	-	-	-
Buildings	-	-	-
Plant And Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers And Related Equipment	-	-	-
Office Equipment	-	-	-
Furniture and Fittings	-	-	-
Others ( <i>specify</i> )	-	-	-
<b>Total</b>	-	-	-

Property plant and Equipment includes the following assets that are fully depreciated:

Description	Cost or valuation	Normal annual depreciation charge
Plant and Machinery	-	-
Motor Vehicles including Motorcycles	-	-
Computers and Related Equipment	-	-
Office Equipment	-	-
Furniture and Fittings	-	-
Others (specify)	-	-
<b>Total</b>	-	-

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**33. Intangible Assets**

Description	2023-2024	2022-2023
	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	(-)	(-)
Impairment loss	(-)	(-)
At end of the year	-	-
<b>NBV</b>	-	-

**34. Investment Property**

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

*(For investment property held at fair value, changes in fair value should go through the statement of financial performance. Where cost model is elected, depreciation and impairment should be charged. Investment measured at fair value should be evaluated at the end of the reporting period for changes in fair value.). Entity should disclose the independent valuers, rental income from the investment property if any and the direct costs attributed to the investment property. Any charges on the investment property as well as any difficulty in classifying this asset as an investment property.*

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**35. Trade and Other Payables**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Trade payables	-		-	
Employee payables	-		-	
Third-party payments	-		-	
Other payables	-		-	
<b>Total trade and other payables</b>	-		-	
<b>Ageing analysis: (Trade and other payables)</b>	<b>2023-2024</b>	<b>% of the Total</b>	<b>2022-2023</b>	<b>% of the Total</b>
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total (tie to above total)</b>	-		-	

*(Provide brief explanation)*

**36. Refundable Deposits Customers**

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Customer deposits	-		-	
Prepayments	-		-	
Other deposits	-		-	
<b>Total deposits</b>	-		-	
<b>Ageing analysis: (Refundable deposits)</b>	<b>2023-2024</b>	<b>% of the Total</b>	<b>2022-2023</b>	<b>% of the Total</b>
<b>Under one year</b>	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-		-	

*(Provide brief explanation)*

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**37. Provisions**

Description	Leave provision	Bonus provision	Gratuity Provision	Other provision	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance brought forward at the beginning of the year	-	-	-	-	-
Additional provisions during the year	-	-	-	-	-
Provision utilised during the year	(-)	(-)	(-)	(-)	(-)
Change due to discount and time value for money	(-)	(-)	(-)	(-)	(-)
<b>Total provisions at the end year</b>	-	-	-	-	-
<b>Analysed as:</b>					
Current Provisions	-	-	-	-	-
Non-Current Provisions	-	-	-	-	-

**38. Finance Lease Obligation**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>At the start of the year</b>	-	-
Discount interest on lease liability	-	-
Paid during the year	(-)	(-)
<b>At end of the year</b>	-	-

**Maturity Analysis**

Period	Amount (Kshs)
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 And Onwards	-
Less: Unearned Interest	(-)
<b>Total</b>	-

**Analysed as:**

Description	Amount (Kshs)
Current	-
Non- Current	-
<b>Total</b>	-

*(Provide brief explanation)*

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The deferred income movement is as follows:

**39. Deferred Income**

Description	2023-2024	2022-2023
	Kshs	Kshs
National/ County Government	-	-
Public Contributions and Donations	-	-
<b>Total Deferred Income</b>	-	-

(Provide brief explanation)

Description	National/ County Government	Public contributions and donations	Total
	Kshs	Kshs	Kshs
Balance Brought Forward	-	-	-
Additions	-	-	-
Transfers To Capital Fund	(-)	(-)	(-)
Transfers To Income Statement	(-)	(-)	(-)
Other Transfers	(-)	(-)	(-)
Balance Carried Forward	-	-	-

**40. Employee Benefit Obligations**

Description	Defined benefit plan	Post- employe ent medical benefits	Other Benefits	(Current FY)	(Comparat ive FY)
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
<b>Total Employee Benefits Obligation</b>	-	-	-	-	-

**Retirement benefit Asset/ Liability**

The Entity operates a defined benefit scheme for all full-time employees from July 1, 2024. The scheme is administered by xxx while xxx is the custodian of the scheme. The scheme is based on xxx percentage of the salary of an employee at the time of retirement. An actuarial valuation to fulfill the financial reporting disclosure requirements of IPSAS 39 was carried out as at xxx June xxx by xxx actuarial valuers on this basis the present value of the defined benefit obligation and the related current service cost and past service cost were measured using the Projected Unit Credit Method. The principal assumptions used for the purposes of valuation are as follows:

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Description	2023-2024	2022-2024
Discount Rates	-%	-%
Future Salary Increases	-%	-%
Future Pension Increases	-%	-%
Mortality (pre- retirement)	-%	-%
Mortality (post-retirement)	-%	-%
Withdrawals	-	-
Ill Health	-	-
Retirement	- years	- years

**Recognition of Retirement Benefit Asset/ Liability**

a) Amounts recognised under other gains/ Losses in the statement of Financial Performance:

Description	2023-2024 KShs	2022-2023 KShs
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial gains/ losses arising from changes in financial assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others (specify)	-	-
Adjustments for restrictions on the defined benefit asset	-	-
<b>Remeasurement of the net defined benefit liability (asset)</b>	-	-

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**b) Amounts recognised in the Statement of Financial Position**

Description	2023-2024	2022-2023
	Kshs	Kshs
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	(-)	(-)
Funded status (=a-b)	-	-
Restrictions on asset recognised	-	-
Others ( <i>specify</i> )	-	-
<b>Net asset or liability arising from defined benefit obligation</b>	<b>-</b>	<b>-</b>

The Entity also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The Entity's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs. XXX per employee per month. Other than NSSF the Entity also has a defined contribution scheme operated by XXX Pension Fund. Employees contribute xx% while employers contribute xx% of basic salary. Employer contributions are recognized as expenses in the statement of financial performance within the period they are incurred.

**41. Borrowings**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>a) External borrowings</b>		
Balance at beginning of the year	-	-
External borrowings during the year	-	-
Repayments of during the year	(-)	(-)
<b>Balance at end of the year</b>	<b>-</b>	<b>-</b>
<b>b) Domestic borrowings</b>		
Balance at beginning of the year	-	-
Domestic borrowings during the year	-	-
Repayments during the year	(-)	(-)
<b>Balance at end of the year</b>	<b>-</b>	<b>-</b>
<b>Balance at end of the period- domestic and External borrowings c = a+b</b>	<b>-</b>	<b>-</b>
<b>Short Term Borrowings (Current Portion)</b>	<b>-</b>	<b>-</b>
<b>Long Term Borrowings</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>-</b>	<b>-</b>

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The analyses of both external and domestic borrowings are as follows:

	2023-2024	2022-2023
	Kshs	Kshs
<b>External Borrowings</b>		
Dollar Denominated Loan From 'X Organisation'	-	-
Sterling Pound Denominated Loan From 'Y Organisation'	-	-
Euro Denominated Loan from Z Organisation'	-	-
<b>Domestic Borrowings</b>		
Kenya Shilling Loan From KCB	-	-
Kenya Shilling Loan from Barclays Bank	-	-
Kenya Shilling Loan from Consolidated Bank	-	-
Total Balance at End Of The Year	-	-

**42. Taxation**

Description	2023-2024	2022-2023
	Kshs	Kshs
At beginning of the year	-	-
Income tax charge for the year (note 26)	-	-
Under/(over) provision in prior year/s (note 26)	-	-
Income tax paid during the year	(-)	(-)
At end of the year	-	-

*[Provide short, appropriate explanations as necessary]*

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**43. Service Concession Liability**

Description	2023-2024	2022-2023
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	(-)	(-)
Net carrying amount	-	-
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	(-)	(-)
<b>Service concession liability at end of the year</b>	-	-

**44. Deferred Tax Liability**

Deferred tax is calculated on all temporary differences under the liability method using the enacted tax rate, currently 30%. The net deferred tax liability at year-end is attributable to the following items:

Description	2023-2024	2022-2023
	Kshs	Kshs
Accelerated capital allowances	-	-
Unrealised exchange gains/(losses)	-	-
Revaluation surplus	-	-
Tax losses carried forward	(-)	(-)
Provisions for liabilities and charges	(-)	(-)
<b>Net deferred tax liability/(asset)</b>	-	-
<b>The movement on the deferred tax account is as follows:</b>		
<b>Balance at beginning of the year</b>	-	-
Credit to revaluation reserve	(-)	(-)
Under provision in prior year	-	-
Income statement charge/(credit)	-	-
<b>Balance at end of the year</b>	-	-

*(In ordinary circumstances public sector entities under IPSAS are not expected to pay taxes on surplus funds. However, in specific cases where this is applicable an organisation is supposed to seek guidance on accounting for income taxes from IAS 12)*

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**45. Cash Generated from Operations**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Surplus/Deficit for the year</b>	<b>(1,266,927)</b>	<b>(1,578,667.00)</b>
<b>Adjusted for:</b>		
Depreciation	-	-
Non-cash grants received	(-)	(-)
Contributed assets	(-)	(-)
Impairment	-	-
Gains and losses on disposal of assets	(-)	(-)
Contribution to provisions	-	-
Contribution to impairment allowance	-	-
<b>Working capital adjustments</b>		
Increase in inventory	(-)	(-)
Increase in receivables	(-)	(-)
Increase in deferred income	-	-
Increase in payables	-	-
Increase in payments received in advance	-	-
<b>Net cash flow from operating activities</b>	<b>(1,266,927)</b>	<b>(1,578,667.00)</b>

*(The total of this statement should tie to the cash flow section on net cash flows from/ used in operations)*

**46. Financial Risk Management**

The Entity's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Entity's overall risk management programme focuses on the 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 Entity 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 Entity's financial risk management objectives and policies are detailed below:

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**i) Credit risk**

The Entity 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 assessments in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the Entity's management based on prior experience and their assessment of the current economic environment.

**Financial Risk Management**

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

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2024</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	-	-	-	-
<b>As at 30 June 2023</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	-	-	-	-

*(NB: The totals column should tie to the individual elements of credit risk disclosed in the Entity's statement of financial position).*

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**Financial Risk Management**

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has a significant concentration of credit risk on amounts due from xxx. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**ii) Liquidity risk management**

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

Description	Less than 1 month	Between 1-3 months	Over 3 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2024</b>				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Others ( <i>specify</i> )	-	-	-	-
<b>Total</b>	-	-	-	-
<b>As at 30<sup>th</sup> June 2023</b>				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Others ( <i>specify</i> )	-	-	-	-
<b>Total</b>	-	-	-	-

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**Financial Risk Management**

**iii) Market risk**

The *Entity* has put in place an internal audit function to assist it in assessing the risk faced by the Entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls. Market risk is the risk arising from changes in market prices, such as interest rates, equity prices, and foreign exchange rates which will affect the Entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Entity's xxx Department is responsible for the development of detailed risk management policies (subject to review and approval by the Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Entity's exposure to market risks or the way it manages and measures the risk.

**a) Foreign currency risk**

The *Entity* has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after xxx days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The *Entity* manages foreign exchange risk from future commercial transactions and recognised assets and liabilities by projecting expected sales proceeds and matching the same with expected payments.

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**Financial Risk Management**

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

**2023-2024**

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2024</b>	-		-
<b>Financial Assets</b>	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
<b>Total Financial Assets</b>	-	-	-
<b>Financial Liabilities</b>			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
<b>Total Financial Liabilities</b>	-	-	-
<b>Net Foreign Currency Asset/(Liability)</b>	-	-	-

**Foreign currency sensitivity analysis**

**2023-2023**

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
<b>As at 30<sup>th</sup> June 2024</b>			
<b>Financial Assets</b>	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
<b>Total Financial Assets</b>	-	-	-
<b>Financial Liabilities</b>			
Trade And Other Payables	-	-	-
Borrowings	-	-	-
<b>Total Financial Liabilities</b>	-	-	-
<b>Net Foreign Currency Asset/(Liability)</b>	-	-	-

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**Financial Risk Management**

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

Description	Change in currency rate Kshs	Effect on Profit before tax Kshs	Effect on Equity/Net assets Kshs
<b>2023-2024</b>			
Euro	-%	-	-
USD	-%	-	-
Sterling pound	-%	-	-
<b>2022-2023</b>			
Euro	-%	-	-
USD	-%	-	-
Sterling pound	-%	-	-

**b) Interest rate risk**

Interest rate risk is the risk that the Entity’s financial condition may be adversely affected as a result of changes in interest rate levels. The Entity’s interest rate risk arises from bank deposits. This exposes the Entity to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Entity’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 Entity analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs xxx (Current FY: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (Current FY – Kshs xxx)

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**Fair value of financial assets and liabilities**

**a) Financial instruments are measured at fair value.**

**Determination of fair value and fair values hierarchy**

IPSAS 30 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the *Entity's* market assumptions. These two types of inputs have created the following fair value hierarchy:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. The *Entity* considers relevant and observable market prices in its valuations where possible.

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**Financial Risk Management**

The following table shows an analysis of financial and non-financial instruments recorded at fair value by level of the fair value hierarchy:

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
<b>As at 30 June 2024</b>				
<b>Financial Assets</b>				
Quoted Equity Investments	-	-	-	-
<b>Non- Financial Assets</b>				
Investment Property	-	-	-	-
<b>Total</b>	-	-	-	-
<b>As at 30<sup>th</sup> June 2023</b>				
<b>Financial Assets</b>				
Quoted Equity Investments	-	-	-	-
<b>Non- Financial Assets</b>				
Investment Property	-	-	-	-
<b>Total</b>	-	-	-	-

There were no transfers between levels 1, 2, and 3 during the year. Disclosures of fair values of financial instruments not measured at fair value have not been made because the carrying amounts are a reasonable approximation of their fair values.

**iv) Capital Risk Management**

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

Description	2023-2024	2022-2023
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
xxx Reserve	-	-
<b>Total Funds</b>	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	(-)	(-)
Net Debt/(Excess Cash And Cash Equivalentents)	-	-
<b>Gearing</b>	-0%	-0%

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**47. Related Party Disclosures**

**Nature of related party relationships**

Entities and other parties related to the *Entity* include those parties who have the 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.

**Government of Kenya**

The Government of Kenya is the principal shareholder of the *Entity*, holding 100% of the *Entity's* equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the *Entity*, both domestic and external.

**Other related parties include:**

- i) The Parent Ministry.
- ii) County Governments
- iii) Other SCs and SAGAs
- iv) Key management.
- v) Board of Directors/Fund Committees.
- vi) Others (*specify*)

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Transactions with related parties</b>		
<b>a) Sales to related parties</b>		
Rent income from govt. Agencies	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	-	-
<b>b) Purchases from related parties</b>		
Purchases of electricity from KPLC	-	-
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. Agencies	-	-
Others ( <i>specify</i> )	-	-
<b>Total</b>	-	-
<b>c) Grants /transfers from the government</b>		
Grants from National government	-	-
Grants from County government	-	-
Donations in kind	-	-
<b>Total</b>	-	-
<b>a) Expenses incurred on behalf of related party</b>		
Salaries and wages for xxx employees	-	-
Goods and services for xxx	-	-
Others ( <i>specify</i> )	-	-

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Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Total</b>		
<b>b) Key management compensation</b>		
Directors' emoluments	-	-
Compensation to key management	-	-
<b>Total</b>	-	-

**48. Segment Information**

*(Where an organisation operates in different geographical regions or in departments, IPSAS 18 on segmental reporting requires an Entity to present segmental information of each geographic region or department to enable users understand the Entity's performance and allocation of resources to different segments)*

**49. Contingent Assets and Contingent Liabilities**

**Contingent Assets**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Contingent Assets</b>		
Insurance Reimbursements	-	-
Assets Arising from Determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Receivables From Other Government Entities	-	-
Others (Specify)	-	-
<b>Total</b>	-	-

*(Give details)*

**Contingent Liabilities**

Description	2023-2024	2022-2023
	Kshs	Kshs
<b>Contingent Liabilities</b>	-	-
Court Case xx against the Entity	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
<b>Total</b>	-	-

*(Give details)*

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**50. Capital Commitments**

Capital Commitments	2023-2024	2022-2023
	Kshs	Kshs
Authorised for	-	-
Authorised and contracted for	-	-
<b>Total</b>	-	-

*(NB: Capital commitments are commitments to be carried out in the next financial year and are disclosed in accordance with IPSAS 17. Capital commitments may be those that have been authorized by the board but at the end of the year had not been contracted or those already contracted for and ongoing).*

**51. Events after the Reporting Period**

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

**52. Ultimate And Holding Entity**

The Entity is a Corporation/ or a Semi-Autonomous Government Agency under the Ministry/County of xxx. Its ultimate parent is the Government of Kenya.

**53. Currency**

The financial statements are presented in Kenya Shillings (Kshs) rounded to the nearest Kshs.

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**20. Appendix 1: Implementation Status of Auditor-General's Recommendations**  
**Appendices**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Presentations of financial statements	Fund accountant ICPAK member number	Member number of the fund accountant has been inserted as required in the financial statement	Resolved	2024
Trial balance	No documentary evidence as provided to support balance brought forward from previous financial period	Amount of ksh 20,574,770 was not utilised during that financial year due to covid 19 pandemic.	resolved	2024
Long term receivables from exchange transactions	County education loans board has disbursed loans amounting ton ksh 277,224,770 but has only managed to make recoveries of ksh 644,950	Beneficiaries who has completed their studies and obtained gainful employment have started servicing their loans	resolved	2024
Long term receivables from exchange transactions	Review of student loan application form reveal that there was no commitment, collateral, security or guarantors	The management acknowledges the findings	resolved	2024
Long term receivables from exchange transactions	No evidence of advertising opportunities for loans	Advertising was done trough posters placed in public institutions and announced during public barazas	resolved	2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Ethnic and gender compositions of the board	contrary to articles 197 (1) of the constitution of Kenya 2010	The county education revolving fund has complied with the provisions of constitutions of Kenya on national cohesion and integration act 2008	resolved	2024
Ethnic and gender compositions of the board	Contrary to the provision of the section 7 (1) and (2) of the national cohesion and integration act 2008	Difficult to enforce the act since its an open board to anybody to apply and work on voluntary basis	Not resolved	2024
Transfer from the county government	Transfer of ksh 1,500,000 to the cecm which is contrary to sec 197(1) (e)	The ksh 1.5m was 3% of management fund of 50m received and it caters for the administrative cost .	resolved	2024
Ward committees	Contrary to the provisions of section 14 (4) of Uasin Gishu county education revolving fund act 2016.	List of committees from 30 wards was presented to the board for approval and the process could not proceed because the proposed members did not submit requisites documents that were necessary for approval	Not resolved	2024
Tenure of the county education loans board	Board in office without proper appointment	Management acknowledges the finding and has since regularized the appointment as required.	resolved	2024

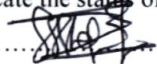
**Guidance Notes:**

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from the final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your Entity responsible for the implementation of each issue;

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(iv) Indicate the status of "Resolved" or "Not Resolved".

.....  .....

DG/C.E.O/M.D/Fund Administrator (enter title of head of Entity)

Date:



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**Appendix II: Projects implemented by (The Entity)**

Projects implemented by the Entity Funded by development partners and/ or the Government.

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements. (Yes/No)

**Status of Project Completion**

*(Provide a summary of the project implementation status, i.e. total costs incurred, stage which the project is etc)*

S/No	Project Name	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds

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**Appendix IV: Transfers from Other Government Entities**

Name of the Entity Transferring the funds	Date received as per bank statement	Nature: Recurrent/ Development /Others	Total Amount - KES	Statement of Financial Performance	Where Recorded/recognized				Total Transfers during the Year
					Capital Reserve	Deferred Income	Receivables	Others - must be specific	
Uasin gishu county government	31.8.2023	Recurrent	28,547,245.00	-	-	-	-	-	28,547,245.00
-	-	Development	-	-	-	-	-	-	-
<b>Total</b>			<b>28,547,245.00</b>	-	-	-	-	-	<b>28,547,245.00</b>

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**Appendix V- Inter-Entity Confirmation Letter**

Name of transferring entity:UASIN-Gishu County.....

Name of beneficiary entity:... Education REVOLVING Fund.....

Confirmation of amounts received by [Insert name of beneficiary Entity] as at 30 <sup>th</sup> June 2024					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
	31.8.2023	28,547,245		28,547,245	
Total					

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

**Head of Accounts Department - Disbursing Entity:**  
 Name ..... Sign ..... Date .....

**Head of Accounts Department - Beneficiary Entity:**  
 Name ..... Sign ..... Date.....

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**Appendix VI: Reporting of Climate Relevant Expenditures**

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

**Appendix VII: Reporting on Disaster Management Expenditure**

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