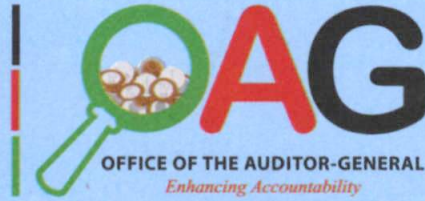
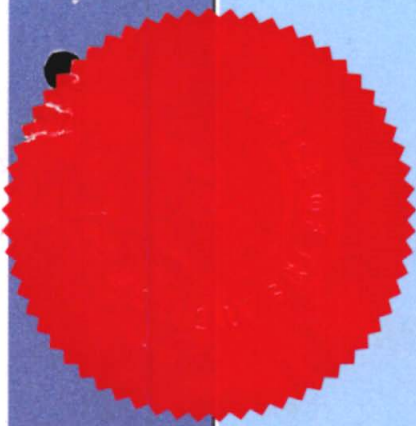


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REPORT

OF

THE AUDITOR-GENERAL

ON

**KIAMBU COUNTY ASSEMBLY CAR LOAN AND
MORTGAGE SCHEME FUND**

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

PAPERS LAID	
DATE	18 th /02/2026
TABLED BY	Belegue
COMMITTEE	←
CLERK AT THE TABLE	Chomp'

20



**COUNTY GOVERNMENT OF KIAMBU
COUNTY ASSEMBLY OF KIAMBU**

Clerk's Chambers
County Assembly of Kiambu
Assembly Buildings
P.O.Box1492-00900
KIAMBU

Tel: 067 586 0000
Email: info@kiambuassembly.go.ke
kiambucountyassembly@gmail.com
Web: www.kiambuassembly.go.ke

When replying please quote
CAK/2/12vol.3(33)

November 10th, 2025

Auditor General
P. O. Box 3008-00100
NAIROBI, KENYA

Dear Madam,

RE: REVISED REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30,2025 COUNTY ASSEMBLY CAR LOAN AND MORTGAGE SCHEME FUND

Pursuant to section 167 of the Public Finance Management Act,2012 find enclosed reports and financial statement of the County Assembly Car Loan and Mortgage Scheme Fund for the period 1st July 2024 to 30th June 2025 for your necessary action.

Yours Sincerely,

JOHN MWIVITHI MUTIE
CLERK, COUNTY ASSEMBLY OF KIAMBU



**KIAMBU COUNTY ASSEMBLY
COUNTY ASSEMBLY CAR LOAN AND MORTGAGE SCHEME FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2025**

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

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

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County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

1. Acronyms and Definition of Key Terms

A. Acronyms

BOM	Board of Management
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
Kshs	Kenya Shillings
DoB	Date of birth
FY	Financial Year
LLB	Bachelor of Laws
UoN	University of Nairobi
CS	Certified Secretaries
IHRM	International Human Resource Management
ICPS	International Centre for Parliamentary Studies
SRC	Salaries and Remuneration Commission
KRA	Kenya Revenue Authority
KCA	Kenya College of Accountancy
MCA	Member of County Assembly
USA	United States of America
M/NO	Membership Number
LSK	Law Society of Kenya
EALS	East African Law Society

B. Definition of Key Terms

Fiduciary Management

The key management personnel who had financial responsibility were;

1. Fund Administrator;
2. Head of Finance in the County Assembly;
3. The Loan Management Committee Secretariat and
4. The Loan Management Committee

2. Key Entity Information and Management

a) Background information

The Kiambu County Assembly Car and Mortgage Scheme Fund is a financial initiative wholly owned by the County Assembly of Kiambu, Kenya, established under and deriving its authority and accountability from the Public Finance Management (County Assembly Car Loan Scheme Fund and County Assembly Mortgage Scheme Fund) Regulations, 2014, dated 14th and 22nd May 2014, respectively. The Fund is designed to provide car loans and mortgage facilities to Members of the County Assembly to enable them to purchase, develop, renovate, or repair residential properties.

b) Principal Activities

The principal activity of the Kiambu County Assembly Car and Mortgage Scheme Fund is to provide car loans and mortgages to Members of the County Assembly. These facilities are intended to enable beneficiaries to purchase, develop, renovate, or repair residential properties, thereby enhancing their welfare and stability

Vision:

To be a model County Assembly that promotes good governance, accountability, and responsive leadership for sustainable development.

Mission:

To provide effective legislative, oversight, and representation functions that ensure the delivery of quality services and promote the welfare of the people of Kiambu County.

Core Values:

- Integrity: Upholding honesty, transparency, and accountability in all operations.
- Professionalism: Committing to high standards of service delivery and ethical conduct.
- Equity and Inclusiveness: Ensuring fair and inclusive participation in governance.
- Efficiency and Effectiveness: Striving for optimal performance and impact.
- Teamwork: Fostering collaboration among members.

c) The Loan Management Committee

Ref	Name	Position
1	Hon.Charles Murungaru Thiongo, Speaker	Chairman, Loans Management Committee
2	Hon.Eric Warugu Ndung`u, MCA	Vice-Chairman, Loans Management Committee
3	Hon. Joachim Njama, MCA	Member, Loans Management Committee
4	Rev.Fr. Evangelos Mwaura Thiani	Member, Loans Management Committee
5	Ms. Caroline Muibu Gathoni	Member, Loans Management Committee
6	Mr. John Mwivithi Mutie	Secretary, Loans Management Committee

**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

d) Key Management team

Ref	Name	Position
1	Mr John Mwivithi Mutie	Fund Administrator
2	Ms. Sarah Felicity Nkatha Kiruki	Director, Finance and Accounts
3	Mr. Gabriel Karimi Muriithi	Principal Accountant
4	Mr. John Ichamugo Mugo	Accounts Officer II

Key Entity and Management (Continued)

e) Fiduciary Oversight Arrangements

SN	Position	Name
1	Head of Internal Audit	i. Mr. Flavian Gatimu Kung`u
2	County Assembly Public Investments and Account Committee	i. Hon. Obudho Kennedy Odhiambo, Chairperson ii. Hon. Kamau James Boro, Member iii. Hon. Wanyutu Wamwere, Member iv. Hon. Njue John Njiru, Member v. Hon. Munga Nelson Mbuiyu, Member vi. Hon. Muthondu John Ngure, Member vii. Hon. Ndungu Erick Warugu, Member viii. Hon. Njama Joakim Mwangi, Member ix. Hon. Munana Moses Muiruri, Member x. Hon. Mbugua Zacharia Macharia, Member xi. Hon. Nyaga Esther Wambui, Member xii. Hon. Irungu Esther Muthoni, Member xiii. Hon. Mburu Susan Njeri, Member xiv. Hon. Kamau Alice Wangui, Member xv. Hon. Hinga Grace Wanjiru, Mca
3	Audit Committee	The Audit Committee was constituted in June 2024 with the primary mandate of

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

		<p>advising the County Assembly of Kiambu on matters related to institutional risk management, internal controls, compliance, and governance processes.</p> <ul style="list-style-type: none">i. Mr.Samuel Mwaura, Chairpersonii. Ms.Salome Gakure, Memberiii. Mr.Joseph Njoroge, Memberiv. Mr.Flavian Gatimu, Secretary
--	--	---

f) Registered Offices

Kiambu Assembly Buildings
P.O. Box 1492-00900
Kiambu, KENYA

g) Fund Contacts

Telephone: 0675860000
E-mail: info@kiambuassembly.go.ke
Website: www.kiambuassembly.go.ke

h) Fund Bankers

Kenya Commercial Bank
P.O. Box 81-00900
Kiambu, Kenya

Key Entity and Management (Continued)

i) Independent Auditors

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



j) Principal Legal Adviser

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





k) County Attorney

County Attorney
Nova County Office
P.O. Box 2344-00900
KIAMBU, KENYA

3. The Loan Management Committee

Name	Details of qualifications and experience
<p>1. Hon. Charles Murungaru Thiongo</p> 	<p>Chairman, Loans Management Committee</p> <p>Hon. Charles Murungaru Thiongo is the Speaker of the County Assembly of Kiambu and also serves as the Chairman of the County Assembly Service Board of Kiambu. He holds a Master of Laws (LL.M) Degree and a Bachelor of Laws (LL.B) Degree from the University of Nairobi. Additionally, he earned a Post-graduate Diploma in Law from the Kenya School of Law and is a practicing Advocate of the High Court of Kenya.</p> <p>He is an active member of the Law Society of Kenya (LSK) and the East African Law Society (EALS). Hon. Murungaru has over thirteen years of extensive experience in the corporate sector, having held top management positions across various organizations.</p> <p>In his legal practice, he specializes in corporate and commercial law, governance, finance and tax law, energy and extractives, arbitration, conveyancing, and business restructuring. His professional interests include strategic management and leadership, corporate governance, and regulatory compliance, supported by specialized professional training in these fields.</p>
<p>2. Hon. Eric Warugu Ndung'u</p> 	<p>Vice Chairman, Loan Management Committee,</p> <p>Born in 1979, Hon. Eric Warugu Ndung'u is the Vice-Person of the County Assembly Service Board and an elected Member of County Assembly representing Uthiru Ward. He has over seven years of experience in the public sector.</p> <p>He holds a Bachelor of Arts in Public Administration (BAPA) from Mount Kenya University, as well as a Diploma in Journalism and Public Relations from Kenya Polytechnic University. Hon. Warugu is also a registered member of the Media Society of Kenya (Membership No. 011442), with more than ten years of experience in the media industry.</p>


**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

<p>3. Hon. Joachim Njama</p> 	<p>Member, Loan Management Committee, Born on September 9th, 1990, Hon. Joachim Njama is a member of the County Assembly Service Board and an elected Member of County Assembly representing Ngoliba Ward. He has over seven years of experience in the public sector and holds a Diploma in Banking Finance from Mount Kenya University.</p>
<p>4. Rev.Fr.Evangelos Evanson Mwaura Thiani</p> 	<p>Member, Loan Management Committee, Rev. Fr. Evangelos Evanson Mwaura Thiani was appointed as a Member of the County Assembly Service Board of Kiambu on December 8, 2017. Born on October 10, 1980, he holds a Diploma in Theology from Orthodox Seminary, Nairobi; a Bachelor of Theology from Sydney College of Divinity; a Graduate Diploma in Education from Daystar University; a Master of Divinity; and a Master of Theology, both from Hellen College Holy Cross, Boston, USA.</p>
<p>5. Ms.Caroline Muibu Gathoni</p> 	<p>Member, Loan Management Committee, Ms. Caroline Gathoni Muibu was born on 5th March 1994 and she is an experienced lawyer with over 10 years in legal consultancy, advocacy, litigation, policy-making, and public affairs. She was appointed to the County Assembly Service Board on 28th February 2025. She holds a Bachelor of Laws (LL.B) degree from the University of Nairobi (2011–2015) and a Postgraduate Diploma in Law from the Kenya School of Law (2016–2017). She also holds a Certificate in Computer Studies from Martyrs of Uganda Professional Studies (2011). She is currently pursuing a Master of Laws (LL.M) at the University of Nairobi and a Certificate in Certified Public Secretary (CPS) from KASNEB. Ms. Muibu brings legal expertise, strategic insight, and a strong commitment to public service to the Board</p>
<p>6. Mr. John Mwithivi Mutie</p> 	<p>Fund Administrator Mr. John Mutie is the Clerk of the County Assembly of Kiambu and the Fund Administrator of the County Assembly Car Loan and Mortgage Scheme Fund. Born on 29th September 1970, he brings with him over 27 years of extensive experience in public service, most of it in senior managerial roles across both legislative and executive arms of government.</p>


	<p>Mr. Mutie holds a Bachelor of Laws (LLB) degree from the University of Nairobi and is a Certified Public Secretary (CPS-K). He is a registered member of the Institute of Certified Public Secretaries of Kenya (ICPSK) and the Institute of Human Resource Management (IHRM). In addition, he is a Certified Professional Mediator, underscoring his commitment to effective dispute resolution and governance.</p> <p>He has undertaken specialized training in Public Sector Reforms, Performance Management, Monitoring and Evaluation at the International Centre for Parliamentary Studies (UK), and has successfully completed professional development programs including the Senior Management Course and the Strategic Leadership Development Programme at the Kenya School of Government.</p> <p>Mr. Mutie began his career in the defunct Local Authorities, where he served as Town Clerk/Clerk to the Council. Following the establishment of County Governments in 2013, he was appointed Interim Sub-County Administrator, and in February 2014, he became the Clerk of the County Assembly of Kiambu, a position he held until August 2018.</p> <p>Between August 2018 and October 2021, he was seconded to the Kiambu County Executive, where he served intermittently as Chief Officer in several departments, including:</p> <ol style="list-style-type: none">1.Lands, Housing, Physical Planning, Municipal Administration, and Urban Development2.Water, Environment, Energy, and Natural Resources3.Administration and Public Service <p>Mr. Mutie's vast experience, legal background, and leadership in both legislative and executive functions have played a critical role in institutional development, policy implementation, and governance reforms in Kiambu County.</p>
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**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**



4. Management Team

Name	Details of qualifications and experience
<p>1. Mr. John Mwivithi Mutie</p> 	<p>Fund Administrator</p> <p>Mr. John Mutie is the Clerk of the County Assembly of Kiambu and the Fund Administrator of the County Assembly Car Loan and Mortgage Scheme Fund. Born on 29th September 1970, he brings with him over 27 years of extensive experience in public service, most of it in senior managerial roles across both legislative and executive arms of government.</p> <p>Mr. Mutie holds a Bachelor of Laws (LLB) degree from the University of Nairobi and is a Certified Public Secretary (CPS-K). He is a registered member of the Institute of Certified Public Secretaries of Kenya (ICPSK) and the Institute of Human Resource Management (IHRM). In addition, he is a Certified Professional Mediator, underscoring his commitment to effective dispute resolution and governance.</p> <p>He has undertaken specialized training in Public Sector Reforms, Performance Management, Monitoring and Evaluation at the International Centre for Parliamentary Studies (UK), and has successfully completed professional development programs including the Senior Management Course and the Strategic Leadership Development Programme at the Kenya School of Government.</p> <p>Mr. Mutie began his career in the defunct Local Authorities, where he served as Town Clerk/Clerk to the Council. Following the establishment of County Governments in 2013, he was appointed Interim Sub-County Administrator, and in February 2014, he became the Clerk of the County Assembly of Kiambu, a position he held until August 2018.</p> <p>Between August 2018 and October 2021, he was seconded to the Kiambu County Executive, where</p>

**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

	<p>he served intermittently as Chief Officer in several departments, including:</p> <ol style="list-style-type: none"> 1.Lands, Housing, Physical Planning, Municipal Administration, and Urban Development 2.Water, Environment, Energy, and Natural Resources 3.Administration and Public Service <p>Mr. Mutie's vast experience, legal background, and leadership in both legislative and executive functions have played a critical role in institutional development, policy implementation, and governance reforms in Kiambu County.</p>
<p>2. Ms. Sarah Felicity Nkatha Kiruki</p> 	<p>Fund Accountant,</p> <p>Ms. Sarah Felicity Nkatha is the Director of Finance and Accounts at the County Assembly of Kiambu, with over ten years of progressive experience in accounting, auditing, and financial management within the public sector. Born in 1980, she has demonstrated consistent leadership in ensuring financial integrity, compliance, and transparency in public financial operations.</p> <p>She holds a Master of Science in Finance and Accounting from KCA University and a Bachelor's degree in Business Administration (Finance and Accounting) from Kenya Methodist University. She is a Certified Public Accountant and a registered member of the Institute of Certified Public Accountants of Kenya (ICPAK), membership number 6244.</p> <p>Her expertise spans financial planning and analysis, audit and risk management, budget formulation, and public sector financial reporting. Her commitment to accountability and good governance continues to play a vital role in strengthening financial systems at the County Assembly.</p>

**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

<p>3. Mr.Gabriel Karimi Muriithi</p> 	<p>Principal Accountant</p> <p>Mr.Gabriel Karimi Muriithi is a seasoned public finance professional with over 25 years of experience in both the public and corporate sectors, most of it in senior managerial positions. Born on July 11, 1972, he is a Certified Public Accountant and a member of the Institute of Certified Public Accountants of Kenya (ICPAK No. 9345). He is also a Certified Secretary and a Certified Professional Mediator, reflecting his multidisciplinary expertise in governance, finance, and dispute resolution.</p> <p>He is currently pursuing a Bachelor of Commerce degree at KCA University, further enriching his academic and professional foundation. His commitment to leadership excellence is demonstrated by his successful completion of the Senior Management Course and the Strategic Leadership Development Programme at the Kenya School of Government (KSG).</p> <p>Prior to the establishment of county governments in 2013, he served in the defunct local authorities as Chief Internal Auditor and Treasurer in various jurisdictions. His early career also includes experience in the corporate sector, where he worked as an Accountant and Audit Assistant in a reputable auditing firm.</p> <p>With his deep knowledge of public finance, internal controls, and organizational leadership, he continues to contribute significantly to public sector reforms and institutional development.</p>
<p>4. Mr.John Ichamugo Mugo</p> 	<p>Accounts Officer II</p> <p>Mr.John Ichamugo Mugo is an Accounts Officer II at the County Assembly of Kiambu, with over five years of experience in accounting and financial management within the public sector. Born in 1989, he holds a Bachelor’s degree in Finance and Banking from Moi University.</p> <p>He is a Certified Public Accountant and a registered member of the Institute of Certified</p>

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

	<p>Public Accountants of Kenya (ICPAK No. 24172). His areas of expertise include financial reporting, budgeting, expenditure control, and compliance with public financial regulations.</p> <p>With a strong foundation in both academic training and practical experience, he plays a key role in supporting the Assembly's financial operations and promoting transparency and accountability in the use of public funds.</p>
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County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

5. Chairperson's Report

It is my pleasure, on behalf of the Board, to present the County Assembly Car Loan and Mortgage Scheme Fund financial statements for the year ended 30th June 2025. These statements provide a comprehensive overview of the Fund's financial performance and position over the reporting period, in accordance with applicable financial reporting standards and regulatory requirements.

The Fund was established under the County Assembly Car Loan Scheme Fund and County Assembly Mortgage Scheme Fund Regulations, enacted on 14th May 2014 and 22nd May 2014, respectively. These regulations were adopted in line with the provisions of the Public Finance Management Act, 2014, to ensure proper governance and oversight in the administration of the Fund.

The Fund's primary objective is to provide accessible and affordable financial support to Members of the County Assembly, facilitating the purchase of motor vehicles and the purchase, development, renovation, or repair of residential properties. Through this initiative, the County Assembly of Kiambu continues to prioritize the welfare and well-being of its Members, recognizing the importance of stable living and mobility in enabling effective public service.

The Board remains committed to ensuring prudent financial management, compliance with legal frameworks, and continuous improvement in service delivery to Members.

Conclusion

In conclusion, the County Assembly Car Loan and Mortgage Scheme Fund has maintained operations despite deficit in the year ending 30th June 2025. The Fund has successfully increased its loan recoveries and expanded its financial base through prudent management and support from the County Treasury. The effective implementation of sound financial controls and the commitment of the Loans Management Committee have ensured the Fund's continued growth and sustainability.

We remain dedicated to enhancing the welfare of the Members of the County Assembly by providing accessible financial services and promoting responsible borrowing and repayment. With continued collaboration and support from all stakeholders, we are confident that the Fund will achieve even greater milestones in the coming financial year.

Name CHARLES THONGA Signature  Date 11/11/2025

Chairperson of the Fund

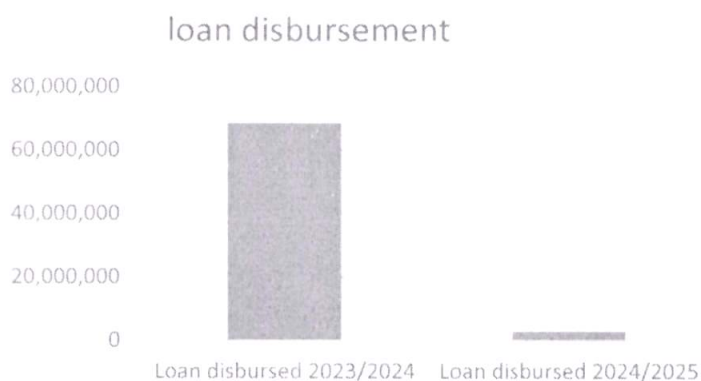
6. Report of The Fund Administrator

The Car Loan and Mortgage Scheme Fund was established under the Salaries and Remuneration Commission Circular No. SRC/TS/WB/314 of February 2014. In alignment with the SRC's guidance and to ensure sound financial governance, the County Assembly of Kiambu adopted the Public Finance Management (PFM) Regulations specific to this Fund on 14th and 22nd May 2014. These regulations form the backbone of the Fund's operational framework.

The Fund's primary objective is to provide affordable car loans and mortgages to Members of the County Assembly (MCAs) to support the purchase, development, renovation, or repair of residential properties. These facilities are offered at an interest rate of 3% per annum, on a monthly reducing balance, and are repayable over five years or before exit from office, whichever comes earlier.

A comparative analysis of Loan disbursement paid out in the last two (2) years.

- FY 2023/24 Loan disbursement was Ksh. 68,520,000.
- FY 2024/25 Loan disbursement was Ksh. 3,000,000.



B. Physical Progress & Programme Achievements

Since inception in 2014, the Fund has disbursed:

- 35 car loans
- 67 mortgage loans

In FY 2024/2025, one mortgage loan of Kshs 3 million was issued. Though this represents reduced activity compared to previous years, cumulatively the Fund has reached over 95% of its target Members (86 MCAs and the Speaker).

Impacts:

- Enhanced housing stability through mortgage financing.
- Improved mobility and service delivery efficiency through car loans.

C. Programme Commentary

- Car Loan Scheme: No new car loans were issued in 2024/2025; repayments continued steadily, contributing to sustainability.

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

- Mortgage Scheme: One disbursement was made, with cumulative coverage at 67 Members.

D. Value-for-Money Achievements

- Low interest rate (3% reducing balance) ensured affordability.
- Automated check-off loan recovery minimized defaults.
- Operational costs reduced by 22.7%, reflecting efficiency.
- Loan repayment inflows of Kshs 93,375,673 significantly outpaced disbursements, growing the Fund's revolving capacity.

E. Implementation Challenges

- Limited disbursements in FY 2024/25 restricted growth impact.

F. Future Outlook

For FY 2025/2026, the Fund will priorities:

- Leveraging accumulated repayments to support a sustainable revolving fund.

G. Key Risk Management Strategies

- Joint property securities to protect mortgage lending.
- Regular internal audits and reconciliations to ensure integrity.
- Capacity building on IPSAS compliance for accurate reporting

2. Fund Governance and Management

The Fund is managed by a dedicated Loan Management Committee that has implemented transformative measures to enhance service delivery, safeguard public funds, and ensure efficient administration. Key measures include:

- Joint property security agreements between the borrower and the County Assembly;
- Strict adherence to regulatory and statutory obligations;
- Prompt remittance and tracking of loan repayments;
- Transparent and accountable loan disbursement processes.

3. Loan Disbursement Activities

During the financial year under review, the Fund successfully disbursed a mortgage of Kshs 3,000,000 to one Member. This reflects the Fund's continued commitment to meeting its core mandate and enhancing the welfare of the Assembly Members.

4. Financial Analysis

During the Financial Year 2024/2025, the County Assembly Staff Loan Scheme Fund recorded a surplus of Kshs 2,827,809, compared to Kshs 24,296,793 in the previous year. The sharp decline in surplus was mainly due to the absence of transfers from the County Government, which had contributed Kshs 25,000,000 in 2023/2024. Despite this, the Fund remained operational and solvent, primarily supported by internal recoveries and interest income.

Revenue Analysis

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

Total revenue decreased by 69%, from Kshs 34,278,884 in 2023/2024 to Kshs 10,542,154 in 2024/2025.

Expenditure Analysis

Total expenditure stood at Kshs 7,714,345, down from Kshs 9,982,091 in the previous year- a reduction of 23%. This decrease was attributed to cost containment measures and reduced administrative activities due to limited funding.

Surplus Analysis

The Fund realized a surplus of Kshs 2,827,809, compared to Kshs 24,296,793 in 2023/2024 -a decline of Kshs 21,468,984 (88%). This was directly linked to the cessation of County Government transfers. Without external funding, the Fund relied solely on internally generated income to sustain operations.

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

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

Introduction

Section 167 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer, when preparing financial statements of each County Assembly Entity, following the standards and formats prescribed by the Public Sector Accounting Standards Board includes a view of the County Assembly entity’s performance against predetermined objectives.

The key mandate of the County Assembly of Kiambu is legislation, oversight, and representation.

The County Assembly of Kiambu established and enacted the “County Assembly Car Loan Scheme Fund” and “County Assembly Mortgage Scheme Fund” regulations dated 14th and 22nd May 2014, in compliance with the Public Finance Management Act.

The primary objective of the Kiambu County Assembly Car Loan and Mortgage Scheme Fund is to provide car and mortgage loans to Members of the County Assembly to facilitate the purchase, development, renovation, and repair of residential properties.

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Indicator	Performance
County Assembly Car Loan and Mortgage Scheme Fund	To provide car and mortgage loans to 86 members and the Speaker of the County Assembly.	In the Third Assembly, the Fund successfully disbursed car loans to 35 members and mortgage loans to 67 members over the term.	Number of car loan and mortgage disbursements.	During the year under review, the Fund disbursed mortgage loan of Kshs 3,000,000 to one Member.

8. Corporate Governance Statement

The County Assembly Car Loan Scheme Fund and County Assembly Mortgage Scheme Fund regulations establish the Members' Car Loan and Mortgage Loan Management Committee. A statement of the County Assembly of Kiambu's full corporate governance practices is set out below.

1. Role and Responsibilities of the Loan Management Committee

The Loan Management Committee operates under the principles outlined in Section 116 of the Public Finance Management Act (PFM Act) and is charged with ensuring effective administration, oversight, and accountability of the County Assembly Car Loan and Mortgage Scheme Fund.

The Committee is responsible for:

- (a) Receiving and analyzing reports from the Fund Administrator.
- (b) Endorsing and recommending approval of loan application forms.
- (c) Advising on any additional financial requirements for the Fund.
- (d) Liaising with mortgage companies (if any) to establish a revolving fund for loan disbursement.
- (e) Performing any other function necessary to support effective fund administration.

2. Appointment of the Loan Management Committee

The Car Loan and Mortgage Loan Management Committee comprises the following members, as stipulated under the "County Assembly Car Loan Scheme Fund" and "County Assembly Mortgage Scheme Fund" regulations of 2014.

Membership of the Loan Management Committee:

Ref	Name	Position
1.	Hon.Charles Murungaru Thiongo, Speaker	Chairman, Loans Management Committee
2.	Hon.Eric Warugu Ndung'u, MCA	Vice -Chairman, Loans Management Committee
3.	Hon. Joachim Njama, MCA	Member, Loans Management Committee
4.	Rev.Fr. Evangelos Mwaura Thiani	Member, Loans Management Committee
5.	Ms. Caroline Muibu Gathoni	Member, Loans Management Committee
6.	Mr. John Mwivithi Mutie	Secretary, Loans Management Committee

County Assembly Car Loan and Mortgage Scheme fund

Annual Report and Financial Statements for the year ended June 30, 2025

The Fund Administrator may designate and appoint additional staff to assist in the day-to-day administration of the Fund.

3. Delegation to Fund Accountant

The Fund Administrator has delegated the day-to-day financial management and operational duties of the Fund to the Fund Accountant. The Fund Accountant is responsible for ensuring that the Fund Administrator receives timely, accurate, and relevant financial data and reports to support effective oversight and decision-making.

4. Fund Administrator Responsibilities

As the accounting officer, the Fund Administrator is responsible for:

- Supervising and controlling the administration of the Fund.
- Maintaining custody of all legal documents related to the Fund.
- Keeping accurate books of accounts and other records of transactions.
- Preparing and submitting annual financial statements to the Auditor-General within three months after the close of the financial year, detailing income and expenditure.
- Furnishing additional information as required for auditing purposes.
- Appointing appropriate staff to assist in fund administration.
- Conducting inspections to verify information provided by loan applicants.
- Preparing and submitting quarterly reports on Fund activities to the Committee.

5. Committee Meetings

During the FY 2024/2025, the Loan Management Committee held one meetings to:

- Endorse loan application forms.
- Review financial reports.
- Assess emerging needs and demand for Members mortgage loans.

6. Statement of Compliance

The Fund Administrator affirms that the Fund has complied fully with all statutory and regulatory requirements throughout the Financial Year 2024/2025 and that its operations have been governed in line with the principles of good corporate governance, transparency, and accountability.

7. Internal Control Framework

The Fund continually reviews and strengthens its internal control framework to safeguard public resources and maintain an effective risk management environment. Measures include:

- Automated check-off systems for recoveries.
- Joint property security arrangements.
- Regular internal audits and reconciliations

8. Management Team

The Fund's management team meets regularly to:

- Evaluate progress against set objectives.
- Implement corrective actions where needed.
- Ensure efficient and effective service delivery to members beneficiaries.

9. Auditor

The Auditor-General is responsible for auditing the Fund's Annual Reports and Financial Statements in accordance with Section 48 of the Public Audit Act, 2015. The audit includes an assessment of compliance, financial accuracy, and the issuance of an opinion on the Fund's financial health and integrity.

10. Induction, Training, and Development

All new members undergo induction to familiarize them with:

- Fund regulations, governance structures, and operations.

11. Ethics and Conduct

The Board upholds the highest standards of ethics, integrity, and accountability in line with the Constitution of Kenya, 2010.

12. Appointment of Board Members

Members are appointed by the County Assembly Service Board and are drawn from elected Members of the County Assembly (MCAs) and independent professionals to ensure diversity of skills and representation.

13. Board Remuneration

Members of the Loan Management Committee receive salaries approved by the SRC.

9. Management Discussion and Analysis

Overview

The Car Loan and Mortgage Scheme Fund is a key welfare initiative of the County Assembly of Kiambu, designed to support Members of the County Assembly (MCAs) and the Speaker through access to affordable financing for vehicle acquisition and home ownership or improvement. The Fund operates under the guidance of the Salaries and Remuneration Commission (SRC) Circular No. SRC/TS/WB/314 (February 2014) and is regulated by the County Assembly Car Loan and Mortgage Scheme Fund Regulations (May 2014).

In the financial year 2024/2025, the Fund continued its mandate despite a challenging fiscal environment, driven by reduced revenue inflows. The Fund remains focused on improving the welfare of its members while safeguarding public resources through prudent financial management and regulatory compliance.

2. Operational Performance

During the reporting period, the Fund disbursed a mortgage loan of Kshs 3,000,000 to one Member. Cumulatively, in the Third Assembly term, the Fund has supported:

- 35 Members with car loans
- 67 Members with mortgage loans

This reflects steady progress toward the Fund's objective of reaching all 86 Members and the Speaker.

Despite a decline in disbursements during the year, the Fund remains fully operational and capable of meeting future obligations, subject to availability of funding.

3. Financial Performance Summary

During the financial year 2024/2025, the County Assembly Staff Loan Scheme Fund recorded a surplus of Kshs 2,827,809, compared to Kshs 24,296,793 in the previous year — representing a significant decline of approximately 88%. The decrease was mainly attributed to the absence of transfers from the County Government, which had provided Kshs 25 million during the prior year

4. Strategic and Governance Initiatives

To ensure effective fund management and sustainability, the Loan Management Committee has continued to implement key reforms, including:

- **Joint Security Arrangements:** Collateral arrangements between the borrower and the Assembly to secure loans.
- **Regulatory Compliance:** Adherence to PFM laws and SRC guidelines.

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

- Loan Recovery Mechanisms: Timely deductions from Members' salaries and prompt recoveries upon exit.
- Internal Controls: Strengthened oversight and audit.

5. Conclusion

The Car Loan and Mortgage Scheme Fund remain a cornerstone of member welfare at the County Assembly of Kiambu. The commitment to transparency, accountability, and service to Members continues to guide all management decisions. Going forward, the Fund will pursue growth and sustainability, ensuring that it continues to meet its objectives effectively.

10. Environmental and Sustainability Reporting

The County Assembly of Kiambu is established under the provisions of the Constitution of Kenya, 2010, and is mandated to provide representation, legislation, and oversight for the citizens of Kiambu County. The Assembly operates as a key institution in devolved governance and upholds the values and principles enshrined in the Constitution.

Strategic Direction

Vision

To be a vibrant, value-oriented, quality-driven, and people-responsive County Assembly in Kenya.

Mission

To be a transformative, efficient, and trusted Assembly for Kiambu residents through collaboration with relevant county, national, and international stakeholders.

Core Values

The Assembly is guided by a dynamic institutional culture rooted in the following core values:

1. **Responsiveness**
We address the needs and aspirations of the people of Kiambu County through effective policy and legislative initiatives.
2. **Respect**
We foster mutual respect in all engagements, encouraging partnerships and collaboration with all stakeholders.
3. **Diversity**
We embrace inclusivity across gender, ethnicity, class, race, ability, and minority groups to ensure fair representation and equality.
4. **Integrity and Accountability**
We uphold the highest standards of ethical conduct and maintain transparency in all our operations and decision-making processes.

Our Beliefs

We affirm that:

1. The Constitution of Kenya, 2010, is the supreme law of the land.
2. All Kenyans are equal and have inalienable rights.
3. Every citizen is a valuable member of the community.
4. All Kenyans deserve adequate representation and consultation by their elected officials.
5. Men and women must have equal opportunities in leadership, and in the enjoyment of economic, social, and cultural rights.

Purpose of the County Assembly Car Loan and Mortgage Scheme Fund

The County Assembly Car Loan and Mortgage Scheme Fund exist to transform lives. It is the cornerstone of our efforts to improve the welfare of our members by providing accessible, affordable housing finance. This purpose drives our strategy, which is anchored on three strategic pillars:

- Putting the Citizen First
- Delivering Relevant Services and Solutions
- Enhancing Operational Excellence

Strategic Pillars – Key Achievements

1. Sustainability Strategy and Profile

The Assembly is committed to the realization of the Sustainable Development Goals (SDGs), integrating sustainability into governance, policy-making, and internal operations.

2. Environmental Performance

Through the establishment of an Environmental Committee, the Assembly is developing environmental and waste management policies. Implementation of strategies to reduce environmental impact is ongoing to ensure responsible practices in daily operations.

3. Employee Welfare

Staff recruitment and promotion follow the County Assembly Human Resource Manual and other relevant legal frameworks, ensuring fairness and gender representation. A performance appraisal system is currently being implemented to improve accountability and service delivery.

The Assembly also promotes capacity building through continuous staff training and development under the guidance of a dedicated Training Committee.

4. Marketplace Practices – Responsible Competition

The Assembly ensures fair and transparent procurement practices in all engagements. It collaborates with anti-corruption authorities, reviews supplier certifications, and emphasizes competitive pricing, innovation, and compliance with relevant laws.

5. Community Engagements

Public participation is a key feature of legislative and development processes. In partnership with the County Executive, the Assembly has supported various corporate social responsibility (CSR) activities, including the distribution of food, agricultural inputs, and educational materials to vulnerable communities.

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

11. Report of the Loan Management Committee

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

Principal activities

The objective of the County Assembly Car Loan and Mortgage Scheme Fund is to provide car loan and mortgage financing to eligible members of the County Assembly of Kiambu to enable them to purchase, develop, renovate, or repair residential property.

Results

The results of the Fund for the year ended June 30, 2025 are set out on pages 1 to 6

Loan management committee

The members of the Loan Management Committee who served during the year are shown on page x to xiii.

Auditors

The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 to carry out the audit of the County Assembly Car Loan and Mortgage Scheme Fund for the year/period ended June 30, 2025 in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his behalf.



.....
Chairperson of the Loan Management Committee

Date: 11/11/2025
.....

12. Statement of Management's Responsibilities .

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of a County Public Fund established by (County Assembly Car Loan Scheme Fund and County Assembly Mortgage Scheme Fund regulations dated 14th and 22nd May 2014 guided by the Public Finance Management Act, Regulations 2014) shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

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

The Administrator of the County Public Fund accepts responsibility for the Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and County Assembly Car Loan Scheme Fund and County Assembly Mortgage Scheme Fund regulations dated 14th and 22nd May 2014 guided by the Public Finance Management Act, Regulations 2014). The Administrator of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended June 30, 2025, and of the Fund's financial position as at that date. The Administrator further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

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

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

Approval of the financial statements

The Fund's financial statements were approved by the Board on 11/11/2025 and signed on its behalf by:

.....


Administrator of the County Public Fund

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON KIAMBU COUNTY ASSEMBLY CAR LOAN AND MORTGAGE SCHEME FUND FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the County Assembly Car Loan and Mortgage Scheme Fund set out on pages 1 to 47, which comprise the statement of

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kiambu County Assembly Car Loan and Mortgage Scheme Fund as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management (County Assembly Car Loan Scheme Fund and County Assembly Scheme Fund) Regulations, 2014 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Revenue from Non-Exchange Transactions - Other Income

The statement of financial performance and Note 7 to the financial statements reflects an amount of Kshs.3,245,834 for revenue from non-exchange transactions - other income which was not supported by ledgers and details of what the amount relates to.

In the circumstances, the accuracy and completeness of other income amount of Kshs.3,245,834 could not be confirmed.

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

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the prior years' audit reports, several issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources respectively. Review of the status during audit of the Kiambu County Assembly Car Loan

and Mortgage Scheme Fund in 2023/2024 revealed that the following matters remained unresolved:

	Financial Year	Audit Issue
1.	2023/2024	Inaccuracies in the Financial Statements
2.	2023/2024	Budgetary Control and Performance
3.	2023/2024	Issuance of Mortgage Without Approved Documents
4.	2023/2024	Issue of Loans with Incomplete and no Application Details
5.	2023/2024	Mortgage and Car Loans without Insurance Policies
6.	2023/2024	Inconsistencies in Administration of Mortgage Scheme Fund
7.	2023/2024	Unapproved Loan Application Form
8.	2023/2024	Unsigned Loan Approvals
9.	2023/2024	Lack of Valid Insurance Policies for Car Loan

Other Information

The Management is responsible for the Other Information set out on page iii to xxvii which comprise of Key entity information, Loan management committee, Management team, Report of the fund manager, Statement of performance against predetermined objectives, corporate governance statement, Management discussion and analysis, Environmental and sustainability reporting, Report of loan management committee, Statement of management responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Kiambu County Assembly Car Loan and Mortgage Scheme 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. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I

confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Non - Performing Loan

The statement of financial position and Note 12 to the financial statements reflects a balance of Kshs.196,228,693 for long-term receivables from exchange transactions, representing loans advanced to Members. Review of members personal files revealed that the Speaker was advanced a mortgage loan amounting to Kshs.17,000,000 which was disbursed in three (3) tranches of Kshs.7,000,000 in October, 2023, Kshs.2,000,000 in January, 2024 and Ksh.8,000,000 in March 2024 as per the loan amortization schedule provided for audit. However, review of supporting documentation and records revealed the following anomalies;

- i. The mortgage loan is not covered by an active or valid insurance policy, contrary to standard mortgage loan conditions. The lack of insurance cover exposes the County Assembly to significant financial risk in the event of the borrower's default, permanent disability, or damage to the mortgaged property.
- ii. The borrower's file did not contain the original charged title deed for the property financed through the mortgage loan, which is required to serve as security. The absence of the key document undermines the legal enforceability of the mortgage and compromises the County Assembly's ability to recover the loan in the event of default.
- iii. The mortgage loan repayments were not being deducted as from January, 2025 through the payroll check-off system or in any other way, as required by the regulations despite the loan account showing an outstanding arrears of Kshs.12,890,200 as at January, 2025, indicating non-compliance with the agreed repayment terms. Further, this defaulting was not discussed by the Loans Management Committee and no guidelines on the way forward were given. It was also noted that the loan recovery amounts from October to December, 2024 were not consistent and no records were given to show how much was payable monthly for the loan.

This was contrary to Regulation 20(1) of the Public Finance Management (Kiambu County Assembly Mortgage Scheme Fund) Regulations, 2014 which provides that a person granted a loan shall take and maintain a mortgage protection policy and a fire policy for the property with a reputable insurance firm. (2) The originals of all documents relating to property financed by a loan from the Fund shall be kept in safe custody by the officer administering the Fund.

In the circumstance, Management was in breach of law and the non-deduction of loan repayments for a loan that is not secured could lead to loss of public funds.

2. Failure to Prepare Fund Budget

Review of the operations of the Kiambu County Assembly Car Loan and Mortgage Fund revealed that, the Fund did not prepare or maintain a budget for the financial year under review. This was contrary to Regulation 41(2) of the Public Finance Management (County Governments) Regulations, 2015 which provides that an Accounting Officer of a County Government entity shall execute their approved budgets based on the annual appropriation legislation, and the approved annual cash flow plan with the exception of unforeseen and unavoidable spending dealt with through the County Emergency Fund, or supplementary estimates.

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

3. Delay in Remittance of Fringe Benefit Tax

The statement of financial performance and Note 10 to the financial statements reflects an amount of Kshs.7,714,345 for use of goods and services, which includes Kshs.7,704,040 related to Fringe Benefit Tax on Members loans. Review of the supporting schedules provided for audit revealed that Members of the County Assembly were advanced mortgage loans at an annual interest rate of 3%, which is below the prevailing market rate. Consequently, the Fringe Benefit Tax became payable. However, it was noted that the Fund Administrator remitted Kshs.7,704,040 which relates to the entire year amount to the Kenya Revenue Authority (KRA) on 30 June, 2025. This was contrary to tax regulations, which requires Fringe Benefit Tax to be remitted to Kenya Revenue Authority by the 9th of the following month.

In the circumstance, Management was in breach of law.

4. Expired Insurance Policies for Car Loans

The statement of financial position and Note 12 to the financial statements reflects a balance of Kshs.196,228,693 for long-term receivables from exchange transactions, representing outstanding loans advanced to Members. However, examination of motor vehicle records maintained by the Fund Administrator revealed that some of the insurance policies submitted as security for car loans granted to Members had already expired exposing the Fund to potential risks in the event of default or unforeseen circumstances such as accidents or loss of the motor vehicles as analyzed below;

Payroll Number	Policy Number	Loan Amount (Kshs)	Date of Expiry
20220146991	025/GCS/0012959/000087	5,000,000	02 May, 2023
20170074969	025/GCS/0012959/000069	5,000,000	10 April, 2024
20220150835	M0050K	5,000,000	11 April, 2024
20220152714	025/GCS/0012959/000097	2,000,000	26 June, 2024

Payroll Number	Policy Number	Loan Amount (Kshs)	Date of Expiry
20220147052	025/GCS/0012959/000085	3,000,000	27 April, 2024
20130003511	025/GCS/0012959/000812	2,000,000	05 June, 2023
20170077675	No details	3,000,000	11 October, 2023
20220152683	No details	2,000,000	04 May, 2024
20220154017	025/GCS/0012959/000074	4,950,000	10 April, 2024
20220147206	025/GCS/0012959/000086	2,000,000	02 May, 2024

Further, there were no details on policy number provided for two (2) members;

This was contrary to Regulation 16 of the Public Finance Management (Kiambu County Assembly Car Loan Scheme Fund) Regulations, 2024, which requires that a Member of the Scheme shall take a comprehensive insurance cover for the vehicle purchased through a loan from the Fund with a reputable insurance company.

In the circumstance, Management was in breach of law.

5. Lack of Valid Insurance Policies for Mortgage Loans

The statement of financial position and Note 12 to the financial statements reflects a balance of Kshs.196,228,693 for long-term receivables from exchange transactions, representing loans advanced to Members. However, audit review of selected Members' personal files with outstanding mortgage loans revealed instances where some Members had expired insurance policies covering their mortgage loans as analyzed below;

Payroll Number	Policy Number	Loan Amount (Kshs)	Date of Expiry
20220147248	025/GCS/0012959/000112	4,600,000	14 January, 2025
20170076856	No Insurance Policy	5,000,000	No policy
20220152714	025/GCS/0012959/000097	3,000,000	26 June, 2024
20220147052	025/GCS/0012959/000085	2,000,000	27 April, 2024
20130009773	025/GCS/0012959/000099	2,000,000	02 July, 2024
20220154067	405/000399	5,000,000	01 February, 2023
20220147036	025/GCS/0012959/000071	5,000,000	12 April, 2023
20220154106	025/GCS/0012959/000071	5,000,000	11 April, 2024
20220153980	025/GCS/0012959/000043	5,000,000	30 November, 2024
20220154114	025/GCS/0012959/000048	5,000,000	08 December, 2023
20220152714	025/GCS/0012959/000097	3,000,000	26 June, 2024
20220154009	025/GCS/0012959/000097	5,000,000	29 January, 2023
20220147183	025/GCS/0012959/000083	5,000,000	23 April, 2024
20220152722	CL/10028/22	5,000,000	24 November, 2024
20170077077	025/GCS/001259/000082	5,000,000	23 April, 2024

Payroll Number	Policy Number	Loan Amount (Kshs)	Date of Expiry
20170076990	025/GCS/001259/000078	5,000,000	13 April, 2024
20170077755	025/GCS/001259/000080	4,800,000	18 April, 2024

This was contrary to Regulation 20(1) of the Public Finance Management Act (Kiambu County Assembly Mortgage Scheme Fund) Regulations, 2014 which provides that a person granted a loan shall take and maintain a mortgage protection policy and a fire policy for the property with a reputable insurance firm.

In the circumstance, Management was in breach of law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I also 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

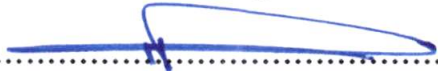
09 December, 2025

County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025

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

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Transfers From the County Government	6	0	25,000,000
Other Income	7	3,245,834	0
		3,245,834	25,000,000
Revenue From Exchange Transactions			
Interest Income	8	7,170,506	9,278,884
Other Income	9	125,814	0
		7,296,320	9,278,884
Total Revenue		10,542,154	34,278,884
Expenses			
Use of goods and services	10	7,714,345	9,982,091
Total Expenses		7,714,345	9,982,091
Surplus for the Period		2,827,809	24,296,793

(The notes set out on pages 7 to 21 form an integral part of these Financial Statements)



Name: **John Mwivithi Mutie**
Administrator of the Fund




Name: **Sarah Nkatha Kiruki**
Fund Accountant
ICPAK Member Number:6244


**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

15. Statement of Financial Position As at 30 June 2025

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	11	66,335,277	38,730,912
Current Portion of Long- Term Receivables from Exchange Transactions	12	650,735	724,552
Other receivables	15	65,423,000	0
Total current assets		132,409,013	39,455,464
Non-Current Assets			
Long Term Receivables from Exchange Transactions	12	196,228,693	289,726,079
Total non- current assets		196,228,693	289,726,079
Total Assets (A)		328,637,706	329,181,544
Liabilities			
Current Liabilities			
Trade and Other Payables from Exchange Transactions	13	0	3,371,648
Total current liabilities (B)		0	3,371,648
Net Assets (A-B)		328,637,706	325,809,897
Represented By:			
Revolving Fund		309,682,653	309,682,653
Accumulated Surplus		18,955,053	16,127,244
Net Assets		328,637,706	325,809,897

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 11/11/2025 and signed by:


 Name: John Mwivithi Mutie
 Administrator of the Fund


 Name: Sarah Nkatha Kiruki
 Fund Accountant
 ICPAK Member Number:6244

**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

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

Description	Revolving Fund	Accumulated surplus	Total
		Kshs	Kshs
Balance As At 1 July (2023/2024)	309,682,653	(8,169,550)	301,513,103
Surplus For the Period	0	24,296,794	24,296,794
Balance As At 30 June (2023/2024)	309,682,653	16,127,244	325,809,897
Balance As At 1 July (2024/2025)	309,682,653	16,127,244	325,809,897
Surplus For the Period	0	2,827,809	2,827,809
Balance As At 30 June (2024/2025)	309,682,653	18,955,053	328,637,706

**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

17. Statement of Cash Flows for The Year Ended 30 June 2025

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from the county government		0	25,000,000
Interest received		7,244,323	9,321,341
Total receipts		7,244,323	34,321,341
Payments			
Bank Charges		(10,305)	(38,058)
Tax-Fringe Tax on Members Loans		(7,704,040)	(12,794,378)
Other payments		0	(2,000)
		(7,714,345)	(12,834,436)
Net cash flows from operating activities	16	(470,022)	21,486,905
Cash flows from investing activities			
Proceeds from loan principal repayments		93,375,673	85,502,710
Loan disbursements paid out		(3,000,000)	(68,520,000)
Recovery of outstanding loan - deceased member		3,121,714	0
Total MCA Funds Pending Refund –MCA Funds transferred from Family Bank to KCB (50,000,000) and Cooperative Bank (15,423,000)		(65,423,000)	0
Net cash flows used in investing activities		28,074,387	16,982,710
Net increase/(decrease) in cash & cash Equivalents		27,604,365	38,469,615
Cash and cash equivalents at 1 July	11	38,730,912	261,297
Cash and cash equivalents at 30 June	11	66,335,277	38,730,912

18. Statement Of Comparison Of Budget And Actual Amounts For The Period 2025

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts	a	b	C=(a+b)	d	e=(c-d)	f=d/c*100
Opening balance	0	0	0	38,730,912	(38,730,912)	0
Interest Income	7,170,506	727,232	7,897,738	7,244,323	653,415	92%
Total Income	7,170,506	727,232	7,897,738	45,975,235	(38,077,497)	
Expenses						
Use of goods and services (Fringe Tax)	7,704,040	0	7,704,040	7,704,040	0	100%
Use of goods and services (Bank Charges)	10,305	0	10,305	10,305	0	100%
Total Expenditure	7,714,345	0	7,714,345	7,714,345	0	100%
Deficit For the Period	(543,839)	727,232	183,393	38,260,890	(38,077,497)	

Budget notes

The change between the original and the final budget arose from the interest income for June 2024, which was received during the year under review.

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Surplus For the Period	38,260,890
1.	Proceeds from loan principal repayments	93,375,673
2.	Loan disbursements paid out	(3,000,000)
3.	Funds transferred from Family Bank to KCB (50,000,000) and Cooperative Bank (15,423,000)	(65,423,000)
4.	Recovery of outstanding loan – deceased member	3,121,714

**County Assembly Car Loan and Mortgage Scheme fund
Annual Report and Financial Statements for the year ended June 30, 2025**

	Closing Cash and Cash Equivalents 30 June 2025	66,335,277
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19. Notes to the Financial Statements

Significant Accounting Policies

1. General Information

County Assembly Car Loan and Mortgage Scheme Fund entity is established by and derives its authority and accountability from County Assembly Car Loan and Mortgage Scheme Fund Act. The entity is wholly owned by the County Assembly of Kiambu and is domiciled in Kenya. The entity's principal activity is to Provide Car Loan and Mortgage to the members of County Assembly of Kiambu.

2. Statement of compliance and basis of preparation

The Fund's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund. The accounting policies have been consistently applied to all the years presented. The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

3. Adoption of new and revised standards

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. IPSAS 43 – Leases did not affect the operations or financial position of the County Assembly Car Loan and mortgage Loan Scheme Fund.
IPSAS 44:	<i>Applicable 1st January 2025</i> The Standard requires,

County Assembly Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements For the year ended 30th June 2025

<p>Non- Current Assets Held for Sale and Discontinued Operations</p>	<p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. . IPSAS 44- did not affect the operations or financial position of the County Assembly Car Loan and mortgage Loan Scheme Fund.</p>
<p>IPSAS 45: Property Plant and Equipment</p>	<p><i>Applicable 1st January 2025</i></p> <p>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. IPSAS 45- did not affect the operations or financial position of the County Assembly Car Loan and mortgage Loan Scheme Fund.</p>
<p>IPSAS 46: Measurement</p>	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> 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. <p>The standard also introduces a public sector specific measurement bases called the current operational value. IPSAS 46- did not affect the operations or financial position of the County Assembly Car Loan and mortgage Loan Scheme Fund</p>
<p>IPSAS 47: Revenue</p>	<p><i>Applicable 1st 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>

**County Assembly Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements For the year ended 30th June 2025**

<p>IPSAS 48: Transfer Expenses</p>	<p><i>Applicable 1st January 2026</i> 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>IPSAS 49: Retirement Benefit Plans</p>	<p><i>Applicable 1st January 2026</i> 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>IPSAS 50: Exploration For & Evaluation of Mineral Resources</p>	<p><i>Applicable 1st January 2027</i> The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ul style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.

(i) 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 entity's financial statements.)

4. Summary of Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

ii. Revenue from exchange transactions

Interest income

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

Dividends

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

Rental income

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

b) Budget information

The original budget for FY 2025 was approved by the County Assembly on 19 June 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Fund recorded additional appropriations of nil on the FY 2025 budget following the governing body's approval.

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

Summary of Significant Accounting Policies (Continued)

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

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial cash flows has been presented.

c) Property, plant and equipment

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

a) Intangible Assets

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

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

b) Investment property

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

Summary of Significant Accounting Policies (Continued)

c) Financial instruments

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

Financial assets

Classification of financial assets

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

Subsequent measurement

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

Summary of Significant Accounting Policies (Continued)

Amortized cost

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

Fair value through net assets/ equity

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

Fair value through surplus or deficit

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

Trade and other receivables

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

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are not set out.

Summary of Significant Accounting Policies (Continued)

Financial liabilities

Classification

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

d) Inventories

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

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

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

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

e) Provisions

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

f) Social Benefits

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

Summary of Significant Accounting Policies (Continued)

g) Contingent liabilities

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

Contingent assets

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

h) Nature and purpose of reserves

The Entity creates and maintains reserves in terms of specific requirements.

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.

i) Employee benefits – Retirement benefit plans

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

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

Summary of Significant Accounting Policies (Continued)

j) 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.

k) Borrowing costs

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

l) Related parties

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa. Members of key management are regarded as related parties and comprise the directors, the CEO and senior managers.

m) Cash and cash equivalents

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

n) Comparative figures

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

Summary of Significant Accounting Policies (Continued)

5. Significant judgments and sources of estimation uncertainty

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

State all judgements, estimates and assumptions made e.g.

a) Estimates and assumptions –

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

b) Useful lives and residual values

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

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

c) Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is not included.

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.

County Assembly Car Loan and Mortgage Scheme Fund
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Notes To the Financial Statements Continued

6. Transfers from County Government

Description	2024/2025	2023/2024
	Kshs	Kshs
Transfers From County Govt. –Operations	0	25,000,000
Total	0	25,000,000

7. Other Income

Description	2024/2025	2023/2024
	Kshs	Kshs
Other Income	3,245,834	0
Total	3,245,834	0

8. Interest Income

Description	2024/2025	2023/2024
	Kshs	Kshs
Interest Income from Mortgage Loans	5,147,814	6,634,244
Interest Income From Car Loans	2,022,692	2,644,640
Total Interest Income	7,170,506	9,278,884

9. Other Income

Description	2024/2025	2023/2024
	Kshs	Kshs
Other Income	125,814	0
Total Interest Income	125,814	0

10. Use of Goods and Services

Description	2024/2025	2023/2024
	Kshs.	Kshs.
Bank Charges	10,305	38,058
Tax -Fringe Benefit Tax on Members' Loans	7,704,040	9,944,033
Total	7,714,345	9,982,091

11. Cash and cash equivalents

Description	2024/2025	2023/2024
	Kshs	Kshs
Kiambu County Assembly Car and Loan Mortgage recovery account, Family Bank Thika Branch (00500049017)	66,199,227	36,384,347
Kiambu County Assembly members Car Loan and Mortgage Scheme Fund, Family Bank Thika Branch (005000047655)	136,050	2,346,565

**County Assembly Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements For the year ended 30th June 2025**

Total Cash and Cash Equivalents	66,335,277	38,730,912
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Detailed analysis of the cash and cash equivalents are as follows:

Financial Institution	Account number	2024/2025	2023/2024
		Kshs	Kshs
a) Current Account			
Family Bank	005000049017	66,199,227	36,384,347
Family Bank	005000047655	136,050	2,346,565
Sub- Total		66,335,277	38,730,912
Grand Total		66,335,277	38,730,912

12. Receivables from exchange transactions

Description	2024/2025	2023/2024
	Kshs	Kshs
Current Receivables		
Interest Receivable	650,735	724,552
Total Current Receivables	650,735	724,552
Non-Current Receivables		
Long Term Loan Repayments Due	196,228,693	289,726,079
Total Non- Current Receivables	196,228,693	289,726,079
Total Receivables from Exchange Transactions	196,879,428	290,450,631

Additional disclosure on interest receivable

Description	2024/2025	2023/2024
	Kshs	Kshs
Interest Receivable		
Interest receivable from current portion of long-term loans of previous years	724,552	767,008
Accrued interest receivable from of long-term loans of previous years	767,008	650,735
Interest receivable from current portion of long-term loans issued in the current year	650,735	724,552
Current loan repayments due		
Current portion of long-term loans from previous years	289,726,079	306,708,789
Accrued principal from long-terms loans from previous periods	306,708,789	196,228,693
Current portion of long-term loans issued in the current year	196,228,693	289,726,079

13. Trade and other payables from exchange transaction

County Assembly Car Loan and Mortgage Scheme Fund
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Description	2024/2025		2023/2024	
	Kshs		Kshs	
Payables	0		3,245,834	
Other Payables	0		125,814	
Total Trade and Other Payables	0		3,371,648	
Ageing analysis (Trade and other payables)	2024/2025	% of the Total	2023/2024	% of the Total
Under one year	0	%	3,371,648	100%
1-2 years	0	%	0	%
Total (tie to above total)	0	%	3,371,648	100%

14. Related party balances

a) Nature of related party relationships

Entities and other parties related to the Fund include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members. The fund/scheme is related to the following entities:

- a) The County Government;
- b) The Parent County Government Ministry;
- c) Key management;
- d) Loan Management Committee.

b) Related party transactions

Description	2024/2025	2023/2024
	Kshs	Kshs
Transfers To Related Parties	65,423,000	0

Kshs 65,423,000 relates to MCA,s funds transferred from Family Bank during the year ended 30th June 2025 to Kenya Commercial Bank (Kshs 50,000,000 on 21 August 2025) and to Co-operative Bank (Kshs 11,000,000 on 17 October 2024 and Kshs 4,423,000 on 28 November 2024).

15. Other receivables

Contingent Liabilities	2024/2025	2023/2024
	Kshs	Kshs
Other receivables	65,423,000	0
Total	65,423,000	0

Other Receivables - include an amount of Kshs 65,423,000 relating to MCA,s funds transferred from Family Bank during the year ended 30th June 2025 to Kenya Commercial Bank (Kshs 50,000,000 on 21 August 2025) and to Co-operative Bank (Kshs 11,000,000 on 17 October 2024 and Kshs 4,423,000 on 28 November 2024). These amounts had not been refunded as at year-end and are expected to be received in the subsequent financial year.

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16. Cash Generated from operations

Description	2024/2025	2023/2024
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	2,827,809	24,296,794
Working Capital Adjustments		
Decrease/(Increase) in Receivable	73,817	42,456
(Decrease) / Increase in Payables	(3,371,648)	(2,852,345)
Net Cash Flow From Operating Activities	(470,022)	21,486,905

17. Financial risk management

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

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

a) Credit risk

The Fund has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments. Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the entity's management based on prior experience and their assessment of the current economic environment. The carrying amount of financial assets recorded in the financial statements representing the entity's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 2025				
Receivables From Exchange Transactions-Long Term	196,228,693	196,228,693	0	0
Receivables From Exchange Transactions-Short Term	650,735	650,735	0	0
Other Receivables – Bank Transfer to cooperative and KCB	65,423,000	65,423,000		
Bank Balances	66,335,277	66,335,277	0	0
Total	328,637,706	328,637,706	0	0

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At 30 June 2024				
Receivables From Exchange Transactions	289,726,079	289,726,079	0	0
Receivables From Exchange Transactions-Short Term	724,552	724,552	0	0
Bank Balances	38,730,912	38,730,912	0	0
Total	329,181,544	329,181,544	0	0

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

The entity has no significant concentration of credit risk.

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

b) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Fund Administrator, who has built an appropriate liquidity risk management framework for the management of the entity's short, medium and long-term funding and liquidity management requirements. The entity manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

The table below represents cash flows payable by the Fund under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June (2024/2025)				
Trade Payables	0	0	0	0
Current Portion Of Borrowings	0	0	0	0
Provisions	0	0	0	0
Employee Benefit Obligation	0	0	0	0
Total	0	0	0	0
At 30 June (2023/2024)				
Trade Payables	0	0	0	0
Current Portion Of Borrowings	0	0	0	0
Provisions	0	0	0	0

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Employee Benefit Obligation	0	0	0	0
Total	0	0	0	0

c) Market risk

The board has put in place an internal audit function to assist it in assessing the risk faced by the entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

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

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

i. Foreign currency risk

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

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

Description		Other currencies	Total
	Kshs	Kshs	Kshs
At 30 June (2024/2025)			
Financial Assets	0	0	0
Investments	0	0	0
Cash	0	0	0
Debtors/ Receivables			
Liabilities			
Trade And Other Payables	0	0	0
Borrowings	0	0	0
Net Foreign Currency Asset/(Liability)	0	0	0

The Fund manages foreign exchange risk from future commercial transactions and recognized assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments.

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Foreign currency sensitivity analysis

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

Description	Change in currency rate	Effect on surplus/ deficit	Effect on equity
	Kshs	Kshs	Kshs
(2024/2025)			
Euro	10%	0	0
USD	10%	0	0
(2023/2024)			
Euro	10%	0	0
USD	10%	0	0

ii. Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

The Fund analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs nil (2025: Kshs nil). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs nil (2025 – Kshs nil).

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d) Capital risk management.

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

Description	2024/2025	2023/2024
	Kshs	Kshs
Revolving fund	309,682,653	309,682,653
Accumulated surplus	18,955,053	16,127,244
Total funds	328,637,706	325,809,897
Less: cash and bank balances	66,335,277	38,730,912
Net debt/(excess cash and cash equivalents)	(66,335,277)	(38,730,912)
Gearing	0%	0%

18. Events after the reporting period

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

19. Ultimate and Holding Entity

The entity is a County Public Fund established by the Public Finance Act (County Assembly Car Loan and Mortgage Scheme Fund) regulation 2018. Its ultimate parent is the County Government of Kiambu.

20. Currency

The financial statements are presented in Kenya Shillings (Kshs)

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20. Annexes

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
AOG/N RO/CAK/ 2023/2024 /(21)	Inaccuracy in the Financial Statements The statement of financial position and Note 7 to the financial statements reflects a balance of Kshs.289,726,079 for long-term receivables from exchange transactions. Examination of the ledger provided revealed that Kshs.1,284,303 were deducted from the amount accrued as receivables under the year. It was unclear what the amount related to and thus the receivables amount is understated by the same amount. In the circumstance, the accuracy of the financial statement could not be ascertained	The statement of financial position and Note 7 to the financial statements reflects a balance of Kshs.289,726,079 for long-term receivables from exchange transactions. An amount totaling Kshs.1,284,303 was principal repayments by few members of the second Assembly who had an outstanding balance at the commencement of the Third Assembly. However, it was paid thus reducing the long-term receivables balances. The amount was not understated considering it was a loan principal repayment which would reduce the overall long-term receivables balances and increases the Cash and Cash equivalents.	Ongoing	June 30,2026
AOG/N RO/CAK/ 2023/2024 /(21)	Issuance of Mortgage Without Approved Documents The statement of financial position reflects a balance of Kshs.289,726,079	i. As correctly stated, Hon. Member Personnel Number 20220147248 was given a mortgage of Kshs. 4,600,000. The anomalies detected are	Ongoing	June 30,2026

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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)
	<p>relating to long-term receivables from exchange transactions as disclosed in Note 7 to the financial statements. Review of audit on mortgage scheme fund revealed the following anomalies;</p> <p>i. Hon. Member Personnel Number 20220147248 was granted a mortgage scheme loan of Kshs.4,600,000. However, it was noted a sale agreement certified and verified in the presence of an advocate was not provided for audit. Further, duly executed and registered charge document in favor of the County Assembly Service Board attached affidavit was not verified and certified before the Commissioner of Oaths. In addition, the County Assembly of Kiambu MCA mortgage application form was not dully signed by the fund accountant and secretary/officer administering the Fund and valuation report from a registered valuer, an</p>	<p>being addressed progressively. Documents not provided during audit will be forwarded for audit review and confirmation.</p> <p>ii. As correctly stated, Hon. Member Personnel Number 20220152667 was given a mortgage of Kshs. 5,000,000 The anomalies detected are being addressed progressively</p>		

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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)
	<p>official search of the title, Bill of quantities in respect of the property being developed and original title deed were not provided for audit.</p> <p>ii. Hon. member Personnel Number 20220152667 was granted a mortgage scheme loan of Kshs.5,000,000. However, it was noted that the County Assembly of Kiambu MCA mortgage application form was not dully filled and signed by the fund accountant and secretary/officer administering the Fund. Further, the sale agreement certified and verified in the presence of an Advocate was not provided for audit and valuation report from a registered valuer, Bill of quantities in respect of the property being developed and a copy of identification number and pin certificate were also not provided for audit.</p> <p>This was contrary to the Kiambu County Assembly (Mortgage Scheme Fund)</p>			

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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)
	<p>Regulation, 2015, Regulations 12(1) which stipulates an application for a loan shall be accompanied by the following documents where appropriate – (a) Copies of the designs of the proposed residential property duly approved by the relevant authority; (b) Bills of quantities in respect of the proposed development, renovation or repair; (c) An official search of the title to the property intended to be purchased; (d) A certified copy of the sale agreement relating to the property.</p>			
<p>AOG/N RO/CAK/ 2023/2024 (21)</p>	<p>Issue of Loans with Incomplete and no Application Details The statement of financial position reflects a balance of Kshs.289,726,079 relating to long-term receivables from exchange transactions as disclosed in Note 7 to the financial statements. Review of mortgage and car loans issued to Members revealed that Members as shown in Appendix 1 had incomplete or unsigned application forms contrary</p>	<p>In regards to the issue of mortgage and car loans issued to members whose files had incomplete or unsigned application forms; we wish to respond as follows: i. Hon. Member personnel Number 20220157552 – Her mortgage loan application form for Kshs. 2,000,000/- had not been filed at the time of audit. A copy of the mortgage application form will be availed for</p>	<p>Ongoing</p>	<p>June 30,2026</p>

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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)
	<p>to Regulation 11 of the Public Finance Management (Kiambu County Assembly Mortgage Scheme Fund) Regulations, 2015 which requires that a person shall apply for a loan to the officer administering the Fund.</p> <p>In the circumstances, the Fund Management was in breach of the law</p>	<p>audit review and confirmation.</p> <p>ii. Hon. Member personnel Number 20220147159 At the time of audit, car loan application form for the honorable member has since been signed. See Appendix I</p> <p>iii. Hon. Member personnel Number 20220147230 – His mortgage loan application for Kshs. 2,000,000/- had not been filed at the time of audit. A copy of the mortgage loan application form will be availed for audit review and confirmation.</p> <p>iv. Hon. Member personnel Number 20220150835– The honorable member had inadvertently not actioned some part of his loan records. The member has been contacted to address the anomalies. Copies of the corrected car loan application form will be availed for audit review and confirmation.</p>		

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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)
		<p>v. Hon. Member personnel Number 20130009773- The honorable member had inadvertently not actioned some part of his loan records. The member has been contacted to address the anomalies. Copies of the corrected car loan application form will be availed for audit review and confirmation.</p>		
<p>AOG/N RO/CAK/ 2023/2024 (21)</p>	<p>Mortgage and Car Loans without Insurance Policies The statement of financial position and Note 7 to the financial statements reflects long term receivables from exchange transactions balance of Kshs.289,726,079 relating to loans advanced to Members. Audit review of Members personal files issued with new car loans and mortgage loans facilities revealed the following unsatisfactory matters:</p> <p>i. Hon. Member Personnel Number 20220147222 had an approved mortgage loan facility of Kshs.3,000,000</p>	<p>i. At the time of audit, Hon. Member Personnel Number 20220147222 had not renewed his mortgage loan of Kshs. 3,000,000/- insurance protection policy. The Assembly has instructed the honorable member to effect the mortgage loan insurance protection policy.</p> <p>ii. At the time of audit, Hon. Member Personnel Number 20131144634 had not renewed his mortgage of Kshs. 2,000,000/- insurance protection policy. The Assembly has instructed the honorable member to effect renewal</p>	<p>Ongoing</p>	<p>June 30,2026</p>

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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)
	<p>as per conditional offer of mortgage facility of 27 April, 2023, the mortgage loan facility did not have a mortgage protection policy with an approved insurance firm.</p> <p>ii. Hon. Member Personnel Number 20131144634 had an approved mortgage loan facility of Kshs.2,000,000 as per conditional offer letter dated 28 May, 2023. However, the mortgage loan facility did not have a mortgage protection policy with an approved insurance firm.</p> <p>iii. Hon. Member Personnel Number 20220147052 had an approved mortgage loan of Kshs.2,000,000 as per conditional offer of mortgage facility dated 17 April, 2023. During the year under review the Member was advanced top up loan of Kshs.1,000,000. However, the mortgage protection policy provided expired on 27 April, 2024 and no renewal was done.</p>	<p>of the mortgage loan insurance protection policy.</p> <p>iii. iAt the time of audit, Hon. Member Personnel Number 20220147052 had not renewed his mortgage insurance protection policy. Further, the conditional offer letter filed was erroneous. The honorable member has been instructed to renew his loan protection policy .</p> <p>iv. At the time of audit, Hon. Member Personnel Number 20220146200 had not renewed her mortgage loan of Kshs. 2,000,000/- insurance protection policy. She had also not taken fire insurance policy for the property. The Assembly has given the honorable member firm instruction to have the two important insurance policies in place.</p> <p>v. There was mix-up in filing documents. Hon. Member Personnel</p>		

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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)
	<p>Further, the repayment period was not indicated in the offer letter as per conditional offer of mortgage facility dated 17 April, 2023 and it was not possible to confirm whether the loan would be paid fully at the end of the term of the Assembly.</p> <p>iv. Hon. Member Personnel Number 20220146200 had a mortgage loan facility of Kshs.2,000,000 approved according to conditional offer of mortgage facility dated 12 June, 2023. However, Management did not provide mortgage protection policy and fire insurance policy for the mortgage facility.</p> <p>v. Hon. Member Personnel Number 20220152984 had a mortgage loan of Kshs.2,600,000 approved as per conditional offer of mortgage facility dated 7 December, 2022. The Member paid a deposit of Kshs.300,000 towards the purchase price of Kshs.2,600,000 in</p>	<p>Number 20220152984 correct conditional offer of mortgage loan facility was for Kshs. 2,700,000 and is hereby attached for audit review and confirmation. The honorable member loan insurance protection policy had expired by the time of audit. Th honorable member has been instructed to have it renewed.</p>		

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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)
	<p>reference to sale agreement dated 18 November, 2022 leaving a balance of Kshs.2,300,000 to be paid by the Fund. However, the Fund disbursed a sum of Kshs.2,400,000 resulting to an unexplained additional disbursement of Kshs.100,000 contrary to sale agreement. Further, the mortgage facility was not supported by a mortgage protection policy.</p> <p>This was contrary to Regulation 16(1) of the Public Finance Management (Kiambu County Assembly Car Loan Scheme Fund) Regulation, 2014 which provides that a member of the Scheme shall take a comprehensive insurance cover for the vehicle purchased through a loan from the Fund with a reputable insurance company.</p> <p>Further, the Management was contrary to Regulation 12(2) which states that the log book of</p>			

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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)
AOG/N RO/CAK/ 2023/2024 /(21)	<p>a vehicle subject to a loan from the Fund shall be kept in the custody of the officer administering the Fund until the loan is repaid in full and Regulation 20(1) of the Public Finance Management (Kiambu County Assembly Mortgage Scheme Fund) Regulations, 2014 which provided that a person granted a loan shall take and maintain a mortgage protection policy and a fire policy for the property with a reputable insurance firm.</p> <p>In the circumstances, the Fund Management was in breach of the law.</p> <p>Inconsistencies in Administration of Mortgage Scheme Fund The statement of financial position reflects a balance of Kshs.289,726,079 relating to long-term receivables from exchange transactions as disclosed in Note 7 to the financial statements. Audit of the process, records and administration of the mortgage scheme fund in</p>	<p>i. At the time of audit, approved minutes by the loans management committee were inadvertently not availed. The loan management committee approved minutes are hereby attached for your audit review and confirmation (see appendix 2). The Honorable members of the county assembly had inadvertently not</p>	Ongoing	June 30,2026

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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)
	<p>the County Assembly of Kiambu established the following anomalies;</p> <p>i.The Fund Administrator did not seek prior written authority from Members who had been granted loan facility for their pension dues to be utilized to clear any outstanding debt in case of loss of their Assembly seat before fully repaying the loan contrary to Regulation 16(2) of the County Government of Kiambu Public Finance Management Act (No. 18 Of 2012) Regulations which requires a person granted a loan from the Fund to give prior authority in writing for his/her pension dues to be utilized to clear any outstanding debt in case the applicant loses the Assembly seat before fully repaying the loan.</p> <p>ii.Hon. Member Personnel Number 20220146276 was advanced a loan of Kshs.5,000,000, which was disbursed in three tranches of Kshs.2,000,000, Kshs.2,500,000 and</p>	<p>executed prior written authority that their pensions deals be utilized to clear any outstanding debts in case of loss of seat before fully repaying the loan. The assembly instructed all members to grant the authority that their pension dues be utilized to clear any outstanding dues incase of loss of seat for fully repayment of the loan. Forty-one (41) honorable members have complied with the instructions (see copies appendix 3)</p> <p>ii.Hon. Member Personnel Number 20220146276 was advanced a mortgage loan of Kshs 5,000,000/- which was disbursed in three tranches. At the time audit record for application and approval of Kshs 2,000,000 had not inadvertently been actioned. The honorable member is yet to submit fire policy and loan insurance protection policy.</p> <p>iii.Hon. Member Personnel Number 20220147206 was</p>		

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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)
	<p>Kshs.500,000 as per her loan amortization schedule provided. Examination of the record revealed that;</p> <p>a.The offer filed in the Members records was of Kshs.3,000,000 mortgage loan payable within 52 months which was approved on 5 December, 2022. In the circumstances, it was not possible to establish how the additional Kshs.2,000,000 was advanced to the Member as there were no records of application and approval provided for the audit.</p> <p>b.There was no evidence that the Hon. Member filed with the administrator a mortgage protection policy and a fire policy from reputable insurance firm for the property.</p> <p>iii.Hon Member Personnel Number 20220147206 was advanced a loan of Kshs.5,000,000. The loan was disbursed in two tranches of</p>	<p>advanced a loan of Ksh. 5,000,000. The loan was disbursed in two tranches. At the time of audit records for application had inadvertently not been actioned. The assembly has already contacted the Honorable member to regularize the anomalies.</p> <p>a. As stated in (a) above the offer letter had inadvertently not been actioned. The offer letter has been actioned to include the details of the amount and the repayments period.</p> <p>b. As stated in (b) above the documents had inadvertently not been actioned. The form for Kshs. 2,000,000/- signed by the chairperson and the fund administrator will be forwarded for audit review and confirmation.</p> <p>c. Hon. Brian Sinne Simiyu has already been contacted to avail mortgage protection insurance policy</p> <p>d. As stated earlier, the loan application form had inadvertently not been actioned fully. The honorable member has</p>		

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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)
	<p>Kshs.2,000,000 and Kshs.3,000,000 vide offer letters dated 3 March, 2023 and 12 April, 2022 respectively as per her loan amortization schedule provided. Examination of the record revealed that;</p> <p>a.The offer letter did not include details of amount or the repayment period.</p> <p>b.The chairperson and the fund administrator of the Fund had not signed the form for the Kshs.2,000,000.</p> <p>c.There was no evidence that the Hon. Member filed with the administrator a mortgage protection policy and a fire policy from reputable insurance firm for the property.</p> <p>d.The loan application form was also incomplete on the Hon. Member employment details and particulars of property's financial appraisal.</p> <p>e.The approving mortgage scheme fund committee minutes were not signed.</p>	<p>already been contacted to regularize the anomaly.</p> <p>e. The signed approving mortgage scheme fund committee minutes are attached for audit review and confirmation (see appendix 2 attached).</p> <p>iv. As correctly stated, Hon. Member Personnel Number 20220195437 applied for a loan of Kshs. 20,000,000/-.</p> <p>a. A copy of the offer letter approved by the mortgage scheme committee fund is attached for audit review and confirmation.</p> <p>b. As correctly stated, insurance policy 025/ASC/0012959/000121 for the property acquired expired on 19th February 2024. The honorable member has since been contacted to renew the insurance policy.</p> <p>c. After considering the audit observation, the honorable member loan repayment amortization will be revised to ensure full repayment is</p>		

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Annual Report and Financial Statements For the year ended 30th June 2025

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)
	<p>iv. Hon Member Personnel Number 20220195437 applied for a loan of Kshs.20,000,000 via application dated 6 July, 2023. Examination of the Hon Member mortgage records revealed that;</p> <p>a. The offer letter to the Hon. Member for the amount approved by the mortgage scheme fund committee was not availed for audit review.</p> <p>b. The insurance policy 025/GSC/0012959/000121 filed for the property acquired by the Hon. Member from ICEA expired on 19th February 2024.</p> <p>c. The loan repayment period was sixty (60) months. This would mean that the loan would not be fully repaid within the speaker's term contrary to Regulation 17(1) of the County Government of Kiambu Public Finance Management Act (No. 18 Of 2012) Regulations which requires that A loan</p>	<p>guaranteed before expiry of the term/ period.</p> <p>d. The loan application form is the honorable member loan file was at the time of audit inadvertently not been actioned. The honorable member has already been contacted to regularize.</p> <p>e. The honorable member approving mortgage scheme fund committee minutes fully signed are attached for audit review and confirmation (see appendix 2).</p> <p>v. As earlier stated, the loan application form was inadvertently not actioned. The assembly has already contacted the honorable member to regularize. Hon. Member Personnel Number 20170077077 has already been contacted to avail updated mortgage loan protection policy and fire insurance policy.</p> <p>vi. Arising from the problem of inadvertently not actioning some parts</p>		

**County Assembly Car Loan and Mortgage Scheme Fund
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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)
	<p>granted to a member of the County Assembly shall be fully repaid at the end of the term of the Assembly provided that the repayment period of the loan shall not exceed the last three months of the term of the Member of the County Assembly.</p> <p>d.The loan application form was also incomplete of the particulars of property.</p> <p>e.The approving mortgage scheme fund committee minutes were unsigned.</p> <p>v.Hon Member Personnel Number 20170077077 applied and was offered a loan of Kshs.2,000,000 vide a letter dated 24 April, 2023. Examination of the Hon Member mortgage records revealed that, the offer letter did not include details of amount or the repayment period and there was no evidence that the Hon. Member filed with the administrator a mortgage protection policy and a fire policy from reputable insurance firm for the property.</p>	<p>of the loan records, some areas of loan records had gaps consequently the Hon. Member Personnel Number 20220146983 has been contacted to remedy</p>		

**County Assembly Car Loan and Mortgage Scheme Fund
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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)
	<p>vi.Hon member Personnel Number 20220146983 was advanced Kshs.2,000,000 payable in thirty-nine (39) months. However, it was noted that the Member did not sign the offer letter. Further, no application was provided for audit review to show what the loans were applied for and if approved by the loans committee. In addition, there was no evidence that the Hon. Member filed with the administrator a mortgage protection policy and a fire policy from reputable insurance firm for the property.</p> <p>This was contrary to the County Government of Kiambu Public Finance Management (No. 18 of 2012) Regulations which requires that; Regulation 20: A person granted a loan shall take and maintain a mortgage protection policy and a fire policy for the property with a reputable insurance firm.</p>			

**County Assembly Car Loan and Mortgage Scheme Fund
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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)
	In the circumstances, the Fund Management was in breach of the law.			
AOG/N RO/CAK/2023/2024/(21)	<p>Unapproved Loan Application Form</p> <p>Hon. Member of P/ No. 20220147183 was granted a loan of Kshs.5,000,000. However, it was noted that the County Assembly of Kiambu MCA mortgage application form of Kshs.2,000,000 was not dully filled and signed by the fund accountant and officer/secretary administering the fund. Further, the County Assembly of Kiambu MCA mortgage from clerk reference No CAK/2/2/vol1(115) dated 14 December, 2022 for disbursement of mortgage loan of Kshs.3,000,000 was not signed by the fund administrator and chairperson, loans management committee. In the circumstances it was not possible to ascertain the completeness or authenticity of the Kshs.5,000,000 loan advanced.</p>	<p>The honorable member had inadvertently not actioned some part of his loan records. The member has been contacted to address the anomalies. Copies of the corrected car loan application form will be availed for audit review and confirmation</p>	Ongoing	June 30,2026

**County Assembly Car Loan and Mortgage Scheme Fund
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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)
	<p>This was contrary to the Kiambu County Assembly (Mortgage Scheme Fund) Regulations (11) on application for a loan which provides that a person shall apply a loan to the officer administering the fund.</p> <p>In the circumstances, the Fund Management was in breach of the law.</p>			
AOG/N RO/CAK/ 2023/2024 (21)	<p>Unsigned Loan Approvals Review of documents on car loan scheme fund revealed that;</p> <p>i.Hon. Member of Personnel No 20220147214 was granted a car loan of Kshs.5,000,000. However, it was noted the application form of Kshs.3,000,000 was not dully filled and signed by the fund accountant and secretary/officer administering the Fund. Further, the approved disbursed car loan of Kshs.3,000,000 reference No: CAK/2/2/2vol 1(93) dated 2 December, 2022 was also not signed by the</p>	<p>i.The honorable member had inadvertently not actioned some part of his loan records. The member has been contacted to address the anomalies. Copies of the corrected car loan application form and approved disbursement signed by the Speaker will be availed for audit review and confirmation.</p> <p>ii.The honorable member had inadvertently not actioned some part of his loan records. The member has been contacted to address the anomalies. Copies of the corrected car loan application form and approved disbursement signed by the Speaker will</p>	Ongoing	June 30,2026

**County Assembly Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements For the year ended 30th June 2025**

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)
	<p>Speaker, chairperson, and Loans Management Committee.</p> <p>ii. Hon. Member Personnel Number 20220152691 was granted a car loan of Kshs.3,000,000. However, it was noted the application form of Kshs.3,000,000 was not dully filled and signed by the fund accountant and secretary/officer administering the Fund. Further, the approved disbursed car loan of Kshs.3,000,000 reference No: CAK/2/2/2vol 1(118) dated 19 December, 2022 was not signed by the Speaker, Chairperson, Loans Management Committee.</p> <p>iii. Hon. member of Personnel Number 20220152683 had documents that were not dully signed and approved. The car loan application form dated 18 April, 2023 and 25 January, 2023 was not dully filled and signed by the Fund Accountant and the Officer Administering</p>	<p>be availed for audit review and confirmation.</p> <p>iii. The honorable member had inadvertently not actioned some part of his loan records. The member has been contacted to address the anomalies. Copies of the corrected car loan application form and approved disbursement signed by the Speaker will be availed for audit review and confirmation</p>		

**County Assembly Car Loan and Mortgage Scheme Fund
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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)
	<p>the Fund of Kshs.2,000,000 and Kshs.3,000,000 respectively. Further, disbursement of car loan of Kshs.3,000,000 Ref:CAK/2/2/2vol11 dated 1 February, 2023 was also not signed by the Clerk and the Chairperson of Loans Management Committee.</p> <p>This was contrary to Regulation 8(1) of the Kiambu County Assembly Car Loan Scheme Fund Regulations, 2014 which states that the Functions of the Committee shall be; a) Receive and analyze reports from the Officer administering the Fund. b) Approve loan application forms. c)Advice on any additional funds that may be required for the fund and d) Prescribe any security for the loan.</p> <p>In the circumstances, the Fund Management was in breach of the law.</p>			
AOG/N RO/CAK/ 2023/2024 /(21)	Lack of Valid Insurance Policies for Car Loan Review of the motor vehicle records under the	The car loan insurance protection policies had expired for the members listed. The Assembly has instructed the honorable	Ongoing	June 30,2026

**County Assembly Car Loan and Mortgage Scheme Fund
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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)
	<p>custody of the fund administrator established that a sample of the insurance policies filed in support of car loans granted were expired while others had not been filed with the fund administrator as shown in Appendix 2. No explanation was provided for the advanced loans without valid Insurance Policies. This was contrary to Regulation 16 of the Public Finance Management (Kiambu County Assembly Car Loan Scheme Fund) which requires that a Member of the Scheme shall take a comprehensive insurance cover for the vehicle purchased through a loan from the Fund with a reputable insurance company.</p> <p>In the circumstances, the Fund Management was in breach of the law.</p>	<p>members to renew their car loan insurance protection policies.</p>		

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 final external audit report that is signed by Management.

County Assembly Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements For the year ended 30th June 2025

- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your Fund responsible for implementation of each issue.
- (iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report to National Treasury.


Fund Manager/Accounting Officer (Clerk, County Assembly of Kiambu)

Date.....*11th Nov. 2025*.....

County Assembly Car Loan and Mortgage Scheme Fund
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Annex II: Inter-Fund Confirmation Letter



County Assembly Car Loan and Mortgage Scheme Fund
[1492-00900]

The County Assembly Car Loan and Mortgage Scheme Fund wishes to confirm the amounts disbursed to you as at 30th June 2025 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by County Assembly Car Loan and Mortgage Scheme Fund as at 30 th June 2025							
Reference Number	Date Disbursed	Amounts Disbursed by County Assembly Car Loan and Mortgage Scheme Fund (Kshs) as at 30 th June 2025				Amount Received by the beneficiary (KShs) as at 30 th June 2025 (E)	Differences (KShs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Entity (C)	Total (D)=(A+B+C)		
1.KCG/FEP/11/02/VOLX(38)	21/08/2024	0	0	50,000,000	50,000,000	50,000,000	0
2	17/10/2024	0	0	11,000,000	11,000,000	11,000,000	0
3	28/11/2024	0	0	4,423,000	4,423,000	4,423,000	0
		0	0	65,423,000	65,423,000	65,423,000	0

In confirm that the amounts shown above are correct as of the date indicated.
Head of Accountants department of beneficiary Fund:

Name Sarah Kiniki Sign [Signature] Date 10/11/2025

**County Assembly Car Loan and Mortgage Scheme Fund
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Annex III: Reporting of Climate Relevant Expenditures

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

Annex IV: Reporting on Disaster Management Expenditure

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

