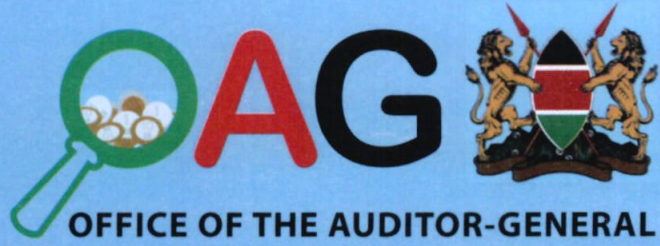


REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

**OF**



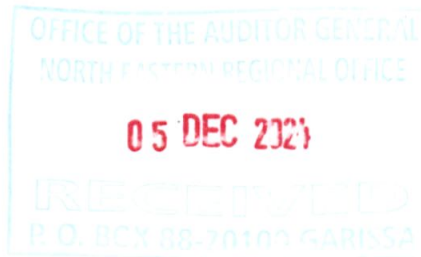
**THE AUDITOR-GENERAL**

**ON**

**WAJIR COUNTY DISABILITY FUND**

**FOR THE YEAR ENDED  
30 JUNE, 2024**

PAPERS LAID	
DATE	A/31/2025
TABLED BY	Dep Majority Whip
COMMITTEE	
CLERK AT THE TABLE	Cherop



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**WAJIR COUNTY DISABILITY FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2024**

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

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**1. Acronyms and Glossary of Terms**

a) Acronyms

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
FY	Financial Year
CIDP	County Integrated Development Plans

b) Glossary of Terms

Fiduciary Management	The key management personnel who had financial responsibility.
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**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**2. Key Entity Information and Management**

**a) Background information**

Wajir County Disability Fund is established by and derives its authority and accountability from Wajir County Disability Fund Act, 2021. The Fund is wholly owned by the County Government of Wajir and is domiciled in Kenya.

The Disability fund's objective is to facilitate the improvement of the living conditions for persons with severe disabilities in Wajir County through socio-economic empowerment by; promoting equal and equitable access to social- economic, political opportunities and services by persons with disabilities in the County; enhancing awareness on the rights of persons with disabilities in the County; and establishing mechanisms to address cultural and societal stigma towards persons with disabilities;

**b) Principal Activities**

The principal activity/ mandate of the Wajir County Disability Fund is to receive Disability funds as appropriated in the County's Approved budget estimates and disburse the funds as stipulated in the Act to facilitate the improvement of the living conditions for persons with disabilities.

**c) Fund Administration Committee**

Ref	Name	Position
1	Naema Ibrahim Somo	Chairperson
2	Fatuma Olow Ali	Chief Officer Gender/ Secretary
3	Farah Ahmed Osman	Chief Officer finance
4	Mohamed Abdullahi Guhad	Chief Officer Health/Committee Member
5	Ali Muhumed Dahia	Committee Member
6	Abdi Kasai Bardad	Committee Member
7	Bilay Osman Hassan	Committee Member
8	Mohamed Maalim Hussein	Committee Member
9	Fatuma Yussuf Abdullahi	Committee Member

**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**d) Key Management team**

<b>Ref</b>	<b>Name</b>	<b>Position</b>
1	Fatuma Olow Ali	Fund Administrator/Chief Officer
2	Ubah Aden Eymoi	Director Social Services
3	Ahmed Mohamed Hassan	Deputy Director- Social Services
4	Abdikher Sharif Hassan	Fund Accountant

**e) Fiduciary Oversight Arrangements**

<b>S/N</b>	<b>Position</b>
1	Directorate Internal Audit.
2	County Audit Committee
3	County Assembly of Wajir.
4	Budget and Appropriations Committee of the County Assembly.
5	Public Investments Committee of the County Assembly.
6	Office of the Controller of Budget.
7	Office of the Auditor General.

**f) Registered Offices**

Department of Education, social service and Gender

County Government of Wajir

P.O. Box 9-70200,

County Headquarters.

Wajir KENYA

**Wajir County Disability Fund**

**Annual Report and Financial Statements for the year ended June 30, 2024**

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**g) Fund Contacts**

E-mail: [info@wajir.go.ke](mailto:info@wajir.go.ke)  
Twitter: [@WajirCountyKE](https://twitter.com/WajirCountyKE)  
Website: [www.Wajir.go.ke](http://www.Wajir.go.ke)

**h) Fund Banker**

Equity Bank Limited  
Wajir Branch  
P.O. Box 426-70200  
Wajir, Kenya.

**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**

Wajir County Attorney  
County Government Headquarters  
P.O Box 9-70200  
Wajir, Kenya






**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**3. Fund Administration Committee**

Name	Details of qualifications and experience
<p>1. Naema Ibrahim Somo</p> 	<p>Naema is an advocate of the high court since 2012. She holds a Master's degree in Governance, a Postgraduate diploma in Leadership &amp; Peace building, Postgraduate Diploma, Law LLB. Naema has working experience of over 12 years and has previously served as county legal officer, CECM Lands, Physical Planning, Urban Development and Public Works and currently as the County attorney.</p>
<p>2. Fatuma Ali Olow</p> 	<p>Fatuma was born In 1963, holds a Bachelor of Education with over 30 years of teaching and 15 years of Managerial skills in Education. Fatuma is currently Chief Officer of Gender, Social Service and Vocational training and she is Secretary to the disability committee.</p>
<p>3. Farah Ahmed Osman</p> 	<p>Farah is an Accounting and finance professional with over 25 years of experience in the Government and International Non-government sectors. He holds an MBA and Bachelor of business administration. Farah also holds a Strategic Leadership Development Programme offered by Kenya School of Government (KSG)</p>
<p>4. Mohamed Abdullahi Guhad</p> 	<p>Mohamed is a current chief officer Health in Wajir County. He is an experienced health professional who served in various positions in NGOs and Ministry of Health. He is a member of the committee representing the department of health.</p>





## Wajir County Disability Fund

### Annual Report and Financial Statements for the year ended June 30, 2024

<p>5. Ali Muhumed Dahia</p> 	<p>Ali was born 1946 and is a local community elder and a retired public servant having at the public administration department as a clerk to the former District officers and District commissioners in different parts of Wajir and Garissa counties. He is a member of the Wajir persons with disability committee as representative of parents of children with severe disabilities. He is also the elected vice chair of the committee</p>
<p>6. Abdi Kasai Bardad</p> 	<p>Abdi was in 2<sup>nd</sup> March 1971 and is a long serving educationist with over two decades' experience and community leader. He is a member of the wajir disability committee representing education departing on behalf of special needs institutions</p>
<p>7. Fatuma Yussuf Abdullahi</p> 	<p>Fatuma is local vulnerable groups and girl child activist. She is also a former nominated MCA and a member the Wajir County Assembly Board representing persons with special needs. She is a member of the committee representing local organizations of persons with disability.</p>
<p>8. Mohamed Maalim Hussein</p> 	<p>Mohamed was born in 1982 and is also a local activist and community mobilizer based in the sub counties. He is a member of the committee representing local organizations of persons with disability.</p>
<p>9. Bilay Osman Hassan</p> 	<p>Bilay was born in 1971 and is a local activist for persons with disabilities and a representing the organizations for persons with disability.</p>

**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**4. Management Team**

Name	Details of qualifications and experience
<p>10. Fatuma Olow Ali</p> 	<p>Fatuma was born In 1963, holds a Bachelor of Education with over 30 years of teaching and 15 years of Managerial skills in Education. Fatuma is currently Chief Officer of Gender, Social Service and Vocational training</p>
<p>11. Ubah Adan Elmoy</p> 	<p>Ubah was born In 1974, has an academic qualification of Degree in BSc (Health Information Management System) with 20 years of experience in the Health management systems and social protection both in public and NGO world. she is a currently County Director Gender and social services and Gender.</p>
<p>12. Abdikher Shariif Hassan</p> 	<p>Abdikher Sharif Hassan Was born in 1992 and holds a Bachelor of Commerce (Accounting), is a professional certified public accountant with CPA (K) and member no. 25686 of the institute of the certified public accountants of Kenya (ICPAK).</p>
<p>13. Mr Ahmed Mohamed</p> 	<p>Hassan was Born on 1976, Academic qualification of BED (Science), M.A (Governance, Ethics &amp; Leadership) and social protection practitioner. With 14 years of experience in educational experience and 10 years in managerial experience in education, Governance &amp; social protection. Ahmed is Deputy Director social services and department.</p>

**5. Fund Chairperson's Report**

## **Wajir County Disability Fund**

### **Annual Report and Financial Statements for the year ended June 30, 2024**

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It is my pleasure to present the Wajir County Disability Fund's financial statements for the period ending 30th June 2024. The financial statements present the financial performance of the County Disability Fund on the just concluded fiscal year.

The fund came into existence after the enactment of the Wajir County Disability Fund Act 2020 (amended in 2021). In the financial year 2023/2024, a total of Ksh 40,344,000 was allocated to the Fund. There was also an opening balance bank balance of Kshs7,745,755 for disbursement brought forward from Financial Year 2022/2023. These disbursements were aimed at supporting persons living with severe disabilities in by;

1. Facilitating the improvement of the living conditions for persons with disabilities in Wajir County, through socio-economic empowerment;
2. Promoting equal and equitable access to social- economic, political opportunities and services by persons with disabilities in the County;
3. Enhancing awareness on the rights of persons with disabilities in the County; and
4. Establishing mechanisms to address cultural and societal stigma towards persons with disabilities;

The fund is administered by an administration Committee known as the Wajir County Disability Fund Committee, which is established by the Act and regulations. The committee is equally assisted in its work by a management team established under the Act in the departmental level. The management committee at the county level has a responsibility of receiving, vetting and approving of Disability applications and recommending deserving cases to the county Disability management team as stipulated in the Disability Fund Act.

### **Performance**

Beneficiaries of the fund include persons with mobility and physical impairment, Spinal Cord disability, brain disability, vision and/hearing disability, cognitive or learning disability as well as psychological disorders. During the financial year, Kshs 29,384,000 was disbursed as cash transferor persons living with severe disability. The Administration board committees are working on how to increase the budgetary allocation to cover more deserving cases in coming years.

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**Way forward**

In the coming fiscal year, the committee expects to receive an exponential growth in amounts to be disbursed to increase the number of disabilities beneficiaries in the countywide.

**Name: Naema Ibrahim Somo**

**Signature.....** 

**Chairperson of the Board/Fund**

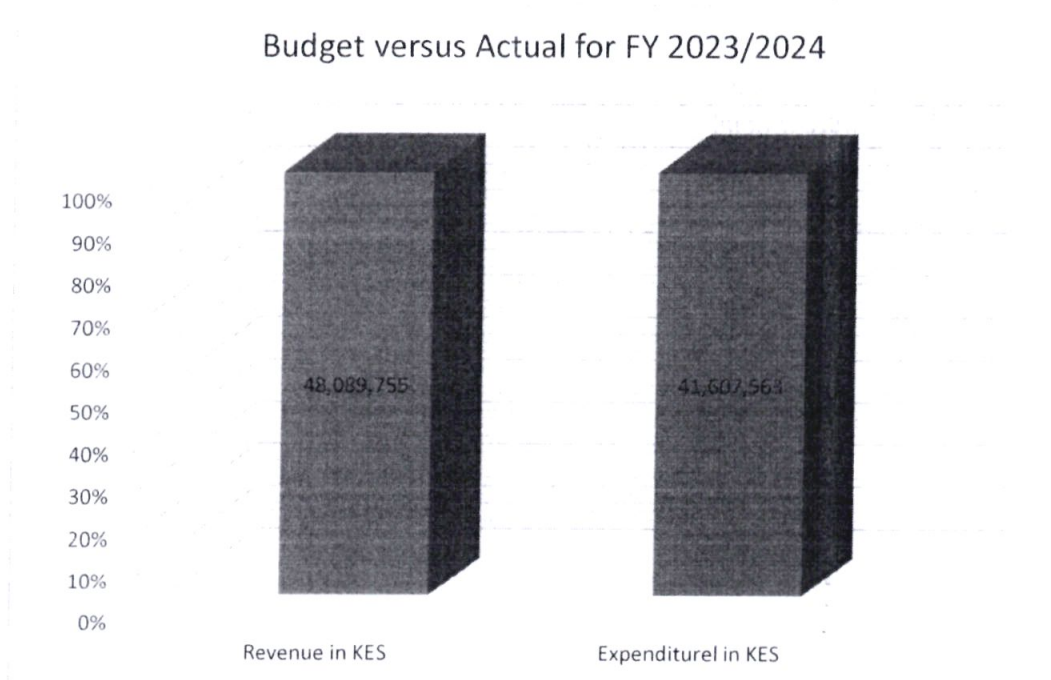
**Date.....** 04/11/2024

**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**6. Report of the Fund Administrator**

Wajir County Disability Fund had an opening fund balance of KES 7,745,755 which was the closing fund balance of Financial Year 2022/ 2023 and 40,344,000 transferred from the County Government. In the financial year 2023/2024, a total of Kshs29,384,000 was disbursed to benefitting persons living with disabilities as cash transfers, Kshs 3,300,000 as assistive devices, Kshs 4,785,720 as an economic empowerment for persons living with disabilities as an economic support while 1,430,443 was spent on Administration expenses and Kshs 2,707,400 on Disability Mainstreaming, Inclusion and M&E. This leaves a bank balance of KES 6,482,192 which forms the accumulated surplus for the year to be carried forward in FY 2024/2025. This was 86% absorption of the allocated budget for the year.

**Budget versus Actual for FY 2023/2024**



**Performance**

During the year Kshs29,384,000 was disbursed to support the physically challenged person cases within Wajir County. These were allocated to deserving cases covering both mental and physical disabilities. The management is working on how to increase the budgetary allocation to support more cases in coming financial years.


We intend to increase number of Disability beneficiaries from the 630 persons to approximately 1,178 registered persons with severe disabilities in the subsequent financial year of 2024/2025.

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**Emerging issues:**

Emerging issues include the growing need of Disability needs which is likely to result to overdependence and high demand for Disability assistance due to high poverty index precipitated by the devastating drought in the previous years and subsequent floods of Elnino rains. High Poverty index is a key risk in implementation of the Disability Fund and we therefore urge our legislature to advocate, lobby and approve a higher budgetary allocation in line with Wajir County Persons with Disabilities Act,2021 which requires that at least 2% of County Development Budget be allocated to Wajir County Disability Fund.

  
Fatuma Olowu *Date* .....

**CHIEF OFFICER**  
Vocational and Technical Training,  
Gender, Culture, Social Services  
and Family Affairs

**FUND ADMINISTRATOR**

## **Wajir County Disability Fund**

### **Annual Report and Financial Statements for the year ended June 30, 2024**

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#### **7. Statement of Performance against the County Fund's Predetermined Objectives**

##### **Introduction**

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

##### **Wajir County Disability Fund**

The principal mission mandate of the Fund is to facilitate the improvement of the living conditions for persons with disabilities in Wajir County, through socio-economic empowerment; promote equal and equitable access to social-economic, political opportunities and services by persons with disabilities in the County; enhance awareness on the rights of persons with disabilities in the County; and establish mechanisms to address cultural and societal stigma towards persons with disabilities.

The County Government prepared the third generation CIDP 2023-2027 which is the county development blue print for the next five years. In this, Social protection plays a critical role and that's why there is the Disability Fund. Tracking of Disability implementation status is done through a number of activities including: field inspection reports, quarterly M&E reports and annual M&E reports. Annual reports are carried out as per Section 164 (2) (f) of the Public Finance Management Act, 2012.

##### **Education as a Strategic development objective**

The County's 2023-2027 CIDP has identified Twenty-three key strategic development objectives. Broadly, these objectives have been identified through a participatory process that reviewed the development priorities of the Governor's Manifesto, Vision 2030 & the National Government Agenda, SDGs and the MTP III.

The strategic objectives are a synthesised product of the afore-mentioned planning frameworks that amalgamate the thematic focus and development aspirations in these policy frameworks and plans, and are summarised here-in-under;

- a) Receive and consider applications for funding from the Fund;

**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

- b) Provide oversight on the administration and management of the Fund;
- c) Formulate policies to achieve the objects and purpose of the Fund;
- d) Receive, review and approve reports on the performance of the Fund; and
- e) Monitor and evaluate the programmes and activities under the Fund

Below we provide the progress on attaining the stated objectives, particularly on matters Education in which the Disability fund has played a catalytic role.

Department	Objective	Outcome	Indicator	Performance
Education	To facilitate issuance of financial assistance to persons with disabilities	Increased number of beneficiaries of persons living with disabilities	% of Increased number of beneficiaries of persons living with disabilities	In FY 2023/24 we increased Disability access by 100% for people living with disability severe of level.
	To facilitate purchase of assistive devices and other forms of assistance	Increased number of assistive devices for persons living with disabilities	Increased number of persons with disabilities assisted with devices	66%
	Enhance assistance to persons with disabilities for entrepreneurship development	Insurance of fridge's and sewing machines for persons with disability	Number of beneficiaries increased	67%

## **Wajir County Disability Fund**

### **Annual Report and Financial Statements for the year ended June 30, 2024**

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#### **8. Corporate Governance Statement**

The Wajir County Disability Fund is made up of 9 Administration Committee members. Members meet to deliberate on the performance of the management team by evaluating and considering Disability assistance to the people living with disabilities. The committee members are not remunerated from the fund but paid sitting allowances based on the Budget allocation and as per the act. In the coming years we will be able to report on the governance structure based on:

- a) Number of Fund Administration Committee meetings held and the attendance to those meetings by members,
- b) Succession plan,
- c) Existence of a service charter,
- d) Process of appointment and removal of board/ Administration Committee members,
- e) Roles and functions of the Administration Committee members,
- f) Induction and training, Administration Committee members and member's performance,
- g) Conflict of interest,
- h) Board remuneration,
- i) Ethics and conduct as well as governance audit undertaken if any.

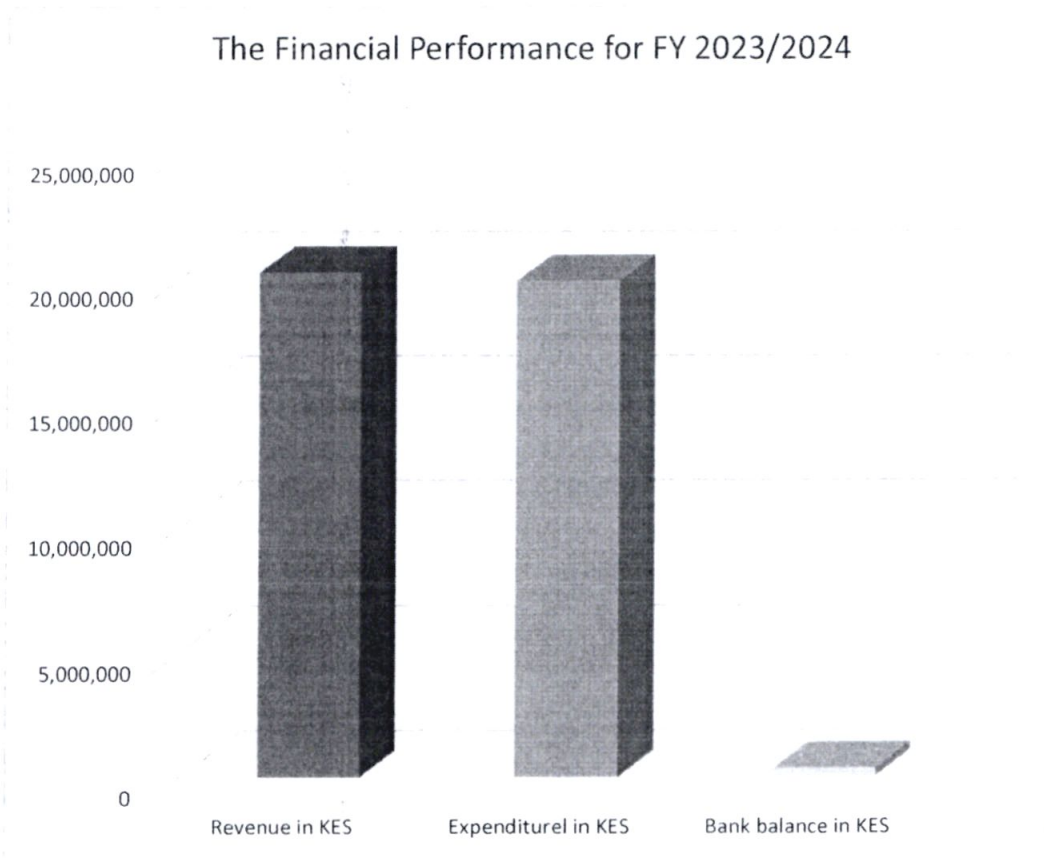
**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

**9. Management Discussion and Analysis**

During the year, Ksh 40,344,000 was allocated to support deserving cases within the County. This was allocated to covering both cash transfer and assistive devices. We are working on how to increase the budgetary allocation to support more cases in coming financial years.

We intend to increase the number of Disability beneficiaries from the current 630 to about 1,178 in the subsequent financial year of 2024/2025.

Below is graphical representation of financial performance of the Disability Fund for the Financial Year 2023/2024.



## **10. Environmental and Sustainability Reporting**

### **1. Sustainability strategy and profile**

The Wajir County Development Agenda is informed by the need to increase and expand sustainable development opportunities and build people's capacities to enable them create wealth and transform their lives for growth and prosperity. The County Envisions being a competitive, industrialized and socio-economically self-sustaining and securing county. This will be attained by providing quality and efficient services through innovative and sustainable utilization of resources for a better quality of life to all citizens of Wajir County. This is what the county intends to attain and sustain it through creation of a county culture anchored on; Transparency; Inclusiveness and Equity; Empowerment; Quality and result oriented in provision of the county services.

### **2. Environmental performance**

As outlined in the County 2018-2022 CIDP, Environment is one of the key thematic areas that the county has put a lot of focus in its developments agenda, Land is a natural resource which can be sustainably used to satisfy man's unlimited needs and wants as long as the concept of scarcity is recognized. Cognizant of the need for responsible land use for environmental sustainability, The County has developed a number of policies, programmes and structures guiding environmental matters within the County.

### **3. Employee welfare**

Wajir County Recognises the value of its employees in the implementation and long term sustainability of its development strategy. As a result, it has always ensured a fair recruitment process where competences and qualification has been key in hiring of its employees to ensure value from its human resource. All recruitments observe the one third Gender rule and the inclusivity. All senior management staff from the level of county directors and above are placed under performance Contract while the junior staff are under performance Appraisal system.

This is aimed at inculcating a results culture and also helps to identify skills Gap for capacity building and future development the County staff as they inform approvals for Promotion and training for carrier growth. For a better and health work force, the county has also placed all staff under a medical cover which on terms as provided by the Salaries and Remuneration Commission's guideline of Employee Medical benefits.

**4. Market place practices**

The County embraces diversity and offers services to all county residents without discrimination. All county fees and charges are levied after wide consultation with the citizens through public participation.

**5. Community Engagements**

The County has been engaging its citizens in all its development programmes through public participation in all the county plans, Budget and legislations. This participation ensures that the views of the citizen are included from planning to implementation stages. Participation is done by the county through its established participation structures such as, the County Budget and Economic Forum, The County Citizen education and Civic Education Unit etc.

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**11. Report of the fund administration committee**

**Report of the Trustees**

The Trustees submit their report together with the audited financial statements for the year ended June 30, 2024 which show the state of the Fund affairs.

**Principal activities**

The principal activity/ mandate of the Wajir County Disability Fund is to receive Disability funds as appropriated in the County's Approved budget estimates and disburse the funds as stipulated in the Act to facilitate the improvement of the living conditions for persons with disabilities.

**Results**

The results of the Fund for the year ended June 30, 2024 are set out on page one of this report.

**Trustees**

The members of the fund administration committee who served during the year are shown on page VII.

**Auditors**

The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015.

By Order of the Board



**NAEMA IBRAHIM SOMO**

**Chairperson of the Fund Administration Committee**

## **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 the Wajir County Disability Fund Act 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, 2024. 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 Wajir County Disability 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 Disability Fund Act 2021. 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, 2024 and of the Fund's financial position as at that date.

**Wajir County Disability Fund**

**Annual Report and Financial Statements for the year ended June 30, 2024**

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.

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 15<sup>th</sup> July 2024 and signed on its behalf by:

**CHIEF OFFICER**  
Vocational and Technical Training,  
Gender, Culture, Social Services  
and Family Affairs



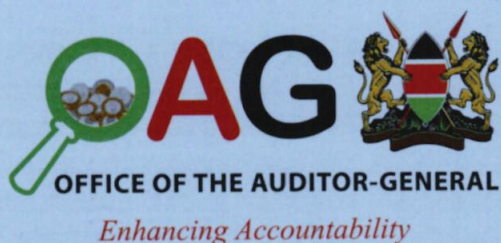
Fatuma Olowu

Date 15.11.2024

**Administrator of the Wajir County Disability Fund**

# REPUBLIC OF KENYA

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Email: info@oagkenya.go.ke  
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**HEADQUARTERS**  
Anniversary Towers  
Monrovia Street  
P.O Box 30084-00100  
NAIROBI

## REPORT OF THE AUDITOR-GENERAL ON WAJIR COUNTY DISABILITY FUND FOR THE YEAR ENDED 30 JUNE, 2024

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### PREAMBLE

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

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

An Unmodified Opinion is issued when the Auditor-General concludes that 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

#### Opinion

I have audited the accompanying financial statements of Wajir County Disability Fund set out on pages 1 to 17, which comprise of the statement of financial position as at

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*Report of the Auditor-General on Wajir County Disability Fund for the year ended 30 June, 2024*

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Wajir County Disability Fund as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Wajir County Persons with Disabilities Act, 2021 and the Public Finance Management Act, 2012.

### **Basis for Opinion**

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

### **Emphasis of Matter**

#### **Inadequate Disclosure in the Statement of Performance Against Predetermined Objectives**

The statement of performance against predetermined objectives reflects a key programme drawn from the mandate of the fund. The statement further highlights the objectives, outcomes, indicators and performance under the program. However, the outcomes and performances achieved were not stated in specific and measurable terms making it hard to establish any performance deviations.

Further, the performance achieved was not disclosed in a manner that can be objectively measured since percentages were used instead of actual performance outcomes

### **Key Audit Matters**

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

### **Other Information**

The Management is responsible for the other information set out on page iv to xxiii which comprise of Key Entity Information and Management, Report of the Fund Administrator, Statement of Performance against predetermined objectives, Statement of corporate

governance, Management Discussion and Analysis, Environmental and sustainability Report of the Trustee/committee, and Statement of Management's responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

### Conclusion

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

### Basis for Conclusion

#### 1. Non-Compliance in Allocation of Funds

The approved development budget for the County Government of Wajir for the year ended 30 June, 2024 was Kshs.3,882,528,866. However, during the year under review, the County Executive allocated Kshs.40,344,000 to the Wajir County Disability Fund, which constitutes about 1.04% of the total development budget. This amount is below the 2% stipulated by Section 10(2) of the Wajir County Persons with Disabilities Act, 2021 which states that the County department responsible for social services, shall ensure that there is set aside at least 2% of the development budget appropriated by the County Assembly.

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

#### 2. Under-Utilization of the Budget on Social Assistance Programme

During the year under review, the amount spent on social assistance (cash transfer and in kind) was Kshs.29,384,000. This constituted 61.1% of the total budget of Kshs.48,089,755. This was contrary to Regulation 6(4)(b) of the Public Finance Management (Wajir County Disability Fund) Regulations, 2024 which set the amount to be spent on social assistance at 75% of the total funds received.

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

The audit was conducted in accordance with ISSAIs 4000 and 3000. 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 are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

### **Conclusion**

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

### **Basis for Conclusion**

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

### **Responsibilities of the Management and the Fund Administration Committee**

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

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

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

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

The Fund Administration Committee is responsible for overseeing the County 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 INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires 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 IFPP 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**

**05 December, 2024**

**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

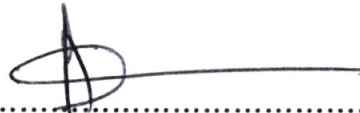
**13. Statement of Financial Performance for the Year Ended 30<sup>th</sup> June 2024**

Description	Note	FY2023/2024	FY2022/2023
		Kshs	Kshs
<b>Revenue From Non-Exchange Transactions</b>			
Transfers from the County Government	1	40,344,000	40,344,000
<b>Total Revenue</b>		<b>40,344,000</b>	<b>40,344,000</b>
<b>Expenses</b>			
Administration expenses	2	1,430,443	1,204,665
Disability Mainstreaming, Inclusion and M&E	3	2,707,400	2,320,500
Social assistance (cash transfers & in kind)	4	29,384,000	22,722,000
Economic empowerment	5	4,785,720	3,968,000
Provision of assistive devices	6	3,300,000	2,724,000
<b>Total Expenses</b>		<b>41,607,563</b>	<b>32,939,165</b>
<b>Surplus/(Deficit)for the Period</b>		<b>(1,263,563)</b>	<b>7,404,835</b>

*The notes set out on pages 6 to 13 form an integral part of these Financial Statements.*



.....  
Name: Fatuma Olow Ali  
Administrator of the Fund



.....  
Name: Abdikher Sharif Hassan  
Fund Accountant  
ICPAK Member Number: 25686

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

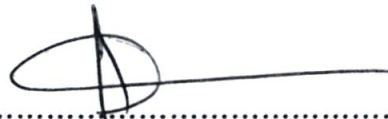
**14. Statement of Financial Position as at 30 June 2024**

Description	Note	FY2023/2024	FY2022/2023
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	7	6,482,192	7,745,755
<b>Non-Current Assets</b>			
<b>Total Assets</b>		<b>6,482,192</b>	<b>7,745,755</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Non-Current Liabilities</b>			
<b>Total Liabilities</b>		-	-
<b>Net Assets</b>			
Accumulated surplus/Deficits		6,482,192	7,745,755
<b>Total Net Assets and Liabilities</b>		<b>6,482,192</b>	<b>7,745,755</b>

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 04/11/2024 and signed by:



.....  
**Name: Fatuma Olow Ali**  
**Administrator of the Fund**



.....  
**Name: Abdikher Sharif Hassan**  
**Fund Accountant**  
**ICPAK Member Number: 25686**

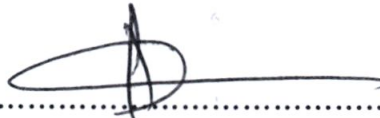
**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**15. Statement of Changes in Net Assets for the year ended 30<sup>th</sup> June 2024**

Description	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
<b>Balance as at 1 July 2022</b>	-	-	340,920	340,920
Surplus/(Deficit) For the Period	-	-	7,404,835	7,404,835
Funds Received During the Year	-	-	-	-
Revaluation Gain	-	-	-	-
<b>Balance as at 30 June 2023</b>	-	-	7,745,755	7,745,755
<b>Balance as at 1 July 2023</b>	-	-	7,745,755	7,745,755
Surplus/(Deficit) For the Period	-	-	(1,263,563)	(1,263,563)
Funds Received During the Year	-	-	-	-
Expenses	-	-	-	-
<b>Balance As At 30 June 2024</b>	-	-	6,482,192	6,482,192



.....  
Name: Fatuma Olow Ali  
Administrator of the Fund



.....  
Name: Abdikher Sharif Hassan  
Fund Accountant  
ICPAK Member Number: 25686

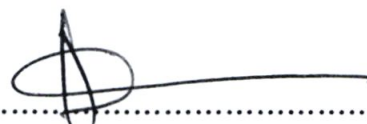
**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

**16. Statement of Cash Flows for the Year Ended 30 June 2024**

Description	Note	FY2023/2024	FY2022/2023
		Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from the county government	1	40,344,000	40,344,000
<b>Total receipts</b>		<b>40,344,000</b>	<b>40,344,000</b>
<b>Payments</b>			
Administration expenses	2	1,430,443	1,204,665
Disability Mainstreaming, Inclusion and M&E	3	2,707,400	2,320,500
Social assistance (cash transfers & in kind)	4	29,384,000	22,722,000
Economic empowerment	5	4,785,720	3,968,000
Provision of assistive devices	6	3,300,000	2,724,000
Total Payments		<b>41,607,563</b>	<b>32,939,165</b>
Net cash flows from operating activities		<b>(1,263,563)</b>	<b>7,404,835</b>
<b>Cash flows from investing activities</b>			
Net cash flows used in investing activities		-	-
<b>Cash flows from financing activities</b>			
Net cash flows used in financing activities		-	-
<b>Net increase/(decrease)in cash &amp; cash Equivalents</b>		<b>(1,263,563)</b>	<b>7,404,835</b>
Cashandcashequivalentsat1July2023	7	<b>7,745,755</b>	<b>340,920</b>
<b>Cashandcashequivalentsat30 June 2024</b>	<b>7</b>	<b>6,482,192</b>	<b>7,745,755</b>



.....  
Name: Fatuma Olow Ali  
Administrator of the Fund



.....  
Name: Abdikher Sharif Hassan  
Fund Accountant  
ICPAK Member Number: 25686

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

**17. Statement of Comparison of Budget and Actual Amounts for the Period**

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	A	B	C=(a+b)	D	e=(c-d)	f=d/c*100
<b>Revenue</b>						
Transfers From County Govt.	40,344,000	7,745,755	48,089,755	48,089,755	-	100%
<b>Total Income</b>	<b>40,344,000</b>	<b>7,745,755</b>	<b>48,089,755</b>	<b>48,089,755</b>	<b>-</b>	<b>100%</b>
<b>Expenses</b>						
Administration Expenses	1,442,693	-	1,442,693	1,430,443	12,250	99%
Disability Mainstreaming, Inclusion and M&E	2,404,488	-	2,404,488	2,707,400	(302,912)	110%
Social assistance (cash transfer & in kind)	36,067,316	-	36,067,316	29,384,000	6,683,316	82%
Economic empowerment	4,808,976	-	4,808,976	4,785,720	23,256	99%
Provision of assistive devices	3,366,283	-	3,366,283	3,300,000	66,283	98%
<b>Total expenditure</b>	<b>48,089,755</b>	<b>0</b>	<b>48,089,755</b>	<b>41,607,563</b>	<b>6,482,192</b>	<b>86%</b>
<b>Surplus For the Period</b>				<b>6,482,192</b>		

NB

- I. The underutilization of the fund for social assistance (cash transfer & in kind) is as a result of opening balance from the previous year in which a balance of two month as being paid from balance brought forward from the previous year.
- II. The 10% variation on disability mainstreaming inclusion & M & E as a result the opening balance B/F from the previous financial year.

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

**18. Notes to the Financial Statements**

**1. General Information**

The Wajir Disability Fund is established by and derives its authority and accountability from Wajir Disability Fund Act (2021). The entity is wholly owned by the Wajir County Government and is domiciled in Kenya. The entity's principal activity to facilitate the improvement of the living conditions for persons with disabilities in Wajir County through socio-economic empowerment, promotion of equal and equitable access to social-economic, political opportunities and services by persons with disabilities in the County.

**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 effective in the year ended 30 June 2024.**

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 2024.**

Standard	Effective date and impact
IPSAS 43 Leases	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.
IPSAS 44: Non- Current Assets Held	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured

**Wajir County Disability Fund**

**Annual Report and Financial Statements for the year ended June 30, 2024**

Standard	Effective date and impact:
for Sale and Discontinued Operations	<p>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.</p>
IPSAS 45- Property Plant and Equipment	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></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.</p>
IPSAS 46 Measurement	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47- Revenue	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></b></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>

**Wajir County Disability Fund  
Annual Report and Financial Statements for the year ended June 30, 2024**

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 48- Transfer Expenses	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></b></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>
IPSAS 49- Retirement Benefit Plans	<p><b><i>Applicable 1<sup>st</sup> January 2026</i></b></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>

**(iii) Early adoption of standards**

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

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**1. 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 2023/2024 was approved by the County Assembly on 29<sup>th</sup> June 2023. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget.

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

## **Wajir County Disability Fund**

### **Annual Report and Financial Statements for the year ended June 30, 2024**

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actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

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

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 18 of these financial statements.

#### **a) 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.

#### **b) 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.

#### **c) 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.

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

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**d) Nature and purpose of reserves**

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

**e) 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.

**f) 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.

**g) 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 imprest and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

**h) Comparative figures**

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

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

**6. Notes to the Financial Statements**

**1. Transfers from County Government**

Description	FY2023/2024	FY2022/2023
	Kshs	Kshs
Transfers from County Govt. – operations	40,344,000	40,344,000
Payments by County on behalf of the entity	-	-
<b>Total</b>	<b>40,344,000</b>	<b>40,344,000</b>

**2. Fund administration expenses**

Description	FY2023/2024	FY2022/2023
	Kshs	Kshs
Committee Sitting Allowances	300,000	219,200
Printing and stationery	1,052,000	610,000
Supply of foot pumps	28,0000	-
Supply of wheelchair tyres and tubes	42,500	-
Bank charges	7,943	5,465
Launch of Disability fund	-	270,000
Training expenses	-	100,000
<b>Total</b>	<b>1,430,443.00</b>	<b>1,204,665</b>

**3. Disability Mainstreaming, Inclusion and M&E**

Description	FY2023/2024	FY2022/2023
	Kshs	Kshs
M&E Cost	2,707,400	2,320,500
<b>Total</b>	<b>2,707,400</b>	<b>2,320,500</b>

**4. Social assistance (cash transfers & in kind)**

Description	FY2023/2024	FY2022/2023
	Kshs	Kshs
Cash Transfer& in kind	29,384,000	22,722,000
<b>Total</b>	<b>29,384,000</b>	<b>22,722,000</b>

**Wajir County Disability Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2024**

**5. Economic empowerment**

Description	FY2023/2024	FY2022/2023
	Kshs.	Kshs.
Supply of sewing machines and garment	2,310,000	2,460,000
Supply of fridge and fridge guards	1,475,520	1,508,000
Supply of car washing machines and water tank	1,000,200	-
<b>Total</b>	<b>4,785,720</b>	<b>3,968,000</b>

**6. Provision of assistive devices**

Description	FY2023/2024	FY2022/2023
	Kshs.	Kshs.
Supply of crutches, wheel chairs & tricycle-	2,400,000	2,724,000
Supply of braille machine	900,000	-
<b>Total</b>	<b>3,300,000</b>	<b>2,724,000</b>

**7. Cash and cash equivalents**

Description	FY2023/2024	FY2022/2023
	Kshs.	Kshs.
Current account	6,482,192	7,745,755
<b>Total cash and cash equivalents</b>	<b>6,482,192</b>	<b>7,745,755</b>

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

Financial Institution	Account number	FY2023/2024	FY2022/2023
		Kshs.	Kshs.
a) Equity Bank Limited	1030265415086	6,482,192	7,745,755
<b>Sub total</b>		<b>6,482,192</b>	<b>7,745,755</b>
<b>Grand total</b>		<b>6,482,192</b>	<b>7,745,755</b>

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**8. Related party balances**

**a) Nature of related party relationships**

The fund/scheme is related to the following entities:

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

**b) Related party transactions**

Description	FY2023/2024	FY2022/2023
	Kshs	Kshs
Transfers From County Government of Wajir	40,344,000	40,344,000

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

##### **b) Liquidity risk management**

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

##### **c) Market risk**

The County Internal Audit assists in assessing the risk faced by the entity on an on-going basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the 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.

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

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**i. 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.

**10.Events after the reporting period**

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

**11.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	Timeframe
1.	Non-compliance in allocation of funds	The Wajir county disability fund committee has made a follow up on the same with both the county executive and the county assembly on allocation of funds as per Wajir county disability act	Not resolved	30 <sup>th</sup> September 2024
2.	Underutilization of budget on social assistance programme	The management of the fund has managed to spend 61% of the fund on social assistance up from 55% the previous year	Not resolved	30 <sup>th</sup> September 2024

**CHIEF OFFICER**  
 Vocational and Technical Training,  
 Gender, Culture, Social Services  
 and Family Affairs  
 Date 4.11.2024  
 Fund Manager,  
**Wajir County Disability Fund.**

**Annex II: Inter-Fund Confirmation Letter**

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**COUNTY GOVERNMENT OF WAJIR**



**DEPARTMENT OF FINANCE AND ECONOMIC PLANNING**

**Wajir County Disability Fund**  
P.O Box 9-70200,  
**Wajir.**

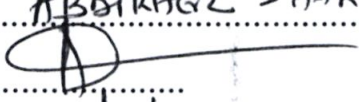
The County Government of Wajir wishes to confirm the amounts disbursed to you as at 30<sup>th</sup> June 2024 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column D in the table below Please sign and stamp this request in the space provided and return it to us.

Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Amount Received by beneficiary Fund (KShs) as at 30 <sup>th</sup> June 2024 (D)	Differences (KShs) (E)=(C-D)
	18-April-2024	40,344,000	-	40,344,000	40,344,000	-
<b>Total</b>		<b>40,344,000</b>	-	<b>40,344,000</b>	<b>40,344,000</b>	-

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

**Head of Accountants department of beneficiary Fund:**

Name ..... ABDIKHER SHARIF HASSAN

Sign ..... 

Date..... 04/11/2024