

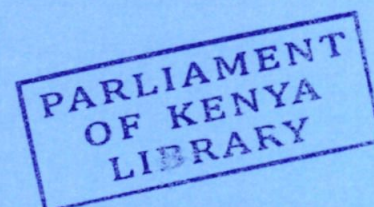
REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF



THE AUDITOR-GENERAL

ON

**NYAMIRA COUNTY EDUCATION SUPPORT
FUND**

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

PAPERS LAID	
DATE	4/3/2025
TABLED BY	Deputy Majority Whip
COMMITTEE	
CLERK AT THE TABLE	Cheror



NYAMIRA COUNTY EDUCATION SUPPORT FUND

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

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

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

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1. Acronyms and Definition of Key Terms

a) Acronyms

<i>CT</i>	<i>County Treasury</i>
<i>CIDP</i>	<i>County Integrated Development Plan</i>
<i>ICPAK</i>	<i>Institute of Certified Public Accountants of Kenya</i>
<i>IPSAS</i>	<i>International Public Sector Accounting Standards</i>
<i>KSHS</i>	<i>Kenya Shillings</i>
<i>PFM</i>	<i>Public Finance Management</i>
<i>PSASB</i>	<i>Public Sector Accounting Standards Board</i>
<i>TNT</i>	<i>The National Treasury</i>
<i>TVETs</i>	<i>Technical and Vocational Educational Training Institutions</i>

b) Definition of Terms

1. Fiduciary Management responsibility. - The key management personnel who had financial responsibility.

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

2. Key Entity Information and Management

a. Background information

Nyamira County Education Support Fund is established by and derives its authority and accountability from Nyamira County Education Support Act of 2016 on 26th May, 2016. The Fund is wholly owned by the County Government of Nyamira and is domiciled in Kenya.

The fund's objective is to address poverty at grass root level by providing Education support to its leaners from poor families.

b. Principal Activities

The Fund's principal activity is to provide scholarships, Support or loans to needy and orphaned students to enable them access education at recognised institutions and for matters incidental thereto and connected therewith to enable them continue with education in order to maintain academic excellence and thereafter give back to the society in a sustainable manner.

Vision: Equitable socio-economic development across the county.

Mission: To provide leadership and policy direction for effective and efficient management of the fund.

c. Board of Trustees/Fund Administration Committee

Ref	Name	Position
1	Mr. Alfred Kenya Sagini	Chairman
2	Ms. Hyline Ogato	Vice Chairperson
3	Mr. Vincent Mbura	Member
4	Mr. Evans M Atei	Member
5	Zipporah Orina	County Chief Officer Education & Vocational Training/Fund Administrator
6	CPA Emilly Moraa Ongaga	CEC – Education and Vocational Training
7	DR. Geoffrey Nyakoe	CEC – Finance and Economic Planning
8	County Director of Education	Ex official

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

d. Fiduciary Management

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

Ref	Name	Position
1	Chief County Officer – Education & VT/Fund Administrator	Zipporah orina
2	Fund Accountant	Dennis Ombui
3	Chief County Officer - Finance	Dr. Asenath Maobe
4	Head of Accounting Services	Jemimah Abuga
5	County Executive Committee Member	CPA Emily Ongaga

Key Entity and Management (Continued)

e. Fiduciary Oversight Arrangements

SN	Position	Name
1	Directorate Internal Audit	CPA Ann Nyanchama
2	Audit Member	Zachary Ombati
3	Audit Member	Mary Kerubo

f. Registered Offices

Nyamira County Education Support Fund

P.O. Box 434 – 40500

Nyamira Kenya

g. Fund Contacts

Telephone: +254723164413, 0789324353

E-mail: info@nyamira.go.ke

Website: www.nyamira.go.ke

h. Fund Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

Nyamira County Education Support Fund

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

2. Kenya Commercial Bank
P.o Box 48231 – 00100.
Nairobi Kenya
Nyamira branch

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

Key Entity and Management (Continued)

i. Independent Auditor

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

j. Principal Legal Adviser

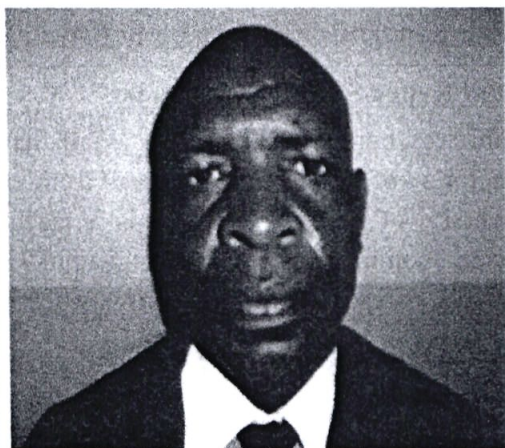
The Attorney General
State Law Office and Department of Justice
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

k. County Attorney

P.O. Box 434-40500
Nyamira, Kenya

3 Trustees/ Fund Administration Committee Profiles

Name	Details of qualifications and experience
 MR. ALFRED KENYA SAGINI FUND CHAIRMAN	<u>Alfred Kenya Sagini - Chairman</u> Sagini was born in Kiabonyoru Ward, has a bachelor's of Education degree from the University of Bugema, and he is a teachers Service commission Member. Sagini has worked as a teacher in several primary schools for five years, He has also worked as a deputy head teacher for three years later promoted as a head teacher for a period Twelve years until his retirement in 2022. Sagini has also worked as a chairperson in exam centre in Nyamira north sub county for five years. Currently he works as a chairman of John Bosco Getare Catholic Centre
 MS. HYLINE OGATO – FUND VICE CHAIRPERSON	<u>Hyline Ogato - Vice Chairperson</u> Hyline Ogato was Born 1978 in Gachuba, Ward. Studied computer. Hyline is working as a clerk in Gucha preparatory school for several years. Hyline has an experience in human resource management Having worked in the institution for several years. He joined the bursary fund committee as a vice chairperson on April 2016.



MR. VINCENT MBURA - COMMITTEE MEMBER

Vincent Mbura - Committee Member

Was born 1st January 1968 in Kiabonyoru ward. Studied Bachelors in Christian education. From Vision Bible College and seminary, Ohio USA. Mbura Worked in KTDA as a data clerk for 6 years and later on worked as a bursary committee member in Borabu Constituency in 2015 for a period of one year. Mbura is also working as an associate pastor in PAG church in Nyaramba the position he holds to date. He joined the bursary committee as a member on April 2016.



MR. ATEI MOGAMBI - COMMITTEE MEMBER

Mr. Atei Mogambi - Committee Member

Mr. Atei was born in 1959 in Nyamira he trained as a teacher from Thogoto TTC as a P1 teacher and a Diploma from Kenya Education Management Institute. Worked as a teacher and grew in ranks to become A headteacher for 15 years. He worked in several Primary schools including Esamba Primary school where he retired. He worked as KEPISA Treasurer and chairperson throughout the county. He joined the bursary committee on April 2016 as a committee member.



**DR. GEOFFREY MORARA NYAKOE CECM
FOR FINANCE, ICT AND ECONOMIC
PLANNING**

Academic Qualifications

Dr Geoffrey Nyakoe holds a PHD in Human Resource Management

Professional experience

He has worked as a consultant in strategic management, organizational development and social economic development.

He has previously lectured at the University of Nairobi and Jomo Kenyatta University of Agriculture and Technology. The working experience spanning over 15 years in both the public and private sectors.

He hails from Bonyamatuta ward, Nyamira county.



**CPA. EMILLY ONGAGA - COUNT
EXECUTIVE COMMITTEE MEMBER
EDUCATION & VOCATIONAL TRAINING**

**Emilly Ongaga – Count Executive
Committee Member Education &
Vocational Training**

Mrs Emilly Moraa Ongaga holds a post graduate in Business Administration (Finance) from Egerton University and a Bachelor of Arts (Economics & Sociology) degree from the University of Nairobi.

Prior to her appointment, she served as the Director Corporate Services in the National Commission for Science, Technology and Innovation. She is a member of the Institute of Certified Public Accountants of Kenya (ICPAK) of good ratings. She has a wealth of experience from various institutions spanning twenty-one years. She was appointed as a CEC member in the department of Finance, ICT and Economic Planning in the month of January 2021 the position she holds to date.



**ZIPPORAH KEMUNTO ORINA-FUND
ADMINISTRATOR**

**Zipporah Kemunto Orina-Fund
Administrator**

She holds a Bachelor of Special Needs Education from Kampala International University, a Diploma in Early Childhood Education and another Diploma from the Kenya Institute for Special Education (KISE). She is a professional teacher with a career progression of over thirty years as a teacher having taught in more than five schools as a P1 teacher including the special unit classes. She is the County Chief officer Education & Vocational Training and Fund Administrator.

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

4 Key Management Team

Name	Details of qualifications and experience
 Zipporah Kemunto Orina-Fund Administrator	Zipporah Kemunto Orina-Fund Administrator She holds a Bachelor of Special Needs Education from Kampala International University, a Diploma in Early Childhood Education and another Diploma from the Kenya Institute for Special Education (KISE). She is a professional teacher with a career progression of over thirty years as a teacher having taught in more than five schools as a P1 teacher including the special unit classes. She is the County Chief officer Education & Vocational Training and Fund Administrator.
 CPA DENNIS OMBUI – FUND ACCOUNTANT	Dennis Ombui – Fund Accountant Mr Ombui has a Bachelor of commerce degree from the University of Nairobi accounting option. Mr Ombui has previously worked as an accounts clerk in Stan Consulting Company Nairobi and KCB as a graduate trainee. Mr Ombui Joined The County Government Of Nyamira in 2016 as an Accountant and has worked as a Hospital accountant for two years and The Department Of Public Service Management prior to his transfer to the Department Of Education & Vocational Training and Fund Accountant.

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

5 Chairman's Report

It is my pleasure to present the third quarter annual report of Nyamira County Education Bursary Fund which was created by the county education regulation of 2017. The fund Bursary was approved by the County Assembly of Nyamira on 29th April 2016 to support needy students of the Secondary Schools in Nyamira County.

To manage the Education Bursary Fund, County committee was created as per the regulations consisting of 8 members with the responsibility of running day to day activities of the fund being vested on the administration. The committee agreed on the documents that were mandatory on application by students which is still in place as at 30th June 2020 and it includes;

- a) Students' Birth Certificates
- b) Report cards (forms 2, 3, 4)
- c) Admission letters for form 1 students
- d) Fee structures
- e) Death/Burial certificates
- f) National ID for parents/ Guardian
- g) ID cards/certificate to confirm disability
- h) Chief's /sub-chief recommendation

In the financial quarter ending 30th September 2023 the fund had distributed 34,000 forms to the needy students across the county. 25,000 forms were returned to the county committee office for processing and award of the Bursary fund. Out of which 25,000 were successfully considered

The mode of disbursement was as follows

BOARDING SCHOOLS

1. Total orphans-----5,000/=
2. Partial orphans----- 3,300/=
3. Single Parents-----3,300/=
4. Disability (PLWD)...3,300/=
5. Needy students-----3,300/=

DAY SCHOOLS

1. Total orphans-----5,000/=
2. Partial orphans----- 3,300/=
3. Single Parents-----3,300/=
4. Disability (PLWD)... 3,300/=
5. Needy students-----3,300/=

SCHOLARSHIP

Each student was to be given amount equivalent to the school fees of the school per year and school uniform cheques. This quarter no scholarship was awarded in the past and one year has not elapsed since the first award.

Name ALFRED S. KENYON Signature [Signature] Date 26.09.2024
Chairperson of the Fund

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

6 Report of The Fund Administrator

Section 14 (e) of the Nyamira County Education Bursary Regulations, 2017 provides that the administrator of the fund shall prepare, sign and transmit to the Office of the Auditor General in respect of each financial year and within three months after the end thereof, a statement of the accounts relating to the Fund, prepared and signed by him/her specifying the income of the Fund and showing the expenditure incurred from the Fund, in such details as the committee may from time to time direct in accordance with public Finance Management Act 2012.

The Nyamira County Education Bursary Fund was operationalized in 13th February 2017, and the following table illustrates the receipts for the past three years to date.

F/Y	2021/2022	2022/2023	2023/2024
Amount received in kshs.	110,706,800	122,000,000	101,139,517

In the year under review, the Nyamira County Education Bursary Fund received a total of kshs **101,139,517** with an opening balance of Kshs **110,811,874** in the account, a total of kshs. **134,590,923** was awarded to students and kshs. **3,836,475** was spent on administration, leaving a balance of Kshs. **73, 553,993**. The Education Support fund was issued equitably to all the 20 wards as follows.

S/No.	Ward	Amount	S/No.	Ward	Amount
1	Township	6,305,600	11	Rigoma	7,069,600
2	Bokeira	7,385,200	12	Kemera	6,370,682
3	Bomwagamo	6,577,300	13	Magombo	6,739,700
4	Bonyamatuta	6,550,700	14	Bosamaro	7,109,000
5	Nyansiongo	6,572,700	15	Ekerenyo	6,679,042
6	Manga	6,618,000	16	Esise	7,136,300
7	Nyamaiya	6,627,900	17	Bogichora	7,287,798
8	Gachuba	6,359,900	18	Kiabonyoru	7,162,300
9	Gesima	6,780,500	19	Magwagwa	6,510,300
10	Itibo	6,461,201	20	Mekenene	6,287,200
	Sub				
	Total	66,239,001		Sub Total	68,351,922
				Grand Total	134,590,923

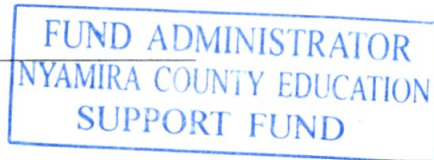
Nyamira County Education Support Fund

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

It is my pleasure to present the end year Report and financial statements of Nyamira County Education Bursary Fund for the year ended 30th June, 2024

Signed: _____

ZIPPORAH ORINA
Fund Administrator



Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

7 Statement of Performance Against Predetermined Objectives for FY 2023/2024

Section 164 (2) (f) of the Public Finance Management Act, 2012, requires that, at the end of each year, the Accounting officer includes a statement of performance against predetermined objectives when preparing financial statements.

The key development objectives of the Fund as per the County Integrated Development Plan (CIDP) for 2022 to 2027 are to:

- a) *To improve access to education through provision of bursaries to secondary school students*
- b) *To improve access to education through scholarship*
- c) *To increase the amount of support given to VTC through bursaries*

Progress on the attainment of Strategic development objectives

Below we provide the progress on attaining the stated objectives:

Program	Objective	Output	Performance Indicator	Performance
<i>Nyamira County education Support fund</i>	<i>To improve access to education</i>	<i>Increased transition rate to secondary and tertiary institutions</i>	<i>No of beneficiaries.</i>	<i>24,963 beneficiaries in FY 2023/2024</i>
<i>Nyamira County education Support fund</i>	<i>To improve access to education</i>	<i>Increased transition rate to secondary and tertiary institutions</i>	<i>No of beneficiaries.</i>	<i>1800 beneficiaries in FY 2023/2024</i>
<i>Nyamira County education Support fund</i>	<i>To improve access to education through scholarship</i>	<i>Increased transition rate to secondary and tertiary institutions</i>	<i>No of beneficiaries.</i>	<i>751 beneficiaries in FY 2023/2024</i>

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

8 Statement of Corporate Governance

The Nyamira County Education Bursary Fund is composed of a Chairman appointed by H.E Governor, CEC member responsible for Finance, CEC member for Education, Chief Officer Education who is the secretary, County Director of Education who is an ex-official member, three persons appointed by CEC member each representing women youth and persons living with disability. The above members are entitled to three sittings in a year with a remuneration stipulated in the SRC report.

The functions of the Fund Committee;

To oversight the process of bursary awarding right from public awareness or civic education, application by the beneficiaries, verification of the application forms, the board MUST verify beneficiaries at school level to rule out the chances of awarding ghost beneficiaries before identifying eligible vulnerable students, awarding of the bursary and returns from schools to formulate policies for regulating the disbursement, management of bursaries and to advise the CEC member on bursary disbursement.

Appointment and Succession of office

The committee members of the fund are appointed and removed in accordance with the laid regulations of Nyamira County Assembly for example the board members are appointed for a term of three years and are eligible for reappointment for one further term.

Under section 5 of the Nyamira county education bursary fund regulation 2017 provides for the establishment of bursary fund management committee. The Education Support Bursary fund committee was created as per the regulations consisting of 8 members with the responsibility of running day to day activities of the fund being vested on the administration of the bursary.

During the year under review, a total of four meetings were held by the support fund committee as indicated below

Date of meeting	Members present	Members absent
October 5, 2021	8	0

Remuneration:

Cadre	Amount
	Sitting
Chairman	15,000
Vice Chair	12,000
Members	10,000
Fund Manager	10,000
Total	47,000

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

Trainings

The fund committee has undergone induction and training since its inauguration in November 2016. During the induction, the fund committee was reminded on issues of integrity and misconduct as well as their mandate as follows.

1. Secrecy/Confidentiality to all information during the appropriation of the Fund must be upheld.
2. Avoiding conflict of interest during appropriation
3. Fines and penalties to those who are found guilty of offences.

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

9 Management Discussion and Analysis

Section 14 (e) of the Nyamira County Education Support Fund Regulation 2017 provides that the administrator of the fund shall prepare, sign and transmit to the Auditor General in respect of each financial year and within three months after the end thereof, a statement of the accounts relating to the Fund, prepared and signed by him/her specifying the income of the Fund and showing the expenditure incurred from the Fund, in such details as the committee may from time to time direct in accordance with public Finance Management Act 2012.

The Nyamira County Education Support Fund was operationalized in 13th February 2017, and the following table illustrates the receipts from the fy 2021/2022 to date.

F/Y	2021/2022	2022/2023	2023/2024
	Kshs.	Kshs.	KSHS
Amount received in the Quarter	110,706,801	122,000,000	101,149,517

In the year under review, the Nyamira County Education Bursary Fund received a total of kshs **101,139,517** with an opening balance of Kshs **110,811,874** in the account, a total of kshs.**134,590,923** was awarded to students and kshs. **3,836,475** was spent on administration, leaving a balance of Kshs.**73, 553,993**.

The initial Fund governing regulations provided that the funds were equally shared to all twenty (20) wards but later it was amended to provide for equitable distribution since all wards don't have same capacity of absorption.

10 Environmental and Sustainability Reporting

Nyamira County exists to transform lives. This is our purpose; the driving force behind everything we do. It is what guides us to deliver our strategy, which is founded on pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Improving on general literacy levels throughout the county irrespective of the economic background of its citizens is the priority. The County supports bright students from vulnerable families by offering scholarship opportunities for their secondary education. The management has ensured that there is involvement of members of the community from the county and other stakeholders in budget making process (County Integrated Development Plans (CIDPs), strategic Plans, Annual Development Plans, Annual Budgets, Finance Bills, regulations, and all policy frameworks). The budgetary allocation of the fund was appropriated by the County assembly and equitably disbursed to needy students in all the 20 wards of Nyamira County.

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

11 Report of The Trustees/Committee

The Trustees submitted their report together with the audited financial statements for the FY 2023/ 2024 which show the state of the Fund affairs.

Principal activities

The principal activity of the Fund is to continue award Support and scholarships to orphans and needy students in high schools and TVET in Nyamira County.

Results

The results of the Fund for the year under review are set out on page 10

Trustees

The members of the Board of Trustees

NS	NAME	DESIGNATION
1.	Mr.Allred Kenya Sagini	Chairman
2.	MS. Hyline Ogato	Vice Chair
3.	Mr.Vincent Mbura	Members
4.	Mr. Atei Mogambi	Members
5.	CPA. Emilly Ongaga CECM. Education and Vocational Trainings	Members
6.	Zipporah Orina CCO. Education and Vocational Trainings/Fund Administrator	Secretary
7.	Dr. Geoffrey Nyakoe (CECM Finance ICT and Economic Planning)	Members
8.	Joesphat Kaga (County Director Of Education)	Ex officio

Auditors

The Office of 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.



Mr.Alfred Kenya Sagini

Chair of the Fund Administration Committee

Date:26.09.2024.....

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

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 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 Nyamira County Education Support 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/Scheme 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 Nyamira County Education Support 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 The Nyamira County Education Support Regulations 2017. The Administrator of the Nyamira County Education Support 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/Scheme's financial position as at that date. The Administrator further confirm the completeness of the accounting records maintained for the Fund/Scheme, 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 Nyamira County Education Support Fund has assessed the Fund/Scheme's ability to continue as a going concern and disclosed as applicable. Nothing has come to the attention of the Administrator to indicate that the Fund/Scheme 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/Scheme's financial statements were approved by the Trustee/Committee on 26th September 2024 and signed on its behalf by:

Zipporah Omonia Zipporah

Administrator of the Nyamira County Education Support Fund



REPUBLIC OF KENYA

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



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON NYAMIRA COUNTY EDUCATION SUPPORT FUND FOR THE YEAR ENDED 30 JUNE, 2024

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 Nyamira County Education Support Fund set out on pages 23 to 57, which comprise the financial position as at

Report of the Auditor-General on Nyamira County Education Support 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nyamira County Education Support 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 Nyamira County Education Support Act, 2016 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Presentation of Statement of Management's Responsibilities

The Statement of Management's responsibilities at page xxi does not include the date of approval of the financial statements. Further, the Fund Chairman's report at page xii and the Report of the Committee were not dated.

In the circumstance, it was not possible to determine the date of approval of the financial statements.

2.0 Anomalies in Bursary Payments

The statement of receipts and payments for the financial year ended 30 June, 2024 reflects Kshs.88,637,800 in respect to Bursary payments as detailed under Note 10 to the financial statements. The following anomalies were, however, observed:

3.0 Lack of supporting documents

The bursary disbursements of Kshs.88,637,800 were not supported by the following important documents as is required.

- a. Application forms that confirm beneficiaries made application for the bursaries.
- b. Approved/vetted list of beneficiaries from the wards.
- c. Bursary application register with names and schools.
- d. Approved bursary policy.
- e. Ward committee minutes.
- f. Acknowledgement of receipt by beneficiaries in selected schools.

4.0 Bursary Payments Above the Recommended Amounts

Records available indicated that the amount awarded to three (3) students totalling to Kshs.23,100 was above the policy recommended balance and an amount of Kshs.91,600 paid to thirty (30) students was below the policy recommended balance. This was contrary to the Nyamira County Education Support Fund minutes dated 1 January, 2024 which

states that the maximum amount is Kshs.5,000 for total orphan and minimum of Kshs.3,300 for the other cadres.

5.0 Unsupported Expenses on Scholarship Grants

The statement of financial performance includes expenses on scholarship grants of Kshs.45,953,123. As disclosed under note 11 to the financial statements, the amount includes scholarships grants of Kshs.908,000 on TVETS and colleges and Kshs.45,045,123 on secondary schools. The Fund management did not provide for audit verification payment vouchers on expenditure on scholarships to TVETs and colleges. Further, payment vouchers in respect of scholarships to secondary school amounting to Kshs.17,993,620 were not provided for audit verification.

In the circumstances, the validity, accuracy and completeness of the Kshs.45,953,123 expenditures on Scholarship Grants could not be confirmed.

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

Emphasis of Matter

Budget and Budgetary Control

The statement of comparison of budget and actual amounts reflects final budget expenditure and actual receipts on a comparable basis of Kshs.101,149,515 and Kshs.138,427,398 respectively resulting to over utilization of Kshs.37,277,883 or 36.85%. Overutilization of budget was explained as due to opening balances accrued in the prior financial year.

The overutilization of the budget by Kshs.37,277,883 was contrary to regulation 43 (2) of the Public Finance Management (County Governments) regulations, 2015 that requires County government entities to execute their approved budgets based on the annual appropriation legislation, and the approved annual cash flow plan.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

As disclosed under the progress on follow up of auditor's recommendation section of the financial statements, Management presents four (4) prior year audit issues indicated as resolved but did not provide evidence on how they were resolved.

Further, Management did not provide the time frame on when the two (2) pending issues will be resolved.

Other Information

Management is responsible for the Other Information set out on page iii to xxi which comprise of Key Entity Information and Management, Fund Administration Committee Profiles, Key Management Team, Chairman's Report, Report of the Fund Administrator, Statement of Performance against Predetermined Objectives for F/Y 2023/2024, Statement of Corporate Governance, Management Discussion and Analysis, Environment and Sustainability Reporting, Report of the 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 Nyamira County Education Support 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 and I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that other information is not materially inconsistent with the financial statements.

Revenue received of Kshs.101,139,517 in the Report of the Fund Administrator's report on page xiii is materially inconsistent with the financial statements.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects 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

1.0 Establishment of the Nyamira County Education Fund

The Nyamira County Education Support Act, 2016 established the Nyamira County Education Fund. The Act under Part III, section 12 (1) specifies the Fund shall be managed and administered by the Committee and shall be at least 2.5% of the total annual budget of the County. The total budget for the County for the year ended 30 June, 2024 amounted to Kshs.7,282,175,903 and 2.5% would be represented by an amount of Kshs.182,054,398. However, the statement of financial position reflects fund balance of Kshs.73,533,993 as at 30 June, 2024 resulting in deficit funding of Kshs.109,520,405.

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

2.0 Irregular Administration of the Fund

The statement of financial performance reflects disbursements of bursary of an amount of Kshs.88,637,800 and scholarship grants of an amount of Kshs.45,953,123 as detailed under Note 10 and 11 to the financial statements. Review of records in respect to the bursary and scholarship disbursements revealed the Fund was not administered in accordance with the Nyamira County Education Support Act, 2016 as explained below:

3.0 Appropriation of Funds

The statement of financial performance reflects bursary transfers and scholarship grants of Kshs.88,637,800 and Kshs.45,953,123 respectively. As per the report of the Fund Administrator on page xiii, the Education Support Fund amount of Kshs.134,590,923 or 101% of the allocation from the County Government was issued equitably to all 20 wards in the County. This was contrary to the Nyamira County Education Support Act, 2016 that specifies the County Education Committee to ensure that 65% of annual allocation from the county government to the Fund is expended in disbursing bursaries and scholarships equitably to each ward and the balance of the fund shall be appropriated 30% for County HELB loans and 5% administration cost.

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

4.0 Non-Existence of Ward Committees

The Nyamira County Education Support Act, 2016, section 9 (1) established ward committees to be appointed by the CEC Education in consultation with ward leadership. The functions of the ward committees included receiving applications for bursaries and scholarships, deliberating on all applications for bursaries and scholarships to be awarded on merit basis and advising the County Education Committee on approved list of beneficiaries of HELB to ensure they are bona fide applicants from the various wards in addition to keeping and up to date records of all beneficiaries of bursaries and scholarships in the ward. However, no supporting documentation was provided of the appointment of ward committees. It was thus not established how applications, vetting and award of bursaries was done.

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

5.0 Composition and Operationalization of County Education Committee

The Fund Administration committee as presented in the financial statements does not include County Director of Education (National Government), an ex officio member, Chairperson of the Loans Oversight Committee and three persons appointed by the CEC member each representing women, youth and persons living with disability contrary to Part II, section 4 (1) of the Nyamira County Education Support Act, 2016.

Further, section 11 (3) specifies the County Education Committee and Loans Oversight Committee shall meet at least three times in each financial year but the Chairperson shall upon requisition by at least seven members in writing, convene a special meeting of the committee.

However, no minutes of the committees was provided to show operationalization and carrying out of functions as per section 6 of the Act including oversight of ward committees, granting bursaries and scholarships, fund raising in support of the county education revolving fund and determining the maximum number of eligible persons or students to be granted bursaries and scholarships in a particular year.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Change of the Fund Name

The financial statements for the year ended 30 June, 2024 submitted for audit reflects the name of the Fund as Nyamira County Education Support Fund contrary to regulation 3(1) of 2017 which established the fund to be known as Nyamira County Education Bursary Fund.

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

2. Lack of Risk Management Policy

Review of the documents and records provided for audit review revealed that the Fund Management had not established Risk Management Policy. This was contrary to Regulation 158(1) (a-b) of the Public Finance Management (County Governments) Regulations, 2015

In the circumstances, lack of risk management policy exposed the Fund to undetermined loss in the event of occurrence.

3. Inadequacy in Enabling Legislation

A review of Nyamira County Education Support Act, 2016 assented to on 29 April, 2016, showed that Nyamira County has not provided for winding up procedure for the Fund contrary to Regulation 198 of the Public Finance Management (County Governments) regulations, 2015.

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

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes

and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

27 December, 2024

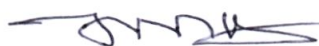
Nyamira County Education Support Fund
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14 Statement of Financial Performance for the Year Ended 30th June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Transfers From the County Government	6	100,639,517	122,000,000
Public Contributions and Donations	7	510,000	-
		101,149,517	122,000,000
Revenue From Exchange Transactions			
Finance Income	8	-	-
Other income	9	-	-
Total Revenue		101,149,517	122,000,000
Expenses			
Bursary transfers	10	88,637,800	18,911,269
Scholarship grants	11	45,953,123	-
Use of Goods and Services	12	3,836,475	3,166,624
Total Expenses		138,427,398	22,077,893
Surplus/(Deficit) for the Period		(37,277,881)	99,922,107

The notes set out on pages 27to 30 form an integral part of these Financial Statements


FUND ADMINISTRATOR
NYAMIRA COUNTY EDUCATION
SUPPORT FUND
Zipporah Oriira
Administrator/Accounting Officer

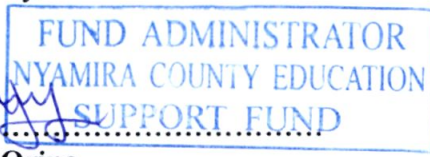

Jemimah Abuga
Head of Accounting Services
ICPAK Member Number: 12842

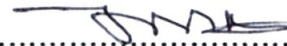
Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

15 Statement of Financial Position as at 30 June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	13	73,533,993	110,811,874
Non-exchange receivables	14	-	-
Exchange Receivables	15	-	-
Total current assets		73,533,993	110,811,874
Total Assets (A)		73,533,993	110,811,874
Liabilities			
Current Liabilities			
Trade and Other Payables	16	-	0
Total current liabilities		-	0
Total Liabilities (B)		-	0
Net Asset (A-B)		73,533,993	110,811,874
Represented By:			
Accumulated Surplus		73,533,993	110,811,874
Net Assets		73,533,993	110,811,874

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 26th September 2024 and signed by:



Zipporah Orina
Fund Administrator/Accounting Officer


Jemima Abuga
Head of accounting services
ICPAK Member Number:12842

16 Statement Of Changes in Net Assets for the year ended 30th June 2024

Description	Accumulated surplus	Total
	Kshs	Kshs
Balance as at 1 July 2022	10,889,767	10,889,767
Surplus/(Deficit) For the Year	99,922,107	99,922,107
Balance As At 30 June 2023	110,811,874	110,811,874
Balance As At 1 July 2023	110,811,874.00	110,811,874.00
Surplus/(Deficit) For the Year	-37,277,881.00	-37,277,881.00
Balance As At 30 June 2024	73,533,993.00	73,533,993.00

17 Statement of Cash Flows for The Year Ended 30 June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers From the County Government		100,639,517	122,000,000
Public Contributions and Donations		510,000	0
Finance Income		-	0
Other receipts		-	0
Total receipts		101,149,517	122,000,000
Payments			
Bursary Transfers		(88,637,800)	(18,911,269)
Scholarship grants		(45,953,123)	0
Use of goods and Services		(3,836,475)	(3,166,624)
Net cash flows from operating activities	17	(37,277,881)	99,922,107
Cash flows from investing activities			
		-	0
Net cash flows used in investing activities		-	0
Cash flows from financing activities			
		-	0
Net cash flows used in financing activities		-	0
Net increase/(decrease) in cash & cash Equivalents		(37,277,881)	99,922,107
Cash and cash equivalents at 1 July	13	110,811,874	10,889,767
Cash and cash equivalents at 30 June	13	73,533,993	110,811,874

(PSASB has prescribed the direct method of cash flow preparation/ presentation for all entities under the IPSAS accrual basis of accounting)

Nyamira County Education Support Fund

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18 Statement of Comparison of Budget & Actual Amounts for Year Ended 30th June 2024

Description	Original budget	Adjustment s	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
Revenue						
Transfers From the County Government	133,218,112	-	133,218,112	100,639,517	32,578,595	75.54%
Public Contributions and Donations		510,000.00	510,000	510,000	0	100.00%
Finance Income	-	-	-	-		
Other receipts	-	-	-	-		
Total Income	133,218,112	-	133,728,112	101,149,515	32,578,597	75.64%
Expenses					0	
Bursary Transfers	83,341,600	-	83,341,600	88,637,800	-5,296,200	106.35%
Scholarship grants	45,879,969	-	45,879,969	45,953,123	-73,154	100.16%
Use of goods & Services	3,996,543	-	3,996,543	3,836,475	160,068	95.99%
Total Expenditure	133,218,112		133,218,112	138,427,398	-5,209,286	103.91%
Surplus For the Period	0	-	-	(37,277,881)		

Budget notes

1. Transfer from the County Government to the Nyamira County Education Support Fund was at 75.54% of the total allocation due to delay in exchequer releases from National Treasury
2. The changes between original and final budget indicate a figure of ksh 510,000. The difference is due to a donation of kshs 500,000 from the county pension fund and kshs 10,000 from Family bank.
3. The overutilization of funds relate to the opening balances accrued in the last financial year

19 Notes to the Financial Statements

Significant Accounting Policies

1. General Information

Nyamira county Education support Fund's is established by and derives its authority from Nyamira county education Act. The entity is wholly owned by the Nyamira County Government and is domiciled in Kenya. Nyamira county Education support Fund's's principal activity is distributions of bursaries to needy students in secondary and tertiary education.

2. Statement of compliance and basis of preparation

Nyamira county Education support Fund's financial statements have been prepared in compliance with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Bursary Fund/Scheme. 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 financial statements are prepared on accrual basis of accounting. The statement of cash flows is prepared using the direct method.

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	<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.

Standard	Effective date and impact:
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.
IPSAS 45- Property Plant and Equipment	<i>Applicable 1st January 2025</i> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.
IPSAS 46 Measurement	<i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by: - Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. - Clarifying transaction costs guidance to enhance consistency across IPSAS; - Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value.
IPSAS 47- Revenue	<i>Applicable 1st January 2026</i> This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non-exchange transactions. This standard brings all the guidance of accounting

Nyamira County Education Support Fund
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Standard	Effective date and impact:
	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.
IPSAS 48- Transfer Expenses	<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.
IPSAS 49- Retirement Benefit Plans	<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.

(iii) 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.*

4. Summary of Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

Revenue transfers

Revenues from non-exchange transactions 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.

b) Budget information

The original budget for FY 2023/2024 was approved by the County Assembly on 24th 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 Nyamira County Educations Support Fund upon receiving the respective approvals in order to conclude the final budget. The The Nyamira County Educations Support Fund never recorded any additional appropriations on the FY 2023/2024 budget following the governing body's approval.

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

In addition to the basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification plans 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 14 of these financial statements.

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. (amend as appropriate).* A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

(i) Financial assets

Classification of financial assets

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

(ii) 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.

(iii) 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.

(iv) 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.

(v) 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.

(vi) 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.

(vii) Impairment

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

Financial liabilities

Classification

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

d) Provisions

Provisions are recognized when the xxx Bursary Fund/Scheme 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 xxx Bursary Fund/Scheme 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.

e) Contingent liabilities

xxx Bursary Fund/Scheme 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 probable.

f) Contingent assets

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

g) Nature and purpose of reserves

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

h) Changes in accounting policies and estimates

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

i) 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.

j) Related parties

The Nyamira County Educations Support Fund 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 Nyamira County Educations Support Fund, or vice versa. Members of key management are regarded as related parties and comprise of Board of Trustees, the Fund administrator and senior managers.

k) 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

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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.

Comparative figures

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

5. Significant judgments and sources of estimation uncertainty

The preparation of The Nyamira County Education Support Fund'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 judgments, 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 included in Note xxx.

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.

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6. Transfers from the County Government

Description	2023/2024	2022/2023
	Kshs	Kshs
Transfers From Finance and economic planning Department	100,639,517	122,000,000
Others (<i>Specify</i>)	-	-
Total	100,639,517	122,000,000

Transfer from the County Government Department of Finance ICT & Economic Planning of KSH 100,639,517.

7. Public contributions and donations

Description	2023/2024	2022/2023
	Kshs	Kshs
Donation From Development Partners	-	-
Contributions From the Public	-	-
Others (<i>sponsors and well wishers</i>)	510,000	-
Total	510,000	-

Public Contributions and Donations from the CPF of KSH 500,000 and KSH 10,000 from family bank

8. Finance income

Description	2023/2024	2022/2023
	Kshs	Kshs
Interest Income on Bank Deposits	-	-
Others (<i>Specify</i>)	-	-
Total finance Income	-	-

During the year under review no interest was earned on finance income

9. Other income

Description	2023/2024	2022/2023
	Kshs	Kshs
Cheque write backs	-	-
Others (<i>Specify</i>)	-	-
Total Other Income	-	-

(During the year under review the Nyamira County Education Support Fund never received any other income as disclosed in note 8).

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10. Bursary Transfers

Description	2023/2024	2022/2023
	Kshs	Kshs
Universities	-	-
TVETs and Colleges	-	-
Secondary schools	88,637,800	18,911,269
Other (<i>Specify</i>)	-	-
Total	88,637,800	18,911,269

11. Scholarship grants

Description	2023/2024	2022/2023
	Kshs	Kshs
Universities	0	-
TVETs and Colleges	908,000	-
Secondary schools	45,045,123	-
Other (<i>Specify</i>)	-	-
Total	45,953,123	-

12. Use of Goods and Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Committee Allowances	615,000	626,000
Administrative expense	1,530,365	1,234,300
Fuel and oil cost	45,000	57,000
Bank charges	25,110	45,724
Printing and stationery	426,000	208,500
Sound system, tents, chair hire	915,000	850,100
Hospitality	280,000	145,000
Total	3,836,475	3,166,624

13. Cash and cash equivalents

Description	2023/2024	2022/2023
	Kshs	Kshs
Current Account	73,533,993	110,811,874
Others (<i>Specify</i>)	-	-
Total Cash and Cash Equivalents	73,533,993	110,811,874

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

Financial Institution	Account number	2023/2024	2022/2023
		Kshs	Kshs
a) Current Account			
KCB Bank	118293871	73,533,993	110,811,874
XXX Bank - Etc.		-	-
Sub- Total		73,533,993	110,811,874
b) Others (Specify)			
Cash In Transit		-	-
Cash In Hand		-	-
Sub- Total		-	-
Grand Total		73,533,993	110,811,874

14. Non-Exchange Receivables

Description	2023/2024	2022/2023
	Kshs	Kshs
Revenue receivable	-	-
Others (<i>Specify</i>)	-	-
Total non-exchange receivables	-	-

15. Exchange Receivables

Description	2023/2024	2022/2023
	Kshs	Kshs
Interest receivable	-	-
Others (<i>Specify</i>)	-	-
Total exchange receivables	-	-

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16. Trade and other payables

Description	2023/2024		2022/2023	
	Kshs		Kshs	
Trade Payables	-		-	
Other Payables (<i>specify</i>)	-		-	
Total Trade and Other Payables	-		-	
Ageing analysis (Trade and other payables)	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)	-		-	

17. Cash generated from operations.

Description	2023/2024	2022/2023
	Kshs	Kshs
Surplus/ (Deficit) For the Year	(37,277,881)	99,922,107
Adjusted For:		
Working Capital Adjustments		
Increase In Receivables	-	-
Increase In Payables	-	-
Net Cash Flow from Operating Activities	(37,277,881)	99,922,107

(The total of this statement should tie to the cash flow section on net cash flows from operating activities)

18. Related party balances

a) Nature of related party relationships

Entities and other parties related to the Fund/Scheme 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) Key management.
- c) Board of Trustees, etc.

b) Related party transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
Transfers from related parties	100,639,517	122,000,000
Transfers to related parties		

c) Key management remuneration

Description	2023/2024	2022/2023
	Kshs	Kshs
Board of Trustees	615,000	629,000
Total	615,000	629,000

d) Due from related parties

Description	2023/2024	2022/2023
	Kshs	Kshs
Due From County Government	32,578,595	-
Total	32,578,595	-

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Other Disclosures Continued

e) Due to related parties

Description	2023/2024	2022/2023
	Kshs	Kshs
Due to County Government	-	-
Due to Key Management Personnel	-	-
Total	-	-

19. Contingent assets and contingent liabilities

Contingent Liabilities	2023/2024	2022/2023
	Kshs	Kshs
Court Case Against the Fund/Scheme	-	-
Bank Guarantees	-	-
Total	-	-

(Give details)

20. Financial risk management

The Nyamira County Education Support Fund 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/Scheme 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/Scheme's financial risk management objectives and policies are detailed below:

a) Credit risk

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

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Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June (2024)				
Receivables From Non-Exchange Transactions	-	-	-	-
Receivables From Exchange Transactions	-	-	-	-
Bank Balances	-	-	-	-
Total	-	-	-	-
As at 30th June (2023)				
Receivables From Non-Exchange Transactions	-	-	-	-
Receivables From Exchange Transactions	-	-	-	-
Bank Balances	-	-	-	-
Total	-	-	-	-

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

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

The entity has significant concentration of credit risk on amounts due from xxxx.

The board of trustees sets the Fund/Scheme'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 Nyamira County Education Support 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 Nyamira County Education Support 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.

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June (2023/2024)				
Trade Payables	-	-	-	-
Current Portion of Borrowings	-	-	-	-
Provisions	-	-	-	-
Total	-	-	-	-
As at 30 June (2022/2023)	-	-	-	-
Trade Payables	-	-	-	-
Current Portion of Borrowings	-	-	-	-
Provisions	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	-	-	-

c) Market risk

The Fund/Scheme has put in place an internal audit function to assist it in assessing the risk faced by the Fund/Scheme 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 optimizing the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

The Nyamira County Education Support 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 Nyamira County Education Support Fund has no 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.

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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 curren- cies	Total
	Kshs	Kshs	Kshs
At 30 June (2023/2024)			
Cash	-	-	-
Debtors/ Receivables	-	-	-
Liabilities			
Trade And Other Payables	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

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

Foreign currency sensitivity analysis

The following table demonstrates the effect on the Fund/Scheme's statement of financial performance on applying the sensitivity for a reasonable possible change in the exchange rate of the two 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
(Current FY)			
Euro	-	-	-
USD	-	-	-
Other (<i>Specify</i>)	-	-	-
(Comparative FY)			
Euro	-	-	-
USD	-	-	-
Other (<i>Specify</i>)	-	-	-

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/Scheme to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Fund/Scheme's deposits.

Management of interest rate risk

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

Sensitivity analysis

The Fund/Scheme analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs xxx (20xx: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (20xx-1 – Kshs xxx).

d) Capital risk management.

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

Description	2023/2024	2022/2023
	Kshs	Kshs
Accumulated surplus	(37,277,881)	99,922,107
Total funds	(37,277,881)	99,922,107
Less: cash and bank balances	(73,533,993)	(110,811,874)
Net debt/(excess cash and cash equivalents)	(110,811,874)	(10,959,767)
Gearing	xx%	xx%

21. Events after the reporting period

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

22. 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)
OAG/KRO/AUD/NCESF/2022/2023/(27)	Unsupported use of goods and services expenditure The statement of financial performance and as disclosed in Note 2 to the financial statements reflects use of goods and services amount of Kshs.3,166,624 while supporting schedules reflects amounts totaling Kshs.2,937,704	The management concurs with the auditor's observation that use of goods and services as disclosed in note2 to the financial statements which includes Eight(8) sub components with amounts in the financial statements which were at variance with the	Resolved	June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	resulting to unreconciled variances as detailed. Further, supporting documents including, payment vouchers, stores ledger, counter requisition and issues vouchers, work tickets and fuel registers were not provided for audit review. In the circumstances, the accuracy, existence and completeness of the expenditure amount of	amounts in the supporting schedules and has been since rectified		

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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)
	Kshs.3,166,624 could not be confirmed.			
OAG/KRO/AUD/NCESF/2022/2023/(27)	Unsupported disbursement to beneficiaries The statement of financial performance and as disclosed in Note 3 to the financial statements reflects an amount of Kshs.18,911,269 in respect of disbursements to beneficiaries. However, review of list of student	The management concurs with the auditor's observation that as disclosed in note 8 to the financial statement, the statement of financial performance reflects an amount of Kshs 18,911,269 in respect to	Resolved	June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	beneficiaries revealed total expenditure of Ksh.21,049,216 resulting to unexplained and unreconciled variance of Kshs.2,137,947. Further, the schedule provided in support of the disbursements to beneficiaries did not include the name of students and their admission numbers. Also, the payments were not supported with cheque dispatch register	disbursement to beneficiaries has since been amended and relevant schedules provided.		

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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)
	and acknowledgement receipts from the school and tertiary institutions. In addition, supporting documents including payment vouchers provided for audit review was totaling Kshs.10,381,053 resulting to unsupported expenditure amount of Kshs.8,530,216. In the circumstances, the accuracy and completeness of the			

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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)
	expenditure amount of Kshs.18,911,269 could not confirmed.			
OAG/KRO/AUD/NCESF/2022/2023/(27)	Cash and cash equivalents The statement of financial position and as disclosed in Note 4 to the financial statements reflects a balance of Ksh.110,811,874 in respect of cash and cash equivalents. However, review of the bank reconciliation statements revealed	The management concurs with the auditor's observation that as disclosed in note 12 to the financial statements, the statement of financial position reflects balance of kshs 110,811.874 in respect to cash and cash equivalent supported with the	Resolved	June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Kshs.807,100 in respect of payments in cash not in bank statements relating to unpresented cheques issued on 6 March, 2023 which were not supported with cheque register and bank statements. In addition, the bank reconciliation statement reflects receipts in cash book not yet recorded in bank statement of Kshs.110,379,625. In the	certificate of bank balance and bank reconciliation statement of Kshs 1,239,345 and Kshs 110,811.874.how ever review of the bank reconciliation revealed Kshs 807,100 unpresented cheques Has since been reconciled		

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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)
	circumstances, the accuracy and completeness of the balance of Kshs.110,811,874 in respect of cash and cash equivalents could not be confirmed			
OAG/KRO/AUD/NCESF/2022/2023/(27)	Unsupported cash withdrawals The cash book for the Fund revealed several cash withdrawals totaling Kshs.2,991,900 which were made during the year.	The management concurs with the auditor's observation that unsupported expenditure 2,991,900 in respect to standing imprest as disclosed in note 2 has been	Resolved	June 2024

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	However, cash withdrawals were in respect of the standing imprests which were paid and not included as fund administration costs. In the circumstances, the accuracy, propriety and completeness of the expenditure amount of Kshs.2,991,900 could not be confirmed.	provided		
OAG/KRO/AUD/NCESF/2022/2023/(27)	Change of the Fund Name	The management acknowledges the	Not Resolved	Within one

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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)
	The financial statements for the year ended 30 June, 2023 submitted for audit, reflects the name of the Fund as Nyamira County Education Support Fund contrary to Regulation 3(1) of Nyamira County Education Fund Regulations, 2017 which established the Fund to known as Nyamira County Education Bursary Fund. In the circumstances, Management was in	financial statement for the year ended 30 June 2023 submitted for audit reflects the fund name of the Nyamira county education support fund contrary to regulation 3(1) of 2017 which established the fund to be known as the Nyamira county education bursary fund has since been rectified		year

Nyamira County Education Support 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)
	breach of the law.			
OAG/KRO/AUD/NCESF/2022/2023/(27)	Lack of risk management policy Review of documents and records provided for audit revealed that the Fund Management had not established a Risk Management Policy. This is contrary to Regulation 158(1)(a) & (b) of the Public Finance Management (County	The management concurs with the auditor's observation that Review of the documents and records provided for audit review revealed the funds management has not established risk management policy. Contrary to regulation 158(1), (a-b) of the PFM regulations the management is in the process of adopting	Not Resolved	June 2025

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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)
	Governments) Regulations, 2015 which states that the Accounting Officer shall ensure that the County Government entity develops risk management and internal control that builds robust business operations.	the county risk management policy to comply with the law		

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.

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(iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your Fund responsible for the implementation of each issue.

(iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report

.....
Fund Administrator/Accounting Officer

FUND ADMINISTRATOR
NYAMIRA COUNTY EDUCATION
SUPPORT FUND

Date.....

Nyamira County Education Support Fund
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Annex II: Inter-Entity Confirmation Letter

Name of transferring entity: **Nyamira County Executive**

Name of beneficiary entity **Nyamira County Education Support Fund**

Confirmation of amounts received by Nyamira County Education Support Fund as at 30 th June 2024						
Reference Number	Date Disbursed	Amounts Disbursed by Nyamira County Executive (Kshs) as at 30 th June 20xx			Amount Received by XXX County Bursary Fund/Scheme] (Kshs) as at 30 th June 20xx (D)	Differences (KShs) (E)=(C-D)
		Recurrent (A)	Development (B)	Total (C)=(A+B)		
REC/0000040121	16/01/2024	35,030,817.00		35,030,817.00	35,030,817.00	0.00
ROC0000041671	21/05/2024	30,000,000.00		30,000,000.00	30,000,000.00	0.00
ROC0000041670	29/06/2024	35,608,700.00		35,608,700.00	35,608,700.00	0.00
Total		100,639,517.00		100,639,517.00	100,639,517.00	0.00
I confirm that the amounts shown above are correct as of the dates indicated.						
Head of Accounts Department - Nyamira County Executive :						

Nyamira County Education Support Fund
Annual Report and Financial Statements for the year ended June 30, 2024

Name J. EMILY KISICKI Sign [Signature] Date 26-09-24

Head of Accounts Department - *Nyamira County Education Support Fund* :

Name DENNIS OMBU Sign [Signature] Date 26-09-24