REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

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THE AUDITOR-GENERAL

ON

NYANDARUA COUNTY EXECUTIVE (STATE AND PUBLIC OFFICERS) CAR LOAN AND MORTGAGE SCHEME FUND

FOR THE YEAR ENDED 30 JUNE, 2025

PAPERS LAID
DATE 4/12/2025
TABLED BY M/L
COMMITTEE —
CLERK AT THE TABLE Abdirahman

NYANDARUA COUNTY EXECUTIVE (STATE AND PUBLIC OFFICERS) CAR LOAN AND MORTGAGE SCHEME FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2025

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

OFFICE OF THE AUDITOR GENERAL
NYERI REGIONAL OFFICE
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1. Acronyms, Abbreviations, and Definition of Key Terms

A: Acronyms and Abbreviations

CBK	Central Bank of Kenya
CECM	County Executive Committee Member
CEO	Chief Executive Officer
CO	Chief Officer
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OAG	Office of the Auditor General
OCOB	Office of the Controller of Budget
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
PIC PAC	Public investment and Account Committee

B: Definition of Key Terms

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

Comparative Year- Means the prior period.

2. Key Entity Information and Management

(a) Background information

Nyandarua County Executive (State and Public Officers) Car Loan & Mortgage Scheme Fund was established by and derives its authority and accountability from PFM Act, 2012 and Nyandarua County Executive (State and Public Officers) car Loan and Mortgage scheme fund regulations, 2022. The Fund is wholly owned by the County Government of Nyandarua and is domiciled in Kenya.

The fund's objective is to provide loan to members of the scheme for;

i. Acquisition, development, renovation or repair of immovable properties
ii. Purchase of motor vehicles and
iii. Refinancing in relation to immovable properties or motor vehicle for County state and public officers to motivate them and retain the requisite services for the County Public Service.

The Fund's principal activity is to provide avenue through which staff would easily and affordably acquire properties thereby transforming their livelihoods. This would improve staff motivation and retention for better service delivery to the citizen of Nyandarua

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund was incorporated/ established under the Nyandarua county Executive (State and public officers) scheme Fund Regulation 2022, on 29th June 2022. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund is domiciled in Kenya and has no branches.

(b) Principal Activities

The principal activity/mission/ mandate of the Fund is to refinance, grant Car and Mortgage Loans to state and Public Officers.

(c) Key Management

The Nyandarua County Executive (State and Public officers) car Loan and Mortgage Scheme Fund day-to-day management is under the following key organs:

No.	Details
1.	Fund Committee
2.	Fund Administrator
3.	Bank Administering the Fund

No.	Details
4.	Secretariat

(d) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2025 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Fund Administrator	Ms. Anne Wanjiru Kariuki
2.	Chairperson - County Secretary and Head of Public Services	Mr. Francis K Muchina
3.	Chief Officer in charge of Finance	Mr. Fredrick irungu
4.	Legal Person	Mr. Joseph Mugo
5.	Director Finance	Mr. Joseph Wahome
6.	Chief Officer Lands	Ms. Josphine Muiru
7.	Head of Human Resource	Ms. Miriam Muturi
8	Welfare person	Ms. Gladys Kimandu

(e) Fiduciary Oversight Arrangements

- Audit committee
- County Assembly PIC-PAC committee
- County Assembly committee
- The Senate

(f) Fund Headquarters

P.O. Box 701-20303
HQ Building
Gilgil-Nyahururu Highway
Olkalou, KENYA.

(g) Fund Contacts

Telephone: (254) 20266859
E-mail: info@nyandarua.go.ke
Website: www.nyandarua.go.ke

Key Entity Information and Management (continued)

(h) Fund Bankers

Family Bank of Kenya

Olkalou Branch
P.O. Box 74145
City Square 00200

(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 County Attorney

P.O. Box 701-20303

HQ Building

Gilgil-Nyahururu Highway

Olkalou, KENYA.

3. The Fund Committee

1.



Hon. Frank Kanja Muchina

County Secretary and Head of Public Service (Chairman)

Frank holds a Master's Degree in Business Administration as well as Bachelors in Economics in Economics and Anthropology at the Universaty of Nairobi. He also holds a Higher Diploma in Human Resource Management and a Diploma in Industrial Relations from Kenya and the United Kingdom, respectively.

His work experience spans over thirty years in human resources management and management consultant. He has served as the lead consultant in various firms, Head of Human Resources and Administration, and County Secretary since the inception of the County Government.
His technical skills include strategic planning, performance management, recommendation, evaluation, monitoring, and negotiation He was born on 25th August, 1961.

2.



CPA Fredrick Gichuhi

Chief officer - Finance

He is a holder of Masters degree in Finance (Kenyatta University), Bachelors degree in Agribusiness Management (University of Nairobi) and CPA (K). Previously, he was the head of Financial reporting Unit, Nyandarua County Government. He has 5 years banking experience and was born on 24th January, 1984.

3.



CPA Anne Kariuki

Fund Administrator

She is a holder of Bachelor's degree in Business Administration (Finance and Accounting option) and also CPA (K). She has 10 years' experience working in different capacities with County Government and is currently serving as Ag. Director, Cabinet Affairs. She was born on 24th July, 1970.

4.



Ms. Josphine Muiru

Chief officer - Department of Lands, physical planning and Urban Planning

Ms. Josphine holds a Master's degree in Public Health with a specialization in Monitoring and Evaluation, as well as a Bachelor of Science in Environmental Health. She has experience in government as a chief officer. She has a vast experience of over 20 years having served in various capacities in the field of public health among them chief officer public health and head of preventive and promotive health services division in Nyandarua County. She is currently pursuing a PHD in Public Health.
She was born on 28th May, 1979

5.



CPA Joseph Wahome
Director - Finance

Mr. Wahome is a holder of Master degree in Business Administration. CPA (K) and Bachelor degree BBA (Finance & Accounting). He has 7 years working experience in government as director finance. He has over 17 years' experience as a senior accountant. He was born on 02/01/1974. He is currently pursuing PHD in Organizational leadership at PAC university.

6.



Counsel Joseph Mugo Gachambi (Member)

Advocate Of The High Court Of Kenya

He graduated from Moi University and did his postgraduate diploma in legal studies at Kenya School of Law. He got admitted to the bar in 2019. He is a licensed advocate practicing law in Kenya.

He is a young vibrant advocate who started his law career in the 2017 at Arimi Kimathi & Company Advocates as a pupil. Upon completion of his pupilage at Arimi Kimathi & Company Advocates, he got a one year contract in 2019 at Kenya Law Reform Commission where he acquired legislative drafting skills. He was later employed as an associate at the Wambui Kibicho Law Consultancy in 2020 where he practiced law and did legislative drafting consultancy. In 2021, he was later employed by the County Government of Nyandarua as a Senior Legal Officer, where he deputized the County Attorney and headed the policy and legislative drafting division in the Office of the County Attorney. In 2022 he was appointed to act as the County Attorney. He was born on 19th January, 1991.

7.



Ms Muturi Mirium W. (Member)

Ag. Director, Human Resource Management

Ms. Muturi is a holder of Bachelors of Arts Degree from the University of Nairobi and is a possession of a Higher Diploma in HR. She served as an Administrative Officer for over 8 years. She has experience of over 10 years as a senior HR officer in Government, and is currently a Deputy Director HRM. She is a member of the HR professional body, IRM. She was born on 31st December 1970.

8.



CPA Gladys Kimandu (Member)

County Staff Welfare Representative

Bachelor's degree in Mathematics and Business Studies and CPA(K).9 years experience as a Payroll Manager, 6 years as a Senior Auditor and 4 years as an Accountant Date Oof Birth - 5/9/1977

4. Key Management Team

Management	Details
 ***Hon. Frank Kanja Muchina – County Secretary and Head of Public Service*** *Master's Degree in Business Administration, Bachelors in Economics and Anthropology, Higher Diploma in Human Resource Management, Diploma in Industrial Relations.*	Chairman to the Fund
 ***CPA .Fredrick Irungu-Chief Officer Finance*** *Holder Masters degree in Finance (Kenyatta University),Bachelor Degree in Agri-business Management at Nairobi University and CPA (K)*	Mandatory signatory to the bank

 ***Mr. Joseph Wahome – Director of Finance*** *Master's Degree in Business Administration, CPA (K), Bachelor's Degree BBA (Finance and Accounting)*	Member – director finance
 ***Miss Ann Kariuki – Director Cabinet Affairs*** *Bachelor's Degree in Business Administration (Finance and Accounting Option), CPA (K)*	Fund Administrator-Mandatory Signatory to the bank
 ***Mr. Joseph Mugo Gachambi*** *– Advocate of the high court.* *Licensed advocate, Diploma in legal studies, Admitted to the bar in 2019*	Alternate Signatory to the bank

 ***Ms Muturi Mirium W. – Director Human Resource Management*** *Bachelor of Arts Degree, Higher Diploma in HR, member of IRM*	Member -Human Resource
 ***Ms. Josephine Muiru – Chief Officer, Lands, Physical planning and Urban Development*** *Master's Degree in Public health, Bachelor of science in Environmental health.*	Member -Chief Officer lands, Physical planning and urban development
 ***CPA Gladys Kimandu - Staff Welfare Representative*** *Bachelor's degree in Mathematics and Business Studies CPA (K).*	Staff Welfare Representative

	Fund Accountant
 ***Ms. Margaret Gachomo – Senior Accountant*** *Bachelor's degree in Business Commerce (Accounting option), CPA (K)*	

5. Chairman's Statement

Nyandarua County (state and public officers) Car Loan & Mortgage Fund was established through approval of the County Assembly. The Funds derives their authority and accountability from PFM Act, 2012 and Nyandarua County (state and public officers) Car Loan & Mortgage Fund regulations, 2022.

The Fund was established as Revolving Fund with the annual enhancement from the County Executive Budget and appropriations by the County Assembly and is based on projected credit needs and the number of staffs.

The County Treasury prepared the budget for 2024/25 in accordance with section 135 of the PFM Act and later submitted to the County Assembly for considerations and approval. The budget was approved on 27th June 2024 paving way for expenditure. The fund allocated Kshs. **70,000,000** in the budget.

During the Financial period the Fund disbursed a total of **Kshs 132,930,000** to Forty applicants. This has been a staff motivation tool.

The Nyandarua County (state and public officers) Car Loan & Mortgage Fund recorded on long-term receivable amounts to Kshs **522,276,230** from Kshs. **532,913,931** One of the major challenges in the management of the fund is the high number of applicants against the budget allocation. To address the high demand for the fund, there is need for enhancement of the fund in order to serve a large number of staffs.

We are confident that the growth will be maintained into the future.

Mr Francis K Muchina **Signature**..... **Date**.....6/10/2025

Chairperson of the Fund

County Government of Nyandarua

6. Report of the Fund Administrator

In the FY 2024/2025, the County Assembly approved the Budget which appropriated Kshs. **70,000,000** (Seventy million) to the fund.

In the period ended 30th June, 2025, the fund received revolving fund from exchequer amounting to Kshs **70,000,000**, the Revolving fund accumulated to Kshs. **545,583,447** and an accumulated surplus of Kshs. **120,877**. This resulted to a total net asset and liabilities of Kshs. **615,704,324**.

During the period the fund disbursed a total of Kshs **132,930,000** to forty applicants. The maximum received was Kshs **5,000,000** and the least **Kshs 700,000**. The committee approves loans on consideration of 1/3 rule.

The total proceeds from loan repayments within the period ended 30th June, 2025 amounted to Kshs **78,371,901** compared to Financial year 2023-2024 kshs **66,053,700.**

We are confident that the fund will sustain the impressive performance to the future which is a prerequisite in meeting its goals and objectives of providing affordable loan products to the staff.

The fund performance within the period had interest income amounting to Kshs **17,133,674** against operation costs of **Kshs 17,012,798** resulting to a surplus of **Kshs 120,877**.

One of the major challenges in the management of the fund is the high number of applicants against the budget allocation. To address the high demand for the fund, there is need for enhancement of the fund in order to serve a large number of staffs.

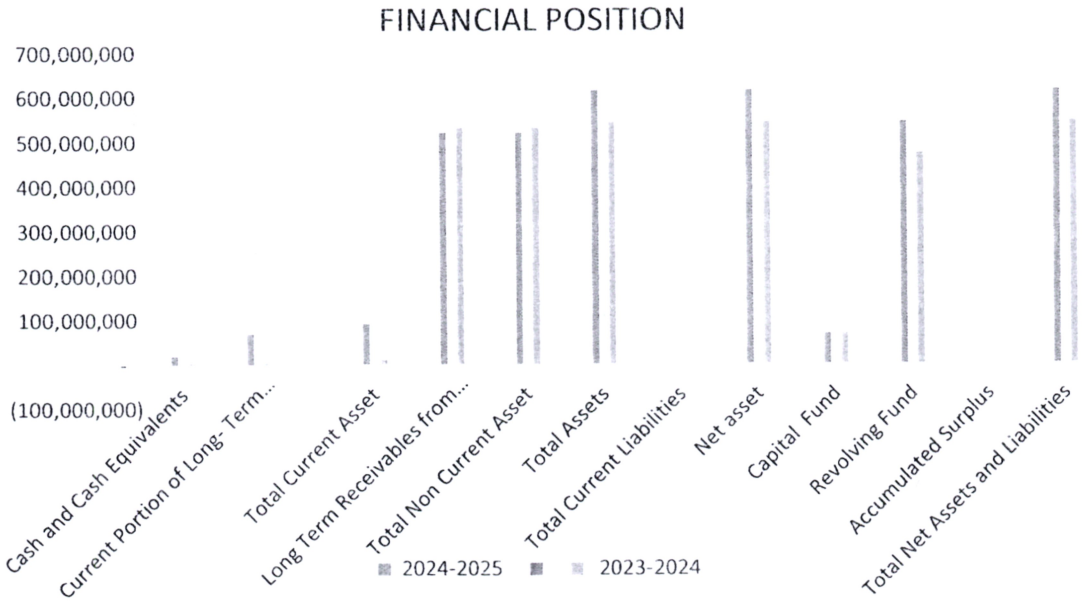
The Nyandarua County (State &Public officers) Car Loan & Mortgage Fund recorded on long-term receivables to Kshs **522,276,230** from Kshs. **532,913,931.**
The fund major risk are the legal cases arise by termination of services that halt the loan repayment disadvantaging the other loan applicant who should benefit from monthly dues paid.

The Financial Statement has been prepared in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board, therefore the comparative figure has disclosures.

In administration of the fund, the main challenge is the low allocation of the fund as compared to the high number of staffs who are in dire need of Car and mortgage financing.

The fund has no statutory obligations.

The Fund position is illustrated below;



Name: CPA Anne W. Kariuki..... **Date**.....6/10/25.....

Fund Administrator
County Government of Nyandarua

7. Statement of Performance against Predetermined Objectives for FY 2024/2025

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial period, the Accounting officer will prepare Financial Statements of the Nyandarua County Executive (State and Public officers) car loan and Mortgage Scheme Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board including a statement of the Nyandarua County Executive (State and Public officers) car loan and Mortgage Scheme Fund's performance against predetermined objectives. The key development objectives of the Nyandarua County Executive (State and Public officers) Car Loan & Mortgage Scheme Fund are to:

1. Facilitate the renovation, refinancing, acquisition of a car or property for County public servants to motivate them and retain the requisite services for the County Public Service.

Progress on the attainment of Strategic development objectives

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Key performance Indicator	Achievements
County Executive (State and Public officers) car loan and Mortgage Scheme Fund	To facilitate property acquisition by the County state and public staff	Motivated staff	Staff turnover ratio/rate	Total number of loans issued as at 30th June, 2025 amounted to kshs **132,930,000** The number of beneficiaries were **40** and the repayments within the Financial period amounted to **Kshs 78,371,901.**

8. Corporate Governance Statement

Nyandarua County Executive (state and public officers) car and mortgage loans Management Committee is committed to maintaining the highest standards of corporate governance in our operations, particularly in the employee car loan and mortgage Scheme fund. Our governance framework is designed to promote transparency, accountability, and ethical behaviour, ensuring that we serve the best interests of our employees.

i. Governance Structure

Our governance structure consists of a Car and Mortgage Loans Management Committee responsible for overseeing the management of the Fund and its Car and Mortgage loan Scheme fund. The Committee is accountable for setting the strategic direction and ensuring that the Fund operates in compliance with applicable laws and regulations.

ii. Principles of Corporate Governance

We adhere to the following key principles of corporate governance:

- **Accountability**: The Fund Committee is accountable to the stakeholders for the performance and governance of the Fund. We ensure that decisions are made in the best interest of our employees and the fund as a whole.
- **Transparency**: We are committed to transparency in our operations, particularly in the administration of our loan Scheme fund. We provide clear and accessible information regarding Car and mortgage loan, eligibility criteria, and application processes.
- **Integrity:** We uphold the highest ethical standards in all our dealings. All staffs are expected to act with integrity and professionalism, ensuring that the car and mortgage loans are administered fairly and equitably.
- **Fairness:** We strive to treat all employees fairly and without discrimination. Our car and mortgage loan Scheme fund are designed to be accessible to all eligible employees, and we ensure that decisions regarding loan approvals are based on objective criteria.
- **Responsiveness:** We are responsive to the needs and concerns of our employees. We actively engage with employees to understand their needs regarding our loan offerings.

iv. Risk Management

We recognize that lending to employees involves inherent risks. Our risk management framework includes:

- **Credit Risk Assessment**: We conduct thorough assessments of employees' creditworthiness before approving loans, ensuring that we lend responsibly and minimize default risks.
- **Compliance Monitoring**: We regularly review our loan policies and practices to ensure compliance with relevant laws and regulations, as well as internal policies.
- **Regular Audits:** Rregular audits of our car and mortgage loan Scheme fund to assess their performance and identify areas for improvement.

v. Stakeholder Engagement

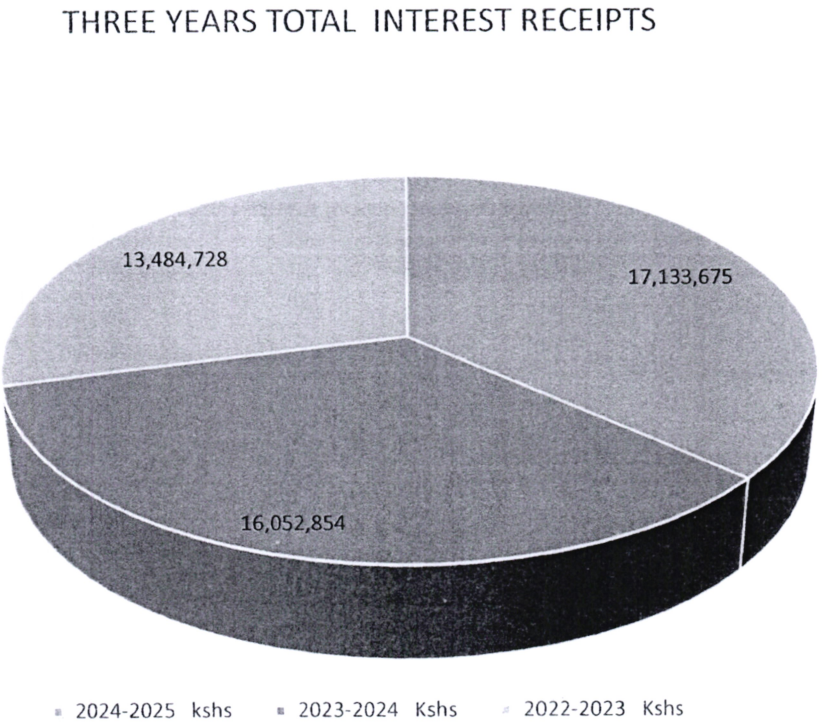
We believe in engaging with our stakeholders, including employees, to ensure that our carloan and mortgages Scheme fund meet their needs. We conduct feedback sessions to gather input on our offerings and make necessary adjustments.

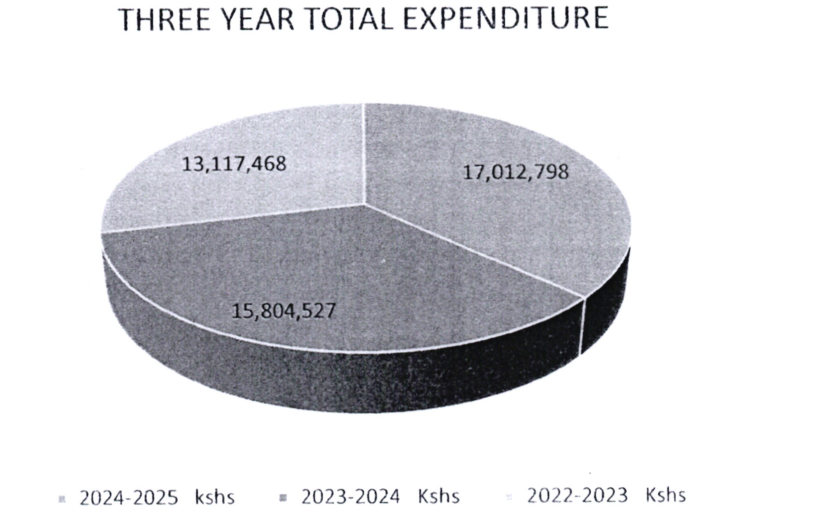
- **Training and Development**
  We provide ongoing training for our staff involved in loan processing to ensure they are knowledgeable about compliance requirements, risk management practices, and customer service standards.

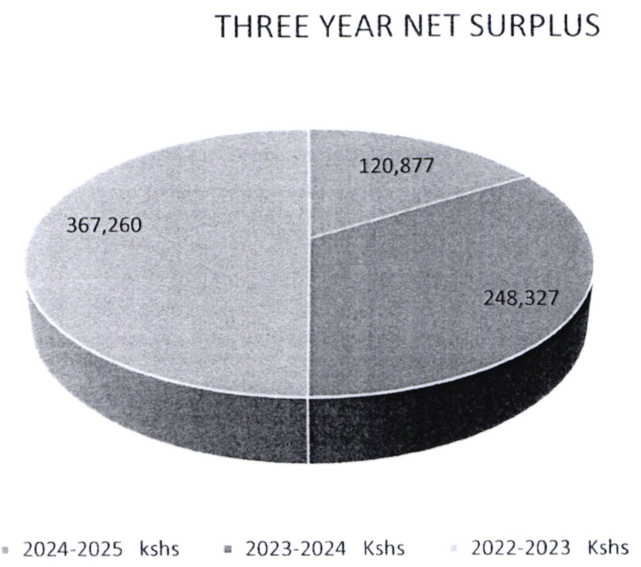
In conclusion, Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund is committed to upholding the principles of corporate governance in all aspects of our operations, particularly in our employee car and mortgage loan Scheme Fund. By fostering a culture of transparency, accountability, and ethical conduct, we aim to enhance the financial well-being of our employees and contribute to the overall success of the Fund.

9. Management Discussion and Analysis

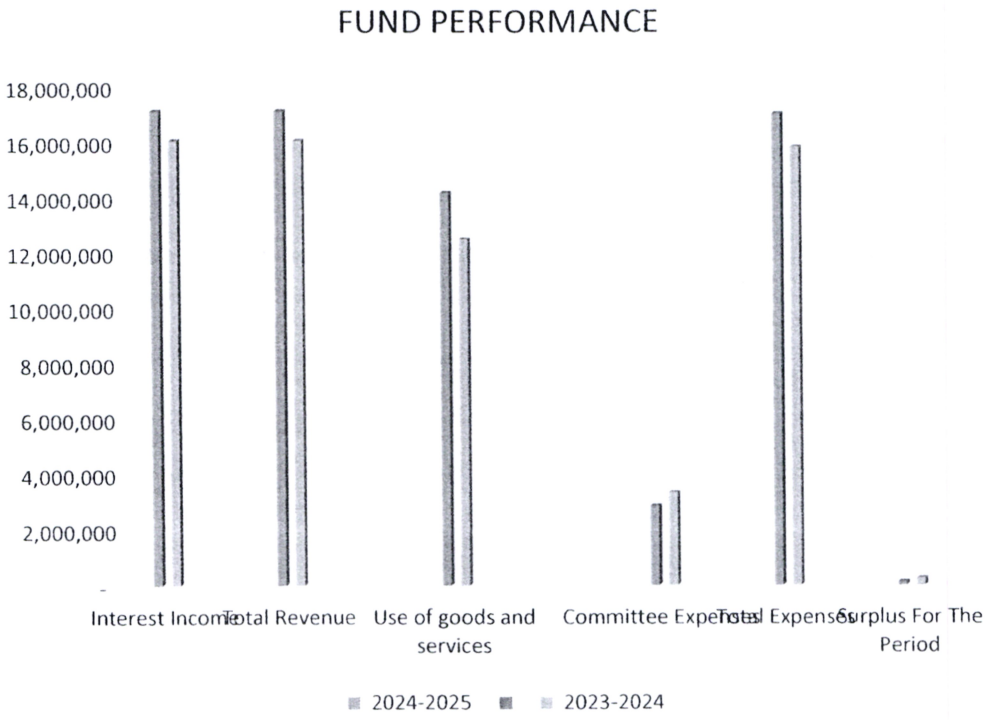
The operation and Financial performance of the fund for three years are illustrated below







The Surplus ploughed back for the three years.



The Fund Complied with Statutory requirements.

10. Environmental and Sustainability Reporting

Nyandarua County Executive (State and Public officers) Car Loan & Mortgage Scheme Fund exists to motivate staff to reduce rate of staff turnover thus retaining skills in the labour force. Also, by offering loans at subsidized rates, it reduces strain for staff when taking up projects for personal development. Key factors on which the disbursement of the loans is anchored to:

i) Sustainability strategy and profile

The Revolving Fund sustainability is assured through the existence of Fund Administrators – Family Bank who ensure that the loans taken up by staff act as custodian of collaterals whilst the beneficiaries can repay the loan without strain on their financial resources as per the requirement of the 1/3rd rule. A proportion of the Income interest is also lumped up with the Fund and marginally contribute to the growth of the Fund.

ii) Environmental performance

The Fund is in the process of developing environmental policy guideline. the organization and provide evidence of the policy.

iii) Employee welfare

Employee welfare is essential for sustainability in the implementation of County Programmes and projects. Disbursement of the loans at the favourable rates allow for personal development whilst removing hurdles that limit their disposable income.

iv) Marketplace practices-

The organization should outline its efforts to:

a) Responsible competition practice.

The Fund grant loans on a favourable 3% interest rate. To avoid corruption and unfair competition the fund grants loan on priority as per the application and the loan perfection.

b) Responsible Supply chain and supplier relations

The Fund has an engagement with a commercial bank to administer the fund on loans perfection, custodian of security and ensure the valuations are done by qualified valuer.

c) Responsible marketing and advertisement

The Fund creates awareness to the employees on car loan and mortgage loan that is favourable

d) Product stewardship

The Fund safeguards all information from loan applicants from unauthorised access and strives to maintain members right to privacy.

e) Corporate Social Responsibility / Community Engagements

The roles and functions of the Fund are as stipulated in the Nyandarua County Executive (State and Public officers) Car Loan & Mortgage Scheme Fund Regulation.

The fund had no engagement on community or corporate social in the financial year.

11. Report of the Fund Committee

The Fund Committee submits its report together with the financial statements for the year ended June 30, 2025, which show the state of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund affairs.

i) Principal activities

The principal activities of the Fund are to grant car loans and mortgage loans to State and Public Officers of Nyandarua County.

ii) Results

The results of the Fund for the year ended June 30, 2025, are set out on page 1-11.

iii) Fund Committee

The members of the Fund Committee who served during the year are shown on page vi and viii.

Auditors

The Office of the Auditor-General is responsible for the statutory audit of the Nyandarua County (State and Public Officers) Car Loan and Mortgage Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015

By Order of the Management Committee

.....

CPA Anne W Kariuki
Secretary to the Committee
Nyandarua County Executive (State & Public Officers) Car Loan and Mortgage Scheme Fund
County Government of Nyandarua

12. Statement of Fund Committee Responsibilities

Section 81 or 164 of the Public Finance Management Act, 2012 and Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund Regulation 2022, requires the Fund Management Committee to prepare financial statements in respect of that Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund, which give a true and fair view of the state of affairs of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund at the end of the financial year and the operating results of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund for that year. The Fund Management Committee is also required to ensure that the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund keeps proper accounting records which disclose with reasonable accuracy the financial position of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund. The Fund Management Committee is also responsible for safeguarding the assets of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund.

The Fund Management Committee is responsible for the preparation and presentation of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's financial statements, which give a true and fair view of the state of affairs of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund for and as at the end of the financial year ended on June 30, 2025. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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 Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

The Fund Management Committee accepts responsibility for the Nyandarua County Executive (State and Public Officers)Car Loan and Mortgage Scheme Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the

manner required by the PFM Act, 2012 and Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's Regulation 2022. The Fund Management Committee is of the opinion that the Nyandarua County Executive (State and Public Officers)Car Loan and Mortgage Scheme Fund's financial statements gives a true and fair view of the state of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's transactions during the financial year ended June 30, 2025, and of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's financial position as at that date. The Fund Management Committee further confirms the completeness of the accounting records maintained for the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund, which have been relied upon in the preparation of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Fund Management Committee has assessed the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's ability to continue as a going concern. Nothing has come to the attention of the Fund Management Committee to indicate that the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's financial statements were approved by the management Committee on 6/10/ 2025 and signed on its behalf by:

.....	.....
Frank K Muchina	**CPA Anne W Kariuki**
County Government of Nyandarua	**County Government of Nyandarua**
Chairperson of the Fund Committee	**Accounting Fund Administrator**

REPUBLIC OF KENYA

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REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON NYANDARUA COUNTY EXECUTIVE (STATE AND PUBLIC OFFICERS) CAR LOAN AND MORTGAGE SCHEME FUND FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;

B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,

C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund set out on pages 1 to

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

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

Basis for Qualified Opinion

Doubtful Receivables from Exchange Transactions

The statement of financial position and as disclosed in Note 28 to the financial statements reflects current receivables from exchange transactions and non-current receivables from exchange transaction balances of Kshs.71,908,982 and Kshs.522,276,230 respectively, all totalling Kshs.594,185,212. Included in the balances is Kshs.11,585,281 in respect of outstanding loans owed by three (3) former members of the County Executive Committee that are in default and recoverability of these debts is doubtful. Further, no provision in respect of these doubtful debts has been made or disclosed in the financial statements.

In addition, the Fund Administration Committee has not repossessed the secured properties and no steps appear to have been taken to recover these long outstanding loans.

In the circumstances, the accuracy and recoverability of receivables amounting to Kshs.11,585,281 could not be confirmed.

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

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Issues

The progress on follow-up on Auditor's recommendations section of the financial statements reflects that the following three issues raised in the previous year's audit report remain unresolved as at 30 June, 2025; Non-performing Loans, Outstanding Receivables from Exchange transactions and Lack of a Risk Management and Fraud Policies.

Failure to resolve prior year issues in an indication of weakened accountability and governance due to lack of action on previously raised issues and non-compliance with statutory requirements of the Public Audit Act, 2015.

Other Information

Management is responsible for the Other Information set out on page iii to xxv which comprise of Key Entity Information and Management, the Fund Committee profiles, Key Management Team profiles, Chairman's Statement, Report of the Fund Administrator, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, and a Report of the Fund Management Committee. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that nothing 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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern

them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Conclusion

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

Basis for Conclusion

Lack of a Risk Management Policy

Review of Fund's records revealed that the Fund Administrator has not put in place a fraud policy to assist in detecting and preventing fraud contrary to Regulation 158(1) of the Public Finance Management (County Governments) Regulations, 2015. Further, there was no risk management policy to guide the operations of the fund.

In the circumstances, the existence and effectiveness of risk management/fraud prevention practices could not be confirmed.

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

Responsibilities of the Management and the Fund Management Committee

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.

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

Auditor-General's Responsibilities for the Audit

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

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

14 November, 2025

14. Statement of Financial Performance for the year ended 30 June 2025

	Notes	2024-2025	2023-2024
		Kshs	Kshs
Revenue from non-exchange transactions			
Transfers from other governments entities	6	-	-
Public contributions and donations	7	-	-
Transfers in-kind	8	-	-
		-	-
Revenue from exchange transactions			
Interest income	9	16,930,540	14,691,721
Rendering of services	10	-	-
Rental revenue from facilities and equipment	11	-	-
Fees and other charges	12	-	-
Other income(Interest on fund balance)	13	203,135	1,361,133
Total revenue		**17,133,675**	**16,052,854**
Expenses			
Use of goods and services	14	14,155,643	12,471,627
Employee costs	15		
Committee Expenses	16	2,857,155	3,332,900
Depreciation and amortization expense	17	-	-
Repairs and maintenance	18		
Contracted services	19	-	-
Grants and subsidies	20	-	-
Finance costs	21		
Total expenses		**17,012,798**	**15,804,527**
Surplus/deficit from operating activities		**120,877**	**248,327**
Other gains/(losses)			
Gain/Loss on sale of assets	22	-	-
Gain/Loss on foreign exchange transactions	23	-	-
Gain /Loss on fair value of investments	24	-	-
Impairment loss	25		-
Surplus/ (deficit) before tax		**120,877**	**248,327**
Taxation	26	-	-
Surplus/(deficit) for the Year		120,877	248.327
Net Surplus for the year		**120,877**	**248,327**

The notes set out on pages 29 to 47 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 11 were signed on behalf of the Fund committee by:

.....	.....	.....
Frank K Muchina	**Anne W Kariuki**	**Margaret W Gachomo**
County Government of Nyandarua	**County Government of Nyandarua**	**County Government of Nyandarua**
Chairman to Fund	**Accounting Officer**	**Head of Finance**
		ICPAK M/No:14009
Date 6/10/25	**Date** 6/10/25	**Date** 6/10/25

15 Statement of Financial Position as at 30 June 2025

Description	Notes	2024-2025	2023-2024
		Kshs	Kshs
Assets			
Current assets			
Cash and Cash equivalents	27	21,560,275	5,997,497
Receivables from Exchange Transactions	28(a)	71,908,982	6,672,019
Receivables from Non-Exchange Transactions	29	-	-
Inventories	30	-	-
Investments in financial assets	31	-	-
Total Current Assets		**93,469,257**	**12,669,516**
Non-current assets			
Receivables from exchange transactions	28(b)	522,276,230	532,913,931
Investments in financial assets	31	-	-
Property, plant, and equipment	32	-	-
Intangible assets	33	-	-
Investment property	34	-	-
Total Non-Current Assets		**522,276,230**	**532,913,931**
Total assets (A)		**615,745,487**	**545,583,447**
Liabilities			
Current liabilities			
Trade and Other Payables	35	41,163 -	-
Refundable Deposits from Customers	36		-
Current Provision	37	-	-

Finance Lease Obligation	38	-	-
Deferred Income	39	-	-
Employee Benefit Obligation	40	-	-
Current Portion of Borrowings	41	-	-
Taxation	42	-	-
Total Current Liabilities		**41,163**	-
Non-current liabilities			
Non-Current Provisions	37	-	-
Non-Current Employee Benefit Obligation	40		-
Borrowings	41	-	-
Service Concession Liability	43	-	-
Deferred Tax Liabilities	44	-	-
Total Non-Current Liabilities		-	-
Total liabilities (B)		**41,163**	-
Net assets (A-B)		**615,704,324**	**545,583,447**
Represented by:			
Reserves		-	-
Accumulated surplus		**120,877**	**248,327**
Revolving Fund		**545,583,447**	**475,335,120**
Capital Fund		**70,000,000**	**70,000,000**
Net Assets		**615,704,324**	**545,583,447**

The financial statements set out on pages 1 to 11 were signed on behalf of the Fund Committee by:

.....	.....	.....
Frank K Muchina	**CPA Anne W Kariuki**	**CPA Margaret W Gachomo**
County Government of Nyandarua	**County Government of Nyandarua**	**County Government of Nyandarua**
Chairman Fund	**Fund Administrator**	**Head of Finance**
		ICPAK M/No:14009
Date 6/10/25	**Date** 6/10/25	**Date** 6/10/25

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

Description	Revaluation reserve	Fair value adjustment	Accumulated surplus	Revolving Fund	Capital Fund	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
As at July 1, 2023	-	-	-	**475,335,120**	-	**475,335,120**
Revaluation gain		-	-	-	-	-
Transfer of excess depreciation on revaluation	-	-	-	-	-	-
Fair value adjustment on investments	-	-	-	-	-	-
Surplus/ deficit for the year	-	-	248,327	-	-	**248,327**
Funds received During the year	-	-	-	-	**70,000,000**	**70,000,000**
Transfers from accumulated surplus to revolving fund	-	-	-	-	-	-
Capital/development grants received during the year	-	-	-	-	-	-
As at June 30, 2024	-	-	**248,327**	**475,335,120**	**70,000,000**	**545,583,447**
						-
As at July 1, 2024	-	-	-	**545,583,447**	-	**545,583,447**
Revaluation gain	-	-	-	-	-	-
Transfer of excess depreciation on revaluation	-	-	-	-	-	-
Fair value adjustment on investments	-	-	-	-	-	-
Surplus/ (deficit) for the period	-	-	120,877	-	-	**120,877**
Funds received During the period	-	-	-	-	**70,000,000**	**70,000,000**
Transfers from accumulated surplus to revolving fund	-	-	-	-	-	-
Capital/development grants received during the period	-	-	-	-	-	-
As at June 30, 2025	-	-	**120,877**	**545,583,447**	**70,000,000**	**615,704,324**

17. Statement of Cash Flows for the year ended 30 June 2025

Description	Notes	2024- 2025	2023-2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other governments entities		-	-
Public contributions and donations		-	-
Interest received		16,930,540	14,691,721
Rendering of services		-	-
Rental revenue from facilities and equipment		-	-
Fees and other charges		-	-
Other income *(Interest on fund balance)*		203,135	1,361,133
Total Receipts		**17,133,675**	**16,052,854**
Payments			
Use of goods and services		14,155,643	12,471,627
Employee costs		-	-
Board Expenses		2,857,155	3,332,900
Repairs and maintenance		-	-
Contracted services		-	-
Grants and subsidies		-	-
Total Payments		**17,012,798**	**15,804,527**
Net cash flows from operating activities	**45**	**120,877**	**248,327**
Cash flows from investing activities			
Purchase of PPE		-	-
Purchase of Intangible assets		-	-
Proceeds from sale of PPE		-	-
Proceeds from loan principal repayments		78,371,901	66,053,700
Loan disbursements paid out		(132,930,000)	(148,285,000)
Purchase of investments		-	-
Proceeds from sale of investments		-	-
Net cash flows used in investing activities		**(54,558,099)**	**(82,231,300)**

Cash flows from financing activities			
Revolving fund receipts		70,000,000	70,000,000
Proceeds from borrowings		-	-
Repayment of borrowings		-	-
Net cash flows used in financing activities		**70,000,000**	**70,000,000**
Net increase/(decrease) in cash and cash equivalents		**15,562,778**	**- 11,982,973**
Cash and cash equivalents at 1st July		**5,997,497**	**17,980,470**
Cash and cash equivalents at 30th June	27	**21,560,275**	**5,997,497**

18. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2025

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	C=(a+b)	d	e=(c-d)	f=d/c*100
Revenue						
Transfers from Other Governments entities	-	-	-	-	-	
Public Contributions and Donations	-	-	-	-	-	
Interest income	15,500,000	-	15,500,000	16,930,540	(1,430,540)	109
Rendering of Services	-	-	-	-	-	
Rental Revenue from Facilities and Equipment	-	-	-	-	-	
Fees and other charges	-	-	-	-	-	
Other Income *(Interest on fund balance)*	1,400,000		1,400,000	203,135	1,196,865	15
Total Income	**16,900,000**	-	**16,900,000**	**17,133,675**	**(233,675)**	101
Expenses						
Use of Goods and Services(Fund Admin)	12,589,000	327,700	12,916,700	14,118,273	(1,201,573)	109
Employee costs	-		-	-	-	
Committee Expenses	4,047,000	- 227,700	3,819,300	2,857,155	962,145	75
Witholding tax	256,000	- 100,000	156,000	30,469	125,531	20

Bank Charges	8,000	-	8,000	6,901	1,099	86
Grants and Subsidies	-	-	-	-	-	
Total Expenditure	**16,900,000**	-	**16,900,000**	**17,012,798**	**(112,798)**	
Surplus for the period	-	-	-	**120,876**		
Capital Expenditure	-	-	-	-	-	

- *Notes;*
- *The budgeted provision of Interest income was expected to yield kes 15,500,000, however it yielded 16,630,540 which is 109%. This arose due to high demand on loans therefore increases interest income more than anticipated.*
- *The budgeted provision of interest on Fund balance was expected to yield Kes 1,400,000, however it yielded Kes 203,135 which is 15%. this arose due to late disbursements of funds and high demand loans therefore low fund balance at the end of the month which was used to calculate the interest.*
- *Under performance of total interest income was contributed by interest on fund balance that yielded below expectation ie 15%*
- *Use of good and services (fund admin) This is determined by the interest income received, once interest income increase,s the fund administration cost increases, thus over utilization .*
- *With holding tax is determined by the interest on fund balance received in a month, therefore low interest on fund balance resulted to low withholding tax paid.*
- *Budget adjustment arise due to Budget reallocation as tabulated below;*

				Description of Particulars	Amount in Kshs

	Details	**Adjustment Amount**	**Adjustment**	**Reason for adjustment**	Variance
1	*Use of goods (Fund Administrative costs)*	*327,700*		*Fund reallocation to cater for payment to the bank administering the Fund that is deducted at source*	***327,700***
2	*Committee expenses*		*(227,700)*	*Reallocation to cater for payment of bank administering the Fund.*	***(227,700)***
3	*Witholding tax*		*(100,00)*	*Reason for differences-Reallocation to bank administering the fund*	***(100,000)***
		327,700	***(327,700)***		***0***

- *Bank Charges were determined by the number of transactions done in the financial year, therefore there were few bank transactions which resulted to lower bank charges.*
- *Committee Expenses was 75% few meetings held in the Financial year due to delay in fund disbursement.*

19. Notes to the Financial Statements

1. General Information

Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund is established by and derives its authority and accountability from PFM Act. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund is wholly owned by the County Government of Nyandarua and is domiciled in Kenya. The Nyandarua County Executive (State and PublicOfficers) Car Loan and Mortgage Scheme Fund's principal activity is to facilitate the renovation, refinancing, acquisition of a car or property for County public servants to motivate them and retain the requisite services for the County Public Service.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts, and actuarially determined liabilities at their present value.

The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 5 of these financial statements.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund. The financial statements have been prepared in accordance with the PFM Act 2012, the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund regulation 2022 and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

i. **New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025.**

Standard	Effective date and impact:
IPSAS 43: Leases	**Applicable 1st January 2025** 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 the Nyandarua County Executive (State and Public Officers)Car Loan and Mortgage Scheme Fund. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. Not Applicable
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	**Applicable 1st January 2025** 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. Not Applicable.
IPSAS 45: Property Plant and Equipment	**Applicable 1st January 2025** 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. Not Applicable.
IPSAS 46: Measurement	**Applicable 1st January 2025** The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.

	iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. Not Applicable in the financial year.
IPSAS 47: Revenue	**Applicable 1st January 2026** This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund 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	**Applicable 1st January 2026** 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	**Applicable 1st January 2026** 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. The Fund has no retirement benefit plan as per its regulation.

ii. **Early adoption of standards**

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund did not early – adopt any new or amended standards in the financial year.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Fees and other charges

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund recognizes revenues from fees and other charges when the event occurs, and the asset recognition criteria are met. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognized instead of revenue. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund and the fair value of the asset can be measured reliably.

Transfers from other government entities

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

ii) Revenue from exchange transactions

Rendering of services

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund recognizes revenue from the rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

Interest income

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

Rental income

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

b) Budget information

The original budget for the Current FY was approved by the County Assembly on June 27, 2024. There was no Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The was no additional appropriations that are added to the original budget by the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund upon receiving the respective approvals to conclude the final budget. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund did not recorded any additional appropriations on the F/Y budget 2025. The Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme 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 an accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 18 of these financial statements.

c) **Taxes**

Current income tax

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

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognized for all taxable temporary differences, except in respect of taxable temporary differences associated with investments in controlled entities, associates, and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits, and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except in respect of deductible temporary differences associated with investments in controlled entities, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognized outside surplus or deficit is

recognized outside surplus or deficit. Deferred tax items are recognized in correlation to the underlying transaction in net assets. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund and the same taxation authority.

Sales tax

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

i) When the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the sales tax is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.

ii) When receivables and payables are stated with the amount of sales tax included
The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

d) Investment property

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

e) Property, plant, and equipment

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

f) Leases

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

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

g) Intangible assets

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

h) Research and development costs

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund can demonstrate:

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

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

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 Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund financial statements. A financial instrument is any contract that gives rise to a financial asset of one Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund and a financial liability or equity instrument of another Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund. At initial recognition, the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

a) Financial assets

Classification of financial assets

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund 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 Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund'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 Nyandarua County

Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund has made an irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

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 Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through a surplus or deficit model.

Impairment

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund 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 Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund recognizes a loss allowance for such losses at each reporting date.

b) Financial liabilities

Classification

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

i) Inventories

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

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

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

j) Provisions

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

k) Contingent liabilities

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

l) Contingent assets

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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 Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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.

m) Nature and purpose of reserves

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund creates and maintains reserves in terms of specific requirements.

n) Changes in accounting policies and estimates

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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.

o) Employee benefits

Retirement benefit plans

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not provide retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not pay fixed contributions into a separate Fund and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on a proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

p) Foreign currency transactions

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

q) Borrowing costs

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

the asset is complete. Further borrowing costs are charged to the statement of financial performance.

r) Related parties

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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 Nyandarua County Executive (State &and Public Officers) Car Loan and Mortgage Scheme Fund, or vice versa. Members of key management are regarded as related parties and comprise the Fund Committees, the Fund Administrator, and bank administering the Fund.

s) Service concession arrangements

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

t) Cash and cash equivalents.

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

u) Comparative figures

Comparative figures for the previous financial year have not been amended or reconfigured to conform to the required changes in presentation.

v) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2025.

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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 judgements, estimates, and assumptions made:

Estimates and assumptions.

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

Useful lives and residual value

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

a) The condition of the asset is based on the assessment of experts employed by the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund.
b) The nature of the asset, its susceptibility, and adaptability to changes in technology and processes.
c) The nature of the processes in which the asset is deployed.
d) Availability of funding to replace the asset.
e) Changes in the market in relation to the asset

Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note 37. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

6. Transfers from Other Government entities

Description	2024-2025	2024-2024
	Kshs	Kshs
Unconditional Grants		
Operational Grant		-
Unconditional development grants	-	-
Other Grants(specify)	-	-
Total Unconditional Grants	-	-
Conditional Grants amortised/ transferred to revenue	-	-
Development Grant	-	-
Operational Grant	-	-
Other Organizational Grants (specify)	-	-
Total Government Grants and Subsidies	-	-

b) Transfers from County Departments

Name of The Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund Sending the Grant	Amount recognized to Statement of Financial performance. *	Amount deferred under deferred income.	Amount recognised in capital fund.	Total transfers 2024-2025	2023-2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Finance Department		-	70,000,000	70,000,000	70,000,000
Ministry	-	-	-	-	-
Total	-	-	**70,000,000**	**70,000,000**	**70,000,000**

7. Public Contributions and Donations

Description	2024-2025	2023-2024
	Kshs	Kshs
Research Donations	-	-
Donations transferred to revenue on conditions being met.	-	-
Other Public Donations	-	-
Total Transfers and Sponsorships	-	-
Reconciliation of Public Contributions and Donations	-	-

Description	2024-2025	2023-2024
	Kshs	Kshs
Balance Unspent at Beginning of The Year	-	-
Current Year Receipts	-	-
Conditions Met - Transferred to Revenue	-	-
Conditions To Be Met - Remain Liabilities	-	-

8. Transfers in-kind.

Description	2024-2025	2023-2024
	Kshs	Kshs
Payments by County Department on behalf of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund	-	-
Others(specify)	-	-
Total Transfers in-kind	-	-

9. Interest income

Description	2024-2025	2023-2024
	Kshs	Kshs
Interest on loans	16,930,540	14,691,721
Others	-	-
Total Interest income	**16,930,540**	**14,691,721**

10. Rendering of Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Training Fees	-	-
Others	-	-
Total Revenue from The Rendering of Services	-	-

11. Rental Revenue from Facilities and Equipment

Description	2024-2025	2023-2024
	Kshs	Kshs
Operating Lease Revenues	-	-
Contingent Rentals	-	-
Total Rentals	-	-

12. Fees and other charges

Description	2024-2025	2023-2024
	Kshs	Kshs
Fees	-	-
Charges from defaults	-	-
Others	-	-
Total Fees and other charges	-	-

13. Other Income

Description	2024-2025	2023-2024
	Kshs	Kshs
Interest on cash investments and fixed deposits	-	-
Interest on Bank balances	203,135	1,361,133
Interest income from Treasury Bills	-	-
Interest income from Treasury Bonds	-	-
Insurance recoveries	-	-
Income from sale of tender	-	-
Services concession income	-	-
Skills development levy	-	-
Bad debts recovered	-	-
Miscellaneous incomes	-	-
Total Other income	**203,135**	**1,361,133**

14. Use of Goods and Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Electricity	-	-
Water	-	-
Subscriptions	-	-
Advertising	-	-
Admin Fees	14,118,273	12,264,519
Audit Fees	-	-
Conferences and Delegations	-	-
Consulting Fees	-	-
Consumables	-	-
Fuel and Oil	-	-
Insurance		-

Legal Expenses	-	-
Licenses and Permits	-	-
Postage	-	-
Printing and Stationery	-	-
Hire Charges	-	-
Rent expenses	-	-
Security Costs	-	-
Skills Development Levies	-	-
Inventory Scrapping	-	-
Telecommunication	-	-
Training	-	-
Travel, Subsistence & Other Allowances	-	-
Bank charges	6,901	2,938
Withholding tax on fund balance	30,469	204,170
Total	**14,155,643**	**12,471,627**

15. Employee Costs

Description	2024-2025	2023-2024
	Kshs	**Kshs**
Salaries and wages	-	-
Employer contribution to health insurance schemes	-	-
Employer contribution to pension schemes	-	-
Travel, accommodation, subsistence, & other allowances	-	-
Housing benefits and allowances	-	-
Overtime payments	-	-
Performance and other bonuses	-	-
Social contributions	-	-
Gratuity	-	-
Extraneous	-	-
Other employee related costs	-	-
Employee costs	-	-

16. Committee Expenses

Description	**2024-2025**	**2023-2024**
	Kshs	**Kshs**
Chairman/Directors' Honoraria	-	-
Sitting Allowances	-	-
Medical Insurance	-	-
Induction and Training	-	-
Travel and Accommodation	2,857,155	3,332,900
Other Allowances	-	-
Total	**2,857,155**	**3,332,900**

17. Depreciation and Amortization Expense

Description	2024-2025	2023-2024
	Kshs	Kshs
Property, plant, and equipment	-	-
Intangible assets	-	-
Investment property carried at cost	-	-
Total depreciation and amortization	-	-

18. Repairs and Maintenance

Description	2024-2025	2023-2024
	Kshs	Kshs
Property and equipment	-	-
Investment Property	-	-
Equipment and Machinery	-	-
Vehicles	-	-
Furniture and Fittings	-	-
Computers	-	-
Others (specify)	-	-
Total Repairs and Maintenance	-	-

19. Contracted Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Actuarial Valuations	-	-
Investment Valuations	-	-
Property Valuations	-	-
Others (specify)	-	-
Total Contracted Services	-	-

20. Grants and Subsidies

Description	2024-2025	2023-2024
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Scheme fund	-	-
Social Development	-	-
Community Trust	-	-
Sporting Bodies	-	-
Others (specify)	-	-
Total Grants and Subsidies	-	-

21. Finance Costs

Description	2024-2025	2023-2024

	Kshs	Kshs
Borrowings (amortized cost) *	-	-
Finance leases (amortized cost)	-	-
Unwinding of discount on lease liabilities	-	-
Interest on bank overdrafts	-	-
Interest on loans from commercial banks	-	-
Total finance costs	-	-

22. Gain/Loss on Sale of Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
	-	-
Property, plant and equipment	-	-
Intangible assets	-	-
Other assets not capitalised	-	-
Total gain on sale of assets	-	-

23. Gain/Loss on foreign exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Gain on foreign exchange transactions	-	-
Loss on foreign exchange transactions	-	-
Total Gain/Loss	-	-

24. Gain/ (loss) on Fair Value Investments

Description	2024-2025	2023-2024
	Kshs	Kshs
Investments at Fair Value- Equity investments	-	-
Fair value – Investment property	-	-
Fair value- other financial assets (specify)	-	-
Total Gain	-	-

25. Impairment Loss

Description	2024-2025	2023-2024
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Total Impairment Loss	-	-

26. Taxation

Description	2024-2025	2023-2024
	Kshs	Kshs
Current income tax charge	-	-
Tax charged on rental income	-	-
Tax charged on interest income	-	-
Deferred tax: [note 44]	-	-
Original and reversal of temporary differences	-	-
Income tax expense reported in the statement of financial performance	-	-

27. Cash and Cash Equivalents

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank balances	21,560,275	5,997,497
On - Call Deposits	-	-
Fixed Deposits Account *(below 3 months)*	-	-
Others	-	-
Total Cash and Cash Equivalents	**21,560,275**	**5,997,497**

Detailed Analysis of the Cash and Cash Equivalents

Financial Institution	Account number	2024-2025	2023-2024
		Kshs	Kshs
a) Bank balances			
Family Bank	037000011607	21,560,275	5,997,497
			-
Sub- Total		**21,560,275**	**5,997,497**
b) On - Call Deposits			
Bank		-	-
Bank		-	-
Sub- Total		-	-
c) Fixed Deposits Account			
Bank			-
Bank		-	-
Sub- Total		-	-
d) Others (Specify)		-	-
Cash In Transit			-
Cash In Hand			-
Mobile Money Accounts		-	-
Sub- Total		-	-
Grand Total		**21,560,275**	**5,997,497**

Financial Institution	Account number	2024-2025	2023-2024
		Kshs	Kshs

28. Receivables from Exchange Transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Current Receivables		
Loan interest receivable		263,780
Current Loan Repayments Due	71,908,982	6,408,239
Fees and other charges due	-	-
Other	-	-
Less: Impairment Allowance	-	-
Total Current Receivables	71,908,982	6,672,019
Non-Current Receivables		
Long Term Loan Repayments Due	522,276,230	532,913,931
Total Non- Current Receivables	522,276,230	532,913,931
Total Receivables from Exchange Transactions	**594,185,212**	**539,585,950**

See appendix viii to explain current receivable increase and long-term receivable decrease.

(b) Ageing analysis for Receivables from exchange transactions

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	2024-2025	% of the total	2023-2024	% of the total
Less than 1 year	131,474,309	22	132,395,634	25
Between 1- 2 years	132,395,634	22	108,289,554	20
Between 2-3 years	108,289,554	18	100,117,453	29
Over 3 years	222,025,715	37	198,783,309	37
Total (a+b)	**594,185,212**		**539,585,950**	

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

Impairment allowance/ provision	2024-2025	2023-2024
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	-	-
Written off during the year	-	-
At the end of the year	-	-

29. Receivables from Non-Exchange Transactions

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Specify	-		-	
Total receivables	-		-	
Ageing Analysis- Receivables from non-exchange transactions	**2024-2025**	**% of the total**	**2023-2024**	**% of the total**
Less than 1 year	-	-	-	-
Between 1-2 years	-	-	-	-
Over 3 years	-	-	-	-
Total	-	-	-	-

Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	-	-
Written off during the year	-	-
At the end of the year	-	-

30. Inventories

Description	2024-2025	2023-2024
	Kshs	Kshs
Consumable stores	-	-
Other goods held for resale	-	-
Catering	-	-
Others (specify)	-	-
Less: allowance for impairment	-	-
Total inventories at the lower of cost and net realizable value	-	-

31. Investments in financial assets

Description	2024-2025	2023-2024
	Kshs	Kshs
a) Investment in Treasury bills and bonds		
Financial institution		
	-	-
CBK	-	-
Sub- total	-	-
b) Investment with Financial Institutions/ Banks		
Bank x	-	-

Bank y	-	-
Sub- total	-	-
c) Equity investments (specify)		
Equity/ shares in Nyandarua County Executive (State & Public) Officers Car Loan and Mortgage Scheme Fund	-	-
Sub- total	-	-
Grand total	-	-

d) Movement of Equity Investments

Impairment allowance/ provision	2024-2025	2023-2024
	Kshs	**Kshs**
At the beginning of the year	-	-
Purchase of investments in the year	-	-
Sale of investments during the year	-	-
Gain/(loss) in fair value of investments through surplus or deficit	-	-
At the end of the year	-	-

e) Shareholding in other entities

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

Name of Nyandarua County Executive (State &Public)Officers Car Loan and Mortgage Scheme Fund	**No of shares**			**Nominal value of shares**	**Fair value of shares**	**Fair value of shares**
	Direct shareholding	**Indirect shareholding**	**Effective shareholding**		**2024-2025**	**2023-2024**
	%	**%**	**%**	**Kshs**		
A	-	-	-	-	-	-
B	-	-	-	-	-	-
C	-	-	-	-	-	-
	0	**0**	**0**	**0**	**0**	**0**

32. Property, Plant and Equipment

Cost/Revalued amount	Land	Buildings	Motor vehicles	Furniture and fittings	ICT Equipment	Office Equipment	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation rate	-	-	-	-	-	-	-	-	-
As At 1July 2024	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-	-	-	-	-
As at 30th June 2025	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-	-	-	-	-
As at 30th June 2025	-	-	-	-	-	-	-	-	-
Depreciation and Impairment	-	-	-	-	-	-	-	-	-
At 1July 2024	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfers/ Adjustments	-	-	-	-	-	-	-	-	-
As At 30th 2025	-	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As at 30th June 2025	-	-	-	-	-	-	-	-	-
Net Book Values	-	-	-	-	-	-	-	-	-
As at 30th June 2024	-	-	-	-	-	-	-	-	-
As at 30th June 2025	-	-	-	-	-	-	-	-	-

Valuation

Land and buildings/ Equipment (be specific) were valued by valuers in line with the National Assets and Liabilities Management Policy and Guidelines (issued 30th June 2020). The were no assets revalued by valuers on this date.

(b) Property, Plant and Equipment at Cost

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	-	-	-
Plant and Machinery	-	-	-
Motor Vehicles, Including Motorcycles	-	-	-
Computers and Related Equipment	-	-	-
Office Equipment	-	-	-
Furniture and Fittings	-	-	-
Others *(specify)*	-	-	-
Total	-	-	-

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

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

33. Intangible Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Cost		
At beginning of the year	-	-
Additions	-	-
At end of the year	-	-
Amortization and impairment		
At beginning of the year	-	-
Amortization	-	-
Impairment loss	-	-
At end of the year	-	-
NBV	-	-

34. Investment Property

Description	2024-2025	2023-2024
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	-	-
Depreciation	-	-
Impairment	-	-
Gain/(loss) in fair value (if fair value is elected)	-	-
At end of the year	-	-

35. Trade and Other Payables

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Trade payables	41,163		-	
Employee payables	-		-	
Third-party payments	-		-	
Other payables	-		-	
Total trade and other payables	**41,163**		-	
Ageing analysis: (Trade and other payables)	2024-2025	**% of the Total**	**2023-2024**	**% of the Total**
Under one year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (tie to above total)	-		-	

See Appendix IX for trade payable

36. Refundable Deposits Customers

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Customer deposits	-		-	
Prepayments	-		-	
Other deposits	-		-	
Total deposits	-		-	
Ageing analysis: (Refundable deposits)	2024-2025	**% of the Total**	**2023-2024**	**% of the Total**
Under one year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-

Over 3 years	-	-	-	-
Total	-	-	-	

37. Provisions

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

38. Finance Lease Obligation

Description	2024-2025	2023-2024
	Kshs	Kshs
At the start of the year	-	-
Discount interest on lease liability	-	-
Paid during the year	-	-
At end of the year	-	-

Maturity Analysis

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

Analysed as:

Description	Amount (Kshs)
Current	-
Non- Current	-
Total	-

The deferred income movement is as follows:

39. Deferred Income

Description	2024-2025	2023-2024
	Kshs	Kshs
County Government	-	-
Public Contributions and Donations	-	-
Total Deferred Income	-	-

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

40. Employee Benefit Obligations

Description	Defined benefit plan	Post-employment medical benefits	Other Benefits	2024-2025	2023-2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
Total Employee Benefits Obligation	-	-	-	-	-

Retirement benefit Asset/ Liability

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not operate a defined benefit scheme

Description	2024-2025	2023-2024
Discount Rates	0%	0%
Future Salary Increases	0%	0%
Future Pension Increases	0%	0%
Mortality (pre- retirement)	0%	0%
Mortality (post-retirement)	0%	0%
Withdrawals	0%	0%
Ill Health	0%	0%
Retirement	0 years	0 years

Recognition of Retirement Benefit Asset/ Liability

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

Description	2024-2025	2023-2024
	Kshs	**Kshs**
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial gains/ losses arising from changes in financial assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others (specify)	-	-
Adjustments for restrictions on the defined benefit asset	-	-
Remeasurement of the net defined benefit liability (asset)	-	-

b) Amounts recognised in the Statement of Financial Position

Description	2024-2025	2023-2024
	Kshs	**Kshs**
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	-	-
Funded status (=a-b)	-	-
Restrictions on asset recognised	-	-
Others *(specify)*	-	-
Net asset or liability arising from defined benefit obligation	-	-

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not contributes to the statutory National Social Security Fund (NSSF).

41. Borrowings

Description	2024-2025	2023-2024
	Kshs	**Kshs**

a) External borrowings		
Balance at beginning of the year	-	-
External borrowings during the year	-	-
Repayments of during the year	-	-
Balance at end of the year	-	-
b) Domestic borrowings		
Balance at beginning of the year	-	-
Domestic borrowings during the year	-	-
Repayments during the year	-	-
Balance at end of the year	-	-
Balance at end of the period- domestic and External borrowings c = a+b	-	-
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
Total	-	-

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

	2024-2025	2023-2024
	Kshs	**Kshs**
External Borrowings		
Dollar Denominated Loan From 'Organisation'	-	-
Sterling Pound Denominated Loan From'Organisation'	-	-
Euro Denominated Loan from Organisation'	-	-
Domestic Borrowings	-	-
Kenya Shilling Loan From KCB	-	-
Kenya Shilling Loan from Barclays Bank	-	-
Kenya Shilling Loan from Consolidated Bank	-	-
Total Balance at End of The Year	-	-

42. Taxation

Description	2024-2025	2023-2024
	Kshs	**Kshs**
At beginning of the year	-	-
Income tax charge for the year (note 26)	-	-
Under/(over) provision in prior year/s (note 26)	-	-
Income tax paid during the year	-	-
At end of the year	-	-

43. Service Concession Liability

Description	2024-2025	2023-2024
	Kshs	**Kshs**
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	-	-
Net carrying amount	-	-
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	-	-
Service concession liability at end of the year	-	-

44. Deferred Tax Liability

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

Description	2024-2025	2023-2024
	Kshs	**Kshs**
Accelerated capital allowances	-	-
Unrealised exchange gains/(losses)	-	-
Revaluation surplus	-	-
Tax losses carried forward	-	-
Provisions for liabilities and charges	-	-
Net deferred tax liability/(asset)	-	-
The movement on the deferred tax account is as follows:		
Balance at beginning of the year	-	-
Credit to revaluation reserve	-	-
Under provision in prior year	-	-
Income statement charge/(credit)	-	-
Balance at end of the year	-	-

45. Cash Generated from Operations

Description	2024-2025	2023-2024
	Kshs	Kshs
Surplus/Deficit for the year	120,877	248,327
Adjusted for:	-	-
Depreciation	-	-
Non-cash grants received	-	-
Contributed assets	-	-
Impairment	-	-
Gains and losses on disposal of assets	-	-
Contribution to provisions	-	-
Contribution to impairment allowance	-	-
Working capital adjustments	-	-
Increase in inventory	-	-
Increase in receivables	-	-
Increase in deferred income	-	-
Increase in payables		-
Increase in payments received in advance	-	-
Net cash flow from operating activities	**120,877**	**248,327**

46. Financial Risk Management

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's overall risk management programme focuses on the unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's financial risk management objectives and policies are detailed below:

i) Credit risk

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme 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, considering its financial position, past experience, and other factors. Individual risk limits are set based on internal or external assessments in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's management based on prior experience and their assessment of the current economic environment.

Financial Risk Management

The carrying amount of financial assets recorded in the financial statements representing the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's maximum exposure to credit risk without taking account the value of any collateral obtained is made up as follows:

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-
As at 30 June 2024				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund has no a significant concentration of credit risk on amounts due from . The board of directors sets the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2025				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Others *(specify)*	-	-	-	-
Total	-	-	-	-
As at 30th June 2024				
Trade payables	-	-	-	-

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred income	-	-	-	-
Employee benefit obligation	-	-	-	-
Others *(specify)*	-	-	-	-
Total	-	-	-	-

Financial Risk Management

iii) Market risk

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

a) Foreign currency risk

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund manages foreign exchange risk from future commercial transactions

and recognised assets and liabilities by projecting expected sales proceeds and matching the same with expected payments. In the year under review the fund had no foreign currency risk.

Financial Risk Management

The carrying amount of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's foreign currency-denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

2024-2025

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30th June 2025			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Foreign currency sensitivity analysis

2024-2025

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
As at 30th June 2025			
Financial Assets	-	-	-
Investments	-	-	-
Cash	-	-	-
Debtors	-	-	-
Total Financial Assets	-	-	-
Financial Liabilities			
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Total Financial Liabilities	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Financial Risk Management

The following table demonstrates the effect of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's statement of comprehensive income on applying the sensitivity for a reasonable possible change in the exchange rate of the three main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

Description	Change in currency rate	Effect on Profit before tax	Effect on Equity/Net assets
	Kshs	Kshs	Kshs
2024-2025			
Euro	0%	-	-
USD	0%	-	-
Sterling pound	0%	-	-
2023-2024	0%		
Euro	0%	-	-
USD	0%	-	-
Sterling pound	0%	-	-

b) Interest rate risk

Interest rate risk is the risk that the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's financial condition may be adversely affected as a result of changes in interest rate levels. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's interest rate risk arises from bank deposits. This exposes the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's deposits.

Management of interest rate risk

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

Sensitivity analysis

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year. Using the end of the year figures,

the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs 120,877 (. A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs 120877.

Fair value of financial assets and liabilities

a) Financial instruments are measured at fair value.

Determination of fair value and fair values hierarchy

IPSAS 30 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's market assumptions. These two types of inputs have created the following fair value hierarchy:

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

Financial Risk Management

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

Description	Level 1	Level 2	Level 3	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 June 2025				
Financial Assets				
Quoted Equity Investments	-	0%	0%	0%
Non- Financial Assets				
Investment Property	-	-	-	-
Total	-	-	-	-
As at 30th June 2024				
Financial Assets				
Quoted Equity Investments	-	-	-	-
Non- Financial Assets				
Investment Property	-	-	-	-
Total	-	-	-	-

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

iv) Capital Risk Management

The objective of the Nyandarua County Executive (State &Public) Officers Car Loan and Mortgage Scheme Fund's capital risk management is to safeguard the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's ability to continue as a going concern. The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund capital structure comprises of the following funds:

Description	2024-2025	2023-2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Reserve	545,583,447	475,335,120
Total Funds	**545,583,447**	**475,335,120**
Total Borrowings	-	-
Less: Cash and Bank Balances	21,560,275	5,997,497
Net Debt/ (Excess Cash and Cash Equivalents)	**(21,560,275)**	**(5,997,497)**
Gearing	-	-

47. Related Party Disclosures

Nature of related party relationships

Entities and other parties related to the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund include those parties who have the ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates, and close family members.

Government of Kenya

The Government of Kenya is the principal shareholder of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund, holding 100% of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund, both domestic and external.

Other related parties include:

i) County Governments
ii) Finance Department
iii) Key management.
iv) Fund Committees.
v) Family Bank

Description	2024-2025	2023-2024
	Kshs	Kshs
Transactions with related parties		
a) Sales to related parties		
Rent income from govt. Agencies	-	-
Others (specify)	-	-
Total	-	-
b) Purchases from related parties		
Purchases of electricity from KPLC	-	-
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. Agencies	-	-
Others (specify)	-	-
Total	-	-
c) Grants /transfers from the government		
Grants from National government	-	-
Grants from County government	-	-
Donations in kind	-	-

Description	2024-2025	2023-2024
	Kshs	Kshs
Total	-	-
a) Expenses incurred on behalf of related party		
Salaries and wages for employees	-	-
Goods and services for	-	-
Others *(specify)*	-	-
Total		
b) Key management compensation		
Directors' emoluments	-	-
Compensation to key management	-	-
Total	-	-

48. Segment Information

Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund does not have segmental information.

49. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	-	-
Assets Arising from Determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Receivables from Other Government Entities	-	-
Others (Specify)	-	-
Total	-	-

Contingent Liabilities

Description	2024-2025	2023-2024
	Kshs	Kshs
Contingent Liabilities	-	-
Court Case against the Nyandarua County Executive (State and Public Officers)Car Loan and Mortgage Scheme Fund	-	-
Bank Guarantees in Favour of Subsidiary	-	-
Contingent Liabilities arising from Contracts Including PPPs	-	-
Others (Specify)	-	-
Total	-	-

50. Capital Commitments

Capital Commitments	2024-2025	2023-2024

	Kshs	Kshs
Authorised for	-	-
Authorised and contracted for	-	-
Total	-	-

51. Events after the Reporting Period

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

52. Ultimate and Holding Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund

The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund is a Semi-Autonomous Government Agency under the County of Nyandarua. Its ultimate parent is the Government of Kenya.

53. Currency

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

20. Appendices

Appendix 1: Implementation Status of Auditor-General'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)***
1	***Non-performing Loans*** *The Statement of Financial position reflects Kshs452,891,474 in respect from exchange transactions, from long long-term receivable However, as reported in the previous year, the balance includes kshs 11,585,281 in respect of loans owed by three (3) scheme members, which were not serviced during the year under review. Management explained that the loans were owed by individuals whose contracts were terminated. However, there was no evidence to confirm the evidence to confirm the efforts made by the management to recover the outstanding loan balances* *In circumstances, the accuracy and recoverability of the loan in default could not be confirmed*	*The 3 non-performing loans amounting to kshs 11,585,282 issued to 3 members whose contracts were terminated has been subject of an active court case; ELRC PETITION NO. 14 OF 2019. The case has been determined and the total amounts would be recovered from their compensation awards. The same has been presented to senate.*	*Resolved*	*On course of F/Y 2025-2026*
2.	***Disclosure of Merged prior year comparative Balances*** *Information available indicated that two former funds; Nyandarua County Civil Servants' car loan and mortgage scheme fund and Nyandarua County Executive (State public) car loan and mortgage scheme Fund were merged through the*	*The consolidated Trial balance for the comparative figures have been provided* ***Nyandarua County Executive (state &Public) officers Car Loan and Mortgage scheme Fund*** ***Consolidated Trial Balance for the financial year 2022-2023***	*Resolved*	

	Public Finance Management (Nyandarua County Executive (State Public) officers car loan and mortgage scheme Fund. However. Contrary to the requirement of accounting standards disclosure was included in the financial statement to clarify the consolidated comparative Figures. *In the circumstances, the accuracy of comparative balances disclosed in the financial Statements could not be confirmed.*			
Other mattes	***Unresolved Prior Year Matters*** *In the audit report of the previous year, several issues were raised under the report on the Financial Statements, reports on lawfulness and*	*The management presented response to senate*	*Resolved*	*Presented to Senate*

	DR	***CR***
	Kshs	***Kshs***
Interest income	-	*11,836,464*
Fund administration expenses	*7,408,893*	
Bank Charges	*7,860*	
General Expenses/use of Goods	*2,884,900*	
Current portion of long-term receivables from exchange transactions	*34,058,211*	
Receivables from Non-exchange transactions		
Accrued interest	*663*	
Long term receivables from Exchange transaction	*330,124,345*	
cash and Cash equivalent	*40,784,640*	
Revolving fund		*47,389,578*
Transfers		*18,610,422*
Reserve		*337,433,049*
TOTAL	***415,269,513***	***415,269,513***

	effectiveness in use of public resources and report on effectiveness of internal controls, Risk Management and Governance. However. the management had not resolved the issues. No satisfactory explanation was provided for the delay in resolving the issues.			
	Inadequacies in Composition of the loans Management Committee *Review of composition of the loan management Committee revealed absence of the chief officer in charge of lands and the officer appointed by the county secretary to represent the welfare of the county staff, contrary to the provisions of Regulation 6(1) of the Public Finance Management (Nyandarua County Executive state and public officer's car loan and mortgage scheme Fund) Regulation 2022.* *In the Circumstances, the effectiveness of the loan's management could not be confirmed. Further, the management was in breach of law. The Fund Administration Committee is responsible for overseeing the 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 role and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.*	*Appointed as per the appointment letters*	*Resolved*	*Senate*

2023-2024 issues				
	Outstanding Receivables from Exchange Transactions *The statement of financial position reflects current portion and long-term receivables from exchange transactions balance of Kshs.6,672,019 and Kshs.532,913,931 all totaling Kshs.539,585,950 as disclosed in Note 26. However, the balance includes long outstanding loans of Kshs.11,585,281 and Kshs.263,780 in respects of accrued interest from the default in respect of three (3) former County Executive Committee Members who have continued to default in repayment of their loans. However, the Fund Administration Committee had not repossessed the acquired property or taken steps to recover the long outstanding loans. Although the recoverability of these debts is doubtful, no provision in respect of the same has been made or disclosed in the financial statements.* *In the circumstances, the accuracy, recoverability and fair statement of current portion of long-term receivables and non-current portion long-term receivables from exchange transactions totaling Kshs.539,585,950 as at 30 June, 2024 could not be confirmed.*	*The default in respect of three (3) former County Executive Committee members, has been subject to a court case. This has since been determined in favor of the three. The fund management has requested for the allocation Kshs.11,585,281, from their award, being amount owed. The total amount defaulted shall be recovered from their dues.*	*Not resolved*	*On course of f/y 2025-2026*

Other matters	***Unresolved Prior Year Matters*** *The audit report for the year ended 30 June, 2023 highlighted several unsatisfactory matters. The Management has not provided any disclosure on progress made in resolving these issues and no information was provided to indicate if the issues were resolved or not as at 30 June, 2024. This is contrary to Section 149(2)(l) of the Public Finance Management Act, 2012, which requires that in carrying out a responsibility imposed by Subsection (1), an Accounting Officer shall, in respect of the entity concerned try to resolve any issues resulting from an audit that remain outstanding.* *In the circumstances, the audit issues remained unresolved*	*The management of the fund presented the report to the Senate.*	*Resolved*	
REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES	**1. *Lack of Mortgage Protection Policy*** *The statement of financial position reflects current portion of and long-term receivables from exchange transaction balances of Kshs.6,672,019 and Kshs.532,913,931 all totaling Kshs.539,585,950. However, no mortgage protection policy has been taken against the assets financed or any charges registered against the properties contrary to Section 18(1) of Public Finance Management (Nyandarua County Executive (States and Public) officers Car Loan and*	*The Committee managing the Fund has engaged a commercial institution (Family Bank) as the bank administering the Fund. The Fund Administration Agreement authorizes the bank to recover 0.5% Group life Insurance against death and permanent disability for all beneficiaries of the fund, being; Mortgage Protection Policy (MPI) for car owners and a Home Owners Comprehensive Insurance (HOCI) for mortgage beneficiaries. This is recovered in November of every year in advance.*	*resolved*	*2025-2026*

	Mortgage Scheme Fund) Regulations, 2022, states that a borrower shall take out and maintain a mortgage protection policy and s fire policy with an insurance firm approved by the committee, the cost of which shall be paid out of the Fund and debited in such borrower`s account. *In the circumstances, Management was in breach of the law.*			
	2. *Lack of Approved budget* *During the year under review, the Fund did not have a budget of income and expenditure approved by the Fund Management Committee, County Executive Committee Member for Finance or the County Assembly.* *This contravenes Section 149 (2) (h) and (i) of the Public Finance Management Act 2012 which requires the accounting officer to prepare estimates of expenditure of the entity in conformity with the strategic plan and submit the estimates to the county executive committee member for finance.* *In the circumstances, Management was in breach of the law.*	*The management noted the gap and has prepared the budget of income and expenditure for approval of the Fund committee for the f/y 2024-2025.*	*resolved*	*2024-2025*

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE	***Lack of a Risk Management and Fraud Policies*** *During the year under review, the Fund Administrator did not have in place a fraud policy to assist in detecting and preventing fraud contrary to Public Finance Management (County Governments) Regulations, 2015. Further, the Management of the Fund has not implemented effective, efficient and transparent financial management and internal control systems. This was evidenced by lack of risk management policy, disaster recovery plan or business continuity plan and Information Technology policies.* *Management has not provided any written assurance that the internal controls systems were in place and no explanation was provided for failure to have the policies in place.* *The management may not therefore, be in a position to evaluate, rank and prioritize critical risks and channel resources towards mitigating identified risks.* *In the absence of a risk management policy, fraud policy, disaster recovery and business continuity plans, the effectiveness of the internal controls built within the financial and operational systems during the year under review could not be confirmed*	*The Fund Management is in the process of developing a risk management policy, fraud policy disaster recovery and business continuity plan, and protection policies.*	*unresolved*	*On course of f/y 2025-2026*

..... date....6/10/25

Fund Administrator

Appendix II: Projects implemented by (The Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund

Projects implemented by the Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund Funded by development partners and the Government.

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

APPENDIX III: Status of Project Completion

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

Appendix IV: Transfers from Other Government Entities

Name of the Nyandarua County Executive	Date received as per bank statement	Nature: Recurrent/ Development /Others	Total Amount - KES	Statement of Financial Performance	Where Recorded/recognized				Total Transfers during the Year
					Capital Reserve	Deferred Income	Receivables	Others - must be specific	
Nyandarua County executive recurrent Account	6.12.2024	Recurrent	30,000,000	-	30,000000	-	-	-	30,000,000
- Nyandarua County executive recurrent Account	10.04.2025	Recurrent	40,000,000	-	40,000,000	-	-	-	40,000,000
Total			**70,000,000**	**-**	**70,000,000**	**-**	**-**	**-**	**70,000,000**

Appendix V- Inter-Entity Confirmation Letter

Name of transferring Entity; Nyandarua County Finance Department

Name of beneficiary; Nyandarua County Executive (State and Public Officers) Car Loan and Mortgage Scheme Fund

Confirmation of amounts received by Nyandarua County Executive (State and Public Officers)Car Loan and Mortgage Scheme Fund] as at 30th June 2025

Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
FT2434165NJJ	6.12.24	30,000,000		30.000.000	
FT251008BCLT	10.4.25	40,000,000		40,000,000	
Total	**70,000,000**	**70,000,000**		**70,000,000**	

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

Head of Accounts Department - Disbursing

Name ..MARGARET CACHOMO.. **Sign** ..... **Date** ..6/10/25..

Head of Accounts Department - Beneficiary

Name ..... **Sign** Anne Kavuke **Date**..6/10/25..

Appendix VI: Reporting of Climate Relevant Expenditures

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

Appendix VII: Reporting on Disaster Management Expenditure

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

Appendix viii Receivables Variance Explanation

Details	2024-2025	2023-2024	Variance	Comment
Current Receivable	71,908,982	6,672,019	65,236,963	• The defaulted long-term receivable has been factored in the f/y 2025-2026 budget therefore realised as current receivable. • The expected current receivable projected with increase with the loan disbursement • The loan repayment rate f/y 2024-2025 year.
Long term Receivable	522,276,230	532,913,931	-10,637,701	• Part of defaulted long-term receivable for the 3 CEC has been factored in the f/y 2025-2026 budget therefore realised as current receivable.
	594,185,212	**539,585,950**		

Appendix ix Trade and other payable

details	amount
Opening Loan Balance	438,327
Payment made within the Year	479,490
loan overpayment by Anne Wanjiru Kariuki recognized as a current liability	**41,163**