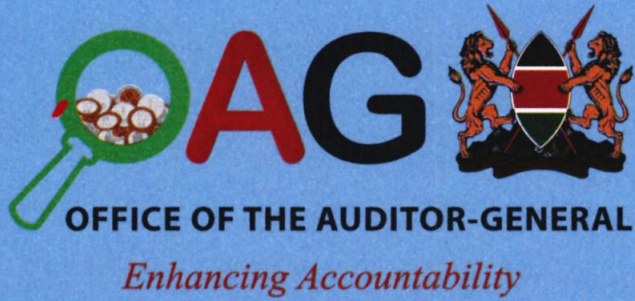
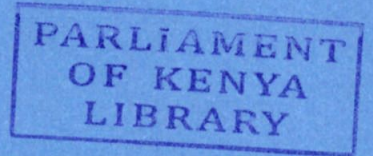


REPUBLIC OF KENYA



REPORT



OF

THE AUDITOR-GENERAL

ON

**TANA RIVER COUNTY STAFF CAR LOAN AND
MORTGAGE SCHEME FUND**

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

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



**TANA RIVER COUNTY STAFF CAR LOAN AND MORTGAGE
SCHEME FUND.**

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

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

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Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024

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Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024

1. Acronyms and Glossary of Terms

a) Acronyms

BOM	Board of Management
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
Kshs	Kenya Shillings

b) Glossary of Terms

Fiduciary Management The key management personnel who had financial responsibility
Provide a list of Acronyms and Key terms used in the financial report as per above example. The list to be exhaustive)

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024**

1. Key Entity Information and Management

a) Background information

Tana River County Staff Car loan and Mortgage scheme Fund is established by and derives its authority and accountability from Article 230 of the constitution.

The fund also derives its mandate from section 13 of the salaries and remuneration commission Act ,2011 and Tana River Staff car loan and mortgage regulations of 2018.

The Tana River County Staff Car Loan and Mortgage scheme Fund is wholly owned by the County Government of Tana River and is domiciled in Kenya.

The Tana River County Staff Car Loan and Mortgage scheme fund's objective is to facilitate car loans and mortgages to be advanced to County staff as may be prescribed by the salaries and remuneration Commission or any lawful authority in for the time being.

The Tana River County Staff Car Loan and Mortgage scheme Fund's principal activity is provision of car loan and Mortgage to County staff.

b) Principal Activities

The principal activity/mission/ mandate of the Tana River County Staff Car Loan and Mortgage Fund is to: -

Facilitate County Staff to benefit from the funded loans to purchase cars and access Mortgage facilities. It is expected that implementation of the benefits will motivate county staff and immensely contribute towards attraction and retention of requisite skills in line with the constitutional principles.

c) Tana River County Staff Car Loan and Mortgage Scheme Fund Administration Committee.

Ref	Name	Position
1	Mrs. Brender Mocheche	Chairperson
2	Mrs. Mariam Bunu	Member
3	Mr. Harrison Mabonye	Member
4	Mr Galgalo Jarso Jilo	Member

d) Tana River County Staff Car Loan and Mortgage Scheme Fund Key Management Team.

Ref	Name	Position
-----	------	----------

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024**

1	Mrs. Mariam Bunu	Chief Officer Finance and economic planning.
2	Mr Galgalo Jarso Jillo	Fund administrator
3	Mr. Harrison Mabonye	Director Human Resource

e) Fiduciary Oversight Arrangements

1	Staff Car loan and Mortgage committee	Approves all the staff car loan and mortgages
---	---------------------------------------	---

f) Registered Offices

P.O. Box 29 - 70101
County Headquarters
Hola, KENYA

g) Fund Contacts

Telephone +254730626000
Email: info@tanariver.go.ke
Website:www.tanariver.go.ke

h) Fund Bankers

1. Equity Bank of Kenya
P.O. Box 75104
Code 00200
Nairobi

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024

i) Independent Auditors





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

j) Principal Legal Adviser

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




**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024**

2. Tana River County Staff Car Loan and Mortgage Board of Trustees

Name	Details of qualifications and experience
 <p>Mrs. Brender Mocheche Chairperson</p>	<ul style="list-style-type: none"> ➤ CEC Member Finance and Economic Planning. ➤ Bachelor of Commerce(Finance) ➤ Certified Public Accountant(CPA-K) ➤ Experience 19 years ➤ Independent Director
 <p>Mrs Miriam Bunu</p>	<ul style="list-style-type: none"> ➤ Director Finance and Economic Planning. ➤ Masters in Business administration ➤ Bachelors degree in Business management ➤ Certified Public Accountant(CPA-K) ➤ Experience 19 years ➤ Executive Director
 <p>Mr Harrison Mabonye</p>	<ul style="list-style-type: none"> ➤ Deputy director administration. ➤ CPA II ➤ Experience 25 years ➤ Executive Director
 <p>Mr Galgalo Jarso Jillo</p>	<ul style="list-style-type: none"> ➤ Fund administrator ➤ Bachelor's degree in Commerce ➤ CPA ➤ Experience 17 years ➤ Fund Administrator

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024**

4. Management Team

Name	Details of qualifications and experience
 <p>1. Mrs. Miriam Bunu</p>	<ul style="list-style-type: none"> ➤ Director Finance and Economic Planning. ➤ Masters in Business administration ➤ Bachelors degree in Business management ➤ Certified Public Accountant(CPA-K) ➤ Experience 19 years
 <p>2. Mr Galgalo Jarso Jilo</p>	<ul style="list-style-type: none"> ➤ Fund administrator ➤ Bachelor's degree in Commerce ➤ CPA ➤ Experience 17 years
 <p>3. Mr. Harrison Mabonye</p>	<ul style="list-style-type: none"> ➤ Director Director Administration ➤ CPA II ➤ Experience 25 years

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report and Financial Statements for the year ended Jun30, 2024

5. Chairperson's Report

During financial year 2023/2024 Tana River County staff car loan and mortgage fund received an additional funding of **Ksh 70,000,000/=**(Seventy Million) from the county treasury.


For the year 2023/2024 Members of the county executive were advanced Car and Mortgage loans of **Ksh 85,900,000/=** (Eighty five million , nine hundred thousand shillings).

The portfolio disbursed comprises of Mortgage loans **Ksh 68,500,000/=** (Sixty eight million , five hundred thousand shillings) which is **79%** of the loan book), while the car loan is **Ksh 17,400,000/=**(Seventeen Million four hundred thousand Shillings) thus being **21%** .

During the period, the fund earned interest income of **Ksh 5,956,663 /=-**

The mortgage fund tremendously grew its net profit/ surplus to **Ksh 744,166.**

The fund is executing its core objective of improving the living standards of its members through availing affordable credit to purchase and develop properties.



.....
Name: Mrs. Brenda Mocheche

CECM Finance and Economic planning.

Chairperson

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

6. Report of the Fund Administrator

For the year 2023/2024 Members of the county executive were advanced Car and Mortgage loans of **Ksh 85,900,000/=** (Eighty five million , nine hundred thousand shillings).

The portfolio disbursed comprises of Mortgage loans **Ksh 68,500,000/=**(Sixty eight million , five hundred thousand shillings) which is **79%** of the loan book), while the car loan is **Ksh 17,400,000/=**(Seventeen Million four hundred thousand Shillings) thus being **21%** .

In the last financial year 2023-2024, the total loan portfolio was **Ksh 70,945,000/=**(Seventy million , nine hundred and forty five thousand shilling. The total loan book grew by **Ksh 14,955,000/=**(Fourteen million, nine hundred and fifty five thousand shillings) which represents a **21%** percent net growth.

During the period, the fund earned interest income of **Ksh 5,956,663/=**

The mortgage fund tremendously grew its net profit/ surplus to **Ksh 744,166**

The fund is executing its core objective of improving the living standards of its members through availing affordable credit to purchase and develop properties.



.....
Name: Mr Galgalo Jarso Jilo

Fund Administrator

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

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

Introduction

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

The key development objectives of the Fund as per the strategic plan for *Financial year 2023/2024* is to *Provide car and mortgage Loans to County Staffs, The fund managed to disburse Car and mortgage loan of Ksh 85,900,000/= .*

The absorption rate has drastically increased as is clearly be visible in the financial year 2023/2024.

The fund management also strengthened loan collection and ensuring a high loan portfolio is maintained.

8. Corporate Governance Statement

The fund does not have a board/ trustee charter as at now, however it is among the items to be initiated and implemented in financial year 2024/2025.

The loan management committee plays a supervisory role in the management of the staff car loan and mortgage fund.

All key and major decisions are sanctioned by the board.

There was no conflict of interest noted in the financial year 2023/2024.

The performance of the board is excellent and satisfactory.

All the key responsibilities and transactions are carried out with high levels of integrity as per the guidance of chapter 6 of the Constitution 2010 .

9. Management Discussion and Analysis

The operation of the staff car loan and mortgage fund during the financial year 2023/2024 ran smoothly under the supervision of the loan management committee as per the regulations.

The fund administrator and the management team ensured compliance to the regulations and proper books of accounts and records are in place.

There has been an increase in the demand for car loan and mortgage facilities since new changes were introduced by the loan management committee.

10. Environmental and Sustainability Reporting

Tana River County staff car loan and mortgage fund exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on six pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

1. Sustainability strategy and profile -

The top management especially the accounting officer should make reference to sustainable efforts, broad trends in political and macroeconomic affecting sustainability priorities, reference to international best practices and key achievements and failure.

2. Environmental performance

Outline clearly, environmental policy guiding the organisation, provide evidence of the policy. Outline successes, shortcomings, efforts to manage biodiversity, waste management policy and efforts to reduce environmental impact of the organisation's products.

3. Employee welfare

Give account of the policies guiding the hiring process and whether they take into account the gender ratio, whether they take in stakeholder engagements and how often they are improved. Explain efforts made in improving skills and managing careers, appraisal and reward systems. The organisation should also disclose their policy on safety and compliance with Occupational Safety and Health Act of 2007, (OSHA).

4. Market place practices-

The organisation should outline its efforts to:

- a) Responsible competition practice.
Explain how the organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors
- b) Responsible Supply chain and supplier relations- explain how the organisation maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices
- d) Product stewardship- outline efforts to safeguard consumer rights and interests

5. Community Engagements-

Give evidence of community engagement including charitable giving (cash & material), Community Social Investment and any other forms of community

The organisation gives details of Corporate Social Responsibility activities carried out in the year and the impact to the society. The statement may also include how the organisation promotes education, sports, healthcare, labour relations, staff training and development, and water and sanitation initiatives)

11. Report of The Trustees

The Trustees submit their report together with the audited financial statements for the year ended June 30, 2024 which shows the state of the Tana River County Staff Car Loan and Mortgage Fund affairs.

Principal activities

The principal activities of the Tana River County Staff Car Loan and Mortgage Fund are *issuance of mortgage and car loans to staff of the County Government of Tana River.*

Results

The results of the Tana River County Staff Car Loan and Mortgage Fund for the financial year 2023/2024 year are set out on page 19 to 23


Trustees

The members of the Board of Trustees who served during the year are shown on page 8 The changes in the Board during the financial year are as shown below:

Auditors

The Auditor General is responsible for the statutory audit of the Tana River County Staff 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 Board


.....

Chair of the Board/Fund Administration Committee

Date: 30/06/2024
.....

12.Statement of Management’s Responsibilities

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of a County Public Fund established by Article 230 of the constitution and section 13 of the salaries and remuneration commission Act ,2011 and Tana River Staff car loan and mortgage regulations of 2018. Shall prepare financial statements for the Tana River County Staff Car Loan and Mortgage Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

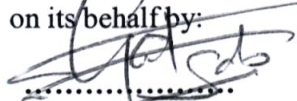
The Administrator of the County Public Fund is responsible for the preparation and presentation of the Tana River County Staff Car Loan and Mortgage Fund’s financial statements, which give a true and fair view of the state of affairs of the Fund for and as at the end of the financial year ended on June 30, 2024. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Administrator of the County Public Fund accepts responsibility for the Tana River County Staff Car Loan and Mortgage Fund’s financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and County Public Fund established by Article 230 of the constitution and section 13 of the salaries and remuneration commission Act ,2011 and Tana River Staff car loan and mortgage regulations of 2018. The Administrator of the Fund is of the opinion that the Fund’s financial statements give a true and fair view of the state of Fund’s transactions during the financial year ended June 30, 2024, and of the Fund’s financial position as at that date. The Administrator further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund’s financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Administrator of the County Public Fund has assessed the Fund’s ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements. Nothing has come to the attention of the Administrator to indicate that the Tana River County Staff Car Loan and Mortgage Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

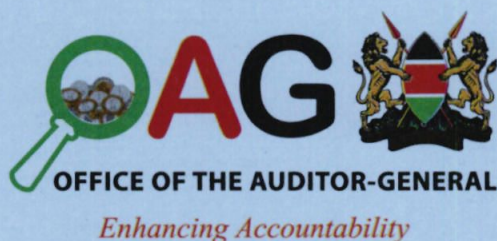
The Fund’s financial statements were approved by the Board on 30/66/2024 and signed on its behalf by:



.....
Administrator of the County Public Fund

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON TANA RIVER COUNTY STAFF CAR LOAN AND MORTGAGE SCHEME FUND FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- 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 Tana River County Staff Car Loan and Mortgage Scheme Fund set out on pages 19 to 49, which comprise the statement of financial position as at 30 June, 2024 and the statement of financial

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Tana River County Staff Car Loan and Mortgage Scheme Fund as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012 and Tana River County Staff Car Loan and Mortgage Scheme Fund Regulations, 2018.

Basis for Qualified Opinion

1. Unsupported Expenditure on Committee Allowances

The statement of financial performance reflects expenditure on use of goods and services totalling Kshs.7,274,997 and as disclosed Note 4 to the financial statements. Included in this expenditure is Kshs.1,995,000 incurred on committee allowances which was paid to the Fund administrator but which is not supported by detailed schedule indicating the name of payee, personal number, date of meeting, sitting allowance rate, total amount paid to each member and agenda for meeting.

In the circumstances, the propriety, accuracy and completeness of expenditure on committee allowances totalling Kshs.1,995,000 could not be confirmed.

2. Unsupported Receivables from Exchange Transactions Balance

The statement of financial position and Note 7 to the financial statements reflects long-term receivables from exchange transactions balance of Kshs.203,268,627 out of which a balance of Kshs.14,524,975 relate to the current portion of long-term receivables while the balance of Kshs.188,743,652 relate to long-term receivables. However, the supporting schedule reflects Kshs.138,817,177 resulting to unexplained variances of Kshs.64,451,450. In addition, the ageing analysis of the receivables from exchange transactions was not provided for audit.

In the circumstances, the accuracy, completeness and existence of receivables from exchange transactions balance of Kshs.203,268,627 could not be confirmed.

3. Inaccurate Revolving Fund Balance

The statement of financial position reflects a revolving fund balance of Kshs.184,300,000 which increased by Kshs.67,900,000 from the prior year balance of Kshs.116,400,000 while Annex II on inter-fund confirmation reflects total transfers of Kshs.70,000,000

resulting to unreconciled variance of Kshs.2,100,000 which has been wrongly disclosed in the statement of financial performance to cater for recurrent expenses. However, Fund administrator is supposed to utilize the interest accruing to defray operating expenses and not from amounts disbursed by the County Government.

In the circumstances, the accuracy and completeness of the revolving fund balance of Kshs.184,300,000 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Tana River County Staff 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.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final revenue budget and actual on comparable basis of Kshs.90,371,897 and Kshs.93,735,511, respectively, resulting in an over collection of Kshs.3,363,614 or 4% of the budget. Similarly, the Fund spent Kshs.93,212,497 against actual receipts of Kshs.93,735,511, resulting in an under-utilization of Kshs.523,013 or 0.5% of actual receipts.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Matters

In the audit of the previous year, several matters were raised. However, the matters remained unresolved as at 30 June, 2024 and no evidence was provided to indicate that the matters were deliberated on by relevant oversight bodies and the resolutions there of.

Other Information

The Management are responsible for the other information set out on page 5 to 17, which comprise of Key Entity Information and Management, Board of Trustee/Fund

Administration Committee, Management Team, Chairperson's Report, Report of Fund Administrator, Statement of Performance Against the Fund's Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Trustees and Statement of Management's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Unsecured Loans

The statement of financial position and Note 7 to the financial statements reflects long term receivables from exchange transactions balance of Kshs.203,268,627 out of which a balance of Kshs.188,743,652 relate to long-term loan repayments due. However, a loan of Kshs.25,000,000 issued to a member of staff has remained un-serviced and no recovery measures have been instituted contrary to Regulation 16(1) of the Public Finance Management (Tana River County Staff Car Loan and Mortgage Scheme Fund) Regulations, 2018 which provides that where a borrower defaults in repayment of a loan for a period of three consecutive months, the administrator of the Fund shall repossess and sell the property or motor vehicle by public auction or private treaty.

In addition, the balance includes Kshs.22,500,000 of mortgage loans disbursed to three (3) staff members that was not supported with copies of title deed, architectural and structural designs, County Government approvals, occupation certificate and valuations while a loan balance of Kshs.13,400,000 granted to two (2) staff members in respect of car loans was not supported by valuation reports, comprehensive insurance certificates, tracking installation certificates and jointly registered logbooks. In addition, loan balance of Kshs.50,000,000 disbursed to seven (7) staff members in respect to mortgage and car

loans were not supported with application forms and security of the purchased assets contrary to Regulation 15 of the Public Finance Management (Tana River County Staff Car Loan and Mortgage Scheme Fund) Regulations, 2018 which provides that the committee shall ensure the loan for purchase of a car is jointly registered in the name of the County Government and the borrower and the log book shall remain in the custody of the committee and that for a mortgage, a charge is registered on the property with all the legal documentation and disbursement be supervised by the County Attorney.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related

to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

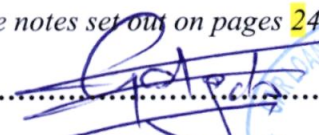

31 December, 2024

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

14. Statement of Financial Performance For year ended, 30th June 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
Revenue From Non-Exchange Transactions			
Transfers From the County Government	1	2,100,000	1,200,000
Revenue From Exchange Transactions			
Interest Income	2	5,956,663	1,777,220
Other Income	3	-	-
Total Revenue		8,056,663	2,977,220
Expenses			
Use of goods and services	4	7,274,997	3,578,440
Depreciation and Amortization Expense	5	37,500	28,125
Total Expenses		7,312,497	3,606,565
Other Gains/Losses			
Gain/Loss on Disposal of Assets		-	-
Surplus/(Deficit) For The Period		744,166	(629,345)

(The notes set out on pages 24 to 46 form an integral part of these Financial Statements)

Name: Galgalo Jarso Jillo
Administrator of the Fund

Name: Mariam Abdalla Bunu
ICPAK Member Number: 20519

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

15. Statement of Financial Position as at 30th June 2024

	Not e	2023-2024	2022-2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash Equivalents	6	523,014	4,770,102
Current Portion of Long- Term Receivables From Exchange Transactions	7	14,524,975	7,815,690
Total current assets		15,047,989	12,585,792
Non-Current Assets			
Property, Plant and Equipment	8	121,875	159,375
Long Term Receivables from Exchange Transactions	7	188,743,652	107,452,777
		188,865,527	107,612,152
Total Assets		203,913,516	120,197,944
Liabilities			
Current Liabilities			
Trade and Other Payables from Exchange Transactions		-	-
Current Portion of Borrowings		-	-
Non-Current Liabilities			
Non-Current Employee Benefit Obligation		-	-
Total Liabilities		-	-
Net Assets		203,913,516	120,197,944
Represented By:			
Revolving Fund		184,300,000	116,400,000
Reserves		-	-
Accumulated Surplus		19,613,516	3,797,944
Total Net Assets and Liabilities		203,913,516	120,197,944

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 30/06/2024 and signed by.

.....



Name: Galgalo Jarso Jillo
Administrator of the Fund

Name: Mariam Abdalla Bunu
ICPAK Member Number: 20519

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024**

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

	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
Balance As at July 2022	77,600,000	-	4,427,289	82,027,289
Surplus/(Deficit) For the Period	-	-	(629,345)	(629,345)
Funds Received During the Year	38,800,000	-	-	38,800,000
Transfers	-	-	-	-
Revaluation Gain	-	-	-	-
Balance As at June 2023	116,400,000	-	3,797,944	120,197,944
Balance As At 1 July 2023	116,400,000	-	3,797,944	120,197,944
Prior Year adjustment			15,071,406	15,071,406
Surplus/(Deficit) For the Period			744,166	744,166
Funds Received During the Year	67,900,000	-	-	67,900,000
Transfers	-	-	-	-
Revaluation Gain	-	-	-	-
Balance As At 30 June 2024	184,300,000	-	19,613,516	203,913,516

(Provide details on the nature and purpose of reserves)



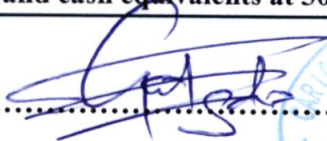
Name: **Galgalo Jarso Jillo**
Administrator of the Fund


Name: **Mariam Abdalla Bunu**
ICPAK Member Number: **20519**

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

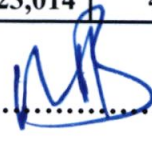
17. Statement of Cash Flows for the year ended 30th June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Public contributions and donations		-	-
Transfers from the county government		2,100,000	1,200,000
Interest received		5,956,663	1,705,619
Receipts from other operating activities		-	-
Total receipts		8,056,663	2,905,619
Payments			
Fund administration expenses		7,274,997	3,578,440
General expenses		-	-
Finance cost		-	-
Other payments		-	-
Total payments		7,274,997	3,578,440
Net cash flows from operating activities		781,666	(672,821)
Cash flows from investing activities			
Purchase of property, plant, equipment and Intangible assets		-	-
Proceeds from sale of property, plant & equipment		-	-
Proceeds from loan principal repayments		12,971,246	7,706,608
Loan disbursements paid out		(85,900,000)	(70,945,000)
Net cash flows used in investing activities		(72,928,754)	(63,238,392)
Cash flows from financing activities			
Proceeds from revolving fund receipts		67,900,000	38,800,000
Additional borrowings		-	-
Repayment of borrowings		-	-
Net cash flows used in financing activities		67,900,000	38,800,000
Net increase/(decrease) in cash & cash Equivalents		(4,247,088)	(25,111,213)
Cash and cash equivalents at 1 July		4,770,102	29,881,315
Cash and cash equivalents at 30 June		523,014	4,770,102



Name: Galgalo Jarso Jillo

Administrator of the Fund



Name: Mariam Abdalla Bunu

ICPAK Member Number: 20519

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

18. Statement Of Comparison of Budget and Actual Amounts for The Period

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	C=(a+b)	d	e=(c-d)	f=d/c*100
Revenue						
Public Contributions and Donations	-	-	-	-	-	
Transfers From County Govt.	70,000,000	-	70,000,000	70,000,000	-	100%
Interest Income	2,593,049	-	2,593,049	5,956,663	(3,363,614)	230%
Proceeds from Loan Principal repayments	13,008,746		13,008,746	13,008,746	-	
Other Income	-	-	-	-	-	0%
Bank Balance b/d		4,770,102	4,770,102	4,770,102	-	
Total Income	85,601,795	4,770,102	90,371,897	93,735,511	(3,363,614)	104%
Expenses						
Fund Administration Expenses	2,593,049	4,770,102	7,363,151	7,312,497	50,654	99%
General Expenses	-	-	-	-	-	0%
Finance Cost	-	-	-	-	-	0%
Loan Disbursements	83,008,746	-	83,008,746	85,900,000	(2,891,254)	
Total Expenditure	85,601,795	4,770,102	90,371,897	93,212,497	(2,840,600)	103%
Surplus For the Period	-	-	-	523,014	(523,014)	0%
					-	0%
Capital expenditure	-	-	-	-	-	0%

19. Notes to the Financial Statements

1. General Information

Tana River Staff Car Loan and Mortgage Fund is established by and derives its authority and accountability from the Tana River County Government Staff Car Loan and Mortgage Regulations 2018. The Tana River Staff Car Loan and Mortgage Fund is wholly owned by the Tana River County Government and is domiciled in Kenya. The Fund's principal activity is issuance of Car Loan and to County.

2. Statement of compliance and basis of preparation

The Tana River County Staff Car Loan and Mortgage Fund's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund. The accounting policies have been consistently applied to all the years presented.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

3. Adoption of new and revised standards

(i) Relevant new standards and amendments to published standards effective for the year ended 30 June 2023

IPSASB deferred the application date of standards from 1st January 2022 owing to Covid 19. This was done to provide entities with time to effectively apply the standards. The deferral was set for 1st January 2023.

(ii) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2022

Standard	Effective date and impact:
-----------------	-----------------------------------

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024**

IPSAS 41: Financial Instruments	Applicable: 1st January 2023: The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an Entity's future cash flows.
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**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024**

Standard	Effective date and impact:
	<p>IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> • Applying a single classification and measurement model for financial assets that considers the characteristics of the asset’s cash flows and the objective for which the asset is held; • Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and • Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an Entity’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy. <p><i>(State the impact of the standard to the Entity if relevant)</i></p>
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2023</p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <ul style="list-style-type: none"> (a) The nature of such social benefits provided by the Entity; (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on the Entity’s financial performance, financial position and cash flows. <p><i>(State the impact of the standard to the Entity if relevant)</i></p>
<p>Amendments to Other IPSAS</p>	<p>Applicable: 1st January 2023:</p>

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024**

Standard	Effective date and impact:
<p>resulting from IPSAS 41, Financial Instruments</p>	<p>a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued.</p> <p>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</p> <p>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p> <p><i>(State the impact of the standard to the Entity if relevant)</i></p>
<p>Other improvements to IPSAS</p>	<p>Applicable 1st January 2023</p> <ul style="list-style-type: none"> • <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> <p>Amendments to refer to the latest System of National Accounts (SNA 2008).</p> <ul style="list-style-type: none"> • <i>IPSAS 39: Employee Benefits</i> <p>Now deletes the term composite social security benefits as it is no longer defined in IPSAS.</p> <ul style="list-style-type: none"> • IPSAS 29: Financial instruments: Recognition and Measurement <p>Standard no longer included in the 2021 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.</p> <p><i>State the impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 43</p>	<p>Applicable 1st January 2025</p> <p>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</p>

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

Standard	Effective date and impact:
	<p>have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>State the impact of the standard to the Entity if relevant</i></p>
<p>IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations</p>	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p><i>State the impact of the standard to the Entity if relevant</i></p>

(iii) Early adoption of standards

The entity did not early – adopt any new or amended standards in year 2023.

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

Transfers from other government entities

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

ii. Revenue from exchange transactions

Interest income

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

b) Budget information

The original budget for FY 2023-2024 was approved by the County Assembly on 22/06/2023. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget. However, the Fund did not receive any additional appropriations for the FY 2023-2024

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

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.

Summary Of Significant Accounting Policies (Continued)

c) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Tana River County Staff Car Loan and Mortgage 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.

d) 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.

e) Financial instruments

Financial assets

Initial recognition and measurement

Financial assets within the scope of IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets, as appropriate. The Entity determines the classification of its financial assets at initial recognition.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

Summary Of Significant Accounting Policies (Continued)

Held-to-maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held to maturity when the Entity has the positive intention and ability to hold it to maturity. After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The losses arising from impairment are recognized in surplus or deficit.

Impairment of financial assets

The Entity assesses at each reporting date whether there is objective evidence that a financial asset or an entity of financial assets is impaired. A financial asset or an entity of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the entity of financial assets that can be reliably estimated. Evidence of impairment may include the following indicators:

- The debtors or an entity of debtors are experiencing significant financial difficulty
- Default or delinquency in interest or principal payments
- The probability that debtors will enter bankruptcy or other financial reorganization
- Observable data indicates a measurable decrease in estimated future cash flows (e.g. changes in arrears or economic conditions that correlate with defaults)

Financial liabilities

Initial recognition and measurement

Financial liabilities within the scope of IPSAS 29 are classified as financial liabilities at fair value through surplus or deficit or loans and borrowings, as appropriate. The Entity determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

Loans and borrowing

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus or deficit when the liabilities are derecognized as well as through the effective interest method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

Summary Of Significant Accounting Policies (Continued)

f) Inventories

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

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

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

g) Provisions

Provisions are recognized when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Entity expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Contingent liabilities

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

Summary Of Significant Accounting Policies (Continued)

Contingent assets

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

h) Nature and purpose of reserves

The Tana River County Staff Car Loan and Mortgage fund creates and maintains reserves in terms of specific requirements. *Entity to state the reserves maintained and appropriate policies adopted.*

i) Changes in accounting policies and estimates

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

j) Employee benefits – Retirement benefit plans

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

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

k) 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.

Summary Of Significant Accounting Policies (Continued)

l) Borrowing costs

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

m) Related parties

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

n) Cash and cash equivalents

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

o) Comparative figures

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

p) Events after the reporting period

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

q) Ultimate and Holding Entity

The Tana River County Staff Car Loan and Mortgage is a County Public Fund established by the Staff Car Loan and Mortgage regulation 2018. (*County Government Regulation*) under the Ministry of Finance and Economic Planning. Its ultimate parent is the County Government of Tana River.

r) Currency

The financial statements are presented in Kenya Shillings (Kshs).

Summary Of Significant Accounting Policies (Continued)

4. Significant judgments and sources of estimation uncertainty

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

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

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

b) Useful lives and residual values

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

- The condition of the asset based on the assessment of experts employed by the Tana River County Staff Car Loan and Mortgage fund.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset

c) Provisions

Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

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

5. Notes To The Financial Statements

1. Transfers from County Government

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers From County Govt. –Operations	2,100,000	1,200,000
Payments By County On Behalf Of The Entity	00.00	00.00
Total	2,100,000	1,200,000

2. Interest income

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest Income From Mortgage Loans	4,895,448	1,725,488
Interest Income From Car Loans	1,061,215	51,732
Total Interest Income	5,956,663	1,777,220

This is interest charged on staff mortgage and car loans are at the rate of 0.0025 per month on reducing balance.

3. Other income

Description	2023-2024	2022-2023
	Kshs	Kshs
Insurance Recoveries	00.00	00.00
Income From Sale Of Tender Documents	00.00	00.00
Miscellaneous Income	00.00	00.00
Total Other Income	00.00	00.00

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

4. Use of Goods and Services

Description	2023-2024	2022-2023
	Kshs.	Kshs.
General Office Expenses	673,000	-
Loan Processing Costs	151,600	164,800
Administration Fees	-	597,000
Committee Allowances	1,995,000	2,707,100
Bank Charges	7,697	9,540
Printing And Stationery	1,160,000	100,000
Rental Costs	-	-
Security Costs	-	-
Telephone And Communication Expenses	10,000	-
Bank Charges	-	-
Audit Fees	-	-
Provision For Doubtful Debts	-	-
Domestic travel and subsistence	2,527,700	-
Catering services	750,000	-
Total	7,274,997	3,578,440

5. Depreciation and Amortization Expense

Description	2023-2024	2022-2023
	Kshs.	Kshs.
Property Plant and Equipment	37,500	28,125
Intangible Assets	-	-
Total	37,500	28,125

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

Notes to the Financial Statements Continued

6. Cash and cash equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Car loan and Mortgage Account	523,014	4,770,102
Fixed Deposits Account	00.00	00.00
Total Cash And Cash Equivalents	523,014	4,770,102

(The amount should agree with the closing and opening balances as included in the statement of cash flows)

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

		2023-2024	2022-2023
Financial Institution	Account number	Kshs	Kshs
a) Current Account			
Kenya Commercial Bank		00.00	00.00
Equity Bank	1210277984993	523,014	4,770,102
Sub- Total		523,014	4,770,102
b) Others(Specify)		00.00	00.00
Cash In Transit		00.00	00.00
Cash In Hand		00.00	00.00
Sub- Total		00.00	00.00
Grand Total		523,014	4,770,102

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

7. Receivables from exchange transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Current Receivables		
Interest Receivable	-	1,405,945
Current Loan Repayments Due	14,524,975	6,409,745
Other Exchange Debtors	-	-
Less: Impairment Allowance	-	-
Total Current Receivables	14,524,975	7,815,690
Non-Current Receivables		
Long Term Loan Repayments Due	188,743,652	107,452,777
Total Non- Current Receivables	188,743,652	107,452,777
Total Receivables From Exchange Transactions	203,268,627	115,268,467

Additional disclosure on interest receivable

Description	2023-2024	2022-2023
	Kshs	Kshs
Interest Receivable		
Interest receivable from current portion of long-term loans of previous years		596,864
Accrued interest receivable from of long-term loans of previous years		2,560,862
Interest receivable from current portion of long-term loans issued in the current year		3,278,389
Current loan repayments due		
Current portion of long-term loans from previous years		10,410,469
Accrued principal from long-terms loans from previous periods		47,401,427
Current portion of long-term loans issued in the current year		70,945,000

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

Notes To The Financial Statements (Continued)

8. Property, plant and equipment

	Land and Buildings	Motor vehicles	Furniture and fittings- 12.5%	Computers and office equipment- 33.3%	Total
Cost	Kshs	Kshs	Kshs	Kshs	Kshs
At 1st July 2022	-	-	300,000	70,000	370,000
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-
At 30th June 2023	-	-	300,000	70,000	370,000
At 1st July 2023	-	-	300,000	70,000	370,000
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfer/Adjustments	-	-	-	-	-
At 30th June 2024	-	-	300,000	70,000	370,000
Depreciation And Impairment					-
At 1 st July 2022	-	-	112,500	70,000	182,500
Depreciation	-	-	28,125	-	28,125
Impairment	-	-	-	-	-
At 30th June 2023	-	-	140,625	70,000	210,625
At 1st July 2023	-	-	140,625	70,000	210,625
Depreciation	-	-	37,500	-	37,500
Disposals	-	-	-	-	-
Impairment	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-
At 30th June 2024	-	-	178,125	70,000	248,125
Net Book Values					-
At 30th June 2023	-	-	159,375	-	159,375
At 30th June 2024	-	-	121,875	-	121,875

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

9. Cash generated from operations

	2023-2024	2022-2023
	Kshs	Kshs
Surplus/ (Deficit) For the Year Before Tax	744,166	(629,341)
Adjusted For:		
Depreciation	37,500	28,125
Interest income	0	(71,601)
Working Capital Adjustments		
Increase In Receivables	-	-
Net Cash Flow From Operating Activities	781,666	(672,817)

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

Other Disclosures

10. Related party balances

a) Nature of related party relationships

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

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

b) Related party transactions

	2023-2024	2022-2023
	Kshs	Kshs
Transfers From Related Parties'	70,000,000	40,000,000
Transfers To Related Parties	00.00	00.00

c) Key management remuneration

	2023-2024	2022-2023
	Kshs	Kshs
Board Of Trustees	00.00	00.00
Key Management Compensation	00.00	00.00
Total	00.00	00.00

d) Due from related parties

	2023-2024	2022-2023
	Kshs	Kshs
Due From Parent Ministry	00.00	00.00
Due From County Government	00.00	00.00
Total	00.00	00.00

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

Other Disclosures Continued

e) Due to related parties

	2023-2024	2022-2023
	Kshs	Kshs
Due To Parent Ministry	00.00	00.00
Due To County Government	00.00	00.00
Due To Key Management Personnel	00.00	00.00
Total	00.00	00.00

11. Contingent assets and contingent liabilities

Contingent Liabilities	2023-2024	2022-2023
	Kshs	Kshs
Court Case Against The Fund	00.00	00.00
Bank Guarantees	00.00	00.00
Total	00.00	00.00

(Give details)

Other Disclosures Continued

12. Financial risk management

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

The Tana River County Staff Car Loan and Mortgage Fund's financial risk management objectives and policies are detailed below:

a) Credit risk

The Tana River County Staff Car Loan and Mortgage Fund has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024**

by the Tana River County Staff Car Loan and Mortgage fund management based on prior experience and their assessment of the current economic environment.

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

	Total amount Kshs	Fully performing Kshs
At 30 June 2024		
Receivables From Exchange Transactions	203,268,627	203,268,627
Bank Balances	523,014	523,014
Total	203,791,641	203,791,641
At 30 June 2023		
Receivables From Exchange Transactions	115,268,467	115,268,467
Bank Balances	4,770,102	4,770,102
Total	120,038,569	120,038,569

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

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

The board of trustees sets the Tana River County Staff Car Loan and Mortgage Fund's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

b) Liquidity risk management

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

The table below represents cash flows payable by the Tana River County Staff Car Loan and Mortgage 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.

Tana River County Staff Car Loan and Mortgage Scheme Fund
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	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 2024				
Trade Payables	00.00	00.00	00.00	00.00
Current Portion Of Borrowings	00.00	00.00	00.00	00.00
Provisions	00.00	00.00	00.00	00.00
Employee Benefit Obligation	00.00	00.00	00.00	00.00
Total	00.00	00.00	00.00	00.00
At 30 June 2023				
Trade Payables	00.00	00.00	00.00	00.00
Current Portion Of Borrowings	00.00	00.00	00.00	00.00
Provisions	00.00	00.00	00.00	00.00
Employee Benefit Obligation	00.00	00.00	00.00	00.00
Total	00.00	00.00	00.00	00.00

c) Market risk

The board has put in place an internal audit function to assist it in assessing the risk faced by the Tana River County Staff Car Loan and Mortgage 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 rate, equity prices and foreign exchange rates which will affect the Tana River County Staff Car Loan and Mortgage 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 Tana River County Staff Car Loan and Mortgage Fund's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies.

There has been no change to the Tana River County Staff Car Loan and Mortgage fund exposure to market risks or the manner in which it manages and measures the risk.

i. Foreign currency risk

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

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

The carrying amount of the Tana River County Staff Car Loan and Mortgage fund foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

		Other currencies	Total
	Kshs	Kshs	Kshs
At 30 June 2024			
Financial Assets	00.00	00.00	00.00
Investments	00.00	00.00	00.00
Cash	00.00	00.00	00.00
Debtors/ Receivables	00.00	00.00	00.00
Liabilities			
Trade And Other Payables	00.00	00.00	00.00
Borrowings	00.00	00.00	00.00
Net Foreign Currency Asset/(Liability)	00.00	00.00	00.00

Foreign currency sensitivity analysis

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

	Change in currency rate	Effect on surplus/ deficit	Effect on equity
	Kshs	Kshs	Kshs
2023			
Euro	10%	00.00	00.00
USD	10%	00.00	00.00
2022			
Euro	10%	00.00	00.00
USD	10%	00.00	00.00

Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024

ii. Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

The Tana River County Staff Car Loan and Mortgage 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.

d) Capital risk management

The objective of the Tana River County Staff Car Loan and Mortgage Fund's capital risk management is to safeguard the Fund's ability to continue as a going concern. The entity capital structure comprises of the following funds:

	2023-2024	2022-2023
	Kshs	Kshs
Revaluation reserve	00. 00	00.00
Revolving fund	184,300,000	116,400,000
Accumulated surplus	19,613,516	3,797,944
Total funds	203,913,516	120,197,944
Total borrowings	00.00	00.00
Less: cash and bank balances	(523,014)	(4,770,102)
Net debt/(excess cash and cash equivalents)	203,390,502	115,427,842
Gearing	99%	96%

**Tana River County Staff Car Loan and Mortgage Scheme Fund
Annual Report & Financial Statements for the year ended June 30 2024**

20 annexes

Annex 1:. Progress On Follow Up Of Prior Year Auditor's Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

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)
4.(i)	Unsupported Current Portion of Long-Term Receivables from Exchange Transactions	<p>The applicant has signed the offer letter in respect to the mortgage facility advanced.</p> <p>He has also issued us with an allotment letter for his property in Hola as security for the loan.</p> <p>The fund administrator is working with his advocate in ensuring a legal charge is duly registered.</p>	Resolved	
5(ii)	Unsecured Car Loan and Mortgage	<p>The loan management committee has raised the issue of the loan arrears with the principal borrower.</p> <p>The repayment plans are yet to be implemented.</p> <p>The current loan repayments are deducted from his salary and reflects on the payslip.</p>	Not Resolved	30 th May 2025
	Unsupported			

**Tana River County Staff Car Loan and Mortgage Scheme Fund
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7	Property Plant and Equipment Balance	The outgoing fund administrator has not accounted for the assets.	Not Resolved	30 th May 2025
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Fund Manager



[Handwritten signature]

Date.....



31/06/2024

[Blue circular stamp: TANA RIVER COUNTY STAFF CAR LOAN AND MORTGAGE FUND ADMINISTRATOR]

**Tana River County Staff Car Loan and Mortgage Scheme Fund
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Annex II: Inter-Fund Confirmation Letter

[Insert your Letterhead]

[Insert name of beneficiary Fund]

[Insert Address]

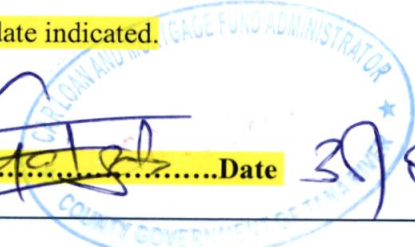
The *[insert SC/SAGA/Fund name here]* wishes to confirm the amounts disbursed to you as at 30th June 20xx as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by <i>[Insert name of beneficiary Fund]</i> as at 30 th June 20xx							
		Amounts Disbursed by <i>[SC/SAGA/Fund]</i> (Kshs) as at 30 th June 2024			Amount Received by <i>[beneficiary Fund]</i> (KShs) as at 30 th June 2024 (E)	Differences (KShs) (F)=(D-E)	
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
		2,100,000	67,900,000	-	70,000,000	70,000,000	-
Total							

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

Head of Accountants department of beneficiary Fund:

Name *[Signature]* Sign *[Signature]* Date *30/06/2024*



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

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

Annex IV: Reporting on Disaster Management Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Program me	Sub-program me	Disast er Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/prep aredness)	Expendit ure item	Amou nt (Kshs .)	Comme nts

Tana River County Staff Car Loan and Mortgage Scheme Fund
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TANA RIVER COUNTY STAFF CAR LOAN TRIAL BALANCE

	Dr.-2023/24	Cr-2023/24
Transfers from county government		2,100,000
Interest income		
Interest income-Mortgage loans		4,895,448
Interest income-Car Loans	-	1,061,215
use of goods and services		
General office expenses	673,000	
Loan Processing costs	151,600	
Domestic travel and subsistence	2,527,700	
Administration Fees	-	
Committee Allowances	1,995,000	
Telephone and communication	10,000	
Bank Charges	7,697	
Catering services	750,000	
Computer maintenance	-	
Printing and Stationery	1,160,000	
Depreciation and amortization expenses		
Propert ,Plant and Equipment	37,500	
Cash and Cash equivalents	523,014	
Receivables		
Current Receivables	14,524,975	
Loan term loan repayment due	188,743,652	
PPE-NBV	121,875	
Revolving fund		116,400,000
Prior year adjustment		15,071,406
Accumulated surplus		3,797,944
Fund Received during the year		67,900,000
	211,226,013	211,226,013

NAME
SIGNATURE

