


REPUBLIC OF KENYA



REPORT

	
THE NATIONAL ASSEMBLY	
DATE: 01 SEP 2021	
DAY: WED	
TABLED BY:	LOMP
CLERK-AT THE-TABLE:	S. Kalama

OF

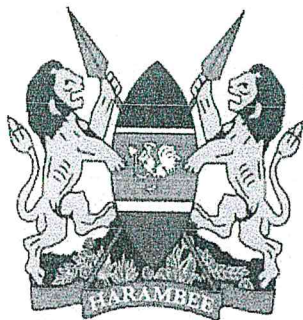
THE AUDITOR-GENERAL

ON

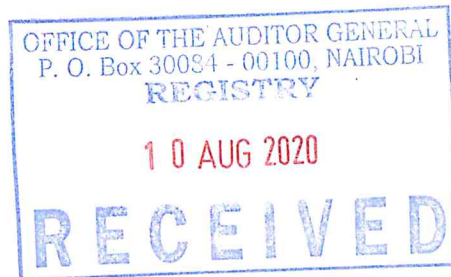
NATIONAL YOUTH COUNCIL

**FOR THE YEAR ENDED
30 JUNE, 2019**

Annex 1



REPUBLIC OF KENYA



NATIONAL YOUTH COUNCIL

NATIONAL YOUTH COUNCIL

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDING

JUNE 30, 2019

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

1800

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For the year ended June 30, 2019
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KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The National Youth Council (NYC) is a state corporation ratified through the Kenya Gazette Notice No. 88 of 2010. The NYC was established upon enactment of the National Youth Policy, 2007 and the National Youth Council Act, 2009.

The Council was operationalized on 10th December, 2012 with 22 members. 16 of them were elected from the former 8 Provinces through either the Youth Congress or the National Delegates Forum. The other 5 are alternate members representing the Attorney General's Office and Principal Secretaries of Ministry responsible for Education, Internal Security, Finance and Youth Affairs.

The NYC is a noble idea that came to fruition, at the opportune time, so as to provide leadership in championing for youth agenda. The institution has created the impetus for meaningful advocacy and empowerment for youth of Kenya. Indeed, the NYC is poised to galvanize all efforts and interventions on youth with the aim of making those result-oriented, youth friendly and youth-targeted, hence directly impacting on youth as the actual beneficiaries.

The Council is headed by a Chairman while the Secretariat is headed by the CEO. The Secretariat has Officers deployed from the Ministry of Public Service Youth and Gender, Finance and Interior & Coordination of National Government.

(b) Principal Activities

1.1 Vision

To be the dynamic institution championing youth empowerment, unity and inclusion for national stability and prosperity

1.2 Mission

To enhance youth capacity and active participation in social, political and economic prosperity through strategic consultations, engagements and partnerships

1.3 Core Values

The following are institutional values of National Youth Council:

- Equity
- Professionalism
- Integrity and accountability
- Transparency
- Innovativeness
- Team Work

1.4 Functions of NYC

- a) Regulate and co-ordinate activities and initiatives relating to the youth being undertaken by youth groups, youth focused community based organizations, non-governmental organizations, civil society movements and other organizations;
- b) Promote and popularize the National Youth Policy and other policies that affect the youth;

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- c) Facilitate the periodic review of the National Youth Policy in line with other government policy statements;
- d) Mobilize resources to support and fund youth program and initiatives;
- e) Lobby for legislation on issues affecting the youth;
- f) Liaise with other organizations to ensure that the youth gain access to resources and services;
- g) Inspire and promote the spirit of unity, patriotism, volunteerism and service among the youth;
- h) Formulate operational guidelines that protect the youth against any form of abuse or manipulation;
- i) Mobilize and sensitize relevant stakeholders on the concept of community youth service;
- j) Act as a voice and bridge to ensure that the Government and other policy makers are kept informed of the views and aspirations of the youth;
- k) Promote research, collation and analysis of data on youth issues;
- l) Promote the inclusion of youth agenda in the formulation of policy by public institutions and organisations;
- m) Promote the inclusion of youth in decision making bodies, boards, agencies and other public institutions and organisations;
- n) Promote and popularize the Youth Enterprise Development Fund and such other devolved funds targeting the youth as may be established from time to time;
- o) Perform any other function that may directly or indirectly contribute to the attainment of the foregoing.

The NYC endeavours to work with Corporate Bodies, Ministries, and Corporates in the Private Sector as well as youth and youth groups to actualize its mandate for the benefit of Kenyan youth. The NYC will nurture partnerships while marshalling resources for effective youth participation and representation, to support youth initiatives, programmes and innovations. The NYC will build synergy for networking and joint programming to actualize interventions to improve conditions of youth and will align these to its Strategic Plan, functions and mandate.

The NYC will embrace activities and programmes that will mainstream all segments of youth and support agenda for positive change for youth to actively participate in national and county development processes.

(c) Key Management

- 1. Chairperson – Non Executive
- 2. Chief Executive Officer
- 3. Head of Advocacy and Communication
- 4. Head of Partnership & Resource mobilisation
- 5. Head of Research Strategy and Planning
- 6. Head of Corporate Services
- 7. Head of Finance

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(d) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2019 and who had direct fiduciary responsibility were:

1. Chief Executive Officer
2. Head of Advocacy and Communication
3. Head of Partnership & Resource mobilisation
4. Head of Research Strategy and Planning
5. Head of Corporate Services
6. Head of Finance
7. Ag. Head of Regulation and Coordination

	Responsibility	Name
1.	Chief Executive Office	Mr.Roy SasakaTelewa
2.	Advocacy and Communication	Ms. Maureen Musyoki
3.	Partnership & Resource mobilisation	Ms. Irene Odindo
4.	Research Strategy and Planning	Mr. Benjamin Esuron
5.	Regulation and Coordination	
6.	Corporate Services	Ms. Caroline Chebet
7.	Accountant	Ms.Linet Nyabuto

(e) Fiduciary Oversight Arrangements

Audit and Finance & General Purposes Committee activities

- (i) To monitor the integrity of the financial statements of the company and any formal communication relating to the company's financial performance, reviewing significant financial reporting judgments contained in them.
- (ii) To review the company's internal financial controls and risk management systems;
- (iii) To monitor and review the effectiveness of the company's internal audit function and make recommendations to the board, in relation to the appointment of the external auditor and to approve the remuneration and terms of engagement of the external auditor.
- (iv) To review and monitor the external auditor's independence and objectivity and the effectiveness of the audit process, taking into consideration relevant professional and regulatory requirements.

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- (v) To develop and implement policy on the engagement of the external auditor to supply audit services.

Parliamentary Committee activities

- i) Most parliamentary committees investigate specific matters of policy or government administration or performance. Other parliamentary committees are responsible for matters related to the internal administration of the Parliament.
- ii) Committees are able to do things which it would not be possible to undertake in the large, formal environment of the parliament, such as finding out the facts of a case or issue, gathering evidence from expert groups or individuals, sifting evidence and drawing up reasoned conclusions. This kind of work is more effectively carried out by small groups of Members.
- iii) An advantage of committees is that several of them can operate at one time enabling many more investigations to be conducted. Each committee has its own defined area of operation so that it is able to specialize and build up a body of expertise among its members.

Development Partner Oversight activities

- i) Monitor and review progress of projects in relation to the agreed performance contracts.
- ii) Provide recommendations regarding strategic directions, new opportunities for investment, and enhanced performance.
- iii) Approve the development projects budget proposal.

Other Oversight Activities:

The NYC has constituted the following committee of the Council

Name of the Committee	Members
Nominated Audit and Risk Committee	<ol style="list-style-type: none"> 1. RahowJimale 2. Daniel Bolo 3. FatumaAbubakar 4. Patrick Stom
Finance, Administration and HRM Committee	<ol style="list-style-type: none"> 1. Benson Mutemi 2. Pius Mutisya 3. Patrick Stom 4. Roy SasakaTelewa
Programs and Advocacy Committee	<ol style="list-style-type: none"> 1. FatumaAbubakar 2. ScholasticaNdambuki 3. Martin Macharia 4. Roy SasakaTelewa

Note: The above are the other Audit Committee nominees however NYC is in the process of operationalizing the Audit committee upon being assigned an Internal Auditor which we had requested from the Principal Secretary from the National Treasury and planning through the

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Principal Secretary, Youth. PFM Act 2012 mandates the Internal Auditor to be the Secretary of the committee

KEY ENTITY INFORMATION AND MANAGEMENT (Continued)

(f) Entity Headquarters

National Youth Council
Bruce House. 8th Floor
P.O. BOX 23677-00100
NAIROBI

(g) Entity Contacts

Telephone: (254) 020-2013920

Email: info@nationalyouthcouncil.go.ke, nationalyouthcouncilofkenya@gmail.com

Website: www.nationalyouthcouncil.go.ke

(h) Entity Bankers

National Bank of Kenya
Harambee Avenue
Nairobi

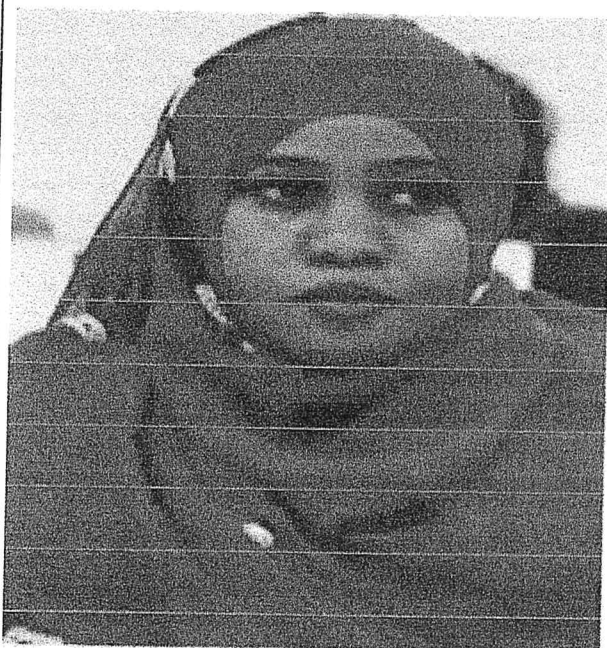
(i) Independent Auditors

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

(j) Principal Legal Adviser

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

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THE BOARD OF DIRECTORS



Fatuma Abubakar: Chairperson
Masters in G& Ethics, BA, DIP(BIS)

- **Date of Birth – 1985**
- **Date of Appointment – 2012**
- **Qualifications:**
 - MA(Governance & Ethics)MKU
 - Bachelor of Business in Administration (Limkokwing University of Creative Tech.)
 - Advanced Diploma in Business Information Systems
 - Diploma in Business Information Systems (abe)
 - Certificate in Business Information Systems
 - Associate Member of the Association of Business Executives

- **Experience:**
 - Manager in Caravan Real Estate Developers & Properties Ltd
 - Deputy registration officer at Interim Independent Electoral Commission
 - Procurement Manager at City Link Pharma
 - Supervisor – IEC/IRS
 - Volunteer – Redcross Kenya – Garissa Branch
 - Assistant Manager – City Link Pharma
 - Administrator Assistant- Women Advancement Organisation
 - Trained on conflict management
 - Trained on HIV/AIDS management
 - Trained on Post Disaster & Crisis management
 - Trained on Security in the field by mentor initiative
 - Specialised in youth issues
 - Trained Tot on Information Education & Communication(IEC)
 - International Marketing
 - Basic Accounting & Bookkeeping

- **Date of Birth – 1989**
- **Date of Appointment – 2012**
- **Qualifications:**
 - Bed(Arts)

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Benson Mutemi:
Council Member
Bachelor of Education(Arts)

• **Experience:**

- Co-ordinator Kamandio Premier League (KPL)
- Teaching Practice Mutongoni Sec. Sch.
- Acting Principal Kiviu Mixed day Sec. Sch.
- Part-time Tutor Upper Kabete High Sch.
- Part-time Tutor Kyuso Girls High Sch.
- Deputy Presiding Officer(DPO) the New Kenyan Constitution Referendum Exercise



RahowAbdiJimale:
Council Member

• **Date of Birth – 1989**

• **Date of Appointment – 2012**

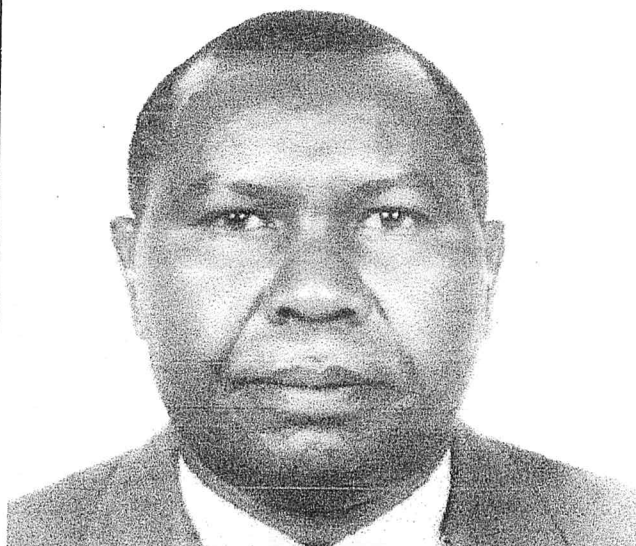
• **Qualifications:**

- Diploma in Social Work & Administration
- Certificate in Computer Application

• **Experience:**

- County revolving fund committee member
- Work with WFP & CDC
- Store keeper in a warehouse at the Regional Election Coordinator's officer
- Anthropometric & Mortality Survey with Save the children
- SQUEAC Nutrition Survey with Save the children
- Accountant – YAWA Bookshop & stationeries
- Data verification clerk at IEBC
- Enumerator for KNBS
- Volunteer & member at the Kenya Redcross- Wajir Branch
- Ireland Draught Management
- Tutor – Garissa Pry. Sch.
- Research Assistant, Infotrak reserch & consulting

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Pius K. Mutisya
PS Alternate
Ministry of Education, Science And Technology

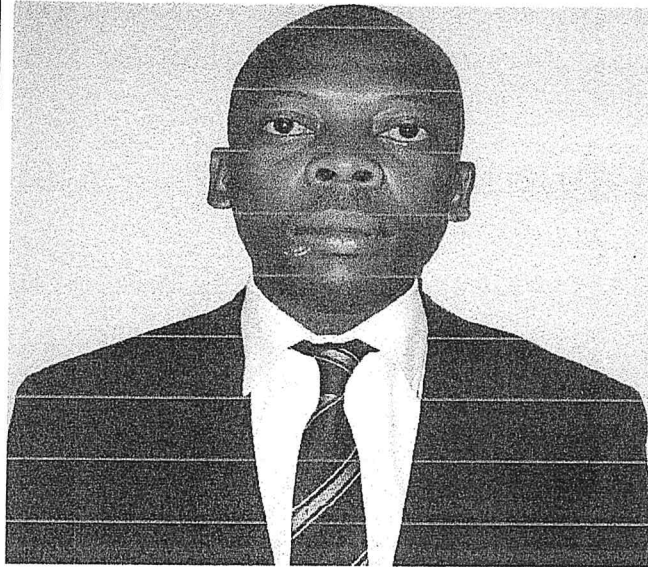

- **Date of Birth – 1959**
- **Date of Appointment –**
- **Qualifications:**
 - Phd(Science)
 - Masters of Education(M.Sc)
 - B.Ed(Sc)
- **Experience:**
 - Appointed to the Council to represent the Principal Secretary, Public Service and Youth in July, 2016
 - Ag. Director –Quality Assurance & Standards
 - Ag. C.E. O. of Education Standards & Quality Assurance Council (ESQAC)



Mr. Daniel Bolo:
PS Alternate
Ministry of Interior and Coordination of National Government

- **Date of Birth – 1960**
- **Date of Appointment –**
- **Qualifications:**
 - MA(Administration)
 - BA(Business Administration)
 - Diploma in HIV/AIDS innovative Management & Care
 - Certificate in Advanced Public Administration
 - National Honor Society in Business Administration
 - OGW
- **Experience:**
 - OGW ON 12th Dec 2015 for distinguished Service rendered to the Nation
 - Ps Alternate at National Youth Council and National Aids Control Council
 - Served as a Program Officer
 - Acting Finance Officer
 - Acting Procurement Officer
 - PA(National Coordinator at NACADA)
 - Served as a Field Officer at Karbarnet , Kabartonjo, Nyahururu, Embakasi , Matayos
 - Worked as a DO Cadet
 - Headed Aids Control Unit

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	<ul style="list-style-type: none"> ➤ Senior Deputy Secretary ➤ Developed & implemented Annual Performance Contract on HIV/AIDS, ADA & Disability mainstreaming in the State Dept. of Interior ➤ Served as the Head of Secretariat at Kenya Somalia Border Securitization Committee
 <p>Patrick Mbehi Stom PS Alternate The National Treasury</p>	<ul style="list-style-type: none"> • Date of Birth – 1981 • Date of Appointment – 2016 • Qualifications: <ul style="list-style-type: none"> • BBA (Accounting option) • Certified Securities & Investment Analysts II • Member of ICPAK • Experience: <ul style="list-style-type: none"> ➤ Appointed to the Council to represent the Principal Secretary, Public Service and Youth in July, 2016 ➤ Public Sector Financial Management ➤ Work improvement skills ➤ Trainings ➤ Workshops & Seminars on management & governance
 <p>Martin Macharia AG Alternate (Office of the AG)</p>	<ul style="list-style-type: none"> • Date of Birth – 1984 • Date of Appointment – 2016 • Qualifications: <ul style="list-style-type: none"> ➤ Senior State Council ➤ Advocate of the High Court of Kenya • Experience: <ul style="list-style-type: none"> ➤ Appointed to the Council to represent the Principal Secretary, Public Service and Youth in July, 2016 ➤ 8 years at AG's office handling matters relating to Government Advisory on legal matters

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**Roy Sasaka Telewa Chief Executive Officer.
(Secretary to the Council)**

- **Date of Birth – 1987**
- **Date of Appointment – 16/01/2019**
- **Qualifications:**
 - Doctor of Philosophy (PHD)-: Business Administration (Operations Management). Undertaking Thesis B.Ed Arts
 - Higher Diploma Human Resource Management
 - MBA- Operations Management Option
 - BA-Political Science & Communication (2ndClass Upper Division)
 - Bachelor of Commerce -Procurement & Supply Chain Management (2nd Class Upper Division)
 - ISO 9001 Standard (lead Auditor's Certification)
 - Certified Human Resource Professionals (CHRP)-KIM
 - Professional Diploma in Procurement & supply Chartered Institute of Procurement & Supply (CIPS) UK
 - Supplies Practitioner's Licence (KISM)
 - ERP Systems, Google Sheets, SSSP, Proficient in Microsoft Office suite, Microsoft Project
- **Experience:**
 - Manager, Procurement, (KDIC)
 - Deputy Head of Procurement(CAK)
 - Senior Supply Chain Management Officer (GOK-World Bank Project through Water Resources Management Authority)
 - Manager, Human Resource & Procurement (Neeroy Investment Ltd)
 - Customer relation Officer (Barclays Bank of Kenya)

Procurement Assistant (Ruralnet Agencies)

MANAGEMENT TEAM



Roy Sasaka Telewa Chief Executive Officer.
(Secretary to the Council)

- **Date of Birth – 1987**
 - **Date of Appointment – 16/01/2019**
 - **Qualifications:**
 - Doctor of Philosophy (PHD)-: Business Administration (Operations Management). Undertaking Thesis B.Ed Arts
 - Higher Diploma Human Resource Management
 - MBA- Operations Management Option
 - BA-Political Science & Communication (2ndClass Upper Division)
 - Bachelor of Commerce -Procurement & Supply Chain Management (2nd Class Upper Division) .
 - ISO 9001 Standard (lead Auditor's Certification)
 - Certified Human Resource Professionals (CHRP)-KIM
 - Professional Diploma in Procurement & supply Chartered Institute of Procurement & Supply (CIPS) UK
 - Supplies Practitioner's Licence (KISM)
 - ERP Systems, Google Sheets, SSSP, Proficient in Microsoft Office suite, Microsoft Project
 - **Experience:**
 - Manager, Procurement, (KDIC)
 - Deputy Head of Procurement(CAK)
 - Senior Supply Chain Management Officer (GOK-World Bank Project through Water Resources Management Authority)
 - Manager, Human Resource & Procurement (Neeroy Investment Ltd)
 - Customer relation Officer (Barclays Bank of Kenya)
- Procurement Assistant (Ruralnet Agencies)

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Irene Odindo
Head of Partnership & Resource Mobilisation


- **Date of Birth – 1980**
- **Date of Appointment – 2007**
- **Qualifications:**
 - MA(International Studies)
 - B.Ed Arts
 - Higher Diploma Human Resource Management
 - - Senior Management Course
- **Experience:**
 - Head of Kamukunji Sub-County from 2009 to 2014
 - Successful implementation of Youth Empowerment Programs including Youth Enterprise Development Fund, Uwezo Fund, Kenya Youth Empowerment Program (KYEP), 'Kazi kwa Vijana' and AGPO in Kamukunji
 - Coordinated dissemination of National Youth Policy, NYC Act 2009 and Conducted National Youth Council Elections in 2010
 - Secured USAID funding for a Youth programme in Kamukunji in 2011/2012
 - Member of technical team from Directorate of Youth Affairs that put the 'Online Jobs' (now the Ajira Digital Program) Concept on paper.



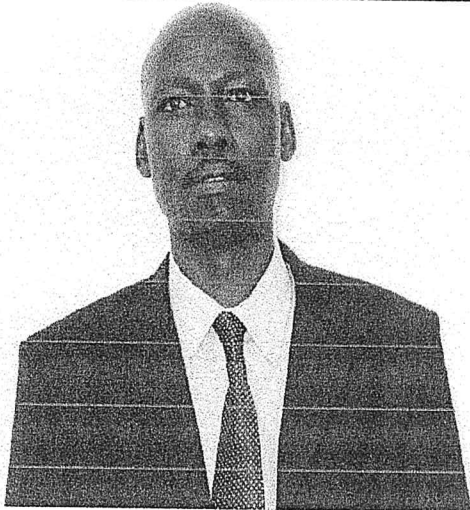
Caroline Chebet Kosgey
Head of Corporate Services

- **Date of Birth – 1984**
- **Date of Appointment – 2010**
- **Qualifications:**
 - BA Economics with IT
 - Youth Development course (KSG)
 - Senior Management course
- **Experience:**
 - Head of Thika East Sub-county Ngoliba and Kakuji Divisions 2010- 2016
 - Youth Empowerment through various programmes
 - Increase in number of registered youth groups
 - Increased uptake of government funds by the youth including positive repayment.
 - Positive life change through Cohort training on life skills.

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	<p>Positive use of leisure time through community service by youths</p> <p>Increased partnerships (churches and NGOs) which led to greater outcomes</p>
 <p>Maureen Musyoki Head of Advocacy and Communication</p>	<ul style="list-style-type: none"> • Date of Birth – 1980 • Date of Appointment – 2010 • Qualifications: <ul style="list-style-type: none"> ➤ Bachelor of Arts ➤ Youth Development Course- (KSG) ➤ Senior Management Course ➤ Member of the Kenya National Association of Social Workers • Experience: <p>Head of Kikuyu and Karai Divisions in the former Kabete District 2010- 2014</p> <p>Extensive dissemination of the National Youth Policy in Partnership with Child Fund in the former Kabete District</p> <p>Coordination and implementation of various youth empowerment programmes: Kazi Kwa Vijana; NYC elections; International Youth Day Celebrations; YEDF; Uwezo Fund; Secretary to Uwezo fund committee of Kikuyu Constituency- 2014</p> <p>Member of Committee established to set up the ICGLR Multifunctional Youth Forum Secretariat in Nairobi</p> <p>Secretary to committee established to support the full operationalization of the National Youth Council Act 2009</p> <p>Secretary to committee on NYC Act 2009 amendment and proposed NYC elections 2016</p> <p>Member of the Committee established to review the National Youth Policy 2007</p>
	<ul style="list-style-type: none"> • Date of Birth – 1976 • Date of Appointment – 2010 • Qualifications: <ul style="list-style-type: none"> ➤ Bsc. (mathematics option) ➤ Youth Development Course- (KSG) ➤ Senior Management Course • Experience: <ul style="list-style-type: none"> ➤ Ag. Head of Igembe north Subcounty Dec. 2010- nov.2011.

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Benjamin Esuron Leer
Head of Research Strategy & Planning

- Member of technical committee on Review of NYC Act and Review OF NYC election guidelines 2016
- Experience in youth development and stabilising operations in NYC; A SAGA perceived to be activist in its conduct of business



Linet Nyabuto
Head of Accounts

- **Date of Birth – 1970**
- **Date of Appointment – 2018**
- **Qualifications:**
 - B.Com (Finance)
 - CPA(K)
 - Member of ICPAK
 - Senior Management
- **Experience:**
 - Implementation of approved Budget.
 - Timely process of payments and issue of reports to discussion making.
 - Timely remittance of statutory deduction to the relevant organizations.

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CHAIR PERSON STATEMENT



The Council has continued to play a critical role in ensuring the youth are empowered. This has been achieved through dissemination of information during of county sensitization workshops, youth dialogues on leadership and governance, and social media engagements. During these activities, the youth are informed on the government initiatives targeting them including; KYEOP, Big 4 Agenda, Youth Enterprise Development fund, Uwezo Fund and Access to Government Procurement Opportunities (AGPO). In addition, the Council has continued to lobby for the inclusion of youth in decision making bodies, boards, agencies and other public institutions and organisations.


The Council's key milestones during the FY 2018/19 include the development and launch of the 2017/18-2020-21 Strategic Plan, development and approval of the Human Resource Instruments. further, the Council has made bold steps in rebranding by increasing visibility through social media engagements with youth, this has greatly enhanced the Council's corporate image. The NYC also played a key role during the review process of the National Youth Policy, 2007; the Policy has been approved by the cabinet and is awaiting implementation.

During this period, the Council successfully implemented its Annual Operation Plans and Budget and the Performance Contract with the Ministry of Public Service, Youth and Gender.

The major challenges faced during this reporting period was operational in terms of inadequate finances, understaffing and inadequate office space, further, challenges relating to policy and legal frameworks has affected the continuity and succession planning of the Council.

To perform effectively in the FY 2019/2020, it is envisaged that the NYC Bill, 2019 now at the committee stage in parliament, will be enacted to allow timely re-composition of the Council.

The Council has initiated the process of recruitment of key staff to enable the organization deliver its full mandate.


For: Fatuma Abubakar
Ag. Chairperson
National Youth Council
Nairobi

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7) CASH AND CASH EQUIVALENTS

Description	2018/2019	2017/2018
	KSHS	(KSHS)
Current account	374,776.00	3,175,619.00
Total cash and cash equivalents	374,776.00	3,175,619.00

8) DETAILED ANALYSIS OF THE CASH AND CASH EQUIVALENTS

Financial institution	Account number	2018-2019	2017-2018
		KShs	KShs
a) Current account			
National Bank of Kenya	01020085182800	374,776.00	3,175,619.00
Equity Bank, etc		0.00	0.00
Sub- total		374,776.00	3,175,619.00

9) ADOPTION OF NEW AND REVISED STANDARDS (Continued)

- i. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2020

Standard	Effective date and impact:
IPSAS 41: Financial Instruments	<p>Applicable: 1st January 2022:</p> <p>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.</p> <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

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Standard	Effective date and impact:
	<ul style="list-style-type: none"> 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. National Youth Council may not be affected by this standard.
IPSAS 42: Social Benefits	Applicable: 1st January 2022 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: <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. National Youth Council will endeavour to apply IPSAS 42 once its applicability is due.
Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments	Applicable: 1st January 2022: <ul style="list-style-type: none"> 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. b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued. c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued. 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.
Other Improvements to IPSAS	Applicable: 1st January 2021: <ul style="list-style-type: none"> a) Amendments to IPSAS 13, to include the appropriate references to IPSAS on impairment, in place of the current references to other international and/or national accounting frameworks b) IPSAS 13, Leases and IPSAS 17, Property, Plant, and Equipment. Amendments to remove transitional provisions which should have been deleted when IPSAS 33, First Time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs) was approved

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Standard	Effective date and impact:
	<p>c) IPSAS 21, Impairment of Non-Cash-Generating Assets and IPSAS 26, Impairment of Cash Generating Assets: Amendments to ensure consistency of impairment guidance to account for revalued assets in the scope of IPSAS 17, Property, Plant, and Equipment and IPSAS 31, Intangible Assets.</p> <p>d) IPSAS 33, First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs). Amendments to the implementation guidance on deemed cost in IPSAS 33 to make it consistent with the core principles in the Standard</p>

ii. Early adoption of standards

National Youth Council did not adopt any new or amended standards in year 2018/2019 financial year.

iii. First time adoption of IPSAS Accrual Basis of Accounting.

The financial statements for National Youth Council for the year 2018/2019 have been restated from IPSAS cash basis of accounting to IPSAS accrual basis of accounting. A first-time adopter shall claim full compliance with IPSASs only when it has complied with all the requirements of the applicable IPSASs effective at that date. If a first-time adopter adopts one or more of the exemptions in paragraph 32–60, the fair presentation of the financial statements and its ability to assert compliance with accrual basis IPSASs will be affected. An entity's whose financial statements comply with IPSASs shall make an explicit and unreserved statement of such compliance in the notes. Financial statements shall not be described as complying with IPSASs unless they comply with all the requirements of IPSASs. Where a first-time adopter has not recognized assets and/or liabilities under its previous basis of accounting, it is not required to recognize the following assets and/or liabilities for reporting periods beginning on a date within three years following the date of adoption of IPSASs. This disclosure note therefore serves to inform that National Youth Council has prepared its financial statements based on IPSAS accrual basis of accounting for financial year 2018/2019 and going forward the same approach will be adopted.

Since the National Youth Council had no non-current assets and liabilities as at the time of preparation of the financial statements, restatement from cash to accrual basis for the previous two financial years was considered adequate for the purpose.

APPENDIX 1: PROGRESS ON FOLLOW UP OF AUDITOR 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	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Late submission of financial statements	The financial statements were submitted late due to the transition succession challenges by the Senior Accountant who retired	CEO	Not resolved	
2.	Unauthorised administrative responses	The expenditure covered various events i.e. domestic travel, stipend and County youth programmes	CEO	Resolved	
3.	Cash and Cash equivalents	i. The board of survey committee consist of two members. ii. Council Cheque slips are available iii. The bank reconciliation reflects the amount of Kshs 23,600 has since been cleared. iv.	Accountant	Resolved	
4.	Management of accountable imprests	Surrender imprest vouchers were submitted for clearance but due to lean staff the delay in capturing the register	Accountant	Resolved	
5.	Unrecorded Expenditure	Some expenditure appear as not captured in the ledger due to split vouchers according to item and	Accountant		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		activities			
6.	Incomplete accounting records	Details transferred from numbering register, cash book and payment voucher numbers and dates updated	Accountant	Resolved	
7.	Administrative/ Employee expenses	i. Payment of Kshs. 511,200 was made for an activity in Kisumu County but there was an error in capturing voucher which has since been corrected. ii. Kshs. 84,700 which was surrendered receipts were misplaced and attached.	Accountant	Resolved	

Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the "Issue/Observation" and "management comments", required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report to National Treasury.

C.E.O/Secretary
National Youth Council

Date.....


Chairman of the Board

Date.....

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APPENDIX II: PROJECTS IMPLEMENTED BY THE ENTITY

Projects

Projects implemented by the State Corporation/ SAGA Funded by development partners

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)
1						
2						

Status of Projects completion

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
1							
2							
3							

Note: The National Youth Council is not undertaking any project since there is no allocation for Development. The allocation given by the Ministry of Public Service, Youth & Gender Affairs is meant for Recurrent Expenditure.

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APPENDIX III: INTER-ENTITY TRANSFERS

ENTITY NAME:		NATIONAL YOUTH COUNCIL		
Break down of Transfers from the State Department of Public Service & Youth Affairs				
FY 18/19				
a.	Recurrent Grants			
		<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
		13/08/2018	10,500,000.00	2018/2019
		10/12/2018	10,500,000.00	
		28/01/2019	10,500,000.00	
		13/05/2019	10,500,000.00	
		Total	43,200,000.00	
d.	Donor Receipts			
		<u>Bank Statement Date</u>	<u>Amount (KShs)</u>	<u>Indicate the FY to which the amounts relate</u>
		0.00	0.00	

The above amounts have been communicated to and reconciled with the parent Ministry

Head of Finance
National Youth Council

Sign -----

Head of Accounting Unit
National Youth Council

Sign-----

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APPENDIX IV: RECORDING OF TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Name of the MDA/Donor Transferring the funds	Date received	Nature: Recurrent/Development/Others	Total Amount - KES	Where Recorded/recognized					Total Transfers during the Year
				Statement of Financial Performance	Capital Fund	Deferred Income	Receivables	Others must be specific	
Ministry of Public Service, Youth & Gender Affairs	13/08/2018 10/12/2018 28/01/2019 13/05/2019	Recurrent	43,200,000.00	46,000,843.00	00	374,776.00	00	3,175,619.00	43,200,000.00
Total			43,200,000.00	46,000,843.00	00	374,776.00	00	3,175,619.00	43,200,000.00

