



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

REPORT

PAPERS LAID	
DATE	11.05.2022
TABLED BY	MAJORITY LEADER
COMMITTEE	CPAC
CLERK AT THE TABLE	J. MBAYA

OF

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

VIHIGA COUNTY EDUCATION FUND

FOR THE YEAR ENDED 30 JUNE, 2017



COUNTY GOVERNMENT OF VIHIGA

DEPARTMENT OF EDUCATION, SCIENCE, TECHNICAL AND VOCATIONAL TRAINING VIHIGA COUNTY EDUCATION FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
JUNE 30, 2017

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



TABLE OF CONTENTS

TABLE OF CONTENTS	1
1. KEY ENTITY INFORMATION AND MANAGEMENT	2
2. BOARD/FUND CHAIRPERSON'S REPORT	4
3. REPORT OF THE FUND ADMINISTRATOR	5
4. REPORT OF THE TRUSTEES	6
5. STATEMENT OF MANAGEMENT'S RESPONSIBILITIES	7
6. FINANCIAL STATEMENTS	8
6.1. STATEMENT OF FINANCIAL PERFORMANCE	8
6.2. STATEMENT OF FINANCIAL POSITIONAS AT 30 JUNE 2017	9
6.3. STATEMENT OF CASHFLOWS	10
6.4. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE PERIOD ENDED 30 th JUNE 2017	11
6.5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	12
6.6. NOTES TO THE FINANCIAL STATEMENTS.....	15
7. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS	18

1. KEY ENTITY INFORMATION AND MANAGEMENT

a) Background information

The Vihiga County Education Fund was formed after extensive consultations between the County Executive and the members of the Vihiga County Assembly vide the Public Finance Management Act 2012, (Vihiga County Education Fund Act 2014).

The fund's objective is to Providing supplementary education grants or bursaries to eligible Students, Granting Scholarship in accordance with criteria established under the Act, Meeting any expenditure related to administration of the fund.

b) Principal Activities

The principal activity/mission/ mandate of the Fund is to provide for funds for financial assistance to bright and needy students from the county pursuing education in various levels of education.

c) Fund Administration Committee

Name	Position
1. Mary Anyiendah	CO- ECDE
2. Albert Ingati	Chairperson
3. Jahonga Benard	Student Network Representative
4. Roselidah Marende	Vihiga County PWD
5. Samuel Kiplagat	Minority representative
6. Andrew Loreng'e	Fund Administrator
7. Lynett Odida	Director Social Services
8. Jacintar Mung'aya	National Youth Council
9. Joseph A. Ollando	CO Finance and Economic planning Rep
10. Harrison Matevwa	Director, PSACCA
11. Abisai Amatalo	CO- TVET

d) Key Management

Ref	Name	Position
1.	Andrew Loreng'e	Fund Administrator
2.	Felix Mugalitsi	Fund Accountant
3.	Susan Anyiendah	Chief Officer

e) Registered Offices

Vihiga County Government,
Department of Education, Science, Technical and Vocational Training,
P.O Box 344-50300,
Maragoli, Kenya.
Offices located at the county headquarters, Mbale.

f) Fund Bankers

KCB Bank Kenya Limited,
KCB Mbale-4119
Maragoli.

g) Independent Auditors

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

h) Principal Legal Adviser

The County Attorney
P.O Box 344-50300,
Maragoli, Kenya

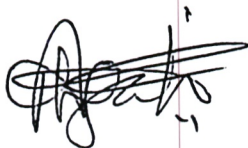
2. BOARD/FUND CHAIRPERSON'S REPORT

Section 167 of the PFM Act, 2012 require administrator of a County Public Fund established by the constitution, an Act of Parliament or County Legislation to prepare Financial Statement for the fund for each Financial Year in a form prescribed by PSASB.

The Financial Statement should be submitted to Auditor general by 30th September with a copy of the report to CEC-Member responsible for that fund.

However, in reference to the above sections of the PFM Act, the responsible fund management at the time under review failed to comply with the requirement. Following discussion with the Office of the Auditor it was agreed that the current fund management prepare the Financial Statement for the 2016-2017 Financial Year. The current management is committed in complying with statutory requirements and Acts governing the fund.

Since there was no handing over of the previous year's Fund records, the Financial Statements have been prepared from the extract of the Bank Statement for year under review. Therefore, it was not possible to obtain supporting documents for the stated figures in the report.



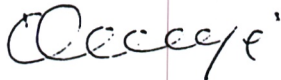
ALBERT E. INGATI

3. REPORT OF THE FUND ADMINISTRATOR

I am presenting the unaudited report for Vihiga County Education Fund Report for FY 2016/17 based on bank statement; the statement has been extremely useful in preparing this report since the current management did not have any other source of information. All activities relating to bursaries transactions were carried out in the Vihiga County education Fund main account. The previous management of the Fund including Fund Administrator, Director Education and Former Chief Officer-Education are out of the office after expiry of their contracts in 2018.

The Act Governing the Fund, *Vihiga County Education Fund act, 2014* was gazetted on 11th July, 2014.

During the period under review, the fund was allocated Kshs. 81,286,580. This comprised of kshs. 2,853,951 utilized for administration cost expenses, kshs. 75,000,000 disbursed to ward bursary accounts whereas Kshs. 3,437,720 was retained at the county level and disbursed to various beneficiaries as per the bank statement analysis.



Andrew Loreng'e
Fund Administrator

4. REPORT OF THE TRUSTEES

The Trustees submit their report together with the un-audited financial statements for the year ended June 30, 2017 which show the state of the Fund affairs.

Principal activities

The principal activities of the Fund are to offer financial assistance to the bright and needy student in the county pursuing their education, provision of necessary legal framework for administration of the fund and other related activities.

Trustees

The members of the Board of Trustees who served during the year under review not provided since their details could not be found and ascertained.

5. STATEMENT OF MANAGEMENT’S RESPONSIBILITIES

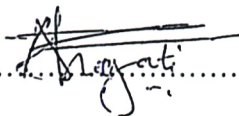
The board presents their report together with unaudited financial report and statement for the year ended 30th June 2017.

The Act requires the board to prepare financial statements for each financial year which show a true and fair view of the financial transactions of the fund for the year and of disposition at year end of its assets and liabilities. It also requires that the fund keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the fund.

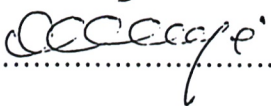
The board is responsible for the preparation of the financial statements that give a true and fair view in accordance with IPSAS and PFM Act 2012 for such internal control as the board determines is necessary to enable preparation of financial statements that are free from financial misstatement whether due to error or fraud.

The board certifies that to the best of their knowledge and belief, the information furnished for the purpose of internal control is correct and complete in every aspect.

Signature:

Chairperson: 

Date: ..06.05.2020

Secretary: 

Date: ..06.05.2020

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 VIHIGA COUNTY EDUCATION FUND FOR THE YEAR ENDED 30 JUNE, 2017

REPORT ON THE FINANCIAL STATEMENTS

Disclaimer of Opinion

I have audited the accompanying financial statements of Vihiga County Education Fund set out on pages 8 to 18, which comprise the statement of financial position as at 30 June, 2017, and the statement of performance, 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 do not express an opinion on the accompanying financial statements. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

In addition, as required by Article 229(6) of the Constitution, based on the procedures performed, I confirm that, public money has not been applied lawfully and in an effective way.

Basis for Disclaimer of Opinion

1.0 Late Submission of the Financial Statements

Section 167(3) of the Public Finance Management Act, 2012 requires the County Fund Administrator to prepare and submit for audit the financial statements of the Fund within three (3) months after the end of each financial year.

However, the financial statements were submitted for audit on 24 January, 2020 two years and three months later contrary to the stipulated required date, on or before 30 September, 2017.

The Management therefore breached the law.

2.0 Doubtful Comparative Balances

As previously reported, the expenses, assets and surplus comparative balances in the financial statements for year 2015/2016 could not be confirmed as fairly stated since the Management did not provide the relevant supporting documents such as: payment vouchers, cash book, ledgers, bursary applications, list of beneficiaries and screening documents for audit review.

Consequently, the accuracy and completeness of the opening balances reflected in these financial statements for the year ended 30 June, 2017 could not be confirmed.

3.0 Unsupported Fund Administration Expenses

The statement of financial performance reflects fund administration expenses of Kshs.2,853,951. However, the relevant payment vouchers, cash book, ledgers, bursary applications and screening documents were not provided for audit review.

Consequently, the propriety, completeness, accuracy and validity of the fund administration expenses balance of Kshs.2,853,951 for the year ended 30 June, 2017 could not be confirmed.

4.0 Unsupported Ward Bursary Disbursement

Included in the statement of financial performance is Ward bursary disbursement balance of Kshs.75,000,000. However, the expenditure was not supported by relevant supporting documents such as: bursary application documents, payment vouchers, cash books and acknowledgements from various Institutions.

Consequently, the propriety, completeness, accuracy and validity of the Ward bursary disbursements figure of Kshs.75,000,000 for the year ended 30 June, 2017 could not be confirmed.

5.0 Unsupported County Bursary Disbursements

Included in the statement of financial performance is county bursary disbursements of Kshs.3,437,720. However, the balance was not supported by relevant supporting documents such as: bursary application documents, payment vouchers, cash books, ledgers and screening documents.

Consequently, the propriety, completeness, accuracy and validity of the county bursary disbursements figure of Kshs.3,437,720 for the year ended 30 June, 2017 could not be confirmed.

6.0 Failure to Incorporate Financial Information in the Statement of Comparison of Budget and Actual Amounts

The statement of comparison of budget and actual amounts was not populated with the budget and actual amounts for the year as required by the reporting standards.

The Management therefore breached the Standard.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matter described in the Basis for Disclaimer Opinion section, I have determined that there are no Key Audit Matters to communicate in my report.

Responsibility of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations. Those charged with governance are responsible for overseeing the Fund financial reporting process.

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.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. 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 and weakness 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.


As part of an audit in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the appropriate basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue offering services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue offering services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships

and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

10 January, 2022

6. FINANCIAL STATEMENTS

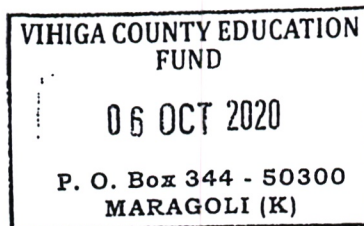
6.1. STATEMENT OF FINANCIAL PERFORMANCE

	Notes	2016/2017	2015/2016
		KShs	KShs
Revenue From Non-Exchange Transactions			
Transfers from the County Government	1	81,286,580	130,168,100
Total Revenue		81,286,580	130,168,100
Expenses			
Fund administration expenses	2	2,853,951	3,399,265
Ward Bursary Disbursement	3	75,000,000	122,500,000
County Bursary Disbursement	4	3,437,720	4,253,000
Total Expenses		81,291,671	130,152,265
Surplus/(deficit) for the period		(5,091)	15,835

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 06 OCT 2020 and signed by:

Andrew Loreng'e

Administrator of the Fund
 Name: Andrew Loreng'e



Felix Mugalitsi

Fund Accountant
 Name: Felix Mugalitsi

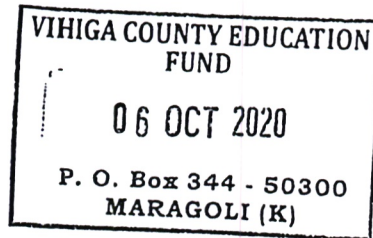
6.2. STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017

	Note	2016/2017	2015/2016
		KShs	KShs
Assets			
Current Assets			
Cash and Cash Equivalents	5	(5,091)	15,835
Total Assets		(5,091)	15,835
Financed By:			
Surplus for the period		(5,091)	15,835
		(5,091)	15,835

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 06 OCT 2020 and signed by:

Andrew Loreng'e

Administrator of the Fund
 Name: Andrew Loreng'e



Felix Mugalitsi

Fund Accountant
 Name: Felix Mugalitsi

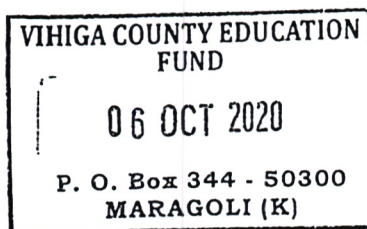
6.3. STATEMENT OF CASHFLOWS

	Note	2016/2017	2015/2016
		KShs	KShs
Cashflows From Operating Activities			
Receipts			
Transfers from the County Government	1	81,286,580	130,168,100
Total Receipts		81,286,580	130,168,100
Payments			
Fund administration expenses	2	2,853,951	3,399,265
Ward Bursary Disbursement	3	75,000,000	122,500,000
County Bursary Disbursement	4	3,437,720	4,253,000
Total Payments		(81,291,671)	(130,152,265)
Net Cashflows From Operating Activities		(5,091)	15,835
Cash Flows From Investing Activities		-	-
Cashflows From Financing Activities		-	-
Net Increase/(Decrease) In Cash And Cash Equivalents		(5,091)	15,835
Cash and cash equivalents at 1 JULY 2016			-
Cash and cash equivalents at 30 JUNE		(5,091)	15,835

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 06 OCT 2020 and signed by:

Andrew Loreng'e

Administrator of the Fund
 Name: Andrew Loreng'e



Felix Mugalitsi

Fund Accountant
 Name: Felix Mugalitsi

6.4. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE PERIOD ENDED 30th JUNE 2017

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% utilization
	2016/2017	2016/2017	2016/2017	2016/2017	2016/2017	2016/2017
Revenue	KShs	KShs	KShs	KShs	KShs	
Transfers from County Govt.						
Interest income						
Other income						
Total Income	-	-	-	-	-	
Expenses						
Fund administration expenses						
General Expenses						
Finance Cost						
Total Expenditure	-	-	-	-	-	
Surplus For The Period	-	-	-	-	-	

Budget notes

1. The budget figures could not be provided because there was no hand over of the Fund Assets, liabilities and (or) any other document by the previous management to aid in preparation of the budget.

6.5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Statement of compliance and basis of preparation

The Fund's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund. The accounting policies have been consistently applied.

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.

2. 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.

3. Budget information

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

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. 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. The Fund did not have any Property, Plant and Equipment.

5. 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.

6. 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.

7. Related parties

The Entity 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.

8. Cash and cash equivalents

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

9. Comparative figures

Where necessary comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation. Since this is the first year of reporting, there were no comparative figures.

10. Events after the reporting period

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

11. Ultimate and Holding Entity

The entity is a County Public Fund established by Public Finance Management Act 2012, (Vihiga County Education Fund Act 2014) under the Department of Education, Science and Technical Vocational Training. Its ultimate parent is the County Government of Vihiga.

12. Currency

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

6.6. NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from County Government

Description	2016/2017	2015/2016
	KShs	KShs
1 st	25,000,000	50,000,000
2 nd	2,000,000	5,000,000
3 rd	25,020,000	25,000,000
4 th	2,000,000	25,000,000
5 th	26,000,000	25,000,000
Returned Cheques	1,266,580	168,100
Total	81,286,580	130,168,100

2. Fund administration expenses

Description	2016/2017	2015/2016
	KShs	KShs
21.09.2015	-	550,000
09.11.2015	-	1,258,200
14.01.2016	-	500,000
04.02.2016	-	200,000
08.02.2016	-	55,000
23.02.2016	-	250,000
18.03.2016	-	200,000
18.03.2016	-	54,800
08.06.2016	2,793,450	220,000
Bank Charges	60,501	111,265
Total	2,853,951	3,399,265

3. Ward Bursary Disbursement

Description	2016/2017	2015/2016
	KShs	KShs
21.09.2015	-	47,500,000
03.02.2016	-	15,000,000

Vihiga County Education Fund
Reports and Financial Statements
For the year ended June 30, 2017

16.02.2016		-	9,000,000
25.02.2016		-	1,000,000
05.04.2016		-	24,000,000
05.05.2016		-	1,000,000
22.06.2016		75,000,000	25,000,000
Total		75,000,000	122,500,000

4. County Bursary Disbursement

Description	2016/2017	2015/2016
	KShs	KShs
30.06.2016	3,437,720	4,253,000
Total	3,437,720	4,253,000

5. Cash and cash equivalents

Description	2016/2017	2015/2016
	KShs	KShs
Bank Balance Main Account	(5,091)	15,835
Total Cash And Cash Equivalents	(5,091)	15,835

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

Financial institution	Account number	2016/2017	2015/2016
		KShs	KShs
a) Current account			
Kenya Commercial bank	1173663711	(5,091)	15,835
Grand total		(5,091)	15,835

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. 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

7. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

This is the subsequent set of the Funds' Financial Statement. The Fund has never been audited.
