



**PARTY OF INDEPENDENT CANDIDATES OF KENYA
(PICK)**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2024**

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

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
For the year ended June 30, 2024.

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1. Acronyms, Abbreviations and Glossary of Terms

A: Acronyms and Abbreviations

CEO	Chief Executive Officer
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
MD	Managing Director
NT	National Treasury
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
SAGAs	Semi-Autonomous Government Agencies
SC	State Corporations
WB	World Bank
VC	Vice Chancellor
PICK	Party of Independent Candidates of Kenya
NEC	National Executive Committee

B: Glossary of Terms

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

Comparative Year- Means the prior period.

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2. Key PICK Information and Management

I. Background information

The Party of Independent Candidates of Kenya (PICK) was registered in 1992, following the repeal of Section 2A of the Kenyan Constitution, which reintroduced multiparty democracy. PICK was established to further democratic ideals by providing an alternative voice for independent minded Kenyans who sought a platform outside mainstream political party. With a commitment to enhancing freedom of choice, PICK encourages diverse opinions and represents individuals who value independent thinking in governance. Since its inception, the party has played a role in promoting responsible leadership, inclusivity, and equitable representation within Kenya's evolving political landscape. Currently, Party of Independent Candidates of Kenya (PICK) was incorporated/ established under **the Political parties Acts 2011**.

II. Principal Activities

The Party of Independent Candidates of Kenya (PICK) engages in a variety of principal activities that contribute to Kenya's political landscape, emphasizing democracy, inclusivity, and the empowerment of independent minded citizens. Since its establishment in 1992, PICK has sought to provide a platform for individuals who wish to engage in politics without being bound to the traditional party system. Its activities are guided by the philosophy of creating space for alternative political thought and encouraging democratic participation rooted in individual principles and values.

III. Member Recruitment and Inclusivity

A core activity of PICK is the recruitment of members, with a particular focus on ensuring that marginalized groups such as women, youth, and persons with disabilities (PWDs) are not left behind in the political process. PICK actively works to create an inclusive environment that promotes the participation of these groups in leadership roles. The party advocates for their involvement in County Assemblies and the National Assembly, pushing for policies that promote equitable representation across the country. By ensuring diverse perspectives within the political arena, PICK strengthens democracy and fosters leadership that reflects Kenya's diverse population.

IV. Civic Education

PICK plays a critical role in providing civic education to its members and the general public. The party recognizes the importance of an informed electorate in a functioning democracy. As such, PICK conducts educational programs that enlighten citizens on their constitutional rights, the electoral process, and their role in holding leaders accountable. This initiative empowers citizens to make informed choices during elections, participate actively in governance, and contribute to the political discourse in a meaningful way. Through civic education, PICK also seeks to foster responsible citizenship and encourage Kenyans to engage in issue-based politics rather than personality driven campaigns.

V. Promoting Responsible Competition

Ethics and integrity are key components of PICK's mission. The party advocates for responsible political competition, urging candidates to focus on issues rather than negative or divisive campaigning. PICK encourages transparency, accountability, and respect for the democratic process. It seeks to reduce the influence of money, corruption, and violence in Kenyan politics by promoting ethical standards for all candidates, including those running under the party's banner. This commitment to clean politics resonates with the party's aim to serve the public interest above all else.

VI. Climate Change and Sustainable Development

Another important area of focus for PICK is climate change and environmental sustainability. The party recognizes that climate change poses a significant threat to Kenya's future and has integrated climate initiatives into its political agenda. Through advocacy and policy development, PICK promotes sustainable development practices and encourages government action to address environmental challenges. The party believes that sustainable policies are essential for the long-term wellbeing of the country and future generations.

VII. Enhancing Political Representation

PICK actively participates in efforts to increase political representation at both local and national levels. The party seeks to enhance its presence in County Assemblies and the National Assembly by

fielding independent candidates who align with its values. By doing so, PICK ensures that citizens have the opportunity to elect leaders who prioritize accountability, transparency, and the public good.

VIII. Conclusion

Overall, PICK’s principal activities revolve around promoting democracy, inclusivity, responsible governance, and sustainable development. Through member recruitment, civic education, ethical political practices, climate advocacy, and efforts to enhance political representation, PICK contributes to a more inclusive and democratic Kenya, where independent thought and values-based leadership take precedence. Furthermore, PICK serves as an advocate for democratic reforms, pushing for legislation and policies that enhance electoral integrity, protect fundamental rights, and promote equitable representation. By championing these principles and functions, PICK aspires to empower citizens, strengthen democratic institutions, and foster a more responsive and inclusive political system in Kenya

(a) Key Management

The *PICK*’s day-to-day management is under the following key organs:

No.	Designation	Name
1.	National Executive Committee	NEC
2.	Secretary General	John Ngugi Mbugua
3.	National Treasurer	Nicholas Mutanga Muli

(b) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	National Chairman	Julius Wambua

No.	Designation	Name
2.	Secretary General	John Ngugi Mbugua
3.	National Treasurer	Nicholas Mutanga Muli

Key PICK Information and Management (continued)

The Party of Independent Candidates of Kenya (PICK) has established a robust fiduciary oversight arrangement that ensures accountability, transparency, and responsible management of the party's resources and decision-making processes. At the heart of this structure is the **National Delegates Conference (NDC)**, the supreme decision-making organ, which holds the highest authority in the party's governance framework. Below this organ, various other bodies play vital roles in ensuring the party's smooth and efficient operation.

(a) National Delegates Conference (NDC)

The NDC is the cornerstone of fiduciary oversight within PICK. It is the ultimate authority responsible for making key decisions regarding the party's policies, financial management, and strategic direction. Comprising delegates from all county branches, the NDC brings together representatives from across the country, ensuring diverse voices and perspectives are heard when critical decisions are made.

The NDC convenes regularly to deliberate on essential party matters, including constitutional amendments, policy formulation, and the approval of financial reports. It is also the body responsible for electing the **National Executive Council (NEC)**, which acts as the central managerial body for the party. By empowering the NEC through elections, the NDC delegates certain powers to this council to manage day-to-day operations, while retaining the ultimate oversight and authority over the party's major decisions.

(b) National Executive Council (NEC)

The NEC is tasked with managing the day-to-day affairs of the party under the delegated authority of the NDC. It serves as the party's central management body and is composed of elected members who are responsible for executing the resolutions passed by the NDC. The NEC is accountable to the NDC, reporting back to it on its activities and financial performance during NDC meetings.

Among the NEC's key responsibilities are overseeing financial management, operational activities, and resource allocation across the party. The council ensures that the party's resources are utilized effectively and in alignment with its objectives and strategic plans. This involves financial planning, budget oversight, and adherence to established financial controls. The NEC also plays a vital role in

ensuring that the party's accounts are audited, transparent, and in compliance with the laws governing political parties in Kenya.

Additionally, the NEC is responsible for ensuring that PICK's branches operate in line with the party's values, objectives, and fiduciary obligations. It offers guidance and support to the county branches while also maintaining regular communication with the NDC regarding any challenges or successes encountered at the county level.

(c) County Executive Councils (CECs)

At the county level, PICK's branches are managed by **County Executive Councils (CECs)**. These councils are tasked with ensuring the party's activities, policies, and programs are implemented in their respective counties. The CECs work closely with the NEC to manage resources, conduct political outreach, and ensure compliance with the party's guidelines at the grassroots level.

The CECs are responsible for overseeing financial management and operational activities within their jurisdictions, and they report directly to the NEC. They must ensure that all county level financial activities are conducted transparently, and that all resources provided by the party are used responsibly. This structure ensures that fiduciary oversight is maintained not only at the national level but also across all counties where PICK operates.

(d) Checks and Balances

PICK's fiduciary oversight arrangement relies heavily on a system of checks and balances between the NDC, NEC, and CECs. The NDC holds the NEC accountable by requiring it to report regularly on its activities and financial status. Meanwhile, the NEC provides oversight and support to the CECs to ensure consistent management practices throughout the party.

By ensuring that financial and operational decisions are made collectively and reported transparently, this arrangement helps mitigate risks of financial mismanagement or abuse of power. Regular audits, conducted in line with political party regulations in Kenya, further enhance transparency and accountability across the party's operations.

(e) Conclusion

The fiduciary oversight arrangement within PICK, led by the supreme authority of the National Delegates Conference and managed through the National Executive Council and County Executive Councils, ensures the party operates transparently, responsibly, and effectively. By delegating powers and maintaining robust systems of accountability, PICK fosters strong governance, enabling it to pursue its mission of promoting independent thinking and democratic values across Kenya

(c) PICK Headquarters

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(d) PICK Contacts

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E-mail: pickenya@gmail.com
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(e) PICK Bankers

Co-operative Bank of Kenya Limited
Nairobi, Kenya

(f) Independent Auditor

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

Key PICK Information and Management (continued)

(g) Principal Legal Adviser

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

3. National Executive Committee

Ref	Directors	Details
1.	National Chairman Julius Wambua	Born in 1968, Julius Wambua, Chairman of the Party of Independent Candidates of Kenya (PICK), is a renowned author, artist, and democracy crusader. His leadership reflects a deep commitment to social justice, inclusion, and national progress. Wambua's creative works and advocacy inspire positive change across Kenya's political landscape.
2.	Secretary General John Ngugi Mbugua	John Ngugi Mbugua, Secretary General of the Party of Independent Candidates of Kenya (PICK) and former branch chairman of Gatundu, is a dedicated businessman and democracy advocate. His leadership promotes inclusive governance, economic development, and grassroots empowerment across Kenya's political landscape.
3.	National Treasurer Nicholas Mutanga Muli	Born 1974, Businessman and farmer, a party supporter since his youth and now the party treasurer.

4. Key Management Team

	Management	Details
1.		National Chairman Julius Wambua
2.		Secretary General John Ngugi Mbugua
3.		National Treasurer Nicholas Mutanga Muli

5. Chairman’s Statement

Introduction:

Chairman's Statement on the State of the Party of Independent Candidates of Kenya (PICK)

Fellow members of the Party of Independent Candidates of Kenya (PICK), esteemed delegates, supporters, and citizens across our beloved country, it is my privilege to present this year’s Chairman’s Statement. This address reflects on the current state of our party, the significant progress made in several areas, the challenges we face, and our strategic direction as we prepare for the 2027 General Elections. Despite the hurdles along the way, PICK remains committed to strengthening democracy, promoting independent thought, and advocating for the inclusion of marginalized groups in Kenya’s political landscape.

i. Empowering Women and Youth

Over the past year, PICK has made great strides in its programs dedicated to the empowerment of women and youth. Recognizing that these groups are often underrepresented in politics, we have prioritized their participation within our party structures and in decision-making processes. Our Women’s Wing has been particularly active, holding leadership training workshops aimed at equipping women with the skills and confidence necessary to pursue leadership roles. This initiative has fostered a new wave of female leadership within our party, leading to increased representation of women at the county level and in party management.

In parallel, our Youth Programs continue to provide young Kenyans with opportunities to engage in political activities. The youth make up a significant portion of Kenya’s population, and their active participation is crucial to the future of the nation. PICK has expanded its youth outreach efforts by organizing mentorship programs, civic education sessions, and capacity building workshops. These initiatives not only empower the youth to contribute to political discourse but also ensure that the future of PICK is driven by dynamic and innovative young leaders.

Our goal remains to ensure that women and youth are not only seen as beneficiaries of the political process but are actively involved as decisionmakers, shaping the future of Kenya’s political and socioeconomic landscape.

ii. Building Capacity for Persons with Disabilities (PWDs)

Another area where PICK has focused its efforts is the capacity building of our PWD wing. Persons with disabilities have historically been marginalized in Kenya’s political system, and we have sought to address this through deliberate programs that foster inclusivity. This year, PICK launched several initiatives aimed at empowering PWDs within our party.

Our PWD leadership training program has been highly successful, offering tailored training that addresses the unique challenges faced by individuals with disabilities in political participation. These programs have provided a platform for PWDs to assume leadership positions within the party at both national and county levels, ensuring that their voices are heard and represented in decision-making.

Additionally, we have partnered with civil society organizations that advocate for PWD rights, ensuring that our party remains aligned with best practices for inclusivity. Going forward, we aim to build on these successes by increasing the representation of PWDs in our electoral candidates for 2027, ensuring that this important group has a strong voice in shaping Kenya’s future.

iii. Financial Challenges

While we have made commendable progress, the past year has also presented several financial challenges. Chief among these has been the delayed disbursements from the Political Parties Fund. The irregularities in fund disbursement have significantly strained our financial resources, affecting the party’s ability to run programs efficiently. Additionally, budget cuts to the Political Parties Fund have further compounded these challenges, forcing us to scale down on some key projects.

For example, our outreach programs in several counties have been hampered by a lack of funds. This situation has also affected the operation of our county offices, some of which have faced temporary closures due to financial constraints. The party’s administrative expenses, including salaries, logistics, and rent for our offices, have been difficult to sustain under these conditions.

However, despite these financial hurdles, PICK has continued to adapt by streamlining its operations. We have implemented cost-cutting measures to ensure that essential programs, such as

those targeting women, youth, and PWDs, continue uninterrupted. The NEC has also engaged in active lobbying with the relevant authorities to ensure that future disbursements from the Political Parties Fund are timely and that the allocated budget is adequate to meet the party's needs.

iv. Membership Recruitment Across the Country

Looking forward, one of the key priorities for PICK is recruiting more members across all regions of the country. While the party has traditionally attracted support from independent minded Kenyans, we must expand our membership base to ensure that we have a broad and representative support structure. This expansion will not only strengthen our grassroots presence but also increase our influence in national politics.

To this end, PICK is rolling out a comprehensive membership recruitment drive. The drive will focus on engaging with diverse communities across all counties, including urban and rural areas, to bring in new members who share our party's values. The recruitment campaign will involve a mix of inperson events, digital outreach, and media engagements to ensure maximum reach.

Our recruitment strategy also places a particular focus on attracting youth, women, and PWDs, as these groups are essential to the party's future. By growing our membership in these demographics, we ensure that PICK continues to be a voice for the underrepresented and marginalized in Kenyan politics.

v. Compliance and the Status of County Offices

As part of our fiduciary and operational responsibilities, we have undertaken a review of the compliance status of our county offices. Unfortunately, due to financial difficulties, some of our county offices have been temporarily closed. This has affected our ability to maintain a constant presence in certain regions, which is a challenge we are actively working to resolve.

Out of the 24 county offices we operate, several have faced logistical and financial hurdles that have forced us to close their operations temporarily. However, our NEC is working tirelessly to address these issues. We have reallocated resources to prioritize the reopening of critical offices and are ensuring that these offices comply with all the regulatory requirements as outlined by the Office of the Registrar of Political Parties.

Ensuring that all county offices are fully operational and compliant is a key focus for the coming year, as these offices are critical to our grassroots efforts and preparation for the next elections.

vi. Early Preparation for the 2027 General Elections

Finally, as we look ahead, early preparation for the 2027 General Elections is at the top of our agenda. While the elections may seem far off, we are keenly aware that building a successful campaign requires long-term planning. PICK has begun laying the groundwork for the 2027 elections by developing a strategic plan that focuses on candidate identification, policy development, and strengthening our party's brand.

We will be selecting candidates early, providing them with training and resources to ensure they are well-prepared to run successful campaigns. Our policy team is also working on a platform that addresses the key issues facing Kenyans today, including economic empowerment, climate change, and governance reforms.

Moreover, we are investing in improving our communication strategies, particularly in digital platforms, to engage with voters and promote our message effectively. The NEC, together with the party's various wings, is committed to ensuring that PICK is well positioned to make a significant impact in the 2027 General Elections.

Conclusion

In conclusion, while we face both opportunities and challenges, I remain optimistic about the future of PICK. Our commitment to inclusivity, responsible leadership, and the promotion of independent thought remains unwavering. Through our ongoing programs for women, youth, and PWDs, as well as our plans for expanding membership and preparing for the 2027 elections, PICK continues to play a vital role in shaping Kenya's political future. Thank you for your continued support, and together, we will continue to build a stronger, more inclusive party for all Kenyans.

Signed.....

National Chairman and Chairman of the National Executive Council.

Report of the Secretary General

Statement on the Party of Independent Candidates of Kenya (PICK) Programs and Activities for the Year

As the Party of Independent Candidates of Kenya (PICK), we are proud of the progress we have made in implementing several key programs over the past year, despite facing significant challenges. Our focus on expanding our reach through recruitment drives, strengthening our Women’s Caucus, and building the capacity of our youth members has yielded positive results. However, financial constraints, particularly those related to delayed disbursements from the Political Parties Fund and budget cuts, continue to affect our operations. This statement outlines the successes and challenges we have encountered, as well as our plans for the future.

i) Recruitment Drives: Expanding Our Membership Base

One of our key priorities this year has been expanding PICK’s membership base across the country. We embarked on a series of recruitment drives designed to engage with diverse communities, particularly in urban areas such as Nairobi, Mombasa, and Makeni. The goal was to build a broader and more representative support structure, ensuring that PICK remains a platform for independent thinkers from all walks of life.

These recruitment efforts were particularly successful in Nairobi, where we saw an impressive increase in youth and women joining the party. Our outreach in Nairobi was bolstered by a series of public engagements and digital campaigns that highlighted PICK’s commitment to inclusivity, responsible governance, and issue-based politics. We held several town hall meetings, allowing

potential members to voice their concerns and aspirations, which helped establish trust and build a stronger connection between the party and the community.

In Mombasa and Makueni, our recruitment efforts also bore fruit, with hundreds of new members joining the party. In these counties, we worked closely with local leaders to build awareness of PICK's values and objectives, ensuring that our message resonated with residents. In Makueni, we made significant progress in recruiting young people, particularly those interested in running for leadership positions at the county level.

While we celebrate these successes, we are also aware of the challenges we face in expanding our membership in other regions, particularly in areas where we have been forced to close offices due to financial constraints. The recruitment drives have demonstrated that there is immense potential for growth, but we must overcome our financial challenges to sustain and expand these efforts.

ii) Women's Caucus Activities: Empowering Women Leaders

The PICK Women's Caucus has continued to play a critical role in our efforts to promote gender inclusivity and empower women within the party. This year, the Caucus organized a series of leadership training workshops aimed at equipping women with the skills needed to take on leadership roles at both the county and national levels. The workshops covered topics such as public speaking, policy development, and effective campaign strategies, empowering women to actively participate in the political process.

The Women's Caucus has also been instrumental in ensuring that women's voices are heard within PICK's decision-making structures. By increasing the number of women in leadership positions within the party, we have strengthened our commitment to gender equality and created more opportunities for women to influence policy. We are confident that the work of the Women's Caucus will continue to bear fruit as we prepare for the 2027 General Elections, where we aim to field more female candidates for elective positions.

iii) Youth Capacity Building: Strengthening the Future of the Party

Our efforts to build the capacity of young members have been a central focus of our programs this year. The youth represent a significant portion of Kenya's population, and their active involvement in politics is crucial to the future of both PICK and the country. We have implemented a series of youth empowerment initiatives aimed at equipping young people with the tools and knowledge necessary to play an active role in the political process.

Through workshops, mentorship programs, and civic education, we have provided youth members with training on leadership, political advocacy, and the importance of issue-based politics. These programs have also helped young people gain a better understanding of the electoral process and their rights and responsibilities as citizens. We are particularly proud of the fact that many of the youth who participated in these programs have expressed an interest in running for office, demonstrating the success of our capacity building efforts.

iv) Financial Challenges: Impact on Programs and Compliance

While we have achieved several successes this year, financial constraints remain a significant challenge for PICK. The delayed disbursements from the Political Parties Fund and budget cuts have severely impacted our ability to run some of our key programs and maintain our offices across the country. The Political Parties Fund has been an essential source of funding for PICK, but irregular disbursements have left us struggling to cover operational costs, including the administration of our county offices.

As a result, several of our 24 county offices have been forced to close due to a lack of funds. This has hampered our ability to maintain a consistent presence in some counties, limiting our reach and reducing the effectiveness of our recruitment efforts in these areas. The challenge of keeping these offices operational is compounded by the need to comply with regulations set by the Office of the Registrar of Political Parties. The financial burden of ensuring that all our offices meet these compliance requirements has been difficult to manage under the current financial circumstances.

v) The Need for Alternative Sources of Funding

Given the ongoing financial challenges, it has become clear that PICK must explore alternative sources of funding to sustain its operations and continue growing. Relying solely on the Political Parties Fund is no longer viable, especially considering the delays and budget cuts that have affected our financial stability. As such, we are exploring several alternative funding options.

One of the key areas we are focusing on is increasing membership levies. By encouraging members to contribute more actively to the party's financial wellbeing, we can create a more sustainable source of income. In addition to membership levies, we are also looking to increase contributions from elected members of the party. Those who have benefited from PICK's platform and have been elected to various offices should take on a more active role in supporting the party's financial needs.

Additionally, we are exploring partnerships with civil society organizations and international donors who share our values and are interested in supporting political parties that promote democracy, inclusivity, and independent thought. These partnerships could provide much needed financial support for our programs, particularly those focused on women, youth, and PWDs.

vi) Looking Ahead

Despite the financial challenges we face, PICK remains committed to its mission of promoting independent thinking, democratic governance, and inclusivity in Kenyan politics. The successes we have achieved in recruitment, women's empowerment, and youth capacity building give us confidence in the future of our party. However, we must continue to work hard to secure the financial resources needed to sustain and expand these efforts.

As we prepare for the 2027 General Elections, we will continue to build on the foundations we have laid this year. By strengthening our recruitment efforts, empowering women and youth, and securing alternative sources of funding, we can ensure that PICK remains a strong and influential force in Kenya's political landscape.

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I call on all members, supporters, and elected officials of PICK to come together and support the party’s programs and initiatives. Through our collective efforts, we will overcome the challenges we face and continue to advocate for a better Kenya for all.

Signed

Secretary General (PICK)

Date.....

6. Statement of Performance against Predetermined Objectives for FY 2023/2024

Strategic Pillar/Theme/Issues	Objective	Key Performance Indicators	Activities	Achievements
The dominant issue of the party has been expanding it’s membership base	Mainstreaming the participation of youth and women in membership recruitment of the party.	An expanded membership base towards compliance with the dictates of the political parties act 2011	Sensitization and recruitment of citizens as members of the party. This will give the party greater leverage during campaigns.	Women engagement in Machakos county, a sensitized team of recruiters in the country, with members being recruited.

Statement of Performance against Predetermined Objectives for FY 2023/2024

Strategic Pillar 1: Membership Recruitment and Inclusion

Objective: Expand the party's membership, with a particular focus on underrepresented groups such as youth, women, and people with disabilities (PWDs).

Key Activities:

- Nationwide membership recruitment campaigns.
- Engagement forums targeting youth, women, and PWDs.
- Introduction of subsidized membership fees for disadvantaged groups.

Outputs:

- Membership grew by 12% during FY 2023/2024, with over 10,000 new members joining across 25 counties.
- Women accounted for 40% of new members, while youth represented 35%.
- PICK hosted 2 regional forums to promote political participation, exceeding the initial target of 6 forums.

Link to Performance Targets of Youth recruiters:

The achievements under this pillar directly tied to performance contracts for the party's regional coordinators, who were evaluated based on new member recruitment, engagement activities, and inclusion metrics.

Strategic Pillar 2: Climate Change and Environmental Advocacy

Objective: Members to advocate for climate resilience and promote sustainable environmental practices at local and national levels.

Key Activities:

- Participation in environmental campaigns and policy dialogues.
- Organization of tree planting activities in collaboration with environmental NGOs.
- Lobbying county governments for environmentally friendly legislation.

Outputs:

PICK members across the country took part in 15 climate action events nationwide organised by the government under the government's nationwide tree planting initiative. Members were encouraged to attend to these activities whenever they presented themselves at the national and county levels.

Link to Performance Contracts:

The success in environmental advocacy was incorporated into the performance contracts of PICK's legislative representatives and advocacy teams, who were tasked with driving climate action and policy reforms.

Strategic Pillar 3: Enhanced Political Representation

Objective: Increase the party's representation at both the County Assembly and National Assembly levels.

Key Activities:

- Supporting PICK candidates in elections through capacity building and strategic alliances.
- The membership recruitment sessions would also serve as a training opportunity for members who wish to participate in the forthcoming elections in 2027

Outputs:

Three leadership workshops were conducted, enhancing the capacity of members to advocate for policy change in their respective constituencies.

Link to Performance Contracts:

The recruitment and development of candidates were tied to performance contracts for the party's leadership and training coordinators, with success measured by the number of elected officials and their participation in governance.

Strategic Pillar 4: Responsible Governance and Ethical Practices

Objective: Strengthen the internal governance framework of the party and promote ethical practices among members.

Key Activities:

- Development and implementation of a revised Code of Conduct for all party officials.
- Regular audits of party finances and adherence to governance policies.
- Introduction of mandatory ethics training for members and candidates.

Outputs:

A new Code of Conduct was adopted by all party members, enhancing transparency and accountability.

Financial audits were conducted with all findings published, leading to a greater compliance rate.

Link to Performance Contracts:

Compliance with governance reforms was incorporated into performance evaluations for senior management and regional coordinators, with strict adherence to ethical guidelines serving as a key performance indicator.

Strategic Pillar 5: Financial Sustainability and Resource Mobilization

Objective: Enhance the financial health and sustainability of the party through diversified revenue streams.

Key Activities:

- Increased efforts in fundraising and resource mobilization from local and international donors, including linkages with other parties and lobbying for increased allocation from the Political Parties fund.
- Introduction of new membership tiers with higher contributions for premium members.
- Streamlined financial management systems for efficient resource allocation.

Outputs:

The party's revenue increased by 8% compared to the previous year, primarily due to an uptick in donations and higher membership contributions.

Administrative costs were reduced by 5%, allowing more resources to be allocated towards strategic programs.

Link to Performance Contracts:

Performance contracts for the finance and fundraising teams were closely linked to the party's financial targets, with metrics on revenue growth and cost management included as key deliverables.

Conclusion

The Party of Independent Candidates of Kenya (PICK) achieved significant progress in its predetermined objectives for FY 2023/2024, particularly in areas of membership growth, environmental advocacy, and financial sustainability. These achievements are closely aligned with the strategic pillars and tied to individual performance contracts, ensuring accountability at all levels. The party's commitment to promoting democracy, inclusion, and ethical governance remains the foundation for future growth and success.

7. Corporate Governance Statement for FY 2023/2024

The National Executive Committee (NEC) of the Party of Independent Candidates of Kenya (PICK) remains fully committed to upholding the highest standards of corporate governance throughout FY 2023/2024. Our core values—transparency, integrity, and ethical leadership—inform all our actions as we continue to advance responsible competition practices, ethical supply chain management, truthfulness in marketing, and robust product stewardship.

Responsible Competition Practices

PICK's NEC is deeply aware of the importance of fostering fair competition in Kenya's political arena. We believe that equitable competition not only drives innovation but also ensures that the best ideas come forward, ultimately improving governance and benefiting the citizens. During FY 2023/2024, we strengthened our internal processes to create a level playing field for all candidates, ensuring that elections within the party are merit-based and free from undue influence or favouritism. These efforts were accompanied by clear guidelines for ethical conduct among candidates, promoting an environment where political integrity thrives.

Responsible Supply Chain and Supplier Relations

Our commitment to ethical supply chain management was a key focus in FY 2023/2024. The NEC prioritized partnerships with suppliers who align with our values of sustainability, social responsibility, and ethical business practices. We implemented stricter vetting processes to ensure that all suppliers engaged with PICK adhere to high standards of environmental responsibility and corporate ethics. By focusing on sustainable procurement practices, PICK is contributing to the development of an inclusive and equitable economy that reflects our organizational goals.

Responsible Marketing and Advertisement

Truthful and responsible marketing practices were central to our communication strategies in FY 2023/2024. PICK's NEC ensured that all public communications, advertisements, and campaign materials adhered to principles of accuracy, clarity, and respect for diverse opinions. We continue to emphasize the importance of providing voters with clear and accurate information, enabling them to make well-informed decisions. Furthermore, PICK is committed to promoting inclusivity and diversity in our messaging, ensuring that all sectors of society feel represented and valued in our communications

Product Stewardship

PICK remains dedicated to ensuring that the quality and safety of our products and services reflect the highest standards. Throughout FY 2023/2024, we implemented enhanced quality control measures and maintained full compliance with national regulatory requirements.

Whether it involves campaign materials or public engagements, we are committed to delivering offerings that are sustainable, safe, and aligned with our environmental responsibilities.

Continuous feedback from our stakeholders has played a critical role in improving our services, ensuring that PICK remains responsive to the needs of the people we serve.

Conclusion

As we reflect on our performance in FY 2023/2024, PICK's NEC reaffirms its unwavering commitment to corporate governance principles that foster responsible competition, ethical supply chain management, truthful marketing, and superior product stewardship. These foundational elements not only drive our success as a political party but also guide our mission to serve Kenya with integrity, transparency, and excellence. Management Discussion and Analysis

8. Management Discussion and Analysis

Party of Independent Candidates of Kenya (PICK)
 Operational and Financial Performance Statement

Operational Performance:

Over the last three to five years, PICK has demonstrated a strong operational performance, engaging with over 100000 voters through campaigns, training 12% growth in membership. We anticipate that by 2027, the political party will experience a 30% rise in elected representatives.

Financial Performance:

Key Projects and Investments:

PICK's strategic investments include technology upgrades, youth empowerment programs, and constituency development funds. These initiatives have contributed to improved communication, youth engagement, and community development.

Two-year overview of growth in Receipts of the Party

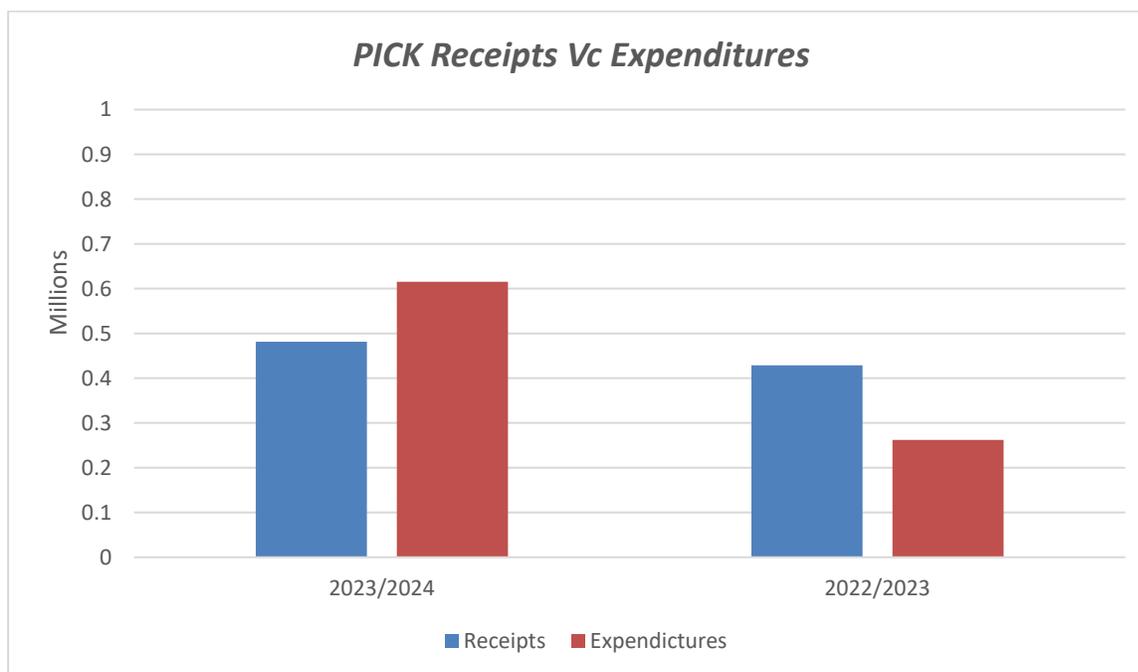
Description	2023/2024	2022/2023
	Kshs	Kshs
Transfers from political parties' fund	481,451	213,658
Public Contributions and Donations in kind	100	215,000
Total	481,551	428,658

A Two-year overview of growth in expenditure of the Party

Description	2023/2024	2022/2023
	Kshs	Kshs
<i>Expenditure</i>	615,499	262,211

Surplus/ deficit for the year and a comparison of the same for the last two years

Description	2023/2024	2022/2023
	Kshs	Kshs
Surplus/deficit	(133,948)	166,447



Compliance with Statutory Requirements:

PICK maintains high levels of compliance with statutory requirements, conducting regular financial audits and adhering to electoral commission guidelines.

Major Risks:

Political instability and financial sustainability are major risks facing PICK. However, there is need for effective risk management strategies and diversified revenue streams have ensured stability.

Review of the Economy and Sector:

Despite economic challenges, PICK has sustained revenue growth, navigating dynamic political environments with strategic alliances and issue-based campaigns.

Future Developments:

PICK's future developments include expansion plans, policy advocacy, and continued community engagement projects.

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
For the year ended June 30, 2024.

This statement reflects PICK's commitment to transparency, responsible governance, and strategic planning for sustainable growth and impact in Kenya's political landscape.

9. Environmental and Sustainability Reporting for FY 2023/2024

i) Sustainability Strategy and Profile

For the FY 2023/2024, the Party of Independent Candidates of Kenya (PICK) implemented a robust sustainability strategy aimed at creating a transparent, accountable, and sustainable financial structure. The focus was on attracting donations, raising funds from members, especially those elected under the party's banner, and efficiently utilizing the political parties fund to support key activities.

Key Initiatives:

1. **Enhanced Transparency:** We introduced clearer guidelines and reporting mechanisms to ensure that all members and donors are informed about how their contributions are allocated and spent on initiatives. Regular financial updates and open channels for member inquiries were key elements of this strategy.

2. **Accountability Framework:** PICK launched a stringent accountability framework that involves periodic audits and transparent reporting. This framework is designed to track the use of party funds, ensuring responsible financial management that aligns with both party goals and donor expectations.

3. **Member Engagement:** We actively involved members in fundraising activities, offering them opportunities to contribute not just financially, but also by organizing events, launching campaigns, and volunteering in targeted fundraising efforts.

4. **Innovative Fundraising Approaches:** New methods such as online crowdfunding and collaborations with likeminded organizations were introduced. These strategies are geared towards broadening our donor base while aligning with our core values of integrity and responsible governance.

5. Impact Evaluation: Continuous evaluation of our fundraising methods ensured that resources were allocated effectively. Performance reviews allowed us to adjust strategies and maximize outcomes in line with our sustainability goals.

Through these efforts, PICK has continued to strengthen its financial base while ensuring that sustainability remains a core element of its financial strategy.

ii) Environmental Performance

Environmental Policy of PICK

In FY 2023/2024, PICK remained committed to environmental sustainability by integrating ecofriendly practices into its operations and promoting green initiatives at both local and national levels. Our policy focused on sustainable development, renewable energy, conservation of natural resources, and reducing our environmental footprint.

Policy Outline:

1. Commitment to Sustainability: The party continues to champion renewable energy, biodiversity conservation, and responsible waste management. This involves integrating ecofriendly measures into everyday operations and party functions

2. Evidence of Policy in Action

Endorsement of renewable energy projects.

Active partnerships with environmental organizations to advocate for stricter environmental regulations. Support for policies encouraging the use of sustainable technologies and ecofriendly practices.

Achievements:

PICK successfully increased environmental awareness within its membership base and launched several "green" initiatives to reduce the party's environmental footprint.

We implemented energy saving measures within party offices and encouraged responsible consumption practices.

Stakeholders and partners responded positively to these efforts, boosting PICK's environmental credibility.

Challenges:

Despite these strides, the party faced challenges due to limited financial resources for largescale environmental projects.

Enforcing environmental policies consistently across all party branches and levels has been another area where more work is needed.

Biodiversity Management:

PICK supported several conservation programs and advocated for sustainable landuse practices to protect Kenya's natural biodiversity. This effort is part of our broader environmental advocacy.

Waste Management:

The party continued its commitment to reducing waste through:

The adoption of recycling programs at both regional and national levels.

Encouraging members and volunteers to embrace waste reduction practices, especially during events and gatherings.

Efforts to Reduce Environmental Impact:

We placed emphasis on sustainable procurement by choosing ecofriendly products for party operations and events. By advocating for products that have minimal environmental impact, PICK contributed to a culture of sustainability within the party and among its supporters.

iii) Employee Welfare

The Party of Independent Candidates of Kenya is largely supported by volunteers, as opposed to fulltime employees. Despite this, we are committed to ensuring that the welfare of our volunteers is maintained. Volunteers are integral to the success of the party's operations and are supported through:

Capacity building programs: Volunteers are provided with training to enhance their political, leadership, and organizational skills.

Flexible working conditions: To accommodate the diverse needs of our volunteer base, the party offers flexible schedules, ensuring that everyone can contribute without undue pressure.

Recognition and Motivation: We regularly acknowledge and celebrate the contributions of our volunteers through public recognition events and certificates of appreciation.

In FY 2023/2024, PICK continued to cultivate a culture of responsibility, ethical conduct, and sustainability across all areas of its operations. Our focus remains on ensuring responsible competition, ethical supply chain management, transparent marketing, and consumer protection. These initiatives highlight PICK's dedication to integrity, transparency, and accountability in both its political activities and broader societal engagements.

i) *Corporate Social Responsibility / Community Engagements*

The party has not participated in any CSR activities in the past one year

10. Report of the National Executive Committee

The NEC submit their report together with the audited financial statements for the year ended June 30, 2024, which show the state of the *PICK's* affairs.

i) Principal activities

The Party of Independent Candidates of Kenya (PICK) aims to inspire citizens to "Think, Work, and Grow Rich" by promoting innovative ideas, fostering hard work, and creating opportunities for prosperity. Our objectives include empowering communities, enhancing democratic representation, and driving sustainable development for a thriving, equitable society.

ii) Results

The results of the PICK for the year ended June 30, 2024, are set out on page 1 to 6.

iii) National Executive Committee

The members of the Board of NEC who served during the year are shown on page vii.

iii) Auditors

The Auditor-General is responsible for the statutory audit of the Party in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 for the year ended June 30, 2024, in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his behalf.

By Order of the Board

.....

Name

Corporation Secretary/Secretary to the Board

11. Statement of NEC Responsibilities for FY 2023/2024

In accordance with Section 81 of the Public Finance Management Act, 2012, and Section 14 of the State Corporations Act (or applicable legislation governing the Party of Independent Candidates of Kenya - PICK), the Directors are required to prepare financial statements that provide a true and fair view of the financial position of PICK as of June 30, 2024, and its operational results for the financial year ending on that date. The Directors are further obligated to ensure that proper accounting records are maintained to accurately disclose PICK's financial position, while also safeguarding the assets of the organization.

Responsibilities of the Directors

For FY 2023/2024, the Directors acknowledge their responsibility in the preparation and presentation of financial statements that present a true and fair view of PICK's financial position. This responsibility encompasses:

1. **Maintaining Effective Financial Management Systems:** The Directors ensured that proper financial management arrangements were in place and remained effective throughout the reporting period.
2. **Maintaining Accurate Accounting Records:** The Directors made certain that PICK's accounting records disclosed, with reasonable accuracy, the financial position of the organization at all times.
3. **Designing and Implementing Internal Controls:** The Directors were responsible for establishing internal control systems necessary for preparing financial statements free from material misstatements, whether due to error or

fraud. These controls ensured proper oversight and accuracy in financial reporting.

4. Safeguarding the Assets of PICK: The Directors took necessary steps to protect the assets of the organization, ensuring their efficient use and maintenance.

5. Selection and Application of Appropriate Accounting Policies: The Directors were responsible for selecting accounting policies that are suitable for PICK's operations, in line with regulatory and accounting standards.

6. Making Reasonable Accounting Estimates: The Directors applied prudent judgment and reasonable estimates in preparing the financial statements to reflect PICK's true financial position and performance.

Compliance with Accounting Standards

The financial statements for FY 2023/2024 have been prepared in accordance with International Public Sector Accounting Standards (IPSAS), supported by prudent judgments and estimates. They also comply with the requirements of the Public Finance Management Act, 2012, and relevant sections of the State Corporations Act (or any other applicable legislation governing PICK). The Directors confirm that these financial statements present a true and fair view of PICK's financial performance and position for the year ended June 30, 2024.

Assurance of Internal Controls and Accounting Records

The Directors further confirm that the financial records of PICK are complete, accurate, and reliable. These records formed the basis for the preparation of the financial statements, supported by robust internal financial controls implemented throughout the financial year.

Going Concern Assessment

In preparing the financial statements for FY 2023/2024, the Directors have assessed PICK's ability to continue operating as a going concern. Nothing has come to the Directors' attention that would indicate PICK will not remain a going concern for at least the next twelve months from the date of this statement. Therefore, the financial statements have been prepared on a going concern basis.

The Directors accept full responsibility for PICK's financial statements for FY 2023/2024 and confirm that they have been prepared in accordance with all applicable laws and accounting standards.

Approval of the financial statements

The *PICK's* financial statements were approved by the Board on _____ 2024 and signed on its behalf by:

.....

Name

National Chairman

Name

Secretary General

12. Report of the Independent Auditor for the Financial Statements of *Party of Independent Candidates of Kenya (PICK)*

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

13. Statement of Financial Performance for the year ended 30 June 2024

DESCRIPTION	Notes	2023/2024	2022/2023
			Kshs
Revenue from non-exchange transactions			
Total Government Grants and Subsidies	6	481,451	213,658
Public Contributions and Donations in kind	7	100	215,000
8. Other incomes		-	-
Total revenue		481,551	428,658
Expenses			
Use of Goods and Services	8	274,836	78,636
Democratic activities	9	206,000	-
Depreciation expense	10	29,663	48,575
Special Interest group activities	11	105,000	135,000
Total expenses		615,499	262,211
Surplus/ (deficit)		(133,948)	166,447

The notes set out on pages 6 to 31 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 5 were signed on behalf of the NEC by:

.....
Name:	Name: Samuel Mwangi	Name:
Secretary General	Accountant	National Chairman
	ICPAK M/No:21216	
Date -----	Date -----	Date -----

14. Statement of Financial Position as at 30 June 2024

DESCRIPTION	Notes	2023/2024	2022/2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	12a	-	22
current Receivables from Non-Exchange Transactions	13	119,127	313,093
Prepayments-Rent deposit		43,200	43,200
Total Current Assets		162,327	356,315
deposits and pre payments	-	-	-
Non-Current Assets			
Property, Plant and Equipment	14	136,763	166,425
Total Non- Current Assets		136,763	166,425
Total Assets		299,090	522,740
Liabilities			
Current Liabilities			
Trade and Other Payables	15	222,000	313,093
Bank overdraft	12b	1,391	-
Total Current Liabilities		223,391	313,093
Total Liabilities		223,391	313,093
Net Assets		75,699	209,647
Retained Earnings	16	110,737	215,022
Capital fund	17	(35,038)	(5,375)
reserves			
Total net assets		75,699	209,647
Total Net Assets and Liabilities		299,090	522,740

The financial statements set out on pages 1 to 5 were signed on behalf of NEC by

.....
Name	Name: Samuel Mwangi	Name
Secretary General	Accountant	National Chairman
	ICPAK M/No:21216	
Date -----	Date -----	Date -----

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

15. Statement of Changes in Net Assets for the year ended 30 June 2024

Description	Retained earnings	capital fund	Total
	Kshs	Kshs	Kshs
As at July 1, 2022	-	43,200	43,200
Recognition of capital fund		-	-
Transfer of depreciation on from capital fund to retained earning	48,575	(48,575)	-
Surplus/ (deficit) for the year	166,447		166,447
Additions		-	-
As at June 30, 2023	215,022	(5,375)	209,647
As at July 1, 2023	215,022	(5,375)	209,647
Recognition of capital fund		-	-
Transfer of depreciation on from capital fund to retained earning	29,663	(29,663)	-
Surplus/ (deficit) for the year	(133,948)		(133,948)
Additions		-	-
As at June 30, 2024	110,737	(35,038)	75,699

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

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

DESCRIPTION	Notes	2023/2024	2022/2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Total Government Grants and Subsidies	6	362,324	213,658
Public contributions and donations	7	100	215,000
arrears Received from political parties' fund during the period	13	313,093	
Total receipts		675,517	428,658
Payments			
Use of goods and services	8	52,836	78,636
Democratic Activities expenses	9	206,000	-
Special Interest group activities expenses	11	105,000	135,000
Creditor payments during the period		313,093	
Total payments		676,929	213,636
Net cash flows from/(used in) operating activities		(1,412)	215,022
Cash flows from investing activities			
Purchase of PPE and Intangible assets	14	-	(215,000)
Net cash flows from/(used in) investing activities		-	(215,000)
Cash flows from financing activities			-
Increase in Revenue Reserves (well-wishers' contributions)		-	
Net cash flows from financing Activities		-	-
Net increase/(decrease) in cash & Cash equivalents		(1,412)	22
Cash and cash equivalents at 1 July		22	-
Cash and cash equivalents at 30 June		(1,391)	22

Party of Independent Candidates of Kenya (PICK)
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NB;

1. Arrears Received from political parties' fund during the period was used to clear the accrued payables for the year 2022/2023.

2.Total Transfers from political parties' fund (note 6b) includes receivable from political party fund amounting to ksh. **119,127**

The financial statements set out on pages 1 to 5 were signed on behalf of NEC by

.....

Name	Name: Samuel Mwangi	Name
Secretary General	Accountant	National Chairman
	ICPAK M/No:21216	
Date _____	Date _____	Date _____

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

17. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2024

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	%
Revenue						
Transfers from Other Governments entities	481,451	-	481,451	481,451	-	100%
current Receivables from Non-Exchange Transactions		-	-	100	100	
Total Income	481,451	-	481,451	481,551	100	100%
Expenses					-	
Use of Goods and Services	274,836	-	274,836	274,836	-	100%
Democratic activities	206,000	-	206,000	206,000	-	100%
Special Interest group activities	105,000	-	105,000	105,000	-	100%
%Total Expenditure	585,836	-	585,836	585,836	-	100%
Capital development	-		-	-	-	
Total expenditure	585,836	-	585,836	585,836	-	100%

18. Notes to the Financial Statements

1. General Information

PICK is established by and derives its authority and accountability from 2012 Act. The PICK is wholly owned by the Government of Kenya and is domiciled in Kenya. The PICK's principal activity is to engage in a variety of principal activities that contribute to Kenya's political landscape, emphasizing democracy, inclusivity, and the empowerment of independent minded citizens

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the *PICK's* accounting policies. The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 5 of these financial statements.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the *PICK*. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

Notes to the Financial Statements (Continued)

3. Adoption of New and Revised Standards

- i. New and amended standards and interpretations in issue effective in the year ended 30 June 2024.*

Standard	Effective date and impact:
<p>IPSAS 41: Financial Instruments</p>	<p>Applicable: 1st January 2023:</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 PICK’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 • Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an PICK’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2023</p>

Party of Independent Candidates of Kenya (PICK)
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Standard	Effective date and impact:
	<p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting PICK 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 PICK. (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on the PICK’s financial performance, financial position and cash flows.
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2023:</p> <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 guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued. d) 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>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> Amendments to refer to the latest System of National Accounts (SNA 2008). • <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS.

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

Standard	Effective date and impact:
	<ul style="list-style-type: none"> • IPSAS 29: Financial instruments: Recognition and Measurement. Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.

Notes to the Financial Statements (Continued)

ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></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 have on the financial position, financial performance and cashflows of an PICK.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<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>

iii. Early adoption of standards

The PICK did not early – adopt any new or amended standards in the financial year

Party of Independent Candidates of Kenya (PICK)
Annual Report and Financial Statements
for the year ended June 30, 2024.

Notes to the financial statements (continued)

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Fees, taxes and fines

The *PICK* recognizes revenues from fees, taxes and fines when the event occurs and the asset recognition criteria are met. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognized instead of revenue. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the *PICK* and the fair value of the asset can be measured reliably.

Transfers from other government entities

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

ii) Revenue from exchange transactions

Rendering of services

The *PICK* recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to the *PICK*.

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.

Dividends

Dividends or similar distributions must be recognized when the shareholder's or the *PICK*'s right to receive payments is established.

Rental income

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

b) Budget information

The original budget for the Current FY was approved by the National Assembly . 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 *PICK* upon receiving the respective approvals in order to conclude the final budget. Accordingly, the *PICK* recorded additional appropriations of xxx on the 2023 budget following the governing body's approval.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Budget information (continued)

The *PICK'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. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section xxx of these financial statements.

c) Taxes

Current income tax

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax liabilities are recognized for all taxable temporary differences, except in respect of taxable temporary differences associated with investments in controlled entities, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except in respect of deductible temporary differences associated with investments in controlled entities, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognized outside surplus or deficit is recognized outside surplus or deficit. Deferred tax items are recognized in correlation to the underlying transaction in net assets. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable *PICK* and the same taxation authority.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Sales tax

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

- i) When the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the sales tax is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- ii) When receivables and payables are stated with the amount of sales tax included
The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

d) Investment property

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

e) Property, plant and equipment

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

f) Leases

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

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the *PICK*. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

g) Intangible assets

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

h) Research and development costs

The *PICK* expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the *PICK* can demonstrate:

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

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

i) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The PICK does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements.* A financial instrument is any contract that gives rise to a financial asset of one PICK and a financial liability or equity instrument of another PICK. At initial recognition, the PICK measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

a) Financial assets

Classification of financial assets

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Subsequent measurement

Based on the business model and the cash flow characteristics, the PICK classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

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

Fair value through net assets/ equity

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

Trade and other receivables

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the PICK manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Impairment

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

b) Financial liabilities

Classification

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

j) 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:

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or

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

Summary of Significant Accounting Policies (Continued)

k) Provisions

Provisions are recognized when the *PICK* 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 *PICK* 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.

l) Social Benefits

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The *PICK* recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the *PICK* will incur in fulfilling the present obligations represented by the liability.

m)Contingent liabilities

The *PICK* 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.

n) Contingent assets

The *PICK* 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 *PICK* 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.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

o) Nature and purpose of reserves

The PICK creates and maintains reserves in terms of specific requirements

p) Changes in accounting policies and estimates

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

q) Employee benefits

Retirement benefit plans

The *PICK* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an *PICK* pays fixed contributions into a separate *PICK* (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 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.

r) 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.

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Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

s) 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.

t) Related parties

The *PICK* regards a related party as a person or an *PICK* with the ability to exert control individually or jointly, or to exercise significant influence over the *PICK*, or vice versa. Members of key management are regarded as related parties and comprise *the directors, the CEO and senior managers*.

u) Service concession arrangements

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

v) 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.

w) Comparative figures

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

x) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2024.

y) Depreciation Policy

Property, plant and equipment are initially recorded at cost and is stated at cost less depreciation.

Depreciation is calculated on the reducing balance basis to write down the cost of each asset to their residual values over their estimated useful life as follows:

Plant & Machinery	25%
Motor Vehicles	25%
Furniture & fittings	10%
Office Equipment	10%

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the *PICK*'s financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods. State all judgements, estimates and assumptions made:

Estimates and assumptions.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The *PICK* 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 *PICK*. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

Useful lives and residual value

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

- a) The condition of the asset based on the assessment of experts employed by the *PICK*.
- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note 40. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

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Notes to the Financial Statements (Continued)

6. Transfers from Other Government entities

Transfers from political parties' fund

Name of The PICK Sending The Grant	Amount recognized to Statement of Financial performance. *	Amount recognised in capital fund.	Total transfers (Current FY)	Insert Comparative FY
	KShs	KShs	KShs	KShs
Registrar of political parties-Political parties fund	362,424		362,424	213,658
Accrued receivables from the political party's fund	119,127		119,127	313,093
Total	481,551	-	481,551	526,751

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Notes to the Financial Statements (Continued)

7. Public Contributions and Donations

Description	2023/2024	2022/2023
	Kshs	Kshs
Public Contributions and Donations in kind	100	215,000
Nomination fees		-
Total received during the year	-	215,000
Accrued Receivable Public Contributions and Donations	-	-
Total Public Contributions and Donations	100	215,000

8. Use of Goods and Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank Transaction Charges	3,836	1,436
Women planning Meeting	-	66,000
Fuel Expenses		5,400
Rent	222,000	
Other Office Expenses	10,000	5,800
SIG Meeting Expenses	30,500	-
Tea and Snacks	8,500	
Total	274,836	78,636

9. Democratic Activities Expenses

Description	2023/2024	2022/2023
	Kshs	Kshs
Recruitments Expenses	206,000	-
Totals	206,000	-

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Notes to the Financial Statements (Continued)

10. Depreciation and Amortization Expense

Description	2023/2024	2022/2023
	Kshs	Kshs
Office equipment	-	-
Computers And Related Equipment	21,700	37,200
Office Furniture, And Fittings	7,963	11,375
Total depreciation and amortization	29,663	48,575

11. Special Interest Group Activities Expenses

Description	2023/2024	2022/2023
	Kshs	Kshs
Youth Workshop	105,000	135,000
Total	105,000	135,000

12. (a) Cash and Cash Equivalents

Description	2023/2024	2022/2023
	Kshs	Kshs
Cash at Hand	-	-
Total Cash and Cash Equivalents	-	-

12.(b) Cash and Cash Equivalents (OD)

Description	2023/2024	2022/2023
	Kshs	Kshs
Cash at Co-operative Bank of Kenya Limited	(1,391)	-

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Total Cash and Cash Equivalents	(1,391)	-

12.(c) Detailed Analysis of the Cash and Cash Equivalents

Financial Institution	Account number	2023/2024
		Kshs
a) Current Account		
Co-operative Bank of Kenya Limited	01136189168500	(1,391)
Sub- Total		(1,391)
b) Others (Specify)		
Cash In Hand		-
Sub- Total		-

13. Current Receivables from Non-Exchange Transactions

Description	2023/2024		2022/2023	
	Kshs.		Kshs.	
Accrued contributions from members	-		-	
Receivable from political parties' fund	119,127		313,093	
Total receivables from non- exchange transactions	119,127		313,093	
Ageing Analysis- Receivables from non-exchange transactions	2023/2024	% of the total	2022/2023	% of the total
Less than 1 year	119,127	100%	313,093	%
Between 1-2 years	-	0%	-	0%
Over 3 years	-	0%		%
Total	119,127	100%	313,093	100%

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Notes to the Financial Statements (Continued)

14. Property, Plant and Equipment

Cost	Furniture and fittings	Computers	Office equipment	Total
	Kshs	Kshs	Kshs	Kshs
As at 30 th June, 2022	-	-	-	-
Additions	91,000	124,000	-	215,000
As at 30 th June, 2023	91,000	124,000	-	215,000
Depreciation And Impairment				
As At 30 th June 2022	-	-	-	-
Depreciation	11,375	37,200	-	48,575
As at 30 th June, 2023	11,375	37,200	-	48,575
Net Book Values				
As at 30 th June 2022	-	-	-	-
As at 30 th June 2023	79,625	86,800	-	166,425
2023/2024				
As At 1st July 2024	91,000	124,000	-	215,000
Additions	-	-	-	-
As at 30 th June, 2024	91,000	124,000	-	215,000
Depreciation And Impairment				
At 1st July 2023				
Accumulated depreciation	11,375	37,200	-	48,575
Depreciation	7,963	21,700	-	29,663
As at 30 th June, 2024	19,338	58,900	-	78,238
Net Book Values				-
As at 30 th June 2023	79,625	86,800	-	166,425
As at 30 th June 2024	71,663	65,100	-	136,763

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Notes to the Financial Statements (Continued)

Property, Plant and Equipment at Cost

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Office equipment	-	-	-
Computers And Related Equipment	124,000	58,900	65,100
Office Furniture, And Fittings	91,000	19,338	71,663
Total	215,000	78,238	136,763

15. Trade and Other Payables

Description	2023-2024		2022-2023	
	Kshs		Kshs	
Rent	222,000		155,000	
Website to Behaving Enterprises			25,000	
Women meeting 40 women@3,000			120,000	
Office airtime			500	
Tea and Snacks			5,000	
Fuel Expenses			5,200	
Other payables	-		-	2,393
Total trade and other payables	222,000		-	313,093
Ageing analysis: (Trade and other payables)	Current FY	% of the Total	Comparative FY	% of the Total

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Under one year	222,000	100%	313,093	100%
1-2 years		0%	-	0%
Total (tie to above total)	222,000	100%	313,093	100%

Notes to the Financial Statements (Continued)

16. Retained Earnings

Description	2023/2024	2022/2023
	Kshs	Kshs
Retained Earnings	110,736	215,000
Total	110,736	215,000

17. Capital Fund

Description	2023/2024	2022/2023
	Kshs	Kshs
Capital fund	(78,238)	(48,575)
Total	(78,238)	(48,575)

Notes to the Financial Statements (Continued)

18. Financial Risk Management

The PICK's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The PICK'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 PICK 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 PICK's financial risk management objectives and policies are detailed below:

i) Credit risk

The PICK has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments. Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the PICK's management based on prior experience and their assessment of the current economic environment.

Financial Risk Management

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

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Notes to the Financial Statements (Continued)

Description	Total amount	Fully performing	Past due	Impaired
	Kshs	Kshs	Kshs	Kshs
As at 30 June 2023				0
Receivables from non-exchange transactions	313,093	313,093	-	-
Bank balances	-	-	-	-
Total	313,093	313,093	-	0
As at 30 June 2024				0
Receivables from non-exchange transactions	119,127	119,127	-	0
Bank balances	-	-	-	0
Total	119,127	119,127	-	0

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Notes to the Financial Statements (Continued)

Financial Risk Management

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the PICK has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The PICK has significant concentration of credit risk on amounts due from xxx. The board of directors sets the PICK's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

ii) Liquidity risk management

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
As at 30th June 2023				
Trade payables		-	313,093	313,093
Provisions	-	-	-	-
Total	-	-	313,093	313,093
As at 30th June 2024				
Trade payables	-	-	119,888	119,888
Provisions	-	-	-	-
Total	-	-	119,888	119,888

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Notes to the Financial Statements (Continued)

Financial Risk Management

iii) Market risk

The *PICK* has not put market risk.

a) Foreign currency risk

The *PICK* has no transactional currency exposures.

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19. Appendices

Appendix 1: Implementation Status of Auditor-General’s Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Presentation of financial statement	Party Complied with all observations under this.	Resolved	N/A
2	Late Submission of Financial statements	Party Complied in the F/2023-2024	Resolved	N/A
3	Non Compliance with international Public Sector Accounting Standards 2. Cashflows statements.	Party complied	Resolved	N/A
4	Failure to maintain Primary Records	Party has maintained ledgers, and other primary records	Resolved	N/A
5	Undisclosed Balances	The Party has addressed this in the financial year 2023-2024 and the Ksh 43200is now factored.	Resolved	N/A
6	Unsupported Expenditure	The party supplied the requisite documents vide reply to the management letter for financial year 2022-2023	Resolved	N/A

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
7	Failure to establish Adequate party offices	The party is in the process of activating party offices across the country with the objective of being in compliance with the law.	In Progress	December 2026
8	Failure to maintain Updated cashbooks	The party has maintained the same for the financial year ended 2024, and continues to comply in the current year.	Resolved.	N/A
9	Lack of updated and approved Management Policies and procedure manuals.	The Party has developed Financial, HR, ICT, a Strategic Plan, a Procurement Policy, and an Internal Audit Policy.	Resolved	N/A
10.	Lack of an asset tagging and identification	The Party has developed an asset tagging code and tagged all assets. A copy of the codes assigned to Party assets is attached herunder	Resolved	N/A

.....
National Chairman- Julius Wambua

Date:

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Appendix IV: Transfers from Other Government Entities

Name of the MDA/Donor Transferring the funds	Date received as per bank statement	Nature: Recurrent/Development/Others	Total Amount - KES	Statement of Financial Performance	Where Recorded/recognized				Total Transfers during the Year
					Capital Fund	Deferred Income	Receivables	Others - must be specific	
Office of the Registrar of Political Parties		Recurrent	362,424	362,424			119,127		481,551

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Appendix V- Inter-PICK Confirmation Letter

Party of Independent Candidates of Kenya (PICK)

The Secretary General wishes to confirm the amounts disbursed to you as at 30th June 2024 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 (PICK) as at 30th June 2024							
Reference Number	Date Disbursed	Amounts Disbursed by ORPP (KShs) as at 30th June 2024				Amount Received by PICK (KShs) as at 30 th June 2023 (E)	Differences (KShs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
		362,424			362,424		
Total		362,424			362,424		
<p>In confirm that the amounts shown above are correct as of the date indicated.</p> <p>Head of Accountants department of beneficiary PICK:</p> <p>Name Sign Date</p>							

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