



**INFLUENCE OF FINANCIAL DISCLOSURE ON FINANCIAL PERFORMANCE OF PUBLIC SECTOR
DEPOSIT TAKING SAVING AND CREDIT COOPERATIVE SOCIETIES IN NAIROBI COUNTY,
KENYA**

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ABSTRACT

The presence of an effective corporate governance practice, within an individual SACCOs and financial institutions influence financial performance. In Kenya, SACCO Societies Act of 2008 where effective enforcement of the regulations, public sectors SACCOs promote corporate governance model. These contradictions in results could create aspersions as to whether corporate governance practices impacts on financial performance of public sector SACCOs in Kenya. Objective of the study was to examine the relationship between financial disclosure and financial performance of public sector SACCOs in Nairobi County, Kenya. Causal research design was chosen because it enables the study to establish the relationship between variable and to generalise the findings to a larger population. The study population consisted of all 45 public sector SACCOs. Primary data was collected using semi-structured questionnaires. Secondary data was collected from financial statements of the public sector SACCOs and books. The primary data collected through the questionnaire were analysed using descriptive statistics such as measures of central tendency which include mean, and standard deviation. Data presentation was done using frequency tables. A multiple regression analysis was used to find out whether independent variables predict a given dependent variable. The study established that financial disclosure had a significant influence on financial performance in public sector SACCOs. The study concludes that increase in financial disclosure foster transparency and accountability in financial management and improve ROA in SACCOs.

Key Words: Financial Disclosure and Financial Performance