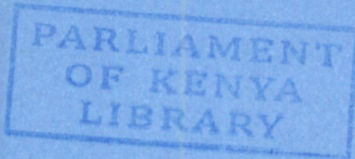


REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**



**OF**

**THE AUDITOR-GENERAL**

PAPERS LAID	
DATE	5/31/2024 ON
TABLED BY	Maj. L
COMMITTEE	←
CLERK AT THE TABLE	Kawito

**COUNTY REVENUE FUND**

**FOR THE YEAR ENDED  
30 JUNE, 2023**

**COUNTY GOVERNMENT OF BUSIA**



COUNTY GOVERNMENT OF BUSIA  
OFFICE OF THE GOVERNOR

P.O. BOX PRIVATE BAG

50400 BUSIA,

KENYA



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## COUNTY REVENUE FUND

### COUNTY GOVERNMENT OF BUSIA

### ANNUAL REPORT AND FINANCIAL STATEMENTS

### FOR THE FINANCIAL YEAR ENDED

### JUNE 30, 2023

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

**County Government of Busia**  
**Busia County Revenue Fund**  
**For the financial year ended 30<sup>th</sup> June 2023**

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**County Government of Busia**  
**Busia County Revenue Fund**  
**For the financial year ended 30<sup>th</sup> June 2023**

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**1. Acronyms and glossary of terms**

*a) Acronyms*

CA	County Assembly
COB	Controller of Budget
CRF	County Revenue Fund
FY	Financial Year
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OSR	Own Source Revenue
PFMA	Public Finance Management Act
PSASB	Public Sector Accounting Standards Board
ROR	Receiver of Revenue
Kshs	Kenya Shillings
FIF	Facility Improvement Fund
FFLOCA	Financing Local Lead Climate Program
NAVCDP	National Agricultural Value Chain Development Project
ASDSP	Agricultural Sector Development Support Programme
KCSAP	Kenya Climate Smart Agriculture Programme
SIDA	Swedish International Development Cooperation Agency
DANIDA	Danish International Development Agency
CBK	Central Bank of Kenya
CRF	County Revenue Fund
CCIS	County Climate Institutional support

**County Government of Busia**  
**Busia County Revenue Fund**  
**For the financial year ended 30<sup>th</sup> June 2023**

**2. Key Entity Information and Management**

**a) Background information**

Article 207 of the Constitution of Kenya provides for the establishment of the County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government.

**b) Key Management Team**

The County Revenue Funds day-to-day management is under the following key organs:

No.	Designation	Name
1.	CECM Finance and Economic planning	Hon. Topister Naiti Wanyama
2.	C.O Finance	CPA. Gypson Wafula Ojiambo
3.	Director Accounting Services/Finance	CPA.CS. Roselin Lumbasi

**c) 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.	CECM Finance and Economic Planning	Hon. Topister Naiti Wanyama
2.	Accounting Officer in charge of Finance	CPA. Gypson Wafula Ojiambo
3.	Director Accounting Services/Finance	CPA.CS. Roselin Lumbasi

**d) Fiduciary Oversight Arrangements**

The key fiduciary organs that played oversight roles at the County for the year ended 30th June, 2023 were:

1. County Assembly of Busia - Legislation and Oversight
2. The National Treasury - Designing, prescribing an efficient financial management system for national and county government to ensure transparent financial management and standard reporting.
3. The Senate - Legislation and Oversight
4. Office of the Controller of Budget - Monitoring budget execution
5. Public Sector Accounting Standards Board - Setting of generally accepted accounting and financial system standards.

**County Government of Busia**  
**Busia County Revenue Fund**  
**For the financial year ended 30<sup>th</sup> June 2023**

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6. Commission on Revenue Allocation - Division of Revenue
7. The Office of the Auditor General - Auditing of county government Accounts
8. Salaries and Remuneration Commission - Advisory on salaries and remuneration of public officers
9. World Bank - Provides technical and financial assistance to county governments.
10. Audit Committee - Provides oversight on financial reporting system, audit process, system of internal controls and compliance with laws and regulations.

**e) County Headquarters**

P.O. Box Private Bag 50400

Busia (K)

Town Hall Building Busia-

Kisumu Highway **Busia**

**f) County Contacts**

E-mail: [info@busiacounty.go.ke](mailto:info@busiacounty.go.ke)

Website: [www.busiacyounty.go.ke](http://www.busiacyounty.go.ke)

**g) County Bankers**

**1. Central Bank of Kenya**

Haile Selassie Avenue P.O. Box 60000

City Square 00200

Nairobi, Kenya.

Busia Branch.

**h) Independent Auditors**

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084, GPO 00100

**NAIROBI, KENYA**

**County Government of Busia**  
**Busia County Revenue Fund**  
**For the financial year ended 30<sup>th</sup> June 2023**

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**i) Principal Legal Adviser**

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

**j) Office of the County Attorney**

County Government of Busia  
Inyanja Plaza 1<sup>st</sup> floor  
P.O Box Private Bag 50400  
Busia, Kenya

**County Government of Busia**  
**Busia County Revenue Fund**  
**For the financial year ended 30<sup>th</sup> June 2023**

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**3. Statement by the CECM Finance**

It is my pleasure to present the County Government of Busia County Revenue Fund financial statements for the year ended 30th June, 2023. The financial statements present the financial performance of the County Revenue Fund for the financial year 2022/2023.

The promulgation of the Constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralized system with a devolved system of governance. The devolved system of governance consists of the National Government and 47 County Governments.

**Financing of the County Governments**

Article 202 of the Constitution of Kenya provides that revenue raised nationally shall be shared equitably among the National Government and the County Governments. Each County Government's equitable share of revenue raised nationally, is determined yearly through the County Allocation of Revenue Act (CARA). The revenue sharing formula is developed by the Commission on Revenue Allocation and approved by Parliament in accordance with Article 217 of the Constitution of Kenya 2010.

The County also finances its operations through own generated revenues. These are revenues collected within the County. The key local revenue sources for Busia County included single business permits, land rates, business plan approvals, advertising fees, Cess and various other administrative charges.

The County continues to explore new and innovative ways of increasing its local revenue collections. Some of the steps that the County has taken towards improving its revenue collections include:

- 1) Automation of revenue collection system – the County is currently using County Pro Revenue system as the revenue collection system;
- 2) Continuous revenue mapping and putting in place proper revenue collection enforcement measures.
- 3) Allocation of service delivery vehicles to enhance local revenue collection.
- 4) Rotation of county revenue clerks to mitigate familiarity with tax payers.

The Financial Statements present the recent actual fiscal performance for the year 2022-2023 and make comparisons to the budget appropriations for the same period. They further provide a comprehensive financial review with sufficient information to show changes from the projections outlined in the latest County Fiscal Strategy Paper 2022/2023.