

Republic of Kenya



105

Paper hand by  
Hon. R. Oryokoi  
Thursday 4th March,  
2010.

# Kenya National Audit Office

REPORT

PARLIAMENT  
OF KENYA  
LIBRARY

OF

THE CONTROLLER  
AND AUDITOR GENERAL

ON

THE ABSTRACTS OF  
ACCOUNTS OF THE  
MUNICIPAL COUNCIL OF  
MUMIAS  
FOR THE  
YEAR  
ENDED  
30 JUNE 2006



## KENYA NATIONAL AUDIT OFFICE

### **REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE ABSTRACTS OF ACCOUNTS OF THE MUNICIPAL COUNCIL OF MUMIAS FOR THE YEAR ENDED 30 JUNE 2006.**

The attached Abstracts of Accounts of the Municipal Council of Mumias set out on pages 1 to 18 which comprise the Consolidated Balance Sheet as at 30 June 2006; the General Rate Fund (GRF) Summary Income and Expenditure Accounts, Local Authorities Transfer Fund (LATF) and Roads Maintenance Fuel Levy Fund (RMLF) Income and Expenditure Accounts and the explanatory notes have been audited under my direction in accordance with the provisions of Section 23 of the Public Audit Act 2003:

#### **1.0 The Council's Responsibility for the Abstracts of Accounts.**

The Council is responsible for the preparation and fair presentation of the Abstracts of Accounts in accordance with the Local Government Act, Cap 265; the Local Authorities Transfer Fund (LATF) Act, 1998; the International Public Sector Accounting Standards (IPSAS) and other generally accepted accounting principles. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of Abstracts of Accounts that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### **2.0 The Controller and Auditor General's Responsibility**

My responsibility is to express an opinion on the Abstracts of Accounts based on the audit. The audit was conducted in accordance with the International Standards on Auditing. Those Standards require compliance with ethical requirements and that the audit be planned and performed with a view to obtaining reasonable assurance that the Abstracts of Accounts are free from material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the Abstracts of Accounts. The procedures selected depend on the auditor's judgements, including the assessment of the risks of material misstatement of the Abstracts of Accounts, whether

due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the Abstracts of Accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Council, as well as evaluating the overall presentation of the Abstracts of Accounts.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for the audit opinion.

### **3.0 Qualification Points**

#### **3.1 Non-Submission, Opening Balances, Format, Accuracy and Completeness of the Accounts**

- i. The Council has not to date prepared and submitted for audit Abstracts of Accounts for the years 1988/1989 to 1997/1998. The Council therefore continues to be in breach of the law. Further, and in the absence of certified Accounts for 1997/1998 and prior years, the source and accuracy of the opening balances as at 1 July, 1998 and for the subsequent periods including 2005/2006 could not be confirmed.
- ii. The Accounts for 2005/2006 were prepared using the approved conventional accounting system format but which did not comply with the International Public Sector Accounting Standards (IPSAS). The Council was therefore in breach of the IPSAS.
- iii. The Accounts for 2005/2006 did not contain a Cash Flow Statement, a Consolidated Income and Expenditure Account, a summary of accounting policies and statements of changes in respect of grants applied, revenue contributions to capital and other balances. The notes to the Accounts were also not cross-referenced to the items in the Accounts.

In view of the foregoing, the accuracy and completeness of the Accounts as at 30 June 2006 could not be confirmed.

#### **3.2 Fixed Assets**

The fixed assets balance decreased from Kshs.31,683,540.95 as at 30 June 2005 to Kshs.24,609,862.20 as at 30 June 2006. However, ownership documents for land parcels in respect Mayoni, Matawa, Ekero, and Mumias markets and the respective valuation reports were not made available for audit verification. An updated Fixed Assets Register was also not maintained during the year. In the circumstances, the ownership, existence, and accuracy of the fixed assets stated at Kshs.24,609,862.20 as at 30 June 2006 could not be ascertained.

### 3.3 Sundry Debtors

The sundry debtors balance increased from Kshs.5,748,293.70 as at 30 June 2005 to Kshs.7,966,984.70 as at 30 June 2006. The balance comprised Contribution in Lieu of Rates – Kshs.1,226,097.00; Land Rent and Rates – Kshs.914,470.00; Market Plot Rents – Kshs.817,357.00, Staff Advances – Kshs.2,979,169.95, Old Imprests and Advances Outstanding – Kshs.1,963,280.70 and Union Dues – Kshs.66,610.00. However, the Council did not make any provision for bad and doubtful debts during the year and as a result the recoverability of the debtors balance of Kshs.7,966,984.70 as at 30 June 2006 could not be confirmed.

### 3.4 Bank Overdrawn Balances

The bank overdrawn balances increased from Kshs.9,416,936.75 as at 30 June 2005 to Kshs.21,130,626.85 as at 30 June 2006. However, the relevant supporting bank reconciliation statements were not made available for audit review with the result that the overdraft of Kshs.21,130,626.55 as at 30 June 2006 could not be confirmed.

### 3.5 Sundry Creditors

- (i). The sundry creditors balance increased significantly from Kshs.9,348,448.65 as at 30 June 2005 to Kshs.21,102,876.00 as at 30 June 2006. However, unsettled fee notes, invoices and related statements were not made available for audit verification. The creditors included the National Housing Corporation (NHC) with a balance of Kshs.7,267,724.00 which the Council explained as representing amounts collected on behalf of NHC. However, this particular amount was not represented by a bank balance or any other acceptable form of liquid asset. In the circumstances, the accuracy of the sundry creditors balance of Kshs.21,102,876.00 as at 30 June 2006 could not be ascertained.
- (ii) It would also appear that the Council was not meeting its financial obligations as and when they fell due. During the year, the Council operated with a negative working capital whose balance stood at Kshs.13,163,642.15 (2004/2005 – Kshs.3,668,643.05) as at 30 June 2006. Its going concern status was therefore threatened.

### 3.6 Renewals Funds

Section 219 of the Local Government Act, Cap 265 requires the Council to create and set aside adequate renewals funds to provide for the entire or partial replacement of some or all of its assets, which, owing to depreciation or other cause, will require at some future date to be replaced. Information available indicates that the Council had an

accumulated renewals funds balance of Kshs.6,961,412.45 as at 30 June 2006. However, the Council did not provide evidence of the existence of such funds in cash, cash equivalent or tangible investments. It was therefore not clear how the Council intended to finance the replacement of its assets, in future, in the absence of tangible renewals funds.

### 3.7 Financial Improprieties

- (i) During the year, payments for goods and services worth Kshs.207,500.00 were not supported by the necessary receipts and invoices.
- (ii) The Council advanced an amount of Kshs.100,000.00 to two Councillors without the Ministerial authority.
- (iii) An expenditure of Kshs.1,082,288.00 incurred on insurance of the Council's assets does not appear to have been based on a properly assessed value. Consequently, the propriety of the expenditure could not be ascertained.

### 4.0 Opinion

Because of the significance of the matters discussed in the preceding paragraphs, I am unable to express an opinion on the Abstracts of Accounts as required by the provisions of Section 24(2) of the Public Audit Act, 2003 that: all the information and explanations required for the purpose of the audit were received; the Accounts have been properly maintained and are in order; the Consolidated Balance Sheet gives a true and fair view of the financial position of the Council as at 30 June 2006; the Summary Income and Expenditure Account gives a true and fair view of the income and expenditure of the Council for the year then ended; and that the Accounts comply with the Local Government Act, Cap 265.

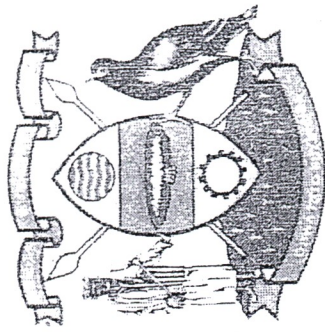
  
A. S. M. Gatumbu

**CONTROLLER AND AUDITOR GENERAL**

Nairobi

7 August 2009

**MUNICIPAL COUNCIL OF MUMIAS**



**ABSTRACT OF ACCOUNTS**

*For the Financial Year*

**2005/2006**

Municipal Council of Mumias  
P.O. Box 277.  
MUMIAS.

December, 2006



# Municipal Council of Mumias

Town Hall  
P.O. Box 277, MUMIAS  
Telephone 641246

18<sup>th</sup> December, 2006  
Date: .....

Our Ref: FIN 4/12/53 .....

Your Ref: .....

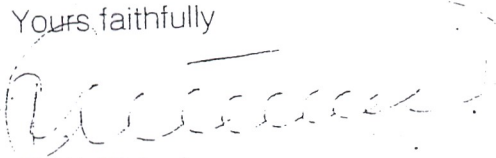
The Permanent Secretary  
Ministry of Local Government  
P.O. Box 30004  
NAIROBI

Dear Sir,

RE: ABSTRACT OF ACCOUNTS FY 2005/2006

This is to forward to you our FY 2005/2006 Abstract of Accounts prepared within the Local Government Financial and Accounting Regulations as required under LATF regulations.

Yours faithfully

  
R. W. Shibuko  
For: TOWN CLERK

CC: The Permanent Secretary  
Ministry of Finance  
P.O. Box 30007  
NAIROBI

The Provincial Local Government Officer  
Western Province  
P.O. Box 431  
KAKAMEGA

The Programme Co-ordinator  
Kenya Local Government Reform Programme  
P.O. Box 30004  
NAIROBI

The Director  
Department of Local Authority Inspectorate  
Ministry of Local Government  
P.O. Box 30004  
NAIROBI.

**MINISTRY OF LOCAL GOVERNMENT**  
**LOCAL AUTHORITIES MONITORING SYSTEM**

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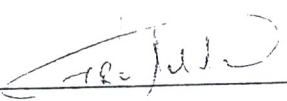
**ABSTRACTS OF ACCOUNTS**  
**RECEIPT LETTER**

This is to confirm /acknowledge that MUNICIPAL COUNCIL OF NJUMIAS  
(Name of Local Authority)

has submitted the Abstracts of Accounts for FY 2005/2006  
(Fiscal Year)

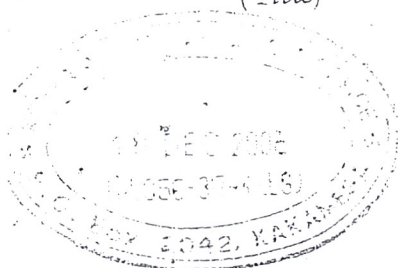
to the Controller and Auditor General (C & AG)

Date 18.12.2006  
(Date)

Received by   
Signature

GEORGE R.C OTIENE  
(Print Name)

Position PRINCIPAL AUDITOR  
(Title)



# Municipal Council of Mumias

MINUTES OF SPECIAL FULL COUNCIL HELD ON 14TH DECEMBER 2006 AT  
1.15 P.M. IN THE COUNCIL HALL

## PRESENT

- |                          |   |                       |
|--------------------------|---|-----------------------|
| 1. Cllr. R. A. Kongoti   | - | His Worship the Mayor |
| 2. Cllr. S. K. Watako    | - | Deputy Mayor          |
| 3. Cllr. S.O. Otinga     | - | Member                |
| 4. Cllr. R. O. Nyangweso | - | Member                |
| 5. Cllr. J. N. Shitawa   | - | Member                |
| 6. Cllr. S. M. Saka      | - | Member                |
| 7. Cllr. M. M. Washiswa  | - | Member                |
| 8. Cllr. I. C. Muchelule | - | Member                |
| 9. Cllr. L.O. Osunduwa   | - | Member                |

## IN ATTENDANCE

- |                          |   |                       |
|--------------------------|---|-----------------------|
| 1. Mr. J. K. Chebon      | - | Town Clerk            |
| 2. Mr. P. O. Ataro       | - | Town Treasurer        |
| 3. Ms. J. M. Olubwayo    | - | Adm. Officer.         |
| 4. Ms. Rose Shibuko      | - | For: Snr. Accountant  |
| 5. Mr. Kassim Juma       | - | For: Revenue Officer  |
| 6. Mr. Fred Okallo       | - | For: Internal Auditor |
| 7. Ms. Praxaedes Wanzala | - | Committee Clerk       |

## ABSENT WITH APOLOGY

Cllr. Peter R. Oluye - Member

## MIN FC 38/06 – PRAYER

The meeting was called to order by His Worship the Mayor with a word of prayer from Ms. Jacklyne Olubwayo.

## MIN FC 39/06 – CONFIRMATION AND ADOPTION OF MINUTES OF SPECIAL FINANCE STAFF & GENERAL PURPOSES COMMITTEE OF 14/12/2006

The Chairman Finance, Staff & General Purposes Committee Cllr. Stephen Ofutare presented the above minutes for confirmation and adoption.

They were confirmed and adopted as a true record of the proceedings.

# MUNICIPAL COUNCIL OF MUMIAS

## MINUTES OF SPECIAL FINANCE, STAFF & GENERAL PURPOSES COMMITTEE MEETING HELD ON 14/12/2006 IN THE COUNCIL HALL AT 10.30 A.M.

### PRESENT

- |                          |   |                       |
|--------------------------|---|-----------------------|
| 1. Cllr. S.O. Otinga     | - | Chairman              |
| 2. Cllr. R. A. Kongoti   | - | His Worship the Mayor |
| 3. Cllr. S. K. Watako    | - | Deputy Mayor          |
| 4. Cllr. R. O. Nyangweso | - | Member                |
| 5. Cllr. J. N. Shitawa   | - | Member                |
| 6. Cllr. S. M. Saka      | - | Member                |
| 7. Cllr. M. M. Washiswa  | - | Member                |
| 8. Cllr. I. C. Muchelule | - | Member                |
| 9. Cllr. L.O. Osundwa    | - | Member                |

### IN ATTENDANCE

- |                          |   |                       |
|--------------------------|---|-----------------------|
| 1. Mr. J. K. Chebon      | - | Town Clerk            |
| 2. Mr. P. O. Ataro       | - | Town Treasurer        |
| 3. Ms. J. M. Olubwayo    | - | Adm. Officer          |
| 4. Ms. Rose Shibuko      | - | For: Snr. Accountant  |
| 5. Mr. Kassim Juma       | - | For: Revenue Officer  |
| 6. Mr. Fred Okallo       | - | For: Internal Auditor |
| 7. Ms. Praxaedes Wanzala | - | Committee Clerk       |

### ABSENT WITH APOLOGY

Cllr. Peter R. Oluye - Member

### MIN FSGP 47/2006 – PRAYER

The Chairman called the meeting to order with a word of prayer from Ms. Rose Shibuko.

### MIN FSGP 48/2006 – 1<sup>ST</sup> QUARTER BUDGET REPORT

The Town Treasurer presented a report on Income and Expenditure for the 1<sup>st</sup> quarter 2006/2007 (July – September 2006) as follows:-

- i) Expenditure – 26%  
Expenditure for the first quarter was Kshs 12,137,393 on recurrent up by 1% due to KIMSCA games held in August 2006 but hoped to recover in the next quarter.
- ii) Income – 12% - Kshs 7,194,295.00  
The income was low. LATF as part of the Council income had not been received in this quarter; but income to improve when the council shall start receiving sugar, transport and molasses levies from Mumias Sugar Company and other government levies i.e. Contribution in Lieu of Rates.

**D. LEGAL FEES**

Namatsi & Co. Advocates	69,820.00	
Ombito & Co. Advocates	50,000.00	119,820.00

**E. CAPITAL PROJECTS**

Motor Vehicle		2,751,500.00
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**F. WARD PROJECTS**

Lusheya	250,000.00	
Lureko	500,000.00	
Matawa	126,455.00	
Mayoni	238,400.00	
Eluche	217,390.00	
Mumias North	396,460.00	
Mumias South	285,900.00	
Mumias Central	71,960.00	2,086,565.00

**G. MAINTENANCE**

4,700.00

**H. BANK CHARGES**

13,010.00

**TOTAL EXPENDITURE**

15,164,271.80

Balance

878.60

After lengthy deliberations on the same, Cllr. Muchelule proposed, seconded by Cllr. Lilian Osundwa and resolved that: All council accounts i.e. Revenue, Markets and Bus-Park to be computerized.

Ward projects to be paid and managed by project committees from various institutions i.e. Schools, Health centres and registered groups but to be supervised by area councilors, Council management and all other relevant Government machinery this was proposed by Cllr. S. Mola and seconded by Cllr. Neta.

MIN FSGP 50/2006 – ABSTRACT OF ACCOUNTS FY 2005/2006

The Town Treasurer took members through the FY 2005/2006 Abstract of Accounts.

It was proposed by Cllr. Kongoti, seconded by Cllr. Muchelule and resolved that legal action be taken against imprest defaulters from former councilors and staff worth-Kshs 1,963,280.75.

Thereafter the Town Treasurer also read to members a summary of the Consolidated balance sheet for FY 2005/2006. It was noted and agreed to be adopted as a council document

MIN FSGP 51/2006 – SUSPENSION (MR. H. B. MAINA)

The Town Clerk reported to members that he had suspended Mr. Hannington B. Maina – Licensing officer on 7<sup>th</sup> December 2006 on the following grounds:-

- i) Unfaithful discharge of duties
- ii) Negligence of duty
- iii) Soliciting of bribes from council service providers
- iv) Regular absence/lateness to duty and
- v) Fraud of council documents

The case is under investigation by the Kenya Anti-Corruption Commission and the Town Treasurer is asked to withhold salary due to him until the case is determined.

MIN FSGP 52/2006 – FUNERAL FOR MR. T.J. CHITECHI'S WIFE

The council resolved to contribute Kshs 10,000 towards the funeral of Mr. Theophilus Chitechi's wife as proposed by Cllr. Kongou seconded by Cllr. Netia.

MIN FSGP 53/2006 – ADJOURNMENT

There being no other business, the meeting ended with prayers.

Certified .....

TOWN CLERK

Date .....

15/12/06

Confirmed .....

CHAIRMAN

Date .....

15-12-06

TOWN CLERK  
MUNICIPAL COUNCIL

MUNICIPAL COUNCIL OF MUMIAS

ABSTRACT OF ACCOUNTS FOR THE FINANCIAL YEAR 2005/2006 CONTENTS

ABSTRACT PAGE	ITEM DETAILS AS AT 30 <sup>TH</sup> JUNE 2006
(i) – (iv)	Treasurer's Report on the Accounts for Financial year 2005/2006
1	Consolidated Balance Sheet of the General Rate, LATF, KCB Current, Road Maintenance and the Co-operative Bank Current Account
2	General Rate Fund Account Balance Sheet
3	Summary of Revenue Income and Expenditure and the departmental items.
4 – 10	Departmental Income and Expenditure items and amounts details for the FY 2005/2006
11 - 12	Consolidated Capital Assets Statement
13	Fixed Assets Depreciation/Renewals Statement
14	List of Creditors, Debtors and the General Rate Fund Account Trial Balance
15 - 16	LATF Fund – Income and Expenditure Account, Balance sheet
17	Road Maintenance Fuel Levy Fund Account, Revenue Income & Expenditure Account & Balance Sheet
18	Current Account No. 0112167726100 – Income & Expenditure Account & Balance Sheet.

## MUNICIPAL COUNCIL OF MUMIAS

### TREASURER'S REPORT ON AND THE SUBMISSIONS OF THE COUNCIL'S ABSTRACTS OF ACCOUNTS FOR THE FINANCIAL YEAR 2005/2006 ENDED 30<sup>TH</sup> JUNE 2006

As per the Local Government Regulations and other statutory requirements, I hereby submit the Council's Abstract of Accounts for the financial year 2005/2006 together with my report and comments thereon.

These accounts have been prepared by the Council's Accounts staff with regards to the Local Government Financial and Accounting regulations, and the subsequent Accounting books and registers.

The Accounts will however be forwarded to and are subject to audit per the Exchequer and Audit Act Cap 412.

#### I. MAIN ACCOUNTS/GENERAL RATE FUND ACCOUNTS

##### (i) COUNCIL'S INCOME

The Council's estimate collected incomes comprised mainly Bus-Park and Market fees, Licenses/Permits and Plan approvals of Kshs 34,942,250.25 in the financial year 2005/2006 thereby reflecting a deficit of Kshs 15,932,195.20. This deficit amount was reduced to Kshs 15,832,474.45 due to L.A.T.F and other bar - accounts funds transfers.

The Council is however, expected to re-examine the collection trends and targets, explore more revenue sources and maintain strict expenditure controls in order to contain the expected General Rate Fund expenditures.

##### (ii) COUNCIL ASSETS

The Council's Fixed Assets amount as at 30<sup>th</sup> June 2006 was Kshs 24,609,862.20 per the Consolidated Capital Assets Statement in these Accounts. The Assets are reflected in the Accounts at the depreciated amounts or actual cost for those ones old or still being built.

The Council Assets were acquired through General Rate Fund, G.T.Z donations and mainly L.A.T.F Fund receipts received from the Central Government. The Council will be required to budget for funds in order to revalue the assets so that they are reflected in the accounts at the market prices as required.

The values of Council lands will be reflected in the accounts after the various disputes have been resolved and an overall valuation carried out for them.

**(iii) SUNDRY DEBTORS - KSHS 7,966,984.70**

A list of the Council's debtors' items amounts as at 30<sup>th</sup> June 2006 is given in these Accounts. Most of the plot rates and rents arrears amounts have remained unpaid for periods of over 5 years.

The collections of some register plot rents and rates dues have also been made difficult due to an external dispute that has discouraged payment of such dues by the plot allottees. The Council has thus to critically look into the matters of the plot rates and rents payments amounts by the various plot holders.

A final decision has or yet to be reached on the Kshs 1,963,280.75 imprest~~s~~ outstanding for council staff and councillors who left the council many years ago.

Monthly deductions are being made in respect of the staff and councillors advances outstanding amount as at 30<sup>th</sup> June 2006.

**(iv) BANK AND CASH BALANCES**

The Bank Balances reflected in the various Council Bank Fund accounts were arrived at through the writings up and the preparations of the Monthly Main Cash Books and bank reconciliations respectively. All collections were being banked intact directly by various collectors. The General Rate Fund Account reflects bank and cash overdrawn balances due to unpresented cheques and the June 2006 banked but received incomes in July 2006.

**(v) COUNCIL DEFICIT - KSHS 20,953,967.60**

The Deficit amount of Kshs 20,953,067.60 as per the General Rate Fund Balance Sheet means that the Council was short of this very amount after offsetting the collectable Debtors plus the Bank Balance of Kshs 7,966,984.70 against the total Creditors and Provisions and Funds amount of Kshs 28,920,052.30

The various paid and payable Creditors' amounts of National Hospital Insurance Fund penalties imposed, the Staff and Housing increments, National Housing Corporation loan remittances, the Legal charges issues and the Provisions and Depreciation Fund amounts have greatly contributed to the Council's reflected deficit amounts.

## 2. LIABILITIES

### a) SUNDRY CREDITORS – KSHS 21,102,876.00

A list of the Council's Creditors of Kshs 21,102,876.00 per the General Rate Balance Sheet is in these accounts. The Council generally paid off the financial year 2005/2006 on time and is working to improve on the positions

The Council's big debts of Kshs 1,762,000, 7,267,724.40 and 8,467,300 are those in respect of the National Hospital Insurance Fund penalty charges imposed, National Housing corporation loans and the Staff Salary and Housing increment amounts for the months of September 2005 to June 2006 arising from the approval by the Ministry of Local Government of the new CBA respectively.

### b) PROVISIONS AND THE RENEWAL/DEPRECIATION FUND ACCOUNTS

The Kshs 664,000 and Kshs 6,916,412.45 General Rate Fund and Consolidated Balance Sheets Provisions and the Depreciation Fund amounts are the accumulated amounts set aside in the revenue accounts over the years to 30<sup>th</sup> June 2006 to cater for any future Audit and Accountancy fees, and the replacements of the Council Assets items when they are worn out or sold.

As required by the Local Government Financial Regulations, the Provisions and Depreciation amounts are as yet to be deposited in a bank account when the council's financial positions improve.

## 3. LATF FUND ACCOUNTS

During the Financial year 2005/2006 the Council received Kshs 25,122,766.00 from the Central Government. As per LATF Income and Expenditure accounts of these accounts, the money was mostly used on expenses of Capital nature (Kshs 2,420,204.60), Debts and Personnel Kshs 14,894,581.15, Various ward/LASDAP projects Kshs 3,503,702.20, Kshs 1,423,125.40 bursary and the council's operational and maintenance expenses.

## 4. ROAD MAINTENANCE FUEL LEVY FUND ACCOUNT

An Income and Expenditure Account and Balance Sheet as at 30<sup>th</sup> June 2006 reflecting usages of Fuel Levy receipts are availed in these accounts.

**5. CURRENT ACCOUNT NO. 011206776100 - CO-OPERATIVE BANK**


An Income and Expenditure Account and Balance Sheet as at 30<sup>th</sup> June 2006 for the above account are availed in these accounts.

**6. CONSOLIDATED BALANCE SHEET**

The Consolidated Balance Sheet on page 1 reflects the Council's overall positions of the General Rate, LATF and other Fund Accounts of the Council as at 30<sup>th</sup> June 2006.

**7. CONCLUSION**

In would like to thank the Council Accounts Office staff for the efforts made leading to the production of the Abstract of Accounts and indeed all the councillors and staff for the co-operations given in respect of the Council's financial matters during the financial year 2005/2006.


  
P. O. Atapo  
TOWN TREASURER  
MUMIAS MUNICIPAL COUNCIL


RECEIVED  
 - 9 JULY 2006  
 No. 85/2006/MUM/45  
 REGISTRY HEADQUARTERS  
 NAIROBI

MUNICIPAL COUNCIL OF MUMIAS

CONSOLIDATED BALANCE SHEET AS AT 30TH JUNE 2006

FY 2004/2005	Details	FY 2005/2006	FY 2004/2005	Details	FY 2005/2006
Kshs		Kshs			
<b>LONG TERM LIABILITIES</b>					
<b>CURRENT LIABILITIES</b>					
9,348,448.65	Sundry Creditors	21,102,876.00	28,887,320.05	Capital Outlay	24,487,612.20
68,488.10	Bank overdrawn	27,750.85	2,796,220.90	Other Longterm Outlay	122,250.00
					24,609,862.20
659,000.00	<b>PROVISIONS &amp; RENEWALS</b>	21,130,626.85			
4,948,000.00	Provisions		5,748,293.70	<b>CURRENT ASSETS</b>	
382,200.00	Renewals/Deprecation fund	664,000.00		Sundry debtors	7,966,984.70
	Maintenance fund	6,961,412.45		Bank balance	
				Cash balance	7,966,984.70
	<b>OTHER BALANCES</b>				
27,560,550.35	GRF and LATF	7,625,412.45			
4,122,990.60	Revenue contributions to Capital		9,657,843.05	<b>OTHER BALANCES</b>	
	Grants applied	22,260,956.70		Deficit	20,789,054.60
	Surplus	2,348,905.50			
<b>47,089,677.70</b>		<b>24,609,862.20</b>	<b>47,089,677.70</b>		
		<b>53,365,901.50</b>			<b>53,365,901.50</b>

For   
 Jared K. K. Chebon  
 TOWN CLERK

  
 P.O. Ataro  
 TOWN TREASURER  
 MUNICIPAL COUNCIL OF MUMIAS



MUNICIPAL COUNCIL OF MUMIAS

GENERAL RATE FUND BALANCE SHEET AS AT 30TH JUNE 2006

FY 2004/2005	Details	FY 2005/2006	FY 2004/2005	Details	FY 2005/2006
Kshs		Kshs	Kshs		Kshs
	<u>LONG TERM LIABILITIES</u>			<u>FIXED ASSETS</u>	
	<u>CURRENT LIABILITIES</u>			Capital Outlay	24,487,612.20
9,348,448.65	Sundry Creditors	21,102,876.00	28,887,320.05	Other Longterm Outlay	122,250.00
486,627.00	Bank overdrawn	191,763.85			24,609,862.20
		21,294,639.85			
	<u>PROVISIONS &amp; RENEWALS</u>			<u>CURRENT ASSETS</u>	
659,000.00	Provisions	661,000.00	5,748,293.70	Sundry debtors	7,966,984.70
4,948,000.00	Renewals/Depreciation funds	6,961,412.45		Bank balance	
382,200.00	Maintenance fund	7,625,412.45		Cash balance	7,966,984.70
	<u>OTHER BALANCES</u>			<u>OTHER BALANCES</u>	
	GRI and LEAF			Deficit	20,953,067.60
27,560,550.35	Revenue Contributions to Capital	22,260,956.70	10,075,981.95		
4,122,990.60	Grants applied	2,348,905.50			
	Surplus	24,609,862.20			
<b>47,507,816.60</b>		<b>53,529,914.50</b>	<b>47,507,816.60</b>		<b>53,529,914.50</b>

**MUNICIPAL COUNCIL OF MUMBIAS  
GENERAL RATE FUND  
SUMMARY INCOME AND EXPENDITURE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2006**

FY 2004/2005	EXPENDITURES	FY 2005/2006	FY 2004/2005 - INCOMES	FY 2005/2006
		KSHS		KSHS
3,268,186.00	Civic leaders	4,797,108.00	-	-
8,819,768.55	Clerks department	6,357,616.00	327,294.00	817,882.00
12,446,893.70	Treasurer's department	13,011,251.15	19,808,254.65	17,890,863.05
6,069,869.90	Works department	5,379,202.50	417,350.00	201,800.00
786,103.50	Social services Department	1,294,819.20	7,500.00	-
2,210,438.80	Basic education section	2,030,290.40	110,770.00	99,510.00
-	Water & Sanitation	2,071,963.00	-	-
<b>33,601,260.45</b>	<b>Sub-total</b>	<b>34,942,250.25</b>	<b>20,671,168.65</b>	<b>19,010,055.05</b>
<b>33,601,260.45</b>		<b>34,942,250.25</b>	12,930,091.80	15,932,195.20
			<b>33,601,260.45</b>	<b>34,942,250.25</b>
	<b>GENERAL PAYMENTS</b>			
12,930,091.80	Deficit b/d	15,932,195.20		
3,300,500.00	NHIF penalty	-		
6,090.70	Superfund penalty charge	-		
276,140.00	NSSF penalty charge	-		
	Staff Salary & House Arrears	8,467,300.00	5,387,108.85	1,403,800.00
9,072.20	Bukhungu penalty	-	7,805,155.65	16,074,734.35
27,400.00	Transfer to IATF	-	475,400.00	-
	Transfers to Savings Co-op Bank	959,625.40	44,445.20	-
	National Housing Corporation	7,167,724.40	2,837,185.00	15,832,474.45
	Transfers to Current A/C KCB	657,000.00	-	-
	Surplus	-	-	-
		<b>33,483,845.00</b>		<b>33,483,845.00</b>
			<b>OTHER INCOMES</b>	
			Transfers from Current A/C KCB	172,836.20
			Transfers from Savings - Co-op	1,403,800.00
			Transfers from IATF funds applied	16,074,734.35
			Transfers from Roads	-
			Transfers from Current A/C KCB	-
			Deficit	15,832,474.45

**ID - CIVIC DEPARTMENT**

FY 2004/2005	EXPENDITURES	FY 2005/2006	INCOMES	FY 2005/2006
Kshs		Kshs		Kshs
	<u>PERSONNEL</u>			
240,000.00	Mayor's allowance	330,000.00		
-	Deputy Mayor's Allowance	306,000.00		
-	Committee Chairmen Allowance	1,176,000.00		
1,752,000.00	Other Councillors allowance	1,080,000.00		
<b>1,992,000.00</b>	<b>Sub total</b>	<b>2,892,000.00</b>		
	<u>OPERATIONS</u>			
2,650.00	Seminars	-		
373,625.00	Travelling & subsistence allow.	653,058.00		
-	Touts	-		
600.00	Postage & telephone	-		
-	Chain of office	-		
-	Furniture & fittings	-		
336,512.00	Petrol, oil and tyres KAN 025P	527,323.00		
85,110.00	Insurance of vehicles - KAN 025P	-		
280,900.00	Provision for renewals - KAN 025P & KYY 250	391,575.00		
-	Court of arms/flag	400.00		
290.00	Equipment and materials	-		
73,751.00	Publicity expenses	190,947.00		
92,716.00	Mayor's entertainment	-		
-	ALGAK & ALGAF expenses	5,580.00		
-	Other Councillors expenses	-		
<b>1,246,154.00</b>	<b>Sub total</b>	<b>1,768,883.00</b>		
	<u>MAINTENANCE</u>			
-	Chamber renovations	600.00		
30,032.00	Vehicle repairs - KYY 250	135,625.00		
<b>30,032.00</b>	<b>Sub Total</b>	<b>136,225.00</b>		
<b>3,268,186.00</b>	<b>Total Transfer to summary</b>	<b>4,797,108.00</b>		

Total Transfer to summary



**IB - CLERK'S DEPARTMENT**

FY 2004/2005	EXPENDITURES	FY 2005/2006	FY 2004/2005	INCOMES	FY 2005/2006
	<b>PERSONNEL</b>		Kshs		
2,355,730.00	Salaries	2,245,756.00	1,050.00	Sale of building plans	1,050.00
-	Casual labour	-	175,294.00	Approval of building plans	478,915.00
56,000.00	N.S.S.F (Council Cont.)	52,200.00	-	Sale of minutes	94,750.00
194,518.00	Provident fund (Council Cont.)	256,370.00	150,400.00	Land transfer/sub divisions	50.00
96,096.00	Superannuation fund (C. cont.)	77,580.00	-	Min of tel recoveries	11,540.00
1,312,000.00	House allowance	1,197,500.00	550.00	Fine from by-laws	4,000.00
3,000.00	Other staff Allowance/Bonus	5,555.00	-	Hire of Council tractor	228,417.00
127,874.50	Leave allowance	45,457.00	-	Plot application	2,130.00
-	Dirty Work Allowance	2,400.00	-	Grazing fees	-
5,400.00	Car & cycle allowance	4,055.00	-		
<b>4,150,618.50</b>	<b>Sub Total</b>	<b>3,886,873.00</b>			
	<b>OPERATIONS</b>				
610,387.00	Travelling & subsistence	880,820.00			
61,760.00	Training and courses	148,495.00			
392,882.10	Printing & stationery	22,320.00			
237,534.60	Postage & telephone	453,198.20			
38,000.00	Worksmans compensation	-			
1,551,208.15	Legal fees	150,203.20			
4,725.00	Uniform and soap	15,252.00			
46,909.90	Electricity & water	61,190.10			
-	Furniture & fittings	-			
323,301.20	Advertisement	-			
240,535.00	Petrol, oil & tyres (KWF 392)/KWF 393	146,760.00			
40,250.00	Insurance - (KWF 392)	-			
25,000.00	Provision for renewals (KWF 392)	64,241.50			
6,020.00	Equipment & material	31,200.00			
2,100.00	Publications & periodicals	-			
143,719.00	Entertainment	143,133.00			
755,007.50	Other administrative expense:	307,110.00			
3,585.00	Rewards	-			
<b>4,482,924.45</b>	<b>Sub total</b>	<b>2,423,923.00</b>			
	<b>MAINTENANCE</b>				
-	Office renovation	1,620.00			
46,545.00	Repair & maintenance	31,750.00			
139,680.60	Vehicle repair KWF 392	13,450.00			
<b>186,225.60</b>	<b>Sub total</b>	<b>46,820.00</b>			

**IC - TREASURER'S DEPARTMENT**

FY 2004/2005 EXPENDITURES		FY 2005/2006	FY 2004/2005 INCOMES	FY 2005/2006
<b>PERSONNEL</b>				
5,127,175.00	Salaries	4,812,984.00	Local rate	-
144,000.00	N.S.S.F (Council Contr.)	124,000.00	Licenses & permits	4,298,100.00
173,104.00	Provident fund (Council Contr.)	279,015.00	License renewals	464,200.00
195,329.00	Supernnuation fund (C. cont.)	225,270.00	Miscellaneous income	1,414,372.60
2,632,000.00	House allowance	2,432,000.00	Site value rates receivable	-
5,700.00	Other staff Allowance	5,700.00	Contribution in Lieu of Rates Receivable	255,497.00
40,270.00	Acting Allowance	26,356.00	20% sugarcane cess	791,348.75
148,286.00	Leave allowance	103,499.80	Market fees	2,890,000.00
14,400.00	Car & cycle allowance	12,600.00	Bus park fees	6,660,895.00
41,200.00	Honorarium allowance	52,000.00	Market plot rent receivable	114,400.00
8,521,464.00	Sub total	8,073,424.80	Land rent & Site Value Rates Receivable	563,529.30
			Market stall rent	36,520.00
			Cultivation fees	-
			Ground rent	252,325.40
			Fish wholesaler	7,630.00
			Stock ring	1,720.00
			Clothes hawkers	135,825.00
			Slaughter	-
			Interest of Deposit	500.00
			Private Retinal Rooms	4,000.00
<b>OPERATIONS</b>				
685,715.00	Travelling & subsistence	1,321,640.00		
230,775.00	Training & courses	64,650.00		
303,561.20	Printing & stationery	698,437.00		
72,414.00	Postage & telephone	137,085.00		
50,000.00	Audit & accountancy fees Prov	5,000.00		
112,290.00	Bank charges	10,714.50		
2,350.00	Uniform and soap	31,015.00		
279,245.00	Petrol, oil & tyres KAM 0011	570,795.00		
23,587.00	Insurance - KWF: 273/KAM 0011	-		
312,060.00	Provision for renewals KWF: 273/KAM 0011	169,974.95		
82,356.00	Equipment & materials	114,500.00		
7,800.00	National celebration expenses	-		
162,950.00	Subscription to ALGAK & ALGAF	750,583.90		
50,000.00	Joint loans board contributions	-		
	Advertisements	438,528.00		
1,334,386.50	Contingencies	342,198.00		
500.00	Workman's compensation	-		
	Proficiency/Bonus	15,000.00		
	Market/Bus-park	19,300.00		
	Publication & periodicals	11,135.00		
3,709,989.70	Sub-total	4,700,556.35		
<b>GRAND TOTAL</b>				
180,310.00	Machine repair/Maintenance	195,900.00		
34,630.00	Vehicle repair KWF: 273/K Y: 250	41,370.00		
215,440.00	Sub total	237,270.00		
12,446,893.70	Total Transfer to summary	13,011,251.15	19,808,254.65	Total Transfer to summary
				17,890,863.05

**HE - WORKS DEPARTMENT**

FY 2004/2005 EXPENDITURES		FY 2005/2006	FY 2004/2005 INCOMES	FY 2005/2006
<b>PERSONNEL</b>				
2,651,940.00	Salaries	2,411,040.00	88,800.00	Conservancy Fees
307,101.40	Casual Labour		328,550.00	Sewerage Charges
97,400.00	NSSF Council Contribution	86,000.00		
24,972.00	Provident Fund	39,156.00		
1,403,500.00	House Allowance	1,243,000.00		
5,466.60	Other Staff Allowances	1,703.00		
58,047.10	Leave Allowance	60,799.40		
1,800.00	Car & Cycle Allowance	8,100.00		
10,425.00	Dirty Work Bonus			
4,560,652.10	Sub total	3,849,798.40		
<b>OPERATIONS</b>				
90,516.00	Travelling and Subsistence	139,768.00		
26,640.00	Uniform and Soap			
15,675.00	Training & courses	104,532.00		
216,700.00	Petrol, Oil & Tyres KWI 151 & KAI1031			
58,149.00	Insurance KWE 151 & KAI1031			
15,850.00	Repair & Maintenance	1,005,421.00		
271,000.00	Prov. for Renewals (Buildings, Vehicles & Plants)	54,500.00		
406,760.00	Equipment and Material			
63,700.00	Maint. & Renewal (furniture and equip)	87,294.10		
72,557.80	VAT remittances	76,875.00		
30,475.00	Hire of Exhauster			
1,000.00	Workman's compensation	1,500.00		
	Entertainment	1,300.00		
	Postage & Telephone	650.00		
	Renovation General	1,471,840.10		
1,269,022.80	Sub total			
<b>MAINTENANCE</b>				
144,655.00	Repairs & Maintenance (KWE 151) & Exhauster	56,034.00		
95,540.00	Repairs & Maintenance (KWI 151) (Road)	1,530.00		
240,195.00	Sub total	57,564.00		
6,069,869.90	Total Transfer to summary	5,379,202.50	417,350.00	Total Transfer to summary
				201,800.00

1A - SOCIAL SERVICES DEPARTMENT

FY 2004/2005	EXPENDITURES	FY 2005/2006	FY 2004/2005	INCOMES	FY 2005/2006
Kshs			Kshs		
404,280.00	Salaries	315,075.00	7,500.00	Reg. & Renewals of certificates	
9,600.00	NSSF Council Contribution	7,800.00			
180,000.00	House Allowance	139,500.00			
27,912.00	Provident Fund	7,149.00			
13,336.50	Leave Allowance	16,345.20			
1,800.00	Car & cycle allow.	1,800.00			
<b>636,928.50</b>	<b>Sub total</b>	<b>487,669.20</b>			
	<u>OPERATIONS</u>				
39,475.00	Travelling & Subsistence	58,735.00			
109,700.00	KIMSCA Games	748,415.00			
<b>149,175.00</b>	<b>Sub total</b>	<b>807,150.00</b>			
<b>786,103.50</b>	<i>Total Transfer to summary</i>	<b>1,294,819.20</b>	<b>7,500.00</b>	<i>Total Transfer to summary</i>	



MUNICIPAL COUNCIL OF MUMIAS

CAPITAL ASSETS STATEMENT FOR THE YEAR ENDED 30TH JUNE 2006

ASSET DETAILS	HOW ASSET FINANCED	ASSET VALUE AS AT 1.7.05	ASSET DEPRECIATED AT 1.7.05	ACCUMULATED DEPRECIATION TO 30.6.06	ASSET DEPRECIATED AT 30.6.06	ASSET REVALUATIONS ADDITIONAL S 2005/2006	ASSET SUB-TOTAL	ASSET BALANCE DEPRECIATED AT 30.6.06
		1 (Ksh)	2 (Ksh)	3 (Ksh)	4 (Ksh)	5 (Ksh)	6 (1.3) - (Ksh)	8 (6-7)
<b>CAPITAL OUTLAY</b>								
<b>REVENUE CONTRIBUTION</b>								
Council office & hall (old)	GRI Rev	3,967,434.70	3,967,434.70	99,185.00	3,868,248.80		3,868,248.80	3,868,248.80
Council office & hall (WIP)	LAF Rev	12,342,123.75	12,342,123.75		12,342,123.75	2,369,744.60	14,711,868.35	14,711,868.35
Muyoni, Matava & Ekero MKI Offices	LAF Rev	150,000.00	150,000.00	3,750.00	146,250.00		146,250.00	146,250.00
Mumias market shed	Kkg C C	200,000.00	200,000.00	5,000.00	195,000.00		195,000.00	195,000.00
Works Office	GIZ	989,694.60	989,694.60	24,742.35	964,952.25		964,952.25	964,952.25
Bus-Park Market toilet	LAF Rev	331,878.00	331,878.00	8,296.95	323,581.05		323,581.05	323,581.05
Peugeot KAN 0251P	GRI Rev	1,809,000.00	1,266,300.00	859,275.00	949,725.00		949,725.00	949,725.00
Peugeot KWF 273	GRI Rev	344,512.00	106,512.00	264,628.00	79,884.00		79,884.00	79,884.00
Peugeot KWF 392	GRI Rev	456,966.00	256,966.00	264,241.50	192,724.50		192,724.50	192,724.50
Mercedes Benz K VY 250	GRI Rev	1,000,000.00	300,000.00	775,000.00	225,000.00		225,000.00	225,000.00
Toyota Pick-up - KAM 0011	GRI Rev	1,398,300.00	150,000.00	1,300,300.00	93,750.00		93,750.00	93,750.00
Tractor & Trailer - KWF 151	GRI Rev	505,000.00	115,250.00	406,250.00	72,031.25		72,031.25	72,031.25
Tractor ZB 3043	GIZ	367,250.00	1,270,000.00	295,218.75	793,750.00		793,750.00	793,750.00
Tractor MF KAN 034Y	GIZ	1,500,000.00	1,260,000.00	706,250.00	94,500.00		94,500.00	94,500.00
Refuse Tank ZB 3047	GIZ	406,000.00	344,400.00	311,500.00	215,250.00		215,250.00	215,250.00
Exhauster tank P - ZB 3046	GIZ	974,300.00	5.00	759,150.00	100,005.00		100,005.00	100,005.00
Vibrator T x 120	GIZ	103,005.00	17,896.00	39,474.00	13,422.00		13,422.00	13,422.00
Culvert moulds	GIZ	52,896.00						
Furniture & Fittings	GRI & LAF	1,507,360.00	1,125,160.00	522,845.00	984,515.00		984,515.00	984,515.00
Photocopier machine	LAF Rev	275,000.00	275,000.00	82,500.00	192,500.00		192,500.00	192,500.00
Computer	LAF Rev	146,000.00	146,000.00	43,800.00	102,200.00	218,000.00	320,200.00	320,200.00
Switchboard	LAF Rev					50,460.00	50,460.00	50,460.00
<b>TOTALS</b>		<b>28,810,820.05</b>	<b>23,480,620.05</b>	<b>6,961,412.45</b>	<b>21,849,407.60</b>	<b>2,638,204.60</b>	<b>24,487,612.20</b>	<b>24,487,612.20</b>

MUNICIPAL COUNCIL OF MUMIAS

CAPITAL ASSETS' STATEMENT FOR THE YEAR ENDED 30TH JUNE 2006

ASSET DETAILS	HOW ASSET FINANCED	ASSET VALUE/COST AT 1.7.05	ASSET BALANCE DEPRECIATED AT 1.7.05	ACCUMULATED DEPRECIATION TO 30.6.06	ASSET DEPRECIATED AT 30.6.06	ASSET REVALUATIONS ADDITIONALS 2005/2006	ASSET SUB-TOTAL	WRITE OFF	ASSET BALANCE DEPRECIATED AT 30.6.06
		1 (Kshs)	2 (Kshs)	3 (Kshs)	4 (Kshs)	5 (Kshs)	6 (Kshs)	7 (Kshs)	8 (Kshs)
<b>OTHER LONG-TERM CAPITAL OUTLAY</b>									
Matawa Dumping Site	GRF Rev	75,000.00					75,000.00		75,000.00
Shanda Stocking	LAF Rev	47,250.00					47,250.00		47,250.00
(Other Council Lands - Values to be fully determined after resolving certain issues)									
Eluche/Shiakula-Matawa mkts	LAF Rev	694,120.00							
Mumins Street Lightings	LAF Rev	950,975.90					950,975.90	950,975.90	
Slaughter Slab	GRF Rev	152,430.00					152,430.00	152,430.00	
Water Wells & springs	LAF Rev	481,150.00					481,150.00	481,150.00	
Market rehabilitation works	LAF Rev	394,995.00					394,995.00	394,995.00	
<b>SUB-TOTALS</b>		<b>2,796,220.90</b>					<b>2,101,800.90</b>		<b>122,250.00</b>
<b>GRAND TOTALS</b>		<b>31,607,040.95</b>	<b>23,480,620.05</b>	<b>6,961,412.45</b>	<b>21,849,407.60</b>	<b>2,638,204.60</b>	<b>26,589,413.10</b>	<b>1,979,550.90</b>	<b>24,609,862.20</b>

### MUNICIPAL COUNCIL OF MUMIAS

#### FIXED ASSETS DEPRECIATION/RENEWALS STATEMENT FOR THE YEAR ENDED 30TH JUNE 2006

ASSET DE-TAIL	YEARLY DE-PR. % RATE	ASSET VALUE COST AT 1.7.05	ASSET DEPRECIATED AT 1.7.05	ACCUMULATED DEPRECIATION TO 1.7.05	DEPRECIATED PROVISION 2005/2006	WRITE OFF	TOTAL ASSET DEPRECIATION AT 30.6.06
		1 (Kshs)	2 (Kshs)	3 (Kshs)	4 (Kshs)	5 (Kshs)	6. (4+5)/Kshs
<b>CAPITAL OUTLAY</b>							
Council office & hall (old)	25	3,967,434.70	3,967,434.70		99,185.90		99,185.90
Council office & hall (WIP)	25	12,352,123.75	12,352,123.75				
Mayoni, Matawa & Ekero MKC Offices	25	150,000.00	150,000.00		3,750.00		3,750.00
Mumias market shed	25	200,000.00	200,000.00		5,000.00		5,000.00
Works Offices	25	989,694.00	989,694.00		24,742.35		24,742.35
Bus-Park Market toilet	25	331,878.00	331,878.00		8,296.95		8,296.95
Peugeot KAN 025P	25	1,809,000.00	1,266,300.00	542,700.00	316,575.00		859,275.00
Peugeot KAF 273	25	344,512.00	106,512.00	238,000.00	26,628.00		264,628.00
Peugeot KAF 302	25	456,966.00	256,966.00	200,000.00	64,241.50		264,241.50
Mercedes Benz KYY 250	25	1,000,000.00	300,000.00	700,000.00	75,000.00		775,000.00
Toyota Pick-up -KAM 001 F	25	1,300,300.00	1,390,300.00				1,390,300.00
Tractor & Trailer - KAF 151	37.5	500,000.00	150,000.00	350,000.00	56,250.00		406,250.00
Tractor ZB 3043	37.5	367,250.00	115,250.00	252,000.00	43,218.75		295,218.75
Tractor MF KAN 034Y	37.5	1,500,000.00	-1,270,000.00	230,000.00	476,250.00		706,250.00
Refuse Tank ZB 3047	25	406,000.00	126,000.00	280,000.00	31,500.00		311,500.00
Exhauster tank P - ZB 3046	37.5	974,400.00	344,400.00	630,000.00	129,150.00		759,150.00
Vibrator T x 120		100,005.00	5.00	100,000.00	5.00		100,005.00
Culvert moulds	25	52,896.00	17,896.00	35,000.00	4,374.00		39,474.00
Furniture & Fittings	12.5	1,507,360.00	1,125,160.00	382,200.00	140,645.00		522,845.00
Computer	30	146,000.00	146,000.00		43,800.00		43,800.00
Photocopier machine	30	275,000.00	275,000.00		82,500.00		82,500.00
<b>TOTAL</b>		<b>28,820,819.45</b>	<b>23,490,619.45</b>	<b>5,330,200.00</b>	<b>1,631,212.45</b>		<b>6,961,412.45</b>

#### PROVISIONS STATEMENT AS AT 30TH JUNE 2006

DETAILS	BALANCE AT 1.7.05	ADDITIONALS 2005/2006	TOTAL	EXPENSE	EXPENSE/WRITE OFF
Audit & Accountancy fees	659,000.00	5,000.00	664,000.00		664,000.00
	659,000.00	5,000.00	664,000.00		664,000.00

**GENERAL RATE FUND ACCOUNT**  
**TRIAL BALANCE AS AT 30TH JUNE 2006**

LIST OF CREDITORS AS AT 30.6.06		LF	Kshs	DETAILS	DR (Kshs)	CR (Kshs)
Net Salaries		1	432,848.00			
N.S.S.F		3	54,800.00	Various expenditure items	34,942,250.25	
Provident fund		5	108,578.00	Transfer to L.A.T.F A/C	959,625.40	
N.H.H.F		9	21,080.00	Transfer to Current A/C	657,000.00	
N.H.H.F Penalty charge		18	1,762,000.00	Staff Salary & Housing Arrears	8,467,300.00	
PAYE		2	26,615.00	National Housing Corporation remittances	7,467,724.40	
Superannuation Fund		4	48,081.00	Fixed Assets	24,609,862.20	
Nabongo Sacco		15	331,192.00	Sundry debtors	7,966,984.70	
K.L.G.W.U Headquarter		8	508,106.00	Bank Balance		
COTU		7	80,680.00	Cash balance		
Olkaunsel Sacco		23	129,200.00	Deficit b/d	5,120,593.15	
Funeral Fund		14	194,407.00			
Casual wages		40	402,509.00			
Printers & Stationery suppliers		38	293,603.00	Various income items		19,010,055.05
M/s Kenya Times Ltd		28	229,792.00	Transfers from Savings - Co-op		1,403,800.00
Government Printers		42	11,135.00	Transfers from L.A.T.F funds applied		16,074,734.35
Ms. Renam Network Services		30	1,702.75	Transfers from Current A/C		172,836.20
Samuel Olumagayi		42	6,000.00	Sundry creditors		21,102,876.00
National Housing Corporation		41	7,267,724.40	Revenue contribution to capital		22,260,956.70
Telephone		34	156,808.45	Grants applied		2,348,905.50
Ms. Anco Hardware		32	67,540.00	Revenue provisions		664,000.00
Commissioner of VAT		41	155,900.00	Renewals/Depreciation fund		6,961,412.45
Advocates fees charges		29	154,576.40	Bank overdrawn		191,763.85
ALGAK		44	470,698.00			
Kenya Institute of Administration		42	20,000.00			
Staff Salaries/House Allowance arrears		43	8,467,300.00			
(1st Sept. 05 - June 2006)						
<b>LIST OF DEBTORS AS AT 30.6.2006</b>			<b>21,102,876.00</b>		<b>90,191,340.10</b>	<b>90,191,340.10</b>
Staff Advances		11&12	2,979,169.95			
Market plot rents		48	817,357.00			
Land rents and rates		46	914,470.00			
Contribution in lieu of rates (GK)		49	1,226,097.00			
Old Imprests & Advances outstanding		50	1,963,280.75			
Union dues		8	66,610.00			
			<b>7,966,984.70</b>			



(ii) LATE FUND A/C - BALANCE SHEET AS AT 30TH JUNE 2006

2004 /2005	2005 /2006	2004 /2005	2005 /2006
Kshs	Kshs	Kshs	Kshs
		<u>CURRENT ASSETS</u>	
		Bank Balance	
		<u>OTHER BALANCES</u>	
		Deficit	
110,868.55	1,799.60	110,868.55	1,799.60
110,868.55	1,799.60	110,868.55	1,799.60



**MUNICIPAL COUNCIL OF MUMIAS**  
**ACCOUNT NO. 0112067726100 - CO-OPERATIVE BANK**

**(i) INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30TH JUNE 2006**

FY 2004/2005 Kshs	FY 2005/2006 Kshs	FY 2004/2005 Kshs	FY 2005/2006 Kshs
<b>EXPENDITURES</b>		<b>INCOMES</b>	
Bank charges	61,839.50	Surplus/Bank Balance at 1/7/2004	17,790.95
Transferable expenses to GIRF		Received incomes posted in Main Account	4,327,607.00
PAYE	21,984.20	Transfers/Incomes	761,000.00
NHIF	20,950.00	Transfers to Road Maintenance	50,000.00
VAT	3,951.00	Other credits	87,996.70
Net Salaries	108,956.00		
Advertisement	16,995.00		
Transfers to	172,836.20		
Cheque payments as posted in MA	140,000.00		
Bank/Surplus at 30.6.06	4,858,966.65		
	10,752.30		
	<b>5,244,394.65</b>		<b>5,244,394.65</b>

**(ii) BALANCE SHEET AS AT 30TH JUNE 2006**

FY 2004/2005 Kshs	FY 2005/2006 Kshs
<b>CURRENT LIABILITIES</b>	
Bank /Surplus	10,752.00
	<b>10,752.00</b>
<b>CURRENT ASSETS</b>	
Bank balance	10,752.30
	<b>10,752.30</b>