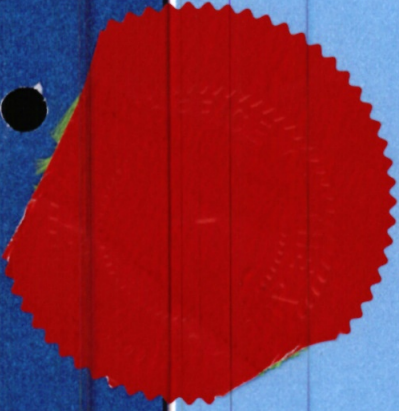


REPUBLIC OF KENYA

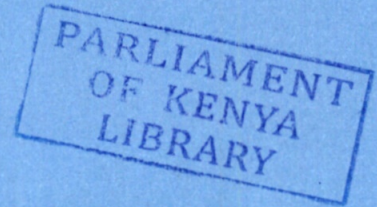


Enhancing Accountability



PAPERS LAID	
DATE	28/2/24
TABLED BY	Maj. Leader
COMMITTEE	—
CLERK AT THE TABLE	Angela

REPORT



OF

THE AUDITOR-GENERAL

ON

NYAMIRA COUNTY EMERGENCY FUND

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



NYAMIRA COUNTY EMERGENCY FUND
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023

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



NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

TABLE OF CONTENTS

PAGE

1. Key Fund's Information And Management	ii
1.(e)The County Disaster and Emergency Committee	iv
2. Management Team	viii
3. County Disaster And Emergency Committee Chairman's Report	ix
4. Report Of The Fund Administrator	x
5. Statement Of Performance Against The Fund's Predetermined Objectives	xi
6. Corporate Governance Statement	xii
7. Management discussion and analysis	xv
8. Environmental And Sustainability Reporting	xvi
9. Report Of The County Disaster And Emergency Committee Members	xviii
10. Statement Of Management's Responsibilities	xix
11. Report Of The Auditor General on Nyamira County Emergency Fund for the year ended 30 June 2023	xx
12. Statement Of Financial Performance For The Year Ended 30th June 2023	1
13. Statement Of Financial Position As At 30th June 2023	2
14. Statement Of Changes In Net Assets As At 30 June 2023	3
15. Statement Of Cash Flows For The Year Ended 30th June 2023	4
16. Statement Of Comparison Of Budget And Actual Amounts For The Year Ended 30th June 2023	5
17. Notes To The Financial Statements	6
18. Progress On Follow Up Of Prior Year Auditor's Recommendations	12

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023

1. Key Fund's Information and Management

a) Background information

Emergency Fund is established by and derives its authority and accountability from Nyamira County Emergency Fund Regulations, 2019 on 26th July 2019. The Fund is wholly owned by the County Government of Nyamira and is domiciled in Kenya.

The fund's objective is to cater for urgent and un foreseen circumstances within the county

b) Principal Activities

The Fund's principal activity is to enable payments to be made in respect of the County when an urgent and unforeseen need for expenditure arises for which there is no specific legislative authority.

c) County Disaster and Emergency Committee

Ref	Name	Position
1.	H.E Amos Nyaribo	Chairman of the Committee
2.	Dr. Timothy Mokuia	CECM, Health Services
3.	Mr. Kennedy Agwenyi	CECM, Public service Management
4.	Mr. Stephen Oboso	CECM, Lands, Housing and Physical Planning
5.	Mr. Jones Moko Omwenga	CECM, Transport and Infrastructure
6.	Dr. Geoffrey Nyakoe	CECM, Finance, ICT and Economic Planning (Fund Manager/ Administrator)
7.	CPA Dominic Oyugi Barare	Chief Officer (<i>Finance, and Accounting services</i>)
8.	Mr. Nelson Kiata	County Commissioner

d) Key Management

Ref	Name	Position
1	Dr. Geoffrey Nyakoe	Fund Manager/ Administrator
2.	CPA Dominic Oyugi Barare	Chief Finance, ICT & Economic Planning
3	CPA. Purity Moraa	Fund Accountant

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

e) Registered Offices

P.O. Box 464-40500
Nyamira Building/House/Plaza
Nyamira,, KENYA

f) Fund Contacts

Telephone:(254) 0738727272, 0735232323
E-mail inf@nyamira.go.ke com
Website: [www.nyamira go.ke](http://www.nyamira.go.ke)

g) FundBankers

Kenya Commercial Bank
Nyamira Branch
P.O Box 403-40500
Nyamira, Kenya.

h) Independent Auditors

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

i) Principal Legal Adviser

Fredah Moraa Nyakundi
Director, Legal Services,
P.O. Box 434-40500, Nyamira, Kenya.

1. (e)The County Disaster and Emergency Committee



**HIS. EXCELLENCY HON. AMOS
KIMWOMI NYARIBO.
NYAMIRA GOVERNOR**

His Excellency Hon. Amos Kimwomi Nyaribo is the second Governor of Nyamira County. He took the mantle to lead the county after the death of the first Governor, The late H.E. Hon John Obiero Nyagarama on 18th December, 2020. H.E. Hon. Amos Kimwomi Nyaribo was sworn in on 29th December, 2020 at Nyamira Primary grounds. Until his entry into elective politics, Governor Amos Nyaribo who is a chartered Accountant worked in Government and non-state organizations in senior managerial positions. In 2013 together with the late H.E. Hon John ObieroNyagarama, they were elected as Governor and Deputy Governor respectively in the 2013 general election. Besides being a public servant, Governor Nyaribo is a multi-talented and influential entrepreneur who has successfully started, grown and managed various enterprises in diverse sectors ranging from Dry Cleaning, Real Estate Development among others. Born in Magwagwa, North Mugirango constituency, Nyamira County H.E. Hon. Amos Kimwomi Nyaribo is a chartered Accountant with a Bachelor of Commerce degree.

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023



**MR. KENNEDY ANGWENYI
COUNTY CECM FOR THE DEPARTMENT OF
PUBLIC SERVICE MANAGEMENT**

Academic Qualifications

He holds a bachelor of Education in history and religious studies from Kenyatta University.

Professional Experience

He has an outstanding career in civil servant with twenty eight (28) years of experience serving as an administrator and as well as a tutor.

He hails from Rigoma ward, Nyamira county



**MR. STEVEN KENNEDY OBOSO
CECM FOR LANDS, HOUSING, PHYSICAL
PLANNING AND URBAN DEVELOPMENT**

Academic Qualifications

Mr. Oboso completed his Bachelors in Law (LLB) from the University of Nairobi in 1989 and proceeded to the Kenya school of Law the following year for his Diploma.

Professional Experience

He started practicing law in the year 1991 and has a long standing career as an Advocate of the High Court of Kenya

He worked in the Nyamira County Public Service Board as a member between 2013-2017.

He hails from Bosamaro ward, Nyamira county.

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023



**DR. TIMOTHY MOKUA OMBATI THE
CECM FOR HEALTH SERVICES**

Academic Qualifications

He is a medical practitioner having studied Bachelor's Degree in Medicine and surgery from Kampala International University, Masters in Health Systems Management from Kenya Methodist University and ongoing with Masters in public health at Kisii University.

Professional Experience:

Worked as a general practitioner in various Hospitals within Nyamira County and rose to Medical Superintendent and also offered voluntary services to UNHCR at Hagadera sololo mission hospital and Ethiopia's Oromia state

He hails from Manga ward, Nyamira county.



**MR. JONES MOKO OMWENGA
Executive Committee Member: Roads,
Transport And Public Works**

Academic Qualifications

Mr. Jones Moko Omwenga is from Itibo ward, Nyamira North sub-county. In his educational sojourn, he has attained a Master of Business Administration (Finance) from Jomo Kenyatta University of Agriculture & Technology and a Bachelor of Education degree from Kenyatta University.

Professional Experience

In the County Government of Nyamira, he has served as the County Executive Committee member for Education & Vocational Training, Trade, Tourism, Industrialization & Cooperatives and Finance & Economic Planning departments respectively.



DR. GEOFFREY MORARA NYAKOE
Executive Committee Member: Finance ICT
and Economic Planning

Academic Qualifications

Dr Geoffrey Nyakoe holds a PHD in Human Resource Management



Professional experience

He has worked as a consultant in strategic management, organizational development and social economic development.

He has previously lectured at the University of Nairobi and Jomo Kenyatta University of Agriculture and Technology. The working experience spanning over 15 years in both the public and private sectors.

He hails from Bonyamatuta ward, Nyamira county.

2. Management Team

 <p>DR. GEOFFREY MORARA NYAKOE Executive Committee Member: Finance ICT and Economic Planning</p>	<p><i>Academic Qualifications</i> Dr Geoffrey Nyakoe holds a PHD in Human Resource Management</p> <p><i>Professional experience</i></p> <p>He has worked as a consultant in strategic management, organizational development and social economic development. He has previously lectured at the University of Nairobi and Jomo Kenyatta University of Agriculture and Technology. The working experience spanning over 15 years in both the public and private sectors.</p> <p>He hails from Bonyamatuta ward, Nyamira county.</p>
 <p>CPA Dominic Barare Oyugi Chief Officer, Finance & Planning. <u>NYAMIRA COUNTY EXECUTIVE</u></p>	<p><i>Academic Qualifications</i> CPA Dominic Barare Oyugi hails from Bogichora ward. He has a Masters degree in Business Administration (Finance) and a Bachelors degree in Business Administration. CPA Oyugi is a member of the Institute of Certified Public Accountants of Kenya (ICPAK). Previously,</p> <p><i>Professional Experience</i> CPA Oyugi worked for the County Government of Nyamira as the Director of Finance and a Deputy Director of Health, Finance and Administration. Before joining the County Government service, CPA Oyugi served as a Regional Accountant for Kenya Rural Roads Authority (KERRA) He has a total of 19 years working experience.</p>

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

3. County Disaster And Emergency Committee Chairman's Report

The fund was formed on 13th September, 2019 through legal notice No.2 of 2019. The main functions as highlighted included mitigating the effects of pandemics that can cause national suffering. In the year 2020 , the world was faced with a new virus COVID-19 that spelled a doom future of world economics .The county Government of Nyamira invoked the provision of the Emergency Fund Regulation to allow application of monies within the fund to mitigate the effects of corona virus . In addition external funding from both National Government and other Donors was sought to of which this monies was applied in reduction of the spread of Covid -19 .

The application of these monies is highlighted in the fund manager's report as well as in the main Executive Financial statements where Donor monies were channelled.

In conclusion I wish to thank all partners who have put monies and efforts towards mitigating the effects of the virus including National Government World Bank and Danish Government. Lastly may I also thank the County Assembly for agreeing to set aside some of our resources towards this pandemic.



His. Excellency Hon. Amos Kimwomi Nyaribo
Nyamira County Governor And Chairman of the
County Disaster and Emergency Committee

4. Report Of The Fund Administrator

The Nyamira County emergency Fund was created by the County Assembly through the Nyamira County Emergency and Disaster Regulations 2019 to operationalize any responses to the declared emergencies and disasters. To manage this fund, a committee was constituted under the chairmanship of H.E the Governor with a membership drawn from the members of the County Executive Committee of the affected departments and a secretariat.

With regard to the Corona Virus Disease (COVID 19) a request was made on 20th April 2020 by The Executive committee Member for Health services for recognition of the disease (Corona Virus Disease) as an emergency in Nyamira by the Nyamira Emergency and Disaster Fund Committee. This request was granted by the committee under the chairmanship of H.E. the Governor after intense deliberations on 20th April 2020.

In the year under review the fund did not receive any allocation.



Dr. Geoffrey Morara Nyakoe
County Executive Committee Member-Finance and Economic Planning

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

5. Statement Of Performance Against The Fund's Predetermined Objectives

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer when preparing financial statements of each County Government of Nyamira Emergency Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government of Nyamira Emergency Fund performance against predetermined objectives.

Program	Objective	Outcome	Indicator	Performance
County Emergency Fund	To respond to the unforeseen emergencies in the county	To increase the capacity of the county to respond to emergencies		

6. Corporate Governance Statement

Number of Fund Administration Committee meetings held and the attendance to those meetings by members.

The Nyamira County emergency Fund was created by the County Assembly through the Nyamira County Emergency and Disaster Regulations 2019 to operationalize any responses to the declared emergencies and disasters. To manage this fund, a committee was constituted under the chairmanship of H.E the Governor with a membership drawn from the members of the County Executive Committee of the affected departments and a secretariat.

With regard to the Corona Virus Disease (COVID 19) a request was made on 20th April 2020 by The Executive committee Member for Health services for recognition of the disease (Corona Virus Disease) as an emergency in Nyamira by the Nyamira Emergency and Disaster Fund Committee. This request was granted by the committee under the chairmanship of H.E. the Governor after intense deliberations on 20th April 2020.

The Nyamira Emergency Boards Committee held all its quarterly meetings and there was an approximately 90% attendance to all of those meetings.

A. Succession plan.

When the chairman who is The Governor dissolves his cabinet or when the officers code of conduct has been challenged from the county assembly.

B. Existence of a service charter.

The Emergency Fund has a service charter.

C. Process of appointment and removal of trustees/ Administration Committee members.

The county governor shall, while considering the nominated members identified by the organizations specified, he require the organizations to produce

- (a) Signed minutes as evidence of unaccountable process of nomination;
- (b) Evidence of compliance with statutory obligations;
- (c) Vetting form to establish that the nominee has complied with the prescribed criteria for appointment as a member of the board.

A board shall be appointed by the county governor with the approval of the county assembly.

The administration committee members shall cease to be member if;

- Is unable to perform the functions of the office by reason of mental or physical infirmity;
- Is declared or becomes bankrupt or insolvent;
- Is convicted of a criminal offence and sentenced to a term of imprisonment of six months or more;

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

- Resigns in writing to the County Governor;
- Without reasonable cause, the member is absent from three consecutive meetings of the Board or Committee of the Board of the Municipality within one financial year;
- Is found guilty of professional misconduct by the relevant professional body;
- Is disqualified from holding a public office under the Constitution;
- Fails to declare his or her interest in any matter being considered or to be considered by the Board or Board Committees;
- Engages in any gross misconduct; or
- Dies.

D. Roles and functions of the Administration Committee members.

- (a) Advise the county government on matters relating to disaster and emergencies.
- (b) Formulate policies to achieve the objectives of the fund.
- (c) Provide oversight on the administration and management of the fund
- (d) Approve estimates of revenue and expenditure of the fund for each of the financial year and review and approve statutory and management reports of the fund before submission to third parties.
- (e) Approve the opening of any bank account of the fund.
- (f) Advise the county government regarding all financial matters in relation to disaster and emergency management and;
- (g) If the occurrence qualifies for the opinion;
- (h) Oversee timely and efficient disbursement of funds from the fund to finance approved projects or programmes;
- (i) Perform such other duties as may be considered necessary by the secretary responsible for matters relating to draught from time to time for the proper administration and management of the fund and such a duty shall be assigned through writing.

E. Induction and training, Administration Committee members and member's performance.

The administration committee members have so far satisfactorily undergone the following induction and trainings:

- Emergency induction.
- Budget and Finance training
- Procurement and By-laws training

F. Conflict of interest,

There is no any other conflict of interest amongst the committee members..

G. Board remuneration,

The board members are comprised of county staff workers and are paid through IPPD payroll.

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

H. Ethics and conduct as well as governance audit undertaken if any

The Nyamira County Emergency fund account has undergone annual internal and external audit by auditor general.

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

7. Management discussion and analysis

Revenue classification	Revenue budget (kshs)	Actual (Kshs)	Realisation %
County funding	0	0	0

The implementation challenges of strategic objectives for the county entity and the entities future outlook include;

Failure to allocate 1% of the county budget to emergency fund account.

8. Environmental And Sustainability Reporting

1) Sustainability strategy and profile

The County Government of Nyamira carries all its activities in a sustainable manner to ensure resources are exploited for both the current and future generations. The county strive to ensure its natural resources are exploited in a manner that is sustainable and among the measure that the county has undertaken in this regard includes: Free disbursement of facial masks, Fumigation of public facilities schools hospitals police posts buying canter's and all public gathering places, free education to the public on matters concerning health care, buying of sanitizers and placing of hand washing containers across the county on strategic places accessible for the public.

2) Environmental performance

The County Government of Nyamira has a draft solid waste management policy as well as environmental management policy. The former outline a frame work on how solid waste is managed right from the source, collection, transportation and disposal. The later outlines how the environment should be managed and the rights citizens have to a clean and safe surroundings. It as well gives highlights the obligations citizens have towards taking care of the same environment. The County Government also has a Transition Implementation Plan (TIPs) that stipulates how forest activities are managed between the County Government and Kenya Forestry Services. Noisy pollution and control guidelines are explained in the Environmental policy and each citizen's responsibility on the same well explained.

Overly the County Government is obliged to the major law that is the Environmental Management and Coordination Act 2005 (EMCA2005).The County Laws are developed in line with this ACE and are therefore consistence to overall National Laws relation with the management of the environment.

3) Employee welfare

The County Government use a human resource manual/policy that takes into account a gender ratio whereby a third of every new recruitment is comprised of women, continuous training being offered to employees on need basis to enhance skills, careers and as well as performance appraisals which are done through performance contracting.

4) Market place practices

a) Responsible competition practice.

The management has made efforts to equitably offer opportunities to youths, women and persons living with disability. Procurement opportunities are given to bidders as per the guiding procurement laws (PPAD 2015) and equity is in practice ever. There is frequent interaction between bidders and management through pre bidding conferences, site visits, opening of tenders and trainings.

The management has envisaged consumer rights and interests through confidentiality during procurement process and non-disclosure of proprietary rights.

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

b) Responsible Supply chain and supplier relations-

The County Government of Nyamira after contact execution by the contactor and suppliers, provide full payment and with all factors held constant the process is done with a maximum of 5 days and we endeavour to keep our pending Bills within manageable levels and we pride ourselves in achieving this year in year out.

c) Responsible marketing and advertisement-

The County Government gives opportunities to all and all our advertised are done through local daily newspapers, government portals, websites and notice boards.

d) Responsibility ethical practices

e) Stewardship of goods

1. Community Engagements

The Government in its endeavours to ensure it operates within the Law engages the public through various forms including civil education and Public engagements.

Among various documents that we have constantly engaged the public includes: Strategy Paper ADP, CPRO, CIDP, Finance Bill and budget.

9. Report Of The County Disaster And Emergency Committee Members

The Committee members submit their report together with the audited financial statements for the year ended June 30th, 2023, which show the state of the Fund affairs.

Principal activities

The Fund's principal activity is to enable payments to be made in respect of the County when an urgent and unforeseen need for expenditure arises for which there is no specific legislative authority.

Performance

The results of the Fund for the year ended June 30th, 2023 are set out on page 1-11

Committee Members

The members of the County Disaster and Emergency Committee who served during the year are shown on page (iv) to (viii)

Auditors

The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015

By Order of the Board



Dr. Geoffrey Morara Nyakoe
County Executive Committee Member
Finance and Economic Planning

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

10. Statement Of Management's Responsibilities

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of Nyamira County Emergency Fund established by Nyamira County Emergency Fund Regulations, 2019 shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Administrator of the Nyamira County Emergency Fund is responsible for the preparation and presentation of the Fund's financial statements, which give a true and fair view of the state of affairs of the Fund for and as at the end of the financial year ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Fund; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Administrator of the Nyamira County Emergency Fund accepts responsibility for the Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and Nyamira County Emergency Fund Regulations, 2019. The Administrator of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended 30th June, 2023, and of the Fund's financial position as at that date. The Administrator further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Administrator of the Nyamira County Emergency Fund has assessed the Fund's ability to continue to sustain its services and disclosed, as applicable, matters relating to the use of the applicable basis of preparation of the financial statements. Nothing has come to the attention of the Administrator to indicate that the Fund will not continue to sustain its services for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Fund's financial statements were approved by the Committee on 29th September, 2023 and signed on its behalf by:



Dr. Geoffrey Morara Nyakoe
County Executive Committee Member
Finance and Economic Planning
Nyamira County Emergency Fund

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NYAMIRA COUNTY EMERGENCY FUND FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Nyamira County Emergency Fund set out on pages 1 to 13, which comprise of the statement of financial position as at 30 June, 2023 and the statement of financial performance, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a

Report of the Auditor-General on Nyamira County Emergency Fund for the year ended 30 June, 2023

summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Nyamira County Emergency Fund as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Nyamira County Emergency Fund Regulations, 2019.

Basis for Qualified Opinion

1. Inaccuracies in Cash and Cash Equivalents

The statements of financial position reflects cash and cash equivalents balance of Kshs.19,049 as disclosed in Note 4 to the financial statements. However, the bank reconciliation statement reflects cashbook balance of Kshs.23,378, resulting to an unexplained and unreconciled variance of Kshs.4,329. Further, the bank reconciliation statement reflects bank balance of Kshs.24,443 which is at variance with the certificate bank balance of Kshs.23,378 resulting to an unexplained and unreconciled variance Kshs.1,065.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.19,049 could not be confirmed.

2. Unsupported Receipts in the Cash Flows Statements

The statement of cash flows reflects an amount of Kshs.10,462 in respect of receipts of other sources (adjustment unrepresented cheques). However, the details of the cheques including the source and cashbook transactions were not provided for audit.

In the circumstances, the accuracy and completeness of the amount of Kshs.10,462 in respect of receipts from bounced cheques could not be confirmed.

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

Emphasis of Matter

Sustainability of Service

The statement of financial performance reflects Nil transfers from the County Government during the year ended 30 June, 2023. This indicates that the Fund did not receive any

funding from the County Government and National Government. It further indicates that the Fund did not incur any expenses during the year except for use of goods and services of an amount of Kshs.4,329 in respect of bank charges indicating the Fund was technically dormant and hence, the Fund's ability to sustain its services in doubt.

In the circumstances, the Fund's ability to sustain its intended services is in doubt.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Prior Year Audit Matters

As disclosed under the progress on follow up of auditor's recommendation section of the financial statements, the Management presented one prior year issue which was indicated as resolved. However, Management did not provide reports and invitations from the oversight committee's detailing the deliberations and recommendations of the committees.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, except for the matters described in the Basis for Conclusion, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Failure to Allocate Budgeted Funds to the Emergency Fund

The statement of comparison of budget and actual amounts reflects Nil amounts in respect of transfers from the County Government. However, review of the development expenditure vote book revealed an amount of Kshs.30,000,000 was budgeted for the Emergency Fund but was reallocated to recurrent expenditure. This is contrary to Regulations 3(3) of the Nyamira County Emergency Fund Regulations, 2019, which stipulates that the County Assembly shall, in appropriating monies in each financial year, ensure that the monies contained in the Fund are one percent (1%) of the County's budget. According to this Regulation, the County Executive was to appropriate to the Fund Kshs.70,977,368, being 1% of the County's budget of Kshs.7,097,736,782.

In the circumstances, the Management was in breach of the law.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAI) 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 2330. The Standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to dissolve the County Fund or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the County Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them, and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


 FCPA Nancy Gathunga, CBS
AUDITOR-GENERAL

Nairobi

14 February, 2024

Report of the Auditor-General on Nyamira County Emergency Fund for the year ended 30 June, 2023

NYAMIRA COUNTY EMERGENCY FUND**Annual Report and Financial Statements for the year ended June 30, 2023****12. Statement Of Financial Performance For The Year Ended 30th June 2023**

	Note	2022-2023	2021-2022
			Kshs.
Revenue			
Revenue from non-exchange transactions			
Transfers from the County Government	1	0	35,000,000
Other sources	1(b)	10,462	
Total revenue		10,462	35,000,000
Expenses			
Employee costs	2	0	25,663,022
Use of goods and services (bank charges)	3	4,329	9,653,486
Total expenses		4,329	35,316,508
Surplus/(deficit)for the year		6,133	(316,508)

(The notes set out on pages 1 to 13 form an integral part of these Financial Statements)

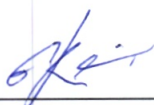
**Administrator of the Fund****Name: Dr. Geoffrey Morara Nyakoe****Fund Accountant****Name: CPA Purity Moraa****ICPAK Member Number: 20795**

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023


13. Statement Of Financial Position As At 30th June 2023

	Note	2022-2023	2021-2022
			Kshs.
Assets			
Current assets			
Cash and cash equivalents	4	19,049	12,916
Total assets		19,049	12,916
Net assets			
Accumulated surplus		19,049	12,916
Total net assets		19,049	12,916

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Fund's financial statements were approved on 29th September, 2023 and signed by:



Administrator of the Fund
Name: Dr. Geoffrey Morara Nyakoe



Fund Accountant
Name: CPA Purity Moraa
ICPAK: Member Number: 20795

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023

14. Statement Of Changes In Net Assets As At 30 June 2023

	Accumulated surplus	Total
	Kshs.	Kshs.
Balance as at 1 July 2021	12,916	12,916
Surplus/(deficit) for the period	0	0
Balance as at 30 June 2022	12,916	12,916
Balance as at 1 July 2022	12,916	12,916
Surplus/(deficit) for the period	6,133	6,133
Balance as at 30 June 2023	19,049	19,049



Administrator of the Fund
Name: Dr. Geoffrey Morara Nyakoe



Fund Accountant
Name: CPA Purity Moraa
ICPAK: Member Number: 20795

NYAMIRA COUNTY EMERGENCY FUND**Annual Report and Financial Statements for the year ended June 30, 2023****15. Statement Of Cash Flows For The Year Ended 30th June 2023**

	Note	2022-2023	2021/2022
			Kshs.
Cash flows from operating activities			
Receipts			
Transfers from the County Government	1	0	35,000,000
Other sources (adjustment unrepresented cheques)	1	10,462	
Total Receipts		10,462	35,000,000
Payments			
Employee costs	2	0	25,663,022
Use of goods and services(bank charges)	3	(4,329)	9,653,486
Total Payments		(4,329)	35,316,508
Net cash flows from operating activities	5	6,133	(316,508)
Cash and cash equivalents at 1July 2022	4	12,916	329,424
Cash and cash equivalents as at30 June,2023	4	19,049	12,916



Administrator of the Fund**Name: Dr.Geoffrey Morara Nyakoe**

Fund Accountant**Name: CPA Purity Moraa****ICPAK: Member 20795**

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

16. Statement Of Comparison Of Budget And Actual Amounts For The Year Ended 30th June 2023

	Original budget	Adjustments	Finalbudget	Actualon comparable basis	Performan ce difference	% Utilisation
	2022-2023	2022-2023	2022-2023	2022-2023	2022-2023	2022-2023
	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	
Revenue						
Transfers from County Government	0	-	0	0	-	0%
Totalrevenue	0	-	0	0	-	0%
Expenses						
Employee costs	0	-	0	0	(0	
Use of goods and services	0	-	0	0	0	0%
Totalexpenditures	0	-	0	0	0	0%
Surplus for the period				6,133	6,133	

Budget notes

17. Notes To The Financial Statements

1. General Information

Nyamira County Emergency Fund is established by and derives its authority and accountability from Nyamira County Emergency Fund Regulation 2019 of 26th July 2019. And is wholly owned by the Government of Nyamira and is domiciled in Kenya. The fund's objective is to cater for urgent and unforeseen circumstances within the county

The Fund's principal activity is to enable payments to be made in respect of the County when an urgent and unforeseen need for expenditure arises for which there is no specific legislative authority.

2. Statement of Compliance and Basis of Preparation

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

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

3. Adoption of new and revised standards

(i) Relevant new standards and amendments to published standards effective for the year ended 30 June 2023

IPSASB deferred the application date of standards from 1st January 2022 owing to Covid 19. This was done to provide entities with time to effectively apply the standards. The deferral was set for 1st January 2023.

(ii) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2023

Standard	Effective date and impact:
IPSAS 41: Financial Instruments	<p>Applicable: 1st January 2024:</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 Entity'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;

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

Standard	Effective date and impact:
	<ul style="list-style-type: none"> • 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 Entity’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy. <p><i>(State the impact of the standard to the Entity if relevant)</i></p>
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2023</p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity 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> <p>(a) The nature of such social benefits provided by the Entity;</p> <p>(b) The key features of the operation of those social benefit schemes; and</p> <p>(c) The impact of such social benefits provided on the Entity’s financial performance, financial position and cash flows.</p>
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2023:</p> <p>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.</p> <p>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</p> <p>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>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>
<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> <p>Amendments to refer to the latest System of National Accounts (SNA 2008).</p> <ul style="list-style-type: none"> • <i>IPSAS 39: Employee Benefits</i> <p>Now deletes the term composite social security benefits as it is no longer defined in IPSAS.</p> <ul style="list-style-type: none"> • IPSAS 29: Financial instruments: Recognition and Measurement <p>Standard no longer included in the 2021 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.</p>
<p>IPSAS 43</p>	<p>Applicable 1st January 2025</p>

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023

Standard	Effective date and impact:
	<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 cash flows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
<p>IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations</p>	<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 Fund did not early – adopt any new or amended standards in year 2023.

4. Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

ii) Revenue from exchange transactions

Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

b) Budget information

The Fund'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

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

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) Changes in accounting policies and estimates

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

d) Related parties

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

e) 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.

f) Comparative figures

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

g) Events after the reporting period

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

h) Ultimate and Holding Entity

The Fund is a County Public Fund established by Nyamira County Emergency Fund Regulations, 2019. Its ultimate parent is the County Government of Nyamira.

i) Currency

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

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023

5. Notes to the Financial Statements

1) Transfers from County Government

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Transfers from County Govt. – operations	0	35,000,000
Total	0	35,000,000

1 b) other sources

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Unpresented cheque	10,463	35,000,000
Total	10,463	35,000,000

2) Employee Costs

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Staff training expenses	0	25,663,022
Salaries and wages	0	-
Total	0	25,663,022

3) Use of goods and services

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Consumables	0	9,649,660
Bank Charges	4,329	3,826
Hospitality	0	-
Other expenses (Construction of Isolation Centre)	0	-
Total	4,329	9,653,486

4) Cash and Cash Equivalent

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Nyamira County Emergency Fund Account	19,049	12,916
Total	19,049	12,916

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023

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

		2022-2023	2021-2022
Financial Institution	Account number	Kshs	Kshs
Nyamira County Emergency Fund Account			
Kenya Commercial Bank	1272997286	19,049	12,916
Total		19,049	12,916

5) Cash generated from operations

	2022-2023	2021-2022
	Kshs	Kshs
Surplus/ (Deficit) for the year	6,133	(316,508)
Net Cash flows from operating activities	6,133	(316,508)

Other Disclosures

6) Related Party Balances

a) Nature of related party relationships

Entities and other parties related to the Fund include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members. The fund/scheme is related to the following entities:

- a) The County Government;
- b) The Parent County Government Ministry;
- c) Key management;
- d) County Disaster and Emergency Committee

b) Related party transactions

Description	2022-2023	2021-2022
	Kshs.	Kshs.
Transfers from related parties	0	35,000,000
Transfers to related parties	0	0

NYAMIRA COUNTY EMERGENCY FUND

Annual Report and Financial Statements for the year ended June 30, 2023

18. Progress On Follow Up Of Prior Year Auditor’s Recommendations

The following is the summary of issues raised by the Auditor General, and management comments that were provided to the auditor. We have indicated time frame within which we expect the issues to be resolved.

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)
REPORT ON THE FINANCIAL STATEMENTS				
Basis for Qualified Opinion				
REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES				
Basis of Conclusion				
<p>Irregular Reallocation of Emergency Funds The statement of financial performance and Note 3 to the financial statements reflects general expenses amounting to Kshs100,842,876 which includes an amount of kshs 20,896,792 incurred on construction of Covid-19 isolation centre. However, physical verification of the project on 15 February, 2022 revealed that no isolation centre was constructed and instead the funds were reallocated towards the construction of the Doctor’s plaza which was a multi-year project which was still in progress and could not be classified as an emergency. Management did not provide a approval for reallocation of the funds by the County Disaster and Emergency Committee in line with Regulation 12 of the Nyamira County Emergency Fund Regulations, 2019. In the circumstances, management was in breach of the law.</p>		<p>The management concurs with the auditor’s observation however; it was due to Covid-19 pandemic that the county urgently needed an isolated ward since there was a directive from the government that every county to have at least a two hundred bed capacity. The county doctor’s plaza was the near and available building which needed minor finishes though there was a pending certificate, thus was paid for through the authority of emergency committee minutes</p>	<p>Not Resolved</p>	

NYAMIRA COUNTY EMERGENCY FUND
Annual Report and Financial Statements for the year ended June 30, 2023



Dr. Geoffrey Morara Nyakoe
CECM FINANCE, ICT AND ECONOMIC PLANNING
NYAMIRA COUNTY