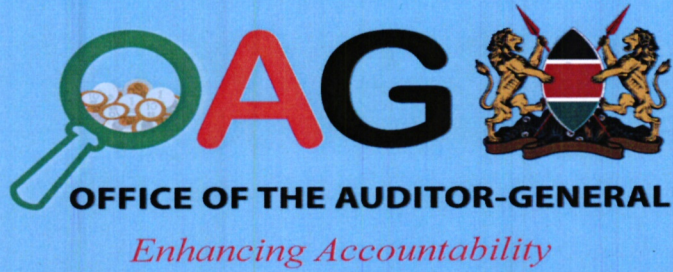


REPUBLIC OF KENYA



PAPERS LAID	
DATE	31/5/2023
TABLED BY	Majority Leader
COMMITTEE	
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REPORT



OF

THE AUDITOR-GENERAL

ON

**COUNTY ASSEMBLY OF
KERICHO**

**FOR THE YEAR ENDED
30 JUNE, 2022**



KERICHO COUNTY ASSEMBLY
(KERICHO COUNTY GOVERNMENT)
ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022

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

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

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KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

1. Key Entity Information and Management

(a) Background information

The County Assembly is constituted as per the constitution of Kenya and headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction. The County Assembly has thirty Members (MCAs) elected to represent members of the public from their respective wards and seventeen nominated members representing special groups. The MCAs are responsible for making laws for effective performance of the County Government, representation, approving plans and policies and playing the oversight role over the County Executive.

(b) Key Management

The *entity's* day-to-day management is under the following key organs:

No.	Designation	Name
1.	Speaker of the County Assembly	Hon. Dr. Patrick Mutai
2.	Clerk of the County Assembly	Martin Epus Patrick
3.	Deputy Director, Finance	Aggrey Kibet Kirui
4.	Senior Accountant	Rose Chelangat
5.	Senior Finance Officer	Cheruiyot Rotich
6.	Director Supply Chain Management	Geoffrey Rotich
7.	Human Resource Manager	Johana Koros
8.	ICT officer	Alfred Korir

(c) Fiduciary Management

The key management personnel who held office during the year ended 30th June 2022 and who had direct fiduciary responsibility were:

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022**

No.	Designation	Name
1.	Accounting Officer- Clerk	Martin Epus
2.	Deputy Director, Finance	Aggrey Kirui
3.	Principal Accountant	Rose Chelangat
4.	Senior Finance Officer	Cheruiyot Rotich

Key Entity Information and Management (Continued)**(d) Fiduciary Oversight Arrangements**

- a. The public and other stakeholders through Public Participation play a significant role and greatly influence decision making and ultimately improving the governance process.
- b. County Budget and Economic Forum, which presents the ideal opportunity to strengthen the engagement between the County Government and the County residents.
- c. The Budget and Appropriation Committee reviews the budget estimates submitted by County Executive and proposes the same for adoption or rejection of the same in the full house of the County Assembly.
- d. Internal Audit unit and Audit Committee undertake periodic reviews of expenditures and make recommendations on improprieties noted.
- e. Independent offices set by law, which are the Office of the Auditor General, and the Controller of Budget for review of programmes to ensure there is no wastage and Value for Money is achieved.
- f. County Assembly Public Accounts and Investment Committee reviews all audit reports submitted by the County Executive.

**KERICHO COUNTY ASSEMBLY COMMITTEES AND THEIR
MANDATES**

SECTORAL COMMITTEES

The mandate of all sectoral committees is to;

- a. investigate, inquire into, and report on all matters relating to the mandate, management, activities, administration, operations and estimates of the assigned departments;
- b. study the programme and policy objectives of departments and the effectiveness of the implementation;
- c. study and review all county legislation referred to it;
- d. study, assess and analyze the relative success of the departments as measured by the results obtained as compared with their stated objectives;
- e. investigate and inquire into all matters relating to the assigned departments as they may deem necessary, and as may be referred to them by the Assembly;
- f. to vet and report on all appointments where the Constitution or any law requires the Assembly to approve, except those under (*Committee on Appointments*) ; and
- g. make reports and recommendations to the Assembly as often as possible, including recommendation of proposed legislation.

NO	COMMITTEE	HIGHLIGHTS
1	Agriculture, Livestock & Fisheries	Response to statements Approval of: Kericho Food Security Bill 2022-09-29 Kericho County Agricultural Mechanization Services Bill 2022
2	Education and Child Welfare	Response to statements, Site visits(ECDE Class rooms and ablution blocks) Approval of the Kericho County Bursary Board Approval on amendments to the Kericho

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022**

		County Bursaries (Amendment.No.2) Act 2016
3	Water and Sanitation	Response to statements, Site visits(water protection springs)
4	Environment, Energy, Forestry, and Natural Resources	Response to statements
5	Governance, Labour and Social Welfare	Report on approval of the staff establishment of offices in the Department of Agriculture and Health Services Report on approval of the revised Kericho County organizational structure and staff establishment,2021
6	Land, Housing, Physical Planning and Settlement	Oversight of Kenya Urban Support programmes. Report on the Kericho County Valuation Roll,2020
7	Health Services,	Response to statements and site visits Report on the Health Services Bill 2021
8	Youth, Culture & Social Services	Response to statements and site visits
9	Public Works, Roads and Transport	Response to statements and site visits

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022**

10	Trade and Industrialization	Response to statements and site visits Progress report on the Kericho County Markets
11	Cooperative management, Tourism & Wildlife	Response to statements and site visits Report on the Oversight Visits to farmers Cooperatives societies
12	Research, Information Technology and E-government	Response to statements and Site visits
13	Justice and Legal Affairs	Response to statements and site visits Petition hearings
14	Finance & Economic Planning	Reports on Finance Bill, 2021 Report on pending bills
15	Audit Committee	Oversight committee on the Audit activities

House/Select committees

NO	COMMITTEE	MANDATE	HIGHLIGHTS
1	House Business	Approval of House agenda	Approval of House agenda
2	Liason Committee	Nomination members to committees	Re organization of membership of committees
3	Procedure and Rules	Amendment of Standing orders and Speaker's Rules	Amendment of Standing orders
4	Powers and privileges	Establishes powers and privileges that members are entitled to	Hearing on conduct of some members
5	Budget and appropriation	Deliberates on budget policy documents	Deliberated on various estimates, budget papers and appropriation bills

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

6	Appointment	Vetting of County Executive Committee members	Vetted CEC in charge of ICT Vetted DG
7	Delegated legislation	Deliberates on subsidiary legislations	Report on regulations on car loans for members to include provision on car grants

(e) Entity Headquarters

County Assembly of Kericho Headquarters

P.O. Box 1526-20200,

Kericho County Assembly Offices

Nakuru-Kericho Road

Kericho-KENYA

(f) Entity Contacts

County Assembly of Kericho Contacts

Tell :(254) 0745169000

E-mail kcoassembly@gmail.com

Website: assembly.kericho.go.ke

(g) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

2. Kenya Commercial Bank
P.O. Box 43-20100
Kericho

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

(h) Independent Auditor

Auditor General

Office of The Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

NAIROBI, KENYA

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

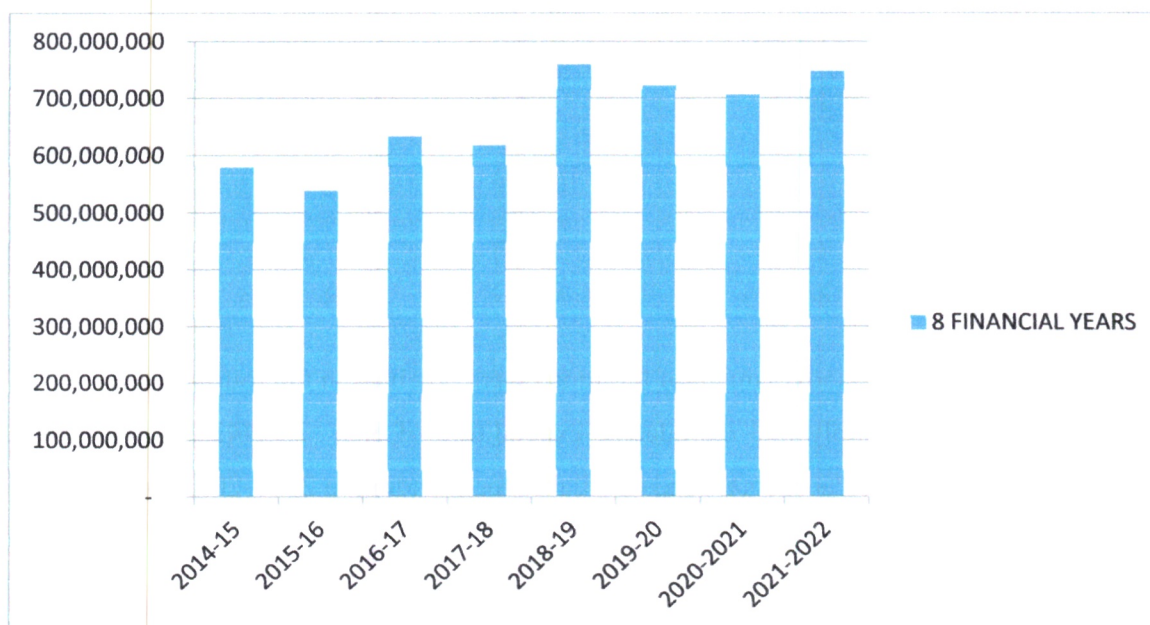
2. FORWARD BY THE CLERK OF THE ASSEMBLY

2.1 Budget performance

This is the County Assembly of Kericho full year financial statements and reports for the 2021-2022 financial period ending 30th June 2022. This report was prepared and presented as required by Section 168 of the Public Financial Management (PFM) Act 2012. The report expounds on the revenues received from national equitable share alongside the expenditure incurred by the County Assembly in service provision during the financial year.

During the FY 2021-2022, the County Assembly received its amount of Ksh.730,443,231 against the budget of Ksh. 747,795,857. The Assembly spent the money base on the budget vote heads and it lived within its budget vote heads. There were no major deviations from the vote heads and there were no pending bills at the close of the financial year 2021-2022.

BUDGET LINES FOR THE 8 FINANCIAL YEARS



The County Assembly budget increased between the first three (3) financial years, drop slightly in the financial year 2017/2018, and increased in the financial year 2018/2019 because of development aspect. In this financial year 2019/2020, it decreased slightly due to decrease in the development aspect allocation as shown by the line graph above. Lastly, in

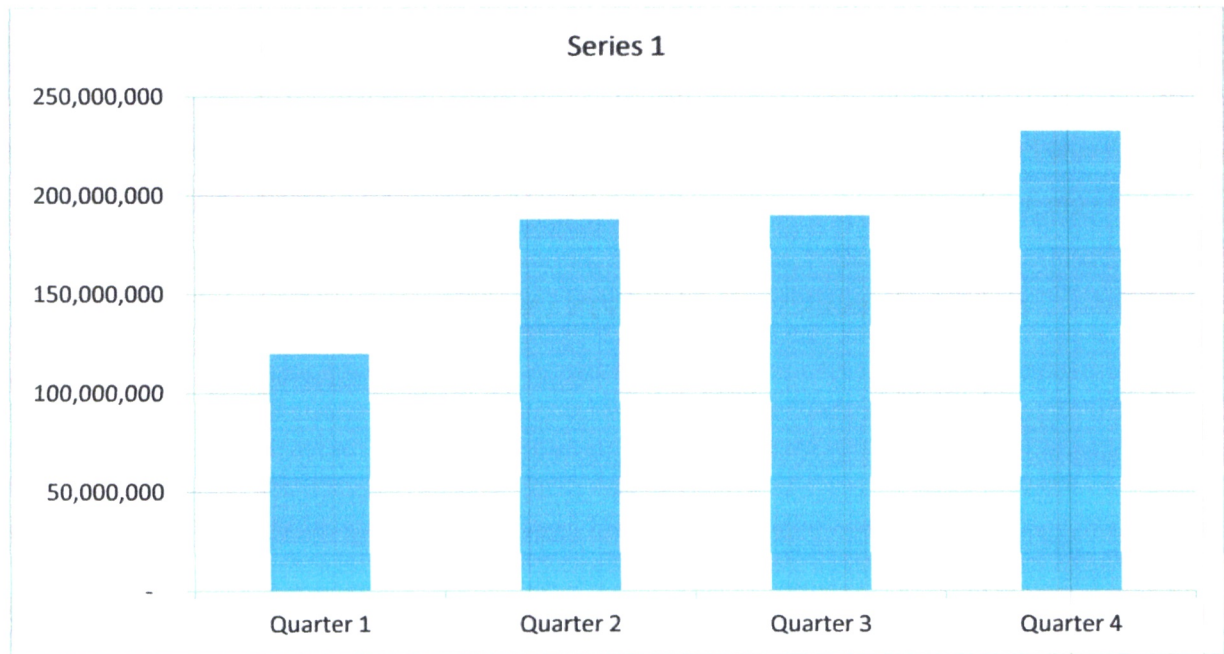
KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

the financial year 2020-2021 it also decreased slightly to amount of Ksh. 689,331,476 due to decrease in the development aspect. In the Financial year 2021-2022 it increased due to the Development aspect.

The County Assembly had an amount of Ksh. 747,795,857 in the financial year available for spending. Ksh. 730,443,231 was received in the four quarters of the financial year as shown below.

TOTAL RECEIPTS FOR THE FINANCIAL YEAR 2021-2022

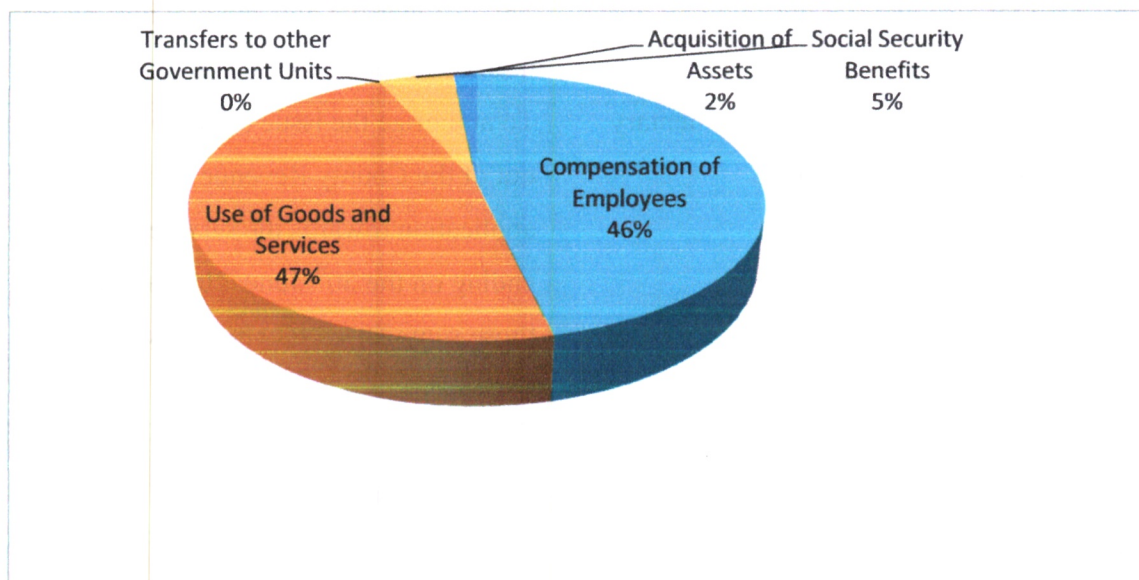


From the bar graph above, much of the funds were received in the fourth quarter.

The County Assembly had cumulative expenditure of Ksh. 730,443,231 that translates to approximately 97.68% of total funds available for spending in 2021-2022 financial year.

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

TOTAL EXPENDITURE FOR THE FINANCIAL YEAR 2021-2022



As per the pie chart, 47% of the expenditure was for goods, services, and 46% for compensation of employees. Transfer to other government entities got an allocation of 0% of the total expenditure and Acquisition of assets at 2% respectively. Social security Benefits was at 5%.

2.2 Operational Performance

(a) Laws passed by County Assembly

NO	POLICY/LAW TITLE	COMMENTS
1	County Fiscal Strategy Paper	It highlights budget ceilings for each department.
2	Annual Development Plan for the FY 2021/2022	This plan outlines developmental programmes that will be carried out by each department for the said financial year
3	Debt Management Strategy Paper ,2021	This paper outlines the County debt and strategy put in place to settle the debts.
4	Budget Estimates for the FY 2021/2022	It highlights the priority programmes and

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022**

		estimates for each programme.
5	County Budget Review Outlook Paper	This outlines the how the previous budget was utilized in each department.
6	The Kericho County Supplementary Appropriation Act, 2022	To authorize the issue of certain sums of money out of the County Revenue Fund and their application towards the service of the year ending on the 30 th June, 2022 and to appropriate those sums for certain public services and purposes.
7.	Kericho County Finance Bill,2021	This bill provides for charges on various fees and permits to be collected by the county
8	The Kericho County Bursaries(Amendment) Act, 2022	To amend Kericho County Bursaries Act, 2014 and for connected purposes.
9	The Kericho County Supplementary Appropriation (No.2) Act, 2022	To authorize the issue of certain sums of money out of the County Revenue Fund and their Application towards the service of the year ending on the 30 th June, 2022 and to appropriate those sums for certain public services and purposes.

(a) Dates When Budget was passed

NO	Budget	Dates
1	Budget Estimates FY 2021-2022	15 th June 2022
2	Supplementary Budget 1 FY 2021-2022	16 th February 2022
3	Supplementary Budget 2 FY 2020-2021	7 th June 2022

(b)KERICHO COUNTY ASSEMBLY COMMITTEES, THEIR MANDATES AND KEY SUCCESSES

SECTORAL COMMITTEES

The mandate of all sectoral committees is to

- a. investigate, inquire into, and report on all matters relating to the mandate, management, activities, administration, operations and estimates of the assigned departments;
- b. study the programme and policy objectives of departments and the effectiveness of the implementation;
- c. study and review all county legislation referred to it;
- d. study, assess and analyze the relative success of the departments as measured by the results obtained as compared with their stated objectives;
- e. investigate and inquire into all matters relating to the assigned departments as they may deem necessary, and as may be referred to them by the Assembly;
- f. to vet and report on all appointments where the Constitution or any law requires the Assembly to approve, except those under (*Committee on Appointments*) ; and
- g. make reports and recommendations to the Assembly as often as possible, including recommendation of proposed legislation.

NO	COMMITTEE	HIGHLIGHTS
1	Agriculture, Livestock & Fisheries	Response to statements, Site visits, Report on the Agricultural Training and Mechanization Service Bbill,2021 and Kabianga Tea Farm Bill,2021
2	Education and Child Welfare	Response to statements, Site visits(ECDE Class rooms and ablution blocks) Report of vetting of Chief Officer –Eunice Sang
3	Water and Sanitation	Response to statements, Site visits(water protection springs)

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022**

		Report of vetting of Chief Officer-Richard Mitei& Benard Kipkirui
4	Environment, Energy, Forestry, and Natural Resources	Response to statements Approval of: 1.Kericho County Forest Conservation and Management Act 2021 2.Kericho County Climate Change Act 2021 3.Kericho County Environment Management Act 2021 4. Policies on above
5	Governance, Labour and Social Welfare	Report on approval of the County Public Service Board's Annual Report Report on the Establishment of the office of the County Attorney Report of vetting of Chief Officer-Public Service Management Report on the Decentralized Structure Bill 2021

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

6	Land, Housing, Physical Planning and Settlement	Oversight of Kenya Urban Support programmes. Report on the Spatial Plan. Report on the Regularization of developments bill, Urban Areas Management Bill and Housing Bill,2021 Report on approval of no objection request regarding use of public land LR 25005 for purpose of human settlement
7	Health Services,	Response to statements and site visits
8	Youth, Culture & Social Services	Response to statements and site visits
9	Public Works, Roads and Transport	Response to statements and site visits
10	Trade and Industrialization	Response to statements and site visits
11	Cooperative management, Tourism & Wildlife	Response to statements and site visits Report on the Roret Co-operation Bill,2021
12	Research, Information Technology and E-government	Response to statements and Site visits
13	Justice and Legal Affairs	Response to statements and site visits Petition hearings
14	Finance & Economic Planning	Reports on Finance Bill, Cess Bill and Revenue Allocation Bill 2021

KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

		Report on approval of payments under Emergency fund for the quarter ended December 2020
15	Audit Committee	Oversight committee on the Audit activities
16	Ad hoc Committee	Oversight on County Stalled Projects
17	Select Committees	Investigate on alleged medical negligence at Kapkatet Hospital Investigate on the conduct of the CEC Lands Housing and Physical Planning

House/Select committees

NO	COMMITTEE	MANDATE	HIGHLIGHTS
1	House Business	Approval of House agenda	Approval of House agenda
2	Liason Committee	Nomination members to committees	Re organization of membership of committees
3	Procedure and Rules	Amendment of Standing orders and Speaker's Rules	Amendment of Standing orders
4	Powers and privileges	Establishes powers and privileges that members are entitled to	Hearing on conduct of some members
5	Budget and appropriation	Deliberates on budget policy documents	Deliberated on various estimates, budget papers and appropriation bills
6	Appointment	Vetting of County Executive Committee members	Vetted CEC in charge of ICT Vetted DG
7	Delegated legislation	Deliberates on subsidiary legislations	Report on regulations on car loans for members to include provision on car grants

2.3 Performance of key development projects

Since the beginning of Assembly in April 2013 to date, it has the following development projects;

1. Improvement and furnishing of the County Assembly Chamber
2. Construction of perimeter wall around the County Assembly
3. Refurbishment of the County Assembly building
4. Purchase of Speaker's residence land
5. Lighting on the perimeter wall
6. Installation of the cabros on the County Assembly Car Park
7. Electrification of the County Assembly Perimeter wall
8. Extension of the County Assembly perimeter wall

In this financial year 2021-2022, the following were the major projects that were done;

1. The proposed speaker's residence that is currently under construction
2. The Proposed Security office at the gate A was completed.
3. Refurbishment of the County Assembly buildings.
4. The Proposed ladies Washrooms were completed.
5. Other than the one continuing project that is currently under construction, all other projects in the strategic plan were done and completed.

It has improved the effectiveness and efficiency of the assembly operations.

a) Comment on value-for-money achievements

The County assembly of Kericho has continuously strived to achieve value for money. It was able to live within its budget vote heads without major deviations. There were no pending bills at the close of the financial year 2021/2022. Contractors were paid for their goods and services hence empowering them economically.

2.4 Challenges and Recommended Way Forward

The following key challenges were noted in the financial year and the same affected performance;

- a) Late release of funds from the Exchequer
- b) The continuous update on IFMIS thus training need.

KERICHO COUNTY ASSEMBLY

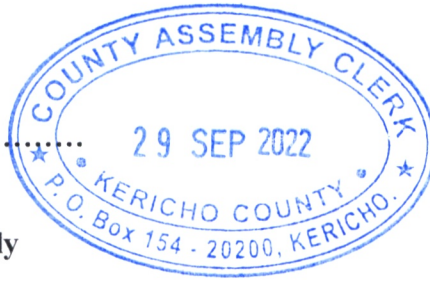
Annual Report and Financial Statements For the year ended 30th June 2022

- c) Lengthy consultations on the budget process that had tight timelines to cater for all sectors and departments
- d) Reallocation of funds that led to 3 supplementary budgets hence no utilisation of votes accurately.
- e) The Budget interference on the budget line of development votes has led to slow construction of speaker's residence.



.....
Name: Martin Epus

Clerk of the County Assembly



3. Statement Of Performance Against County Assembly Predetermined Objectives

Guidance

Introduction

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 entity Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity’s performance against predetermined objectives.

The key mandate of the County Assembly of Kericho is legislation, oversight, and representation. To achieve this, the assembly’s program was document in terms of objective, key performance indicators, and output. Below were the expected outputs of the assembly in FY 2021/2022

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly	In FY 2021/2022 MCA were trained on Compliance to Statutory requirements
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	% Increase in efficient Assembly operation	Kericho County Assembly standing orders were reviewed and resulted to efficient procedures of house.
Infrastructural development	Construction of the speakers residence	Housing provided for the Speaker	Speakers residence completed	The Speakers residence is 70% complete.

4. Corporate Social Responsibility Statement/Sustainability Reporting

County Assembly of Kericho exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on six pillars featuring on the three mandates: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar.

a) Sustainability strategy and profile -

The County Assembly of Kericho adheres to professional standards as set out by the professional boards and also adheres to laws and regulations set out to operationalize a county government.

b) Environmental performance

On this pillar the County Assembly of Kericho approved policies and legislations to support the efforts of the County in environmental management. The policies and legislations include climate change, waste management policy and environmental conservation policies and bills. As an assembly we are working towards reducing use of paper work. Once we fully use technology, we intend to do away with paperwork.

c) Employee welfare

The employment of staff at the County Assembly is one that is competitive giving equal chance to everybody. Advertising is done on vacant position, interviews conducted competitively and staff recruited. This also applies to the promotions. Safety including fire drills and labelling of assembly points in case of any hazard has been done. This is in line with safety and compliance with Occupational Safety and Health Act of 2007, (OSHA).

d) Market place practices-

The organisation should outline its efforts to:

i. Responsible competition practice.

The tendering process of the assembly is one that promotes fair competition among parties involved. In work place setting the staffs employ professionalism to limit political competition and advisory roles including balancing relationships help reduce such unhealthy competition.

KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

- ii. Responsible Supply chain and supplier relations- the assembly as a procuring entity adhere to the provisions of the Public Procurement and Asset Disposal Act and its regulations. Payment of suppliers is also in a balanced manner to the satisfaction of all the stakeholders.
- iii. Responsible marketing and advertisement - the County assembly regulates its activities on the social media platforms and websites by doing accurate facts to guide and inform the public. Any negative publicity is dealt with in a professional manner.
- iv. Product stewardship - Our main consumers are the members of the public and key stakeholders. We give our products based on our mandate and governed by assembly procedures, rules and practices so as to safeguard our products.

e) Community Engagements-

The County Assembly of Kericho donated computers to the prisons department in Kericho. The assembly also donated desk and chairs to the national police service Kericho.

f)Others

The County Assembly of Kericho has participated in purchasing both food items and non- food items to support special schools in across the six sub counties in each financial year.

5.Statement Of Management Responsibilities

Sections 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer of a County Government Entity to prepare financial statements in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended June 30, 2022. 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 County Assembly; (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 County Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2022, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the

KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 29/9 2022.

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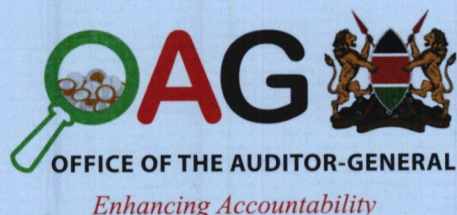
Name:

Clerk of the County Assembly



REPUBLIC OF KENYA

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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 COUNTY ASSEMBLY OF KERICHO FOR THE YEAR ENDED 30 JUNE, 2022

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 Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on 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, the risk management environment and the 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 County Assembly of Kericho set out on pages 1 to 38, which comprise of the statement of financial assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of changes

in equity, statement of cash flows and statement of comparison of budget and actual amounts - Recurrent and Development for the year then ended, and a 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 Kericho County Assembly as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of the financial statements presented for audit revealed variances between financial statements amounts and the ledger balances as detailed below:

No.	Particulars	Amount as Per the Financial Statements Kshs	Amount as Per the Ledger - Kshs	Differences Kshs
1.	Foreign Travel and Subsistence Allowance	52,365,763	45,436,088	6,929,675
2.	Printing Advertising and Information Supplies Services	4,274,175	2,169,941	2,104,234
3.	Rentals of Produced Assets	8,549,863	7,754,368	795,495
4.	Training Expenses	14,166,770	12,071,840	2,094,930
5.	Hospitality Supplies and Services	35,747,980	28,431,773	7,316,207
6.	Insurance Costs - Medical	27,262,086	22,476,511	4,785,575
7.	Specialized Materials and Services	3,395,376	2,722,576	672,800
8.	Office and General Supplies and Services	7,543,688	5,984,754	1,558,934
9.	Fuel, Oil and Lubricants	11,200,000	9,491,709	1,708,291
10.	Other Operating Expenses	21,868,863	20,398,888	1,469,975
11.	Routine Maintenance - Vehicles and Other Transport Equipment	7,300,000	6,052,562	1,247,438
12.	Routine Maintenance - Other Assets	4,616,805	2,595,311	1,021,494
13.	Insurance Costs - Building and Motor Vehicles	1,225,403	2,025,403	(800,000)
14.	Refurbishment of Buildings	2,499,551	2,643,114	(143,563)
15.	Purchase of Office Furniture and General Equipment	7,206,298	5,109,460	2,096,838
16.	Utilities, Supplies and Services	1,600,000	283,454	1,316,546

Management has not provided a reconciliation or explanation for the differences.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Expenditure on Hospitality

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects an amount of Kshs.338,772,090 in respect of use of goods and services. The amount includes Kshs.35,747,980 incurred on hospitality supplies and service, out of which an expenditure totalling Kshs.651,000 was paid to two hotels. Review of the expenditure records revealed the following anomalies;

- i. The Assembly issued a local service order of Kshs,366,000 for a two-day conference for sixty-one (61) members of the County Assembly. Further, the hotel invoiced and Management paid an amount of Kshs.276,000 being charges for sixty-one (61) members for the first day of the conference on 23 April, 2022 and thirty-one (31) members for the second day on 24 April, 2022 at the rate of Kshs.3000 per member per day. However, the attendance register of the members present revealed that only thirty-eight (38) and seventeen (17) members were in attendance on the first day and second day respectively. This resulted in a wasteful expenditure of Kshs.111,000.
- ii. In addition, Management issued a local service order and paid Kshs.375,000 for a three-day conference held on 16, 17 and 18 March, 2022, for fifty (50) members of Kericho County Assembly. However, Review of the attendance register revealed that forty-six (46), forty (40) and thirty-eight (38) members were in attendance on day one, two and three of the conference respectively. No explanation for the variances was provided

In the circumstances, the accuracy and completeness and validity of the expenditure amounting to Kshs.651,000 could not be confirmed.

3. Outstanding Imprests and Advances

The statement of financial assets reflects nil outstanding imprests and advances balance and as disclosed in Note 13 to the financial statements. However, review of the salary advances register maintained by the Assembly revealed that an amount of Kshs.5,252,040 was issued to the staff as salary advance during the year and had not been fully recovered as at 30 June, 2022 and the balance was not disclosed in these financial statements.

In the circumstances, the accuracy of the nil outstanding imprest and advance as at 30 June, 2022 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kericho County Assembly Management in accordance with ISSAI 130 on 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.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. I have determined that there were no key audit matters to report in the year under review.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, 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

1. Delay in Completion of Construction of Speakers Residence

The statement of receipts and payments reflects acquisition of assets expenditure of Kshs.11,314,612 and as disclosed in Note 10 to the financial statements. Included in the amount is Ksh.1,130,631 paid in respect of the construction of the speakers' residence . Review of records revealed that the Assembly Management entered into a contract for the construction of speakers' residence at a contract sum to Kshs.34,595,580 where the contract commencement date was 2 August, 2019 and expected completion date was 28 January, 2020. However, the following anomalies were noted:

- i) The contract completion date was first extended to 11 March, 2021 and further revised to 22 December, 2022 without an application for extension by the contractor and approval by the tender committee. In addition, the initial performance bond from a local bank provided by the contractor expired on 8 September, 2021 and had not been renewed.
- ii) As at 30 June, 2022, Management had paid an amount of Kshs.17,116,291, which is equivalent to 49% of the contract sum. However, no progress review reports were provided for audit.

In the circumstances, the validity and value for money obtained for the expenditure amounting to Kshs.17,116,291 incurred on the Speaker's residence could not be confirmed.

2. Failure to Remit Fringe Benefit Tax to Kenya Revenue Authority

Review of records revealed that Management issued car and mortgage loans to the staff and Members of County Assembly in the year under review. The loans were provided at a lower interest rate than the prevailing market rates, hence attracting fringe benefit tax as outlined under section 12B of Income Tax Act. Further review of Tax Returns filed by the Assembly to Kenya Revenue Authority revealed that Management only remitted fringe benefit tax for two months of April, 2022 and October, 2021 amounting to Kshs.1,535,934 and Kshs.1,774,577.00 respectively.

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

The audit was conducted in accordance with 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 are in compliance, 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 EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, 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 overall governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 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 International Public Sector Accounting Standards Cash Basis and for maintaining effective internal controls 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 controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the County Assembly's ability to continue to sustain 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 Assembly 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 Assembly'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 controls 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 controls would not necessarily disclose all matters in the internal controls 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 controls 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 County Assembly'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 County Assembly to cease to continue 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 Assembly 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 controls 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


20 April, 2023

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

7. Statement of Receipts and Payments for the Year Ended 30th June 2022

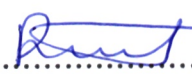
		2021-2022	2020-2021
	Note	KShs	KShs
Receipts			
Exchequer releases	1	730,443,231	689,331,476
Proceeds from sale of assets	2	-	-
Other receipts	3	-	-
Total receipts		730,443,231	689,331,476
Payments			
Compensation of employees	4	344,119,814	342,586,562
Use of goods and services	5	338,772,090	283,521,746
Subsidies	6	-	-
Transfers to other government entities	7	-	-
Other grants and transfers	8	-	-
Social security benefits	9	36,174,428	36,239,155
Acquisition of assets	10	11,314,612	26,676,630
Finance costs	11	-	-
Other payments	12	-	-
Total payments		730,380,944	689,024,093
Surplus/deficit		62,287	307,383

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/9 2022 and signed by:



Name: Martin Epus
 Clerk of the Assembly





Name: Rose Chelangat
 Senior Accountant – County Assembly
 ICPAK Member Number: 21194



KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

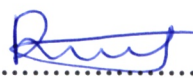
8. Statement of Financial Assets and Liabilities As At 30th June 2022

		2021-2022	2020-2021
Financial assets	Note	Kshs	Kshs
Cash and cash equivalents			
Bank balances	13A	62,287	307,383
Cash balances	13B	-	-
Total cash and cash equivalents		62,287	307,383
Imprests and Advances	14	-	-
Total financial assets		62,287	307,383
Financial liabilities			
Third party deposits and retention	15	-	-
Net financial assets		62,287	307,383
Represented by			
Fund balance b/fwd	16	307,383	431,169
Prior year adjustment	17	(307,383)	(431,169)
Surplus/(deficit) for the year		62,287	307,383
Total Net Financial Assets and Liabilities		62,287	307,383

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/9 2022 and signed by:


.....

Name: Martin Epus
Clerk of the Assembly


.....

Name: Rose Chelangat
Senior Accountant – County Assembly
ICPAK Member Number: 21194



KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

9. Statement of Cash Flows for The Period Ended 30th June 2022

		2021-2022	2020-2021
	Note	KShs	KShs
Cash flows from operating activities			
Receipts from operating income			
Exchequer releases	1	730,443,231	689,331,476
Other receipts	3	-	-
Payments for operating expenses			
Compensation of employees	4	(344,119,814)	(342,586,562)
Use of goods and services	5	(338,772,090)	(283,521,746)
Subsidies	6	-	-
Transfers to other government entities	7	-	-
Other grants and transfers	8	-	-
Social security benefits	9	(36,174,428)	(36,239,155)
Finance costs	11	-	-
Other payments	12	-	-
Adjusted for:			
Prior year adjustment	17		
Decrease/(increase) in accounts receivable:	18	-	-
Increase/(decrease) in accounts payable:	19		
Net cash flows from operating activities		11,376,899	26,984,013
Cashflow from investing activities			
Proceeds from sale of assets	2	-	-
Acquisition of assets	10	(11,314,612)	(26,676,630)-
Net cash flows from investing activities		11,314,612	(26,676,630)
Net increase in cash and cash equivalents		62,287	307,383
Cash & cash equivalent at Start of the year	13	307,383	431,169
Prior Year Adjustment		(307,383)	(431,169)
Cash & cash equivalent at end of the year	13	62,287	307,383

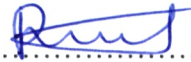
KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/9/2022 and signed by:



.....
Name: Martin Epus
Clerk of the Assembly



.....
Name: Rose Chelangat
Senior Accountant– County Assembly
ICPAK Member Number: 21194



11. Statement of Comparison Of Budget & Actual Amounts: Recurrent

Receipt/expense item	Original Budget A	Adjustments B	Final Budget c=a+b	Actual on Comparable Basis e=d-c	% Utilisation difference
Receipts					
Exchequer releases	719,729,804	9,084,124	728,813,928	728,799,500	100.00
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
Total	719,729,804	9,084,124	728,813,928	728,799,500	100.00
Payments					
Compensation of employees	373,363,814	(29,240,000)	344,123,814	344,119,814	100.00
Use of goods and services	279,786,259	58,987,647	338,773,906	338,772,090	100.00
Subsidies	-	-	-	-	-
Transfers to other government entities	15,000,000	(15,000,000)	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	36,174,428	-	36,174,428	36,174,428	100.00
Acquisition of assets	15,405,303	(5,663,523)	9,741,780	9,705,849	99.63
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
Total	719,729,804	9,084,124	728,813,928	728,772,181	99.99
Surplus/ deficit	-	-	-	27,319	-

The entity financial statements were approved on 29/9/2022 and signed by:

.....
M. Epus

Name: Martin Epus
Clerk of the Assembly



.....
Rose Chelangat

Name: Rose Chelangat
Senior Accountant – County Assembly
ICPAK Member Number: 21194



10. Statement Of Comparison Of Budget & Actual Amounts: Recurrent and Development

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	Kshs	Kshs	c=a+b	e=d-c	Kshs
Receipts					
Exchequer releases	729,711,733	18,084,124	747,795,857	730,443,231	97.68
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
Total	729,711,733	18,084,124	747,795,857	730,443,231	97.68
Payments					
Compensation of employees	373,363,814	(29,240,000)	334,123,814	334,119,814	100.00
Use of goods and services	279,786,259	58,987,647	338,773,906	338,772,090	100.00
Subsidies	-	-	-	-	-
Transfers to other government entities	15,000,000	(15,000,000)	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	36,174,428	-	36,174,428	36,174,428	100.00
Acquisition of assets	25,387,232	3,336,477	28,723,709	11,314,612	39.39
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
Total	729,711,733	18,084,124	747,795,857	730,380,944	97.67
Surplus/ deficit	-	-	-	62,287	-

The entity financial statements were approved on 29/9 2022 and signed by:

Name: Martin Epus

Clerk of the Assembly

Name: Rose Chelangat

Senior Accountant – County Assembly

ICPAK Member Number: 21194



KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

12. Statement Of Comparison of Budget & Actual Amounts: Development

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	Kshs	Kshs	c=a+b	e=d-c	Kshs
Receipts					
Treasury/ exchequer releases	9,981,929	9,000,000	18,981,929	1,643,731	8.66
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
Total	9,981,929	9,000,000	18,981,929	1,643,731	8.66
Payments					
Compensation of employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Subsidies	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	-	-	-	-	-
Acquisition of assets	9,981,929	9,000,000	18,981,929	1,608,763	8.48
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
Total	9,981,929	9,000,000	18,981,929	1,608,763	8.48
Surplus/ deficit	-	-	-	34,968	-

The entity financial statements were approved on 29/9 2022 and signed by:

M. Epus

Name: Martin Epus

Clerk of the Assembly



Rose Chelangat

Name: Rose Chelangat

Senior Accountant– County Assembly

ICPAK Member Number: 21194



13. Budget Execution By Programmes And Sub-Programmes

Programme/Sub-Programme	Final Budget	Indicators	Outcomes	Actual on comparable basis	Budget utilization difference
	Kshs	%/ number	%/ number	Kshs	Kshs
Programme 1	-	-	-	-	-
Speaker's Office	407,091,170	-	-	432,647,536	1,320
Clerk's Office	309,716,706	-	-	287,450,389	17,373,616
County Assembly Service Board	10,322,996	-	-	10,283,019	39,977
Programme 2	-	-	-	-	-
Sub-Programme 1	-	-	-	-	-
Sub-Programme 2	-	-	-	-	-
Sub-Programme 3	-	-	-	-	-
Total	727,130,872	-	-	730,380,944	17,414,913

14. Significant Accounting Policies

The Significant accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The statement of assets and liabilities, although not a requirement of the IPSAS Cash Standard, has been included to disclose information on receivables and payables.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the entity all values are rounded to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

2. Reporting entity

The financial statements are for the xxx County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

The County Assembly recognises all receipts from the various sources when the event occurs, and the related cash has been received by the Assembly.

Significant Accounting Policies (Continued)

i) Transfers from the Exchequer/ County Treasury

Transfer from Exchequer is recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

ii) Other Receipts

Other receipts relate to receipts such as tender fees among others. These are recognised in the financial statements when the associated cash is received.

b) Recognition of payments

The entity recognises all expenses when the event occurs, and the related cash has actually been paid out by the entity.

i) Compensation of employees

Salaries and Wages, Allowances, Statutory Contribution for employees are recognized in the period when the compensation is paid.

ii) Use of goods and services

Goods and services are recognized as payments in the period when the goods/services are consumed and paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

iii) Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment. A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

Significant Accounting Policies (Continued)

4. In-kind contributions

In-kind contributions are donations that are made to the *entity* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *entity* includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

5. Third Party Payments

This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program, a donor may pay directly for construction of a given market etc. Details of payments by third parties on behalf of the county government is detailed in the notes to this financial statement.

6. 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.

7. Restriction on cash

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation.

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2022, this amounted to KShs nil compared to KShs nil in prior period as indicated on note 14. *There were no other restrictions on cash during the year.*

Significant Accounting Policies (Continued)

8. Imprests and Advances

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

9. Third party deposits and retention

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted and prescribed by the Public Sector Accounting Standards Board. Other liabilities including pending bills are disclosed in the financial statements.

10. Non-current assets

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the entity fixed asset register a summary of which is provided as a memorandum to these financial statements.

11. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the *entity* at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

Significant Accounting Policies (Continued)

12. Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:
 - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Annex 6 of this financial statement is a register of the contingent liabilities in the year.

13. Contingent Assets

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

Significant Accounting Policies (Continued)

14. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Assembly of Kericho budget was approved as required by Law. The original budget was approved by the County Assembly on 15th June 2022 for the period 1st July 2021 to 30 June 2022 as required by law. There was two supplementary budgets passed in the year. The supplementary budgets were approved on 16/02/2022 and 07/06/2022. A high-level assessment of the Assembly actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

15. Comparative figures

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

16. Subsequent events

Events after submission of the financial year end financial statements to County Treasury and other stakeholders with a significant impact on the financial statements may be adjusted with the concurrence of the County Treasury.

17. Prior Period Adjustment

During the year, errors that have been corrected are disclosed *under note 26* explaining the nature and amounts.

18. Related Party Transactions

Related party means parties are related if one party has the ability to:

- a) Control the other party or
- b) Exercise significant influence over the other party in making financial and operational decisions, or if the related party entity and another entity are subject to common control.

Related party transaction is a transfer of resources or obligations between related parties regardless of whether a price is charged.

15. Notes to the Financial Statements

1. Exchequer Releases

	2021-2022	2020-2021
	Kshs	Kshs
Transfers from the county treasury for q1	119,999,500	65,899,517
Transfers from the county treasury for q2	188,000,000	237,276,157
Transfers from the county treasury for q3	190,000,000	120,970,319
Transfers from the county treasury for q4	232,443,731	265,185,483
Cumulative amount	730,443,231	689,331,476

2. Proceeds From Sale Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes to the Financial Statements

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Tender Fees Received	-	-
Other Receipts II	-	-
Other Receipts III	-	-
Other Receipts IV	-	-
Total	-	-

4. Compensation Of Employees

	2021- 2022	2020- 2021
	Kshs	Kshs
Basic salaries of permanent employees	178,620,184	175,065,032
Basic wages of temporary employees	41,388,500	41,332,400
Personal allowances paid as part of salary	111,308,572	113,386,572
Personal allowances paid as reimbursements	-	-
Personal allowances provided in kind	-	-
Employer contribution to compulsory national social schemes	12,802,558	12,802,558
Employer contribution to compulsory national health insurance schemes	-	-
Pension and other social security contributions	-	-
Social benefit schemes outside government	-	-
Other personnel payments	-	-
Total	344,119,814	342,586,562

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

5. Use Of Goods And Services

	2021 - 2022	2020 - 2021
	Kshs	Kshs
Utilities, supplies and services	1,600,000	450,000
Communication, supplies and services	628,900	2,187,992
Domestic travel and subsistence	137,026,418	148,878,899
Foreign travel and subsistence	52,365,763	4,395,524
Printing, advertising and information supplies & services	4,274,175	2,026,340
Rentals of produced assets	8,549,863	7,979,863
Training expenses	14,166,770	17,954,933
Hospitality supplies and services	35,747,980	29,755,234
Insurance costs- Medical & Group	27,262,086	25,896,752
Specialized materials and services	3,395,376	3,293,000
Office and general supplies and services	7,543,688	6,605,701
Fuel, oil and lubricants	11,200,000	7,907,428
Other operating expenses	21,868,863	18,281,763
Routine maintenance – vehicles and other transport equipment	7,300,000	5,113,396
Routine maintenance – other assets	4,616,805	2,308,102
Insurance costs- Building & Motor vehicles	1,225,403	486,819
Total	338,772,090	283,521,746

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

6. Subsidies

Description	2021-2022	2020-2021
	Kshs	Kshs
Subsidies To County Corporations		
<i>See List Attached</i>	-	-
(Insert Name)	-	-
Subsidies To Private Enterprises		
<i>See List Attached</i>	-	-
(Insert Name)	-	-
Total	-	-

(Provide explanations as to what subsidies relate to)

7. Transfers To Other Government Entities

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers to national government entities	-	-
Transfers to other county assembly entities		
Car loan scheme fund	-	-
Mortgage	-	-
Others (insert name of budget agency)	-	-
Total	-	-

Notes To The Financial Statements (Continued)

8. Other Grants And Transfers

	2021-2022	2020-2021
	Kshs	Kshs
Scholarships and other educational benefits	-	-
Membership fees and dues and subscriptions to organizations	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	-	-

9. Social Security Benefits

	2021 - 2022	2020-2021
	Kshs	Kshs
Government Pension and Retirement Benefits	36,174,428	36,239,155-
Social Security Benefits	-	-
Employer Social Benefits	-	-
Total	36,174,428	36,239,155

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

10. Acquisition Of Assets

<u>Non- financial assets</u>	2021 - 2022	2020-2021
	Kshs	Kshs
Purchase of buildings	-	-
Construction of buildings	-	-
Refurbishment of buildings	2,499,551	5,500,000
Construction of roads	-	-
Construction and civil works	-	-
Overhaul and refurbishment of construction and civil works	-	-
Purchase of vehicles and other transport equipment	-	-
Overhaul of vehicles and other transport equipment	-	-
Purchase of household furniture and institutional equipment	-	-
Purchase of office furniture and general equipment	7,206,298	9,946,630
Purchase of specialized plant, equipment and machinery	-	-
Rehabilitation and renovation of plant, machinery and equip.	-	-
Purchase of certified seeds, breeding stock and live animals	-	-
Research, studies, project preparation, design & supervision	-	-
Rehabilitation of civil works	-	-
Construction of Speakers residence	1,130,631	9,700,000
Construction of perimeter wall, lighting and cabros installation	-	-
Construction of Security House for County Assembly	478,132	1,530,000
Acquisition of strategic stocks and commodities	-	-
Acquisition of land	-	-
Acquisition of intangible assets	-	-
Total acquisition of non- financial assets	11,314,612	26,676,630
<u>Financial assets</u>		

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022**

Domestic public non-financial enterprises	-	-
Domestic public financial institutions	-	-
Total acquisition of financial assets	-	-
Total acquisition of assets	11,314,612	26,676,630

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

11. Finance Costs

	2021- 2022	2020 - 2021
	Kshs	Kshs
Bank charges	-	-
Interest payments on foreign borrowings	-	-
Interest payments on guaranteed debt taken over by govt	-	-
Interest on domestic borrowings (non-govt)	-	-
Interest on borrowings from other government units	-	-
Total	-	-

Other Payments

	2021 - 2022	2020 - 2021
	Kshs	Kshs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Other Payments	-	-
	-	-

KERICHO COUNTY ASSEMBLYAnnual Report and Financial Statements For the year ended 30th June 2022**Notes To The Financial Statements (Continued)****12. Cash And Bank Balances****13A. Bank Balances**

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	2021 - 2022	2020 - 2021
			Kshs	Kshs
<i>Kericho County Assembly Recurrent Account-CBK - ksh</i>	1000239662	Recurrent	305.50	-
<i>Kericho County Assembly Development Account-CBK -Ksh</i>	1000389761	Development	34,967.95	299,999.95
<i>Kericho County Assembly Imprest Account-KCB Bank- Ksh</i>	1143992032	Recurrent	25,892.00	-
<i>Kericho County Assembly Salary Clearance Account-KCB Bank -Ksh</i>	1173251316	Recurrent	1,121.40	7,383
Total			62,286.85	307,382.95

13B. Cash In Hand

	2021 - 2022	2020 - 2021
	Kshs	Kshs
Cash In Hand – Held In Domestic Currency	-	-
Cash In Hand – Held In Foreign Currency	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

Cash in hand should be analysed as follows:

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Total	-	-

13. Imprests and Advances

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Government Imprests	-	-
Salary Advance	-	-
Clearance accounts	-	-
Total	-	-

Breakdown Of Imprest And Salary Advance Per Department	2021 - 2022	2020 - 2021
Imprests	Kshs	Kshs
Department	-	-
Department	-	-
Department	-	-
Sub-Total	-	-
Salary Advance		
Department	-	-
Department	-	-
Sub-Total	-	-
Grand Total	-	-

Notes To The Financial Statements (Continued)

14. Third Party Deposits and Advances

Description	2021 – 2022	2020 - 2021
	Kshs	Kshs
Deposits	-	-
Retentions	-	-
Total	-	-

15. Fund Balance Brought Forward

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Bank Accounts	-	-
Cash In Hand	-	-
Accounts Receivables	-	-
Accounts Payables	-	-
Total	-	-

16. Prior Year Adjustments

	Balance b/f FY 2021-2022 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f FY 2020-2021
Description Of The Error	Kshs	Kshs	Kshs
Bank Account Balances	307,383	-	431,169
Cash In Hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>Specify</i>)	-	-	-
	307,383	-	431,169

Note: The Bank account balance of Ksh.307,383 was the unspent balance returned to CRF account at the close of financial year 2020/21.

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022****17. Changes In Imprests and Advances**

Description	2021-2022	2020-2021
	Kshs	Kshs
Opening Account Receivables As At 1 st July 2021	-	-
Closing Account Receivables As At 30 th June 2022	-	-
Change In Account Receivables	-	-

18. Changes In Third Party Deposits and Retention

Description	2021-2022	2020-2021
	Kshs	Kshs
Opening Accounts Payables As At 1 st July 2021	-	-
Closing Accounts Payables As At 30 th June 2022	-	-
Change In Accounts Payables	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

Other Disclosures

1. Pending Accounts Payable (See Annex 1)

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Construction Of Buildings	-	-	-	-
Construction Of Civil Works	-	-	-	-
Supply Of Goods	-	-	-	-
Supply Of Services	-	-	-	-
Total	-	-	-	-

2. Pending Staff Payables (See Annex 2)

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Senior Management	-	-	-	-
Middle Management	-	-	-	-
Unionisable Employees	-	-	-	-
Others	-	-	-	-
Total	-	-	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

3. Other Pending Payables (See Annex 3)

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-
Amounts due to third parties	-	-	-	-
Total	-	-	-	-

4. External Assistance

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
External assistance received in cash	-	-
External assistance received as loans and grants	-	-
External assistance received in kind- as payment by third parties	-	-
Total	-	-

a) External assistance relating loans and grants

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022****Notes To The Financial Statements (Continued)***b) Undrawn external assistance*

	Purpose for which the undrawn external assistance may be used	FY 2021-2022	FY 2020-2021
Description		Kshs	Kshs
Undrawn External Assistance - Loans		-	-
Undrawn External Assistance - Grants		-	-
Total		-	-

c) Classes of providers of external assistance

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
Multilateral Donors	-	-
Bilateral Donors	-	-
International Assistance Organization	-	-
Ngos	-	-
National Assistance Organization	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

d. Non-Monetary External Assistance

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
Goods	-	-
Services	-	-
Total	-	-

e. Purpose and use of external assistance.

Payments Made By Third Parties	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
Compensation Of Employees	-	-
Use Of Goods And Services	-	-
Subsidies	-	-
Transfers To Other Government Units	-	-
Other Grants And Transfers	-	-
Social Security Benefits	-	-
Acquisition Of Assets	-	-
Finance Costs, Including Loan Interest	-	-
Repayment Of Principal On Domestic & Foreign Borrowing	-	-
Other Payments	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Notes To The Financial Statements (Continued)

f. External Assistance paid by Third Parties on behalf of the Entity by Source

This relates to external assistance paid directly by third parties to settle obligations on behalf of the entity

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
National Government	-	-
Multilateral Donors	-	-
Bilateral Donors	-	-
International Assistance Organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

5. PAYMENTS BY THIRD PARTY ON BEHALF OF THE COUNTY ASSEMBLY

This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program, a donor may pay directly for construction of a given market etc.

Classification by Source

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Classification of payments made by Third Parties by Nature of expenses

Payments made by third parties	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
Compensation of employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to other government units	-	-
Other grants and transfers	-	-
Social security benefits	-	-
Acquisition of assets	-	-
Finance costs, including loan interest	-	-
Other payments	-	-
Total	-	-

6. Related Party Disclosures

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS.

The following comprise of related parties to the County Assembly:

- i) Members of County Assembly.
- ii) Key management personnel that include the Clerk of the Assembly and heads of departments.
- iii) The County Executive.
- iv) County Ministries and Departments.
- v) Other County Government entities including corporations, funds and boards.
- vi) The National Government.
- vii) Other County Governments; and
- viii) State Corporations and Semi-Autonomous Government Agencies.

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022****Related party transactions:**

	FY 2021-2022	FY 2020-2021
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	196,983,252	195,795,276
Key Management Compensation (Clerk and Heads of departments)	33,033,660	29,542,320
Total Compensation to Key Management	230,016,912	225,337,596
<u>Transfers to related parties</u>		
Transfers to other County Government Entities such as car and mortgage schemes	-	-
Transfers to County Corporations	-	-
Transfers to non-reporting entities e.g ECD centres, welfare centres etc	-	-
Total Transfers to related parties	-	-
<u>Transfers from related parties</u>		
Transfers from the County Executive- Exchequer	-	-
Payments made on behalf of the County Assembly by other Government Agencies	-	-
(Insert any other transfers received)	-	-
Total Transfers from related parties	-	-

7. Contingent Liabilities

Contingent liabilities	2021-2022	2020-2021
	Kshs	Kshs
Court case xxx against the entity	-	-
Bank guarantees in favour of subsidiary	-	-
contingent liabilities arising from PPPs	-	-
Total	-	-

KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

16. Progress On Follow On Prior Year Auditor’s Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated 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)

Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.

[Handwritten Signature]

.....
Clerk of the County Assembly

Date 29/9/2022



17. Annexes

Annex 1 – Analysis Of Pending Accounts Payable

Supplier of Goods or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
			a	b	c	d=a+b-c	
Construction Of Buildings							
1.							
Sub-Total							
Construction Of Civil Works							
2.							
Sub-Total							
Supply Of Goods							
3.							
Sub-Total							
Supply Of Services							
4.							
Sub-Total							
Grand Total							

Note: Pending bills comprise goods and services rendered and invoiced but not yet settled and does not include commitments

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Annex 2 – Analysis Of Pending Staff Payables

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2021-2022	Outstanding Balance 2020-2021	Comments
			a	b	c=a-b		
Senior Management							
1.							
Sub-Total							
Middle Management							
2.							
Sub-Total							
Unionisable Employees							
3.							
Sub-Total							
Others (<i>specify</i>)							
4.							
Sub-Total							
Grand Total							

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Annex 3 – Analysis Of Other Pending Payables

Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2021-2022	Outstanding Balance 2020-2021	Comments
			a	b	c=a-b		
Amounts Due To National Govt Entities							
1.							
Sub-Total							
Amounts Due To County Govt Entities							
2.							
Sub-Total							
Amounts Due To Third Parties							
3.							
Sub-Total							
Others (Specify)							
4.							
5.							
6.							
Sub-Total							
Grand Total							

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022****Annex 4 – Summary Of Non-Current Asset Register**

Asset class	Historical Cost b/f (KShs) 2020-2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out)	Historical Cost c/f (KShs) 2021-2022
Land	59,860,000	-	-	-	59,860,000
Buildings and structures	55,401,912	4,108,314	-	-	59,510,226
Transport equipment	54,023,310	-	-	-	54,023,310
Office equipment, furniture and fittings	21,568,047	7,206,298	-	-	28,774,345
Ict equipment	17,494,700	-	-	-	17,494,700
Machinery and equipment	-	-	-	-	-
Biological assets	-	-	-	-	-
Infrastructure assets	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Work in progress	-	-	-	-	-
Total	208,347,969	11,314,612	-	-	219,662,581

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Annex 5 – Analysis Of Accounts Receivables
(a) Government Imprest

Name Of Officer Or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		KShs	KShs	KShs
Name Of Officer Or Institution		-	-	-
Name Of Officer Or Institution		-	-	-
Name Of Officer Or Institution		-	-	-
Name Of Officer Or Institution		-	-	-
Total				-

KERICHO COUNTY ASSEMBLY**Annual Report and Financial Statements For the year ended 30th June 2022****(b) Salary Advance**

<i>Name of Officer</i>	<i>Date Advanced</i>	<i>Amount Advanced</i>	<i>Amount Recovered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name Of Officer</i>		-	-	-
<i>Name Of Officer</i>		-	-	-
<i>Name Of Officer</i>		-	-	-
<i>Name Of Officer</i>		-	-	-
Total		-	-	-

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Annex: 6 Reporting of Climate Relevant Expenditures

Name of the Organization
 Telephone Number
 Email Address
 Name of CEO/MD/Head

Name and contact details of contact person (in case of any clarifications)

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		

KERICHO COUNTY ASSEMBLY
Annual Report and Financial Statements For the year ended 30th June 2022

Annex 7 Disaster Expenditure Reporting Template

Date:						
Entity						
Period to which this report refers (FY)	Year			Quarter		
Name of Reporting Officer						
Contact details of the reporting officer:	Email			Telephone		
Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

KERICHO COUNTY ASSEMBLY

Annual Report and Financial Statements For the year ended 30th June 2022

Annex 8: Contingent Liabilities Register

	Nature of contingent liability	Payable to	Currency	Estimated Amount Kshs	Expected date of payment	Remarks
1.						
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						
11.						
12.						

Annex 9 – Bank Reconciliation/FO 30 Report

(Attach FO 30 Reports from IFMIS)