

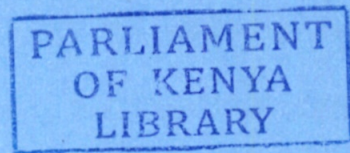
REPUBLIC OF KENYA



*Enhancing Accountability*

PAPERS LAID	
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TABLED BY	MAJORITY LEADER
COMMITTEE	FINANCE & BUDGET
CLERK AT THE TABLE	C. CHEROP

## REPORT



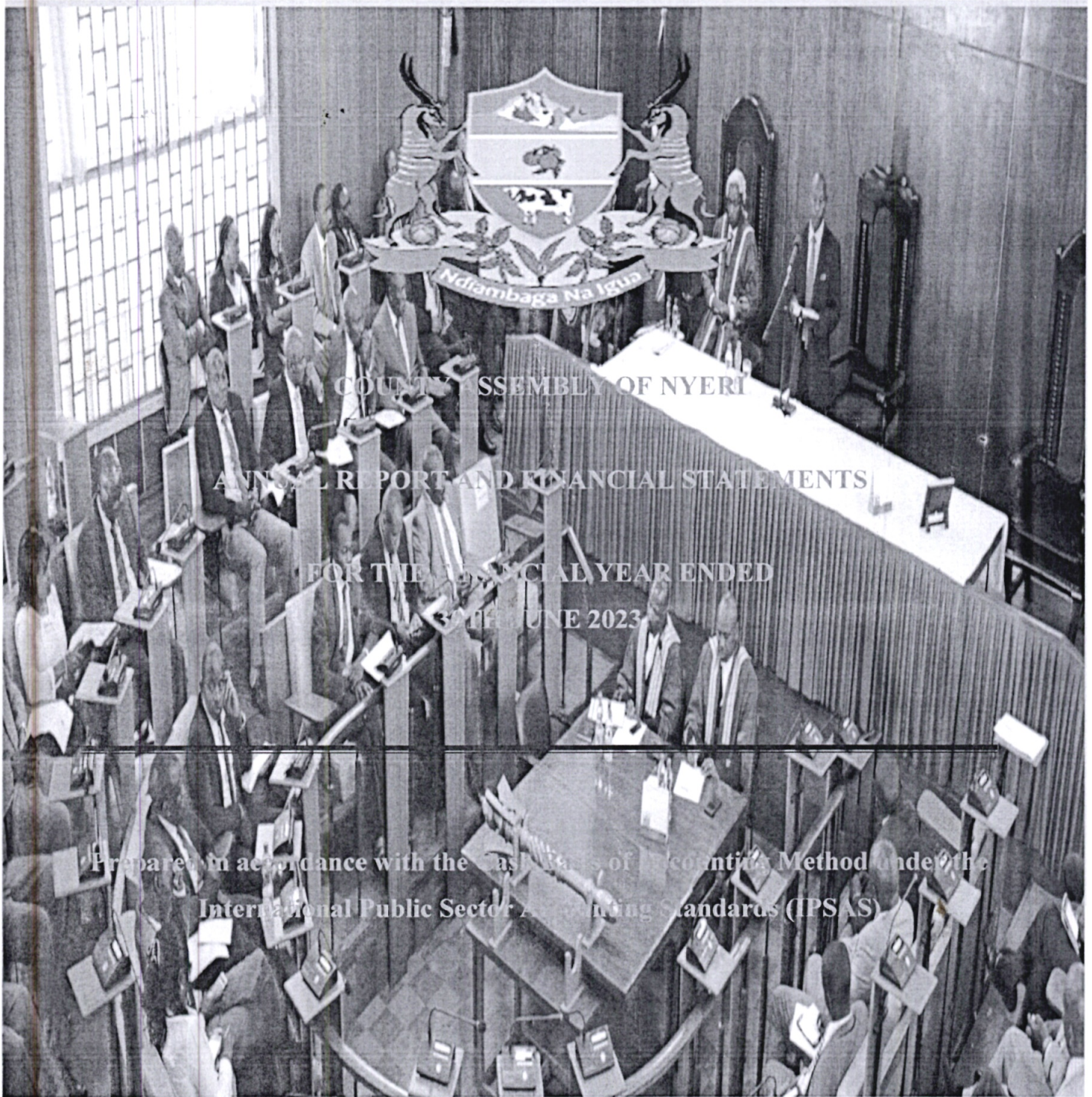
OF

**THE AUDITOR-GENERAL**

ON

**COUNTY ASSEMBLY OF NYERI**

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



OFFICE OF THE AUDITOR GENERAL  
CENTRAL REGIONAL OFFICE  
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**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

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**1. Key Entity Information and Management**

**(a) Background information**

The County is constituted as per the constitution of Kenya and is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes -30 Members of County Assembly (MCAs) elected to represent members of the public from their respective wards and 12 nominated to represent special groups and special interest. The MCAs are responsible for making of laws for effective performance of the County Government, approving plans, policies and playing the oversight role over the County Executive.




**(a) Key Management:**

<p><b>Speaker of The County Assembly</b> <b>Hon James Gichuki</b></p> 	<p><b>Clerk of The County Assembly</b> <b>Jenard N. Mwiggeh</b></p> 
<p>Head of Finance</p>	<p><b>Joseph Kimiti</b></p>
<p>Human Resources</p>	<p><b>Josiah Mathenge</b></p>
<p>Legal Services</p>	<p><b>Scolastica Wambui</b></p>
<p>Committee Services</p>	<p><b>Francis Kariuki</b></p>
<p>Information Services</p>	<p><b>Lucy Bitutu</b></p>

**(b) Fiduciary Management**

**County Assembly of Nyeri  
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(c) The key management personnel who held office during the year ended June 2021 and who had direct fiduciary responsibility were:

NO.	DESIGNATION	NAME
1.	<b>Accounting Officer- Clerk</b> 	<b>Jenard N. Mwiggeh</b>
2.	<b>Director Finance</b> 	<b>CPA Joseph Kimiti</b>
3.	<b>Assistant Director Finance and Accounting Services</b> 	<b>CPA. Eustace M Kingori</b>

**County Assembly of Nyeri  
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**Mission, Vision & Core Values**

**Vision**

To be an effective, efficient & transformative Assembly

**Mission**

To provide efficient and effective oversight, representation, and law making functions for the welfare of the people of Nyeri County.

**Values of Nyeri County Assembly**

**Integrity**-Honesty, truthfulness and sincerity are an integral part of our operations. We are devoted to uphold the values of honesty, truthfulness and sincerity in all our undertakings.

**Accountability**– We undertake to involve the public in all decisions and plans affecting them and the County at large. We shall uphold this through being transparent and answerable at all times.

**Commitment to Service**-We are committed to our core functions of legislation, oversight and representation and shall be guided by hardworking ethics in all our undertakings so as to achieve our main aim of the betterment of the welfare of the people of Nyeri.

**Equity, Equality and Inclusiveness**- In all our undertakings, we strive to serve all residents of the county of Nyeri; men, women, children and people living with disabilities; equally and without exception, favoritism or discrimination.

**County Assembly of Nyeri  
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**Key County Assembly of Nyeri Information and Management (Continued)**

**(d) Fiduciary Oversight Arrangements**

Fiduciary Oversight Arrangements

Audit committee activities

The Assembly has in place an Internal Audit Department

The Assembly has in place an Audit Committee

Ensure Assembly mandates are implemented according to laid down laws i.e Human Resource Manuals.

(e).County Assembly Headquarters

P.O. Box 162

Off Nyeri-Karatina –Nairobi Highway

Ruringu

County Assembly Contacts

E-mail:nyeriassembly@gmail.com & info@nyeriassmbly.go.ke

Website: www.nyeriassembly.go.ke

(f).County Assembly Bankers

Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

Nairobi, Kenya

**(e) Independent Auditor**

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

**NAIROBI, KENYA**

**(f) Principal Legal Adviser**

Director Legal Services

County Assembly Headquarters

Off Nyeri-Karatina –Nairobi Highway

Ruringu

P.O. Box 162

Nyeri

**County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**2. Foreword by the Clerk of the Assembly**



This financial statement is prepared in accordance with Section 163, 164, and 165 of the Public Finance Management Act, 2012. The sections of the PFM listed above require all County Governments through their respective county treasuries to prepare financial statements at the end of every quarter and end of each financial year.

Preparation of these statements must be in accordance with the guidelines, standard, and format prescribed by the Public Sector Accounting Standard Board. The financial statements provide a true and fair view of the financial position of the county as at 30<sup>th</sup> June, 2023.

This is the seventh time the County Assembly is preparing its full year financial statements. The preparation of the Financial Statements is as per the statutory requirements. In regards to budget performance against the actual, the Assembly performed its core mandates to satisfactory level, with an absorption level of 98 % and 26 % for recurrent and development expenditure respectively.

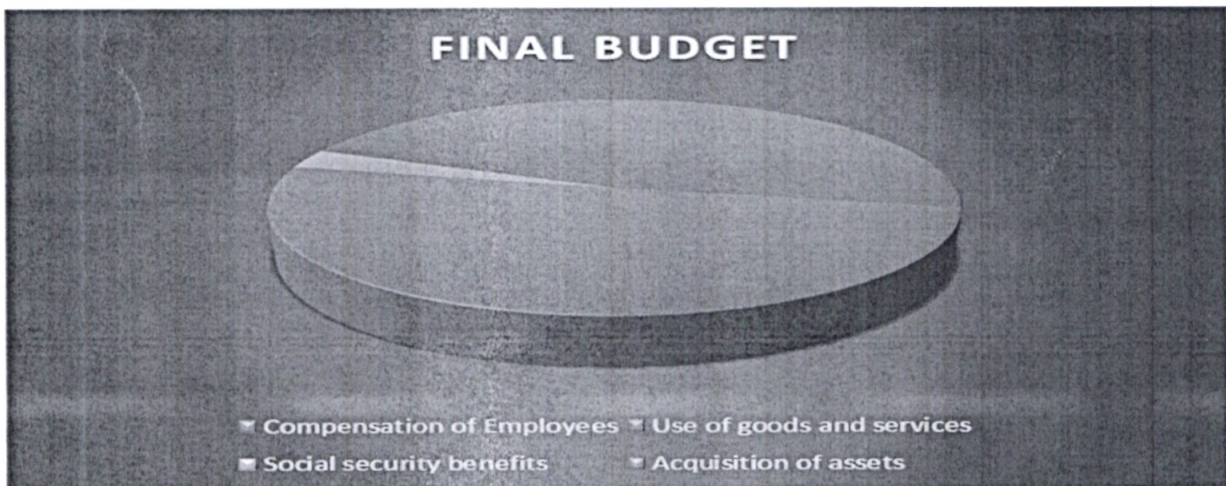
**Budget performance**

The County Assembly of Nyeri had a total budget of Ksh. 812,713,387 where the recurrent budget amounted to Ksh.762,713,387 and development was Ksh. 50,000,000. Overall budget performance was 90% where recurrent was absorbed at 98% and the development was at 2%,

**Recurrent and Development budget performance**

	<b>ORIGINAL BUDGET</b>	<b>FINAL BUDGET</b>	<b>ACTUALS</b>	<b>%</b>
Compensation of Employees	251,709,611	227,529,025	216,859,659	95%
Use of goods and services	359,384,245	410,897,036	392,862,237	96%
Social security benefits	28,099,905	22,200,700	21,638,907	97%
Acquisition of assets	173,500,000	152,067,000	102,760,324	68%
<b>Grand Total</b>	<b>812,693,761</b>	<b>812,693,761</b>	<b>734,121,128</b>	<b>90%</b>

**Pictorial Representation Recurrent and Development**

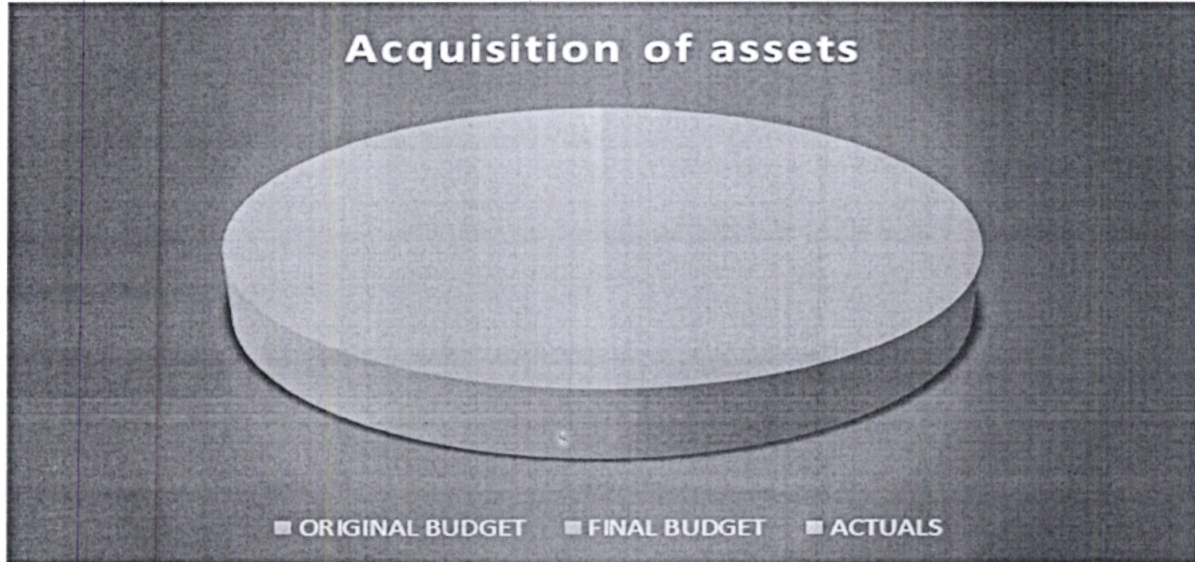


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**Development budget performance**

	<b>ORIGINAL BUDGET</b>	<b>FINAL BUDGET</b>	<b>ACTUALS</b>	<b>%</b>
Acquisition of assets	50,000,000	50,000,000	995,384	2%

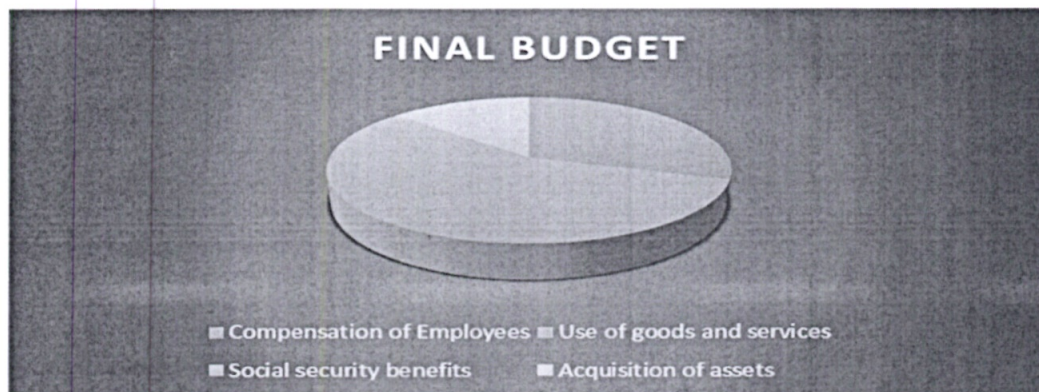
**Pictorial representation development**



**Recurrent budget performance**

	<b>ORIGINAL BUDGET</b>	<b>FINAL BUDGET</b>	<b>ACTUALS</b>	<b>%</b>
Compensation of Employees	251,709,611	227,529,025	216,859,659	95%
Use of goods and services	359,384,245	410,897,036	392,862,237.50	96%
Social security benefits	28,099,905	22,200,700	21,638,907	97%
Acquisition of assets	123,500,000	102,067,000	101,764,940	100%
<b>Grand Total</b>	<b>762,693,761</b>	<b>762,693,761</b>	<b>733,125,743.00</b>	<b>96%</b>

**Pictorial representation Recurrent**



# County Assembly of Nyeri

## Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

### 2.1 Operational Performance

Laws and policies were passed

#### **BILLS PASSED 2022/2023 FY**

1. The Nyeri County Persons with disabilities Act, 2022
2. The Nyeri County Supplementary Appropriations Act, 2022
3. The Nyeri County Finance Act, 2022
4. The Nyeri County Supplementary Appropriations Act, 2023
5. The Nyeri County Appropriations Act, 2023

Being first the year after the elections, the county assembly used most of time in inducting the new members on the operations of the assembly

The laws are expected to improve efficiency of operations of the County Government as well as to benefit the population of the County as follows;

- Timely approval of budget laws will ensure that timely services are given to the population and departments implement projects within the financial year and that pending bills at the close of the financial year are minimal;
- Provide for the rights and privileges of persons with disabilities;
- To reduce environmental pollution and reduce the negative climate change effects;
- To improve efficiency at the Vocational Training Centres through development of a framework for running of the centres, to provide for the establishment, governance and development of Vocational Training Centres; to provide for their development and organisation;
- The Nyeri Animal Control and Abattoirs Management Bill seeks to make provision for a regulatory and enforcement framework; and take other necessary measures from the viewpoint of public health in order to ensure the proper management of abattoirs, slaughter and dressing of livestock for human consumption, and to make provision for veterinary and hygiene controls in such abattoirs;
- The Nyeri County Coffee Bill, 2022 seeks to make provision for the development, regulation and promotion of the coffee industry in Nyeri County
- The Nyeri County Fire and Rescue Services Bill, 2021 makes provision for a legal and legislative framework for a fire disaster management system, makes provision for fire and rescue services, establishes a fire brigade and its functions, makes provision for the supply of water

**The County budget and all supplementary budgets were passed as indicated**

#### **Assembly committees**

Select Committees

There are eleven (11) select Committees which have distinct mandates as enumerated below;

##### **1. Assembly Business Committee**

The County Assembly Business Committee shall—

## **County Assembly of Nyeri**

### **Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

- (a) Prepare and, if necessary, from time to time adjust the Assembly Calendar with the approval of the Assembly;
- (b) Monitor and oversee the implementation of the Assembly Business and programmes.
- (c) Implement the Standing Orders respecting the scheduling or programming of the business of the Assembly and the functioning of the Committees of the Assembly;
- (d) Determine the order in which the reports of Committees shall be debated in the Assembly;
- (e) May take decisions and issue directives and guidelines to prioritize or postpone any business of the Assembly acting with the concurrence of the Leader of the Majority Party or the Leader of the Minority Party, as the case may be.
- (f) Consider such matters as may from time to time arise in connection with the business of the Assembly and shall have and perform such powers and functions as are conferred on and ascribed to it by these Standing Orders or from time to time by the Assembly.

d) Oversight role of the County Assembly

#### **2. Budget and Appropriations Committee**

- a) Investigate, inquire into and report on all matters related to coordination, control and monitoring of the of the county budget,
- b) Examine the County Integrated Development Plan and the Annual Development Plan;
- c) Discuss and review the estimates and make recommendations to the Assembly;
- d) Examine the County Fiscal Strategy Paper presented to the Assembly;
- e) Consider the County Appropriation Bills; and
- f) Evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlays.

#### **3. County Public Accounts Committee**

a. The Public Accounts Committee is responsible for the examination of the accounts of the County Government.

#### **4. County Public Investments Committee**

a. The Public Investments Committee shall be responsible for the examination of the annual reports of the Auditor General on the accounts of County Government Nyeri, including county corporations; the examination of any recommendation from the Auditor General relating to withholding of funds to a County Government of Nyeri entity or a county corporation; and the examination of proposals from the county executive to declare a county corporation to be a County Government Nyeri entity.

b. The Committee may in respect of a County Government of Nyeri, inquire into the commercial affairs of the County Assembly with a view to examining the prudence and commercial effectiveness of the continued investment of the County Government of Nyeri .

c. The Committee may examine the commercial effectiveness of the County Government's investment in a County Government of Nyeri entity or a county corporation, including proposals for divestiture.

#### **5. Procedure and Rules Committee**

a. The Procedure and Rules Committee shall consider and report on all matters relating to the Standing Orders.

## **County Assembly of Nyeri**

### **Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

b. The Procedure and Rules Committee may propose amendments to the Standing Orders and any such amendments shall upon approval by the Assembly, take effect at the time appointed by the Assembly.

c. The Assembly Procedure and Rules Committee may propose rules for the orderly and effective conduct of committee business and any such rules, shall upon approval by the Assembly, continue in force until amended or repealed by the Assembly.

#### **6. County Delegated Legislation Committee**

The Committee considers statutory instruments

#### **7. Powers and Privileges Committee**

The Committee considers either of its own motion or as a result of a complaint made by any person the conduct of a Member whose conduct is alleged to constitute a breach of privilege within fourteen days of receipt of a complaint

#### **8. Committee on Appointments**

The Committee on Appointments considers for approval by the Assembly appointments under Articles 179(2) (Members of County Executive Committees).

#### **9. Committee on Implementation**

The Committee scrutinizes the resolutions of the Assembly (including adopted committee reports), petitions and the undertakings given by the County Executive Committee.

#### **10. Liaison Committee**

The Liaison Committee shall—

- (a) Guide and co-ordinate the operations, policies and mandates of all Committees;
- (b) Deliberate on and apportion the annual operating budget among the Committees;
- (c) Consider the programmes of all Committees, including their need to travel and sit away from the precincts of Assembly;
- (d) Ensure that Committees submit reports as required by these Standing Orders;
- (f) Determine, whenever necessary, the committee or committees to deliberate on any matter; and
- (g) Give such advice relating to the work and mandate of select committees as it may consider necessary;
- (h) The Liaison Committee shall consider reports of Committee that have not been deliberated by the Assembly and shall report to the Assembly on the consideration of such reports.

#### **11. County Ward Development Oversight Committee**

The functions of the Committee shall be to monitor the implementation of the ward Development projects that cut across all the 30 Wards and ensuring that there is equity in the implementation of the said projects and compliance with the plans, policy framework and legislation;

#### **Sectoral Committees**

1. Youth and Sports Committee
2. Water & Sanitation Services Committee
3. Gender, Social Services and Special Programmes Committee
4. Agriculture, Livestock and Fisheries

## **County Assembly of Nyeri**

### **Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

5. Transport, Public Works and Infrastructure Committee
6. Health Services Committee
7. Environment & Natural Resources Committee
8. Trade, Tourism and Cooperatives Development Committee
9. Physical Planning, Housing & Urbanization Committee
10. Finance and Economic Planning
11. Education, Science and Technology Committee
12. Legal Affairs, County Public Service and Administration Committee

#### **Mandate of Sectoral Committees**

The mandate of Sectoral Committees is in respect of the subject matter assigned under the first Schedule of the Standing Orders

#### **FIRST SCHEDULE**

##### **2.2 Performance of key development projects**

The Assembly came into existence after the promulgation of constitution 2010, which brought devolution as per Chapter 11(Eleven) of the constitution. The main development projects undertaken have been

- a) Perimeter fence –This was to enhance security
- b) Renovation of Block A and block B including Chambers – This was to improve on working conditions
- c) Hotel Perimeter fence- This was to separate the Hotel from the Assembly and control movement in and out of the Hotel
- d) Renovation of car parking.

The projects conclude by 30<sup>th</sup> June, 2023 and the contactors paid the full contract amount were in line with the County Assembly Strategic Plan and the procurement process was followed during the awarding of all tenders

##### **2.3 Comment on value-for-money achievements**

The resources were used efficiently with proper follow up of all regulations on procurement where the binder with least prices was give the work ,this played a key role in ensuring that reasonable prices were used in buying of goods and services . We have always honoured paying suppliers in time and ensuring that a competitive and transparent process is involved while sourcing for the same. This is done through adherence to Public Procurement and Asset Disposal Act 2015.

##### **2.4 Challenges and Recommended Way Forward**

###### **Challenges**

1. Inadequate funds
2. Delays in exchequer releases

###### **Recommended Way Forward**

1. Review of expenditure ceilings issued upward to cater for objectives outlined.


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2 Inadequate funds. Due the Assembly budget being restricted to the ceilings issued by the CRA, some activities could not be implemented i.e Speakers House Construction, Procurement of items i.e ICT related like CCTV installation, laptops.

3 The National Treasury should ensure that funds are released to the counties on time to avoid delays in implementation of projects and payment to suppliers.

Strategic Focus Areas	Strategic Objectives
Legislative and Committee Services	To strengthen the capacity of the Members of the County Assembly
Staff management and development	To develop staff capacity to support Assembly in its role
Physical Infrastructure development	To improve physical infrastructure to provide a conducive work environment
Research and ICT in service delivery	To strengthen research and information services for the Assembly
Financial resources management	To enhance and sustain financial resources mobilization and management.
Public education and outreach activities	To develop consultative public education and outreach activities
Good governance and accountability by the Assembly leadership	To develop of an ethical working environment that enhances good governance

As outlined in the strategic plan summarized above, the Assembly focus areas and the expected objectives, indicates that the Assembly outlook will be an enterprising one.



Name: **Jerald N. MmEgeh**

Clerk of the County Assembly

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**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 Nyeri is legislation, oversight, and representation. To achieve this, the assembly’s program in terms of objective, key performance indicators, and output. Below were the expected outputs of the assembly in FY 2022/2023

Program 1	Objective	Outcome	Indicator	Performance
Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in making legislation.	No of bills and/or legislative business passed in the County Assembly	In FY 22/23 fifteen (5) Bills were passed by the Assembly namely: BILLS PASSED 2022/2023 FY 1. The Nyeri County Persons with disabilities Act, 2022 2. The Nyeri County Supplementary Appropriations Act, 2022 3. The Nyeri County Finance Act, 2022 4. The Nyeri County Supplementary Appropriations Act, 2023 5. The Nyeri County Appropriations Act, 2023
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	% Increase efficient in Assembly operations	

## County Assembly of Nyeri Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

### 4. Corporate Social Responsibility Statement/Sustainability Reporting

Nyeri County Assembly 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 Nyeri County Assembly pillars: 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 Nyeri has established a research section mandated in identification and determination of distinct aspects concerning economic, ecological and social dimensions of sustainability, on the other hand the County Assembly has embraced scientific efforts regarding the establishment of specific sustainability strategies. These are strategies that focus on internal /external orientation of sustainability commitments.

The County Assembly of Nyeri has a profile that clearly outlines its strategic plan that has set priorities, focus energy and resources that are set to strengthen operations and give a way forward on the direction the institution wants to take. The plan will run from 2018-2022.

#### b) Environmental performance

The organization does not have an environmental policy to guide the organization. This is informed by the mandate of the organization which is to provide efficient and effective legislative, oversight and representative services for the welfare of the people of Nyeri County. However, The County Assembly of Nyeri is guided by the Kenya National Environment Policy 2013; the policy provides a framework for an integrated approach to sustainable environment management and natural resources.

The Assembly has outsourced the function of cleaning and managing the Assembly grounds to a registered Company with clear instructions on the waste management which is also significantly very little going by the nature and mandate of the Assembly.

Further, to ensure there is organized waste management approach, the Assembly has placed waste containers in all strategic places in the Assembly and they are promptly emptied for safe disposal.

#### c) Employee welfare

The County Assembly of Nyeri is guided by the constitution of Kenya chapter 226 in matters concerning employment. There is a clear training program that identifies the needs of training on members and staff to improve on skills. We have established a clear policy that guides on managing careers, appraisal and reward systems.

In accordance with the occupational safety and health act 2007, it is responsibility of an employer to provide institution with training and supervision as is necessary to ensure healthy and safety at work and of workers, The County Assembly of Nyeri has conducted trainings on safety and first aid to all employees and has a budgetary allocation on insurance of WIBA and a medical cover to members and all staffs.

#### d) Market place practices-

a) Generally, the Assembly operates in a highly political environment on a day-to-day basis. However, despite the influence this can have in operations, the institution sees to it that procedures are followed and

## **County Assembly of Nyeri**

### **Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

this ensures that there are no issues with bodies like the EACC. The Assembly competes fairly on all aspects as situations may demand. Responsible competition practice.

b) The County Assembly of Nyeri maintains an updated list of pre-qualified Suppliers. The list is developed competitively by placing an advert in the dailies and having all interested bidders submit their tender. This then goes through an evaluation process which ensures the qualified suppliers are shortlisted for the stated period. The list is further developed on a continuous basis as provided for in the PPAD 2015 Act. The Assembly ensures that payments to suppliers are done in good time; on a first come, first served basis

c) Whenever the Assembly requires running an advertisement, it does so either on the dailies with a wide circulation in the Country or via its website. This ensures that the advertisement reaches a wide population as it should without any agenda to withhold information from reaching any particular group.

d) The Assembly is among other duties, charged with the responsibility of serving the electorate. Thus, it ensures that whatever engagements it is involved in on a day-to-day basis, the interests of the electorate come first. Product stewardship- outline efforts to safeguard consumer rights and interests

#### **e) Community Engagements-**

The County Assembly has not budgeted for corporate social responsibility; this was informed by the Office of the Controller of Budget that county assemblies should not be involved in the CSP activities because there is a very likelihood that may easily conflict with assembly oversight role. While on the other hand the Office of the Controller of Budget also felt that CSP activities could also be used to gain political mileage to the detriment of the Assembly's mandate of representation.

#### **Statement of Management Responsibilities**

Section 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, 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 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

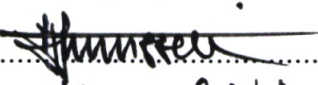
**County Assembly of Nyeri**  
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a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2023, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records 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 year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the 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 Assembly Financial Statements were approved and signed by the Clerk of the County Assembly on 21<sup>st</sup> Nov 2023.

  
.....  
Name: Frank N. Mung'ere  
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 NYERI FOR THE YEAR ENDED 30 JUNE, 2023**

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### **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 the 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 Nyeri set out on pages 1 to 45, which comprise of the statement of financial assets and liabilities

as at 30 June, 2023, statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts 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 effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the County Assembly of Nyeri 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 (Cash Basis) and comply with the Public Finance Management Act, 2012 and the County Governments Act, 2012.

### **Basis for Qualified Opinion**

#### **Variances in Financial Statements**

Review of the financial statement generated from the Integrated Financial Management Information System (IFMIS) *visa vis* the financial statement presented for audit revealed unreconciled variances for exchequer releases and use of goods and services as shown below.

<b>Financial statement Component</b>	<b>Note</b>	<b>Financial Statements Balances 2022/2023 (Kshs.)</b>	<b>IFMIS Financial Statements- Balances 2022/2023 (Kshs.)</b>	<b>Variance (Kshs.)</b>
Exchequer releases	1	734,121,427	719,389,972	14,731,455
Use of goods and services	5	392,862,238	393,150,018	(287,780)

Further, the annual report and Assembly financial statements trial balance had a total debit and credit balances of Kshs.734,121,427 while the IFMIS trial balance had Kshs.10,608,725,887 resulting to un-explained and unreconciled variance of Kshs.9,874,604,460.

In the circumstances, the completeness and accuracy of the reported financial statement balances could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the County Assembly of Nyeri 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.

## **Emphasis of Matter**

### **1. Budgetary Control and Performance**

I draw attention to the statement of comparison of budget and actual amounts which reflects final receipts budget and actual on comparable basis of Kshs.812,713,387 and Kshs.734,121,427 respectively resulting to an underfunding of Kshs.78,591,960 or 10% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.812,713,387 and Kshs.734,121,127 respectively resulting to an under-expenditure of Kshs.78,592,260 or 10% of the budget.

Based on the approved estimates, the underfunding and under-expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

### **2. Pending Accounts Payable**

Note 1 on Other Disclosures to the financial statements reflects Kshs.20,879,640 in respect of Pending Accounts as disclosed in annex 1 in respect of supply of services which were not paid in the year under review but were carried forward to 2023/2024 financial year.

Failure to settle the bills during the year in which they relate distorts the financial statements and adversely affect the budgetary provisions for the subsequent year as they form a first charge.

My opinion is not modified in respect of these matters.

### **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. There were no key audit matters to report in the year under review.

### **Other Matter**

### **Unresolved Prior Year Audit Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the Management has not resolved the issues or given any explanation for failure to act on the recommendations.

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**

### **1.0 Subscription Fees Paid without a Guiding Policy**

The statement of receipts and payments reflects an expenditure of Kshs.392,862,238 under use of goods and services which, as disclosed under Note 5 to the financial statements includes an amount of Kshs.48,552,059 in respect of other operating expenses out of which an amount of Kshs.750,000 was paid in respect to subscription fees made to the Society of Clerks-at-the-Table (SOCATT) and Kshs.1,500,000 paid to the County Assemblies Forum (CAF) in respect to an annual subscription fee all totalling to Kshs.2,250,000 without legal justification.

Although the expenditure was budgeted for, and as reported in the previous year, there is no existing law or policy in place authorizing the said payments of subscription fees and no verifiable document was provided for audit review to support the two organizations Constitutional mandates.

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

### **2.0 Compensation of Employees and other Staff Matters**

#### **2.1 Extension of Service for Retired Employees**

The County Assembly Service Board extended the services of three (3) officers who had attained the mandatory retirement age of sixty (60) years for a period of one year. It was not clear under what circumstances the services were extended. Further, there was no evidence to show that there were no suitable persons to fill the vacancies.

#### **2.2 Non-Compliance with Law on Staff Ethnic Diversity**

Examination of human resource records revealed that the County Assembly had sixty-five (65) permanent employees out of which sixty (60) or ninety two (92%) per cent were from the dominant ethnic Community. As reported previously, this is contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which states that, "all public offices shall seek to represent the diversity of the people of Kenya in employment of staff and that no public institution shall have more than one third of its staff establishment from the same ethnic community".

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

#### **2.3 Irregular Commutation of Leave**

During the year under review, the County Assembly paid Kshs.7,108,042 for leave commutation. However, it was noted that 62 and 61 out of the total 65 staff members commuted part or full leave days entitlement for the financial years 2021/2022 and 2022/2023 respectively. Further, it was noted that there were no applications from the

staff members and approval by the County Assembly Service Board. There was no adequate explanation as to why the officers did not take their leave days during the financial year.

This is contrary to Section E.4 (1) of the Human Resource Policies and procedure Manual for the public service 2016,) which states that except in exceptional circumstances, annual leave may not be commuted for cash nor will unutilized leave days be claimed by dependents to the estate of a deceased officer and section (2) which requires authorized officers to be responsible for authorizing commutation of leave for cash where leave is not taken due to exigencies of service.

In the circumstances, Management was in breach of human resource policies and guidelines for the public service.

#### **2.4 Irregular Payment of Special Salary**

A review of the payroll records revealed that the Clerk and a member of the County Assembly Service Board were being paid special salary without disclosure of basic salary. In addition, the clerk was paid a special house allowance. It was not clear under what circumstances the officers were paid the special salary yet there is a job group attached to them.

In addition, review of Integrated Payroll and Personnel Database (IPPD) revealed that the speaker to the Assembly earned rental house allowance amounting to Ksh.640,000. This is Contrary to Salaries and Remuneration Commission Circular Ref. No: SRC/ADM/11 dated 27 June, 2022, which stipulated that the option for County Governments paying rent/leasing official residential houses for Governors, Deputy Governor and County Assembly speaker shall ceases on 30 June, 2022.

In the circumstances, Management was in breach of the Salaries and Remuneration Commission guidelines and policies.

#### **3.0 Irregular Advertising via the print Media**

The audit review revealed that, the County Assembly advertised for goods, services and works in the print media (daily newspapers) at a cost of Kshs.1,985,375 instead of the Government advertising agency. This is contrary to The National Treasury Circular No. 20 of 2015 part (v) on control of printing, advertising and information supplies and services expenditure.

In the circumstances, Management was in breach of Government guidelines and policy.

#### **4.0 Other Operating Expenses**

##### **4.1 Irregular Payment of Ward Administration Expenses**

The statement of receipts and payments reflects use of goods and services amount of Kshs.392,862,238 for the year ended 30 June, 2023 and as disclosed under Note 5 to the financial statements. Included in this amount is Kshs.48,552,059 in respect of other

operating expenses. Review of payment records revealed that the County Assembly spent Kshs.48,000 on operations costs per ward per month instead Kshs.35,500 thereby exceeding the set limit by Kshs.12,500 per month, per ward or Kshs.150,000 per ward for the 44 wards. This resulted to an over expenditure of Kshs.12,500 per month or Kshs.150,000 per year per ward thus translating to a total over expenditure of Kshs.6,600,000 for the forty-three (44) wards. This is contrary to the Commission of Revenue Allocation circular No.CSO/CMG/9/VOL.V(43) of June, 2018 which set the total ward costs at Kshs.118,333 per ward per month, and operation cost at 30% or Kshs.35,500.

#### **4.2 Lack of Accountability of the Ward Operation Expenses**

During the year under review the county Assembly of Nyeri made reimbursement of Kshs.22,242,003 to forty-four (44) MCAs as claims for expenditure incurred in running the ward operational costs. However, it was not clear why the MCAs were incurring costs for their ward offices and then making claims as reimbursements for costs incurred instead of being issued with standing imprests. Further, a memorandum cash book to record all receipts and payments and the balance on hand was not maintained by the officers or provided for audit contrary to Regulation 14 of the Public Finance Management (County Government) Regulations, 2015 which requires maintenance of a memorandum cashbook by officers receiving standing imprests.

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

#### **5.0 Irregular Foreign Travel and Subsistence allowance**

During the year under review, the Assembly paid Kshs.71,156,692 on foreign travel and subsistence allowance. Perusal of the payment records revealed that the officers were not issued with imprests while proceeding on foreign countries on official duties contrary to section 93 (3) of the Public Finance Management (County Governments) Regulations, 2015. It was observed that officers were using their money and later claim for the refund.

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

#### **6.0 Irregular Direct Procurement on Rent and Rates**

Review of the rent and rates records revealed that Kshs.4,469,100 was paid to various landlords for having leased their properties to Members of County Assembly (MCAs) to use as their offices. Review of the payment details report and other provided documents revealed that no competitive procurement was done and no market survey was conducted to establish the prevailing market prices on rental houses. Further, a standard amount of Kshs.10,000.00 per month was being paid to the landlords from the month of July to September, 2022 and from 1 October, 2022 to 30 June, 2023, the monthly payment was increased to Kshs.11,000. The engagement of these landlords to provide these services was against the Public Procurement and Asset Disposal Act, 2015, Section 103 (2) guideline on when direct procurement may be used.

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

## **7.0 Overpayment of Electricity and Water Bills**

During audit verification, it was noted that there was overpayment of electricity bill and water bill amounting to Kshs.774,464 contrary to Regulation 98 (2) of the Public Finance Management (County Governments) Regulations, 2015 which states that, advance payment shall not be paid to suppliers of services and goods unless provided for in the contractual terms and conditions contained in a valid contract signed between the procuring entity and the supplier.

In the circumstances, 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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

#### **Basis for Conclusion**

##### **Fixed Assets Management**

Review of the fixed assets register revealed that the accuracy and completeness of the reported balances in the fixed assets register could not be confirmed due to the following;

- i. The county assembly has several buildings, others as work in progress and parcels of land at its headquarters and in the over 25 wards with various county assembly assets. However, details/ documentation in regard to the land size, values and the ownership documents or title deeds for the parcels of land and assets inventory were not provided for audit review.
- ii. There was no evidence of major assets valuation since 2014 and therefore, the reported assets balances correctness could not be confirmed.
- iii. There was no evidence of assets count or inventory and verification to confirm that all reported assets do exist and effectively working as detailed assets inventory report was not provided for verification.

- iv. No evidence of any disposal was ever done for over three years yet there were bonded items kept in the respective stores. Such un-economically viable assets could be disposed of to save on storage costs, space and obtain better salvage value before they completely go obsolete.

In the circumstances, the effectiveness of the internal controls on asset management in place could not be confirmed.

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 control, 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 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the County Assembly'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 Assembly or 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 financial reporting process, reviewing the effectiveness of how the 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 noncompliance. 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 scepticism 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 Management.
- Conclude on the appropriateness of 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 ability of the County Assembly 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 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 Gathungu, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

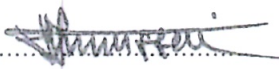
**09 February, 2024**


County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

6. Statement of Receipts and Payments for the Year Ended 30<sup>th</sup> June 2023

		2022-2023	2021-2022
	Note	KShs	KShs
<b>Receipts</b>			
Exchequer releases	1	734,121,427	719,190,433
Proceeds from sale of assets	2	-	-
Other receipts	3	-	-
<b>Total receipts</b>		<b>734,121,427</b>	<b>719,190,433</b>
<b>Payments</b>			
Compensation of employees	4	216,859,659	255,632,310
Use of goods and services	5	392,862,238	433,873,768
Subsidies	6		
Transfers to other government entities	7	-	-
Other grants and transfers	8		
Social security benefits	9	21,638,907	25,997,905
Acquisition of assets	10	102,760,324	3,685,460
Finance costs	11	-	-
Other payments	12	-	-
<b>Total payments</b>		<b>734,121,128</b>	<b>719,189,443</b>
Surplus/deficit		299	1,050

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 21<sup>st</sup> Nov 2023 and signed by:

  
Name: Jenard N. Mwiggeh  
Clerk of the Assembly

  
Name: CPA Joseph Kimiti  
Chief Finance Officer – County Assembly  
ICPAK Member Number: 8458

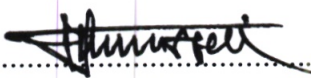
**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

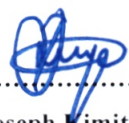
**7. Statement of Financial Assets and Liabilities as at 30<sup>th</sup> June 2023**

		2022-2023	2021-2022
Financial assets	Note	Kshs	Kshs
<b>Cash and cash equivalents</b>			
Bank balances	13A	99,837	1,050
Cash balances	13B	-	-
Total cash and cash equivalents		99,837	1,050
Imprests and Advances	14	-	-
<b>Total financial assets</b>		<b>99,837</b>	<b>1,050</b>
<b>Financial liabilities</b>			
Third party deposits and retention	15	(99,538)	-
<b>Net financial assets</b>		<b>299.00</b>	<b>1,050</b>
<b>Represented by</b>			
Fund balance b/fwd	16	-	-
Prior year adjustment	17	-	-
<b>Surplus/(deficit) for the year</b>		<b>299</b>	<b>1,050</b>
<b>Total Net Financial Assets and Liabilities</b>		<b>299</b>	<b>1,050</b>

NB. The third party deposits are negative figure since the money held by assembly on behalf of contractors as retention fees.

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 21<sup>st</sup> NOV 2023 and signed by:

  
 Name: Jenard N. Mwiggeh  
 Clerk of the Assembly

  
 Name: CPA Joseph Kimiti  
 Chief Finance Officer – County Assembly  
 ICPAK Member Number: 8458

County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

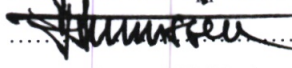
8. Statement of Cash Flows for the Year Ended 30<sup>th</sup> June 2023

		2022-2023	2021-2022
	Note	KShs	KShs
<b>Cash flows from operating activities</b>			
Receipts from operating income			
Exchequer releases	1	734,121,427	719,190,433
Other receipts	3	-	-
<b>Total Receipts</b>		<b><u>734,121,427</u></b>	<b><u>719,190,433</u></b>
<b>Payments for operating expenses</b>			
Compensation of employees	4	216,859,659	255,632,310
Use of goods and services	5	392,862,237	433,873,708
Subsidies	6	-	-
Transfers to other government entities	7	-	-
Other grants and transfers	8	-	-
Social security benefits	9	21,638,907	25,997,905
Finance costs	11	-	-
Other payments	12	-	-
<b>Total payment from operating activities</b>		<b>631,261,266</b>	<b>715,503,923</b>
Cash flows from operating activities		102,860,161	3,686,510
Adjusted for:		-	
Prior year adjustment return to crf	17		(1,396)
Decrease/(increase) in accounts receivable:	18		-
Increase/(decrease) in accounts payable:	19		
		(99,538 )	(1,319,533)
<b>Net cash flows from operating activities</b>		<b>102,860,161</b>	<b>2,365,581</b>
<b>Cash flow from investing activities</b>			
<b>Proceeds from sale of assets</b>	2	-	-
Acquisition of assets	10	(102,760,324)	(3,685,460)
<b>Net cash flows from investing activities</b>		<b>(102,760,324)</b>	<b>(3,685,460)</b>
<b>Net increase in cash and cash equivalents</b>		<b>99,837</b>	<b>(1,319,879)</b>
<b>Cash &amp; cash equivalent at Start of the year</b>	13		<b>1,320,929</b>
<b>Cash &amp; cash equivalent at end of the year</b>	13	<b>99,837</b>	<b>1,050</b>


At the beginning of the period, we started with zero balance since the prior year balance and been transferred back to crf as per pfm act 45. (1) An appropriation that has not been spent at the end of the financial year for which it was appropriated shall lapse immediately at the end of that financial year.

**County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 21<sup>st</sup> Nov 2023 and signed by:

  
.....

Name: Jenard N. Mwiggeh  
Clerk of the Assembly

  
.....

Name: CPA Joseph Kimiti  
Chief Finance Officer – County Assembly  
ICPAK Member Number: 8458

**County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**9. Statement of Comparison of Budget & Actual Amounts: Recurrent and Development**

Receipt/expense item	Original Budget Kshs	Adjustments Kshs	Final Budget e=a+b	Actual on Comparable Basis e=d-e	% Utilization difference
<b>Receipts</b>					
Exchequer releases	812,693,761	19,626	812,713,387	734,121,427	90%
Proceeds from sale of assets					
Other receipts					
<b>Total</b>	<b>812,693,761</b>	<b>19,626</b>	<b>812,713,387</b>	<b>734,121,427</b>	<b>90%</b>
<b>Payments</b>					
Compensation of employees	251,709,611	(24,180,586)	227,529,025	216,859,659	95%
Use of goods and services	359,384,245	51,512,791	410,897,036	392,862,237	96%
Transfers to other government entities					
Other grants and transfers		19,626	19,626		
Social security benefits	28,099,905	(5,899,205)	22,200,700	21,638,907	97%
Acquisition of assets	173,500,000	(21,433,000)	152,067,000	102,760,324	68%
Finance costs					
Other payments					
<b>Total</b>	<b>812,693,761</b>	<b>19,626</b>	<b>812,713,387</b>	<b>734,121,127</b>	<b>90%</b>
<b>Surplus/ deficit</b>				<b>299</b>	

The County Assembly of Nyeri statements were approved on 21<sup>st</sup> NOV 2023 and signed by:



Name: Jenard N. Mwigigeh



Name: CPA Joseph Kimiti

Clerk of the Assembly

Chief Finance Officer – County Assembly

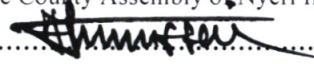
ICPAK Member Number: 8458

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**10. Statement of Comparison of Budget & Actual Amounts: Recurrent**

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	A	B	c=a+b	e=d-c	
Receipts					
Exchequer releases	762,693,761	19,626	762,713,387	733,126,043	96%
Proceeds from sale of assets					
Other receipts					
<b>Total</b>	<b>762,693,761</b>	<b>19,626</b>	<b>762,713,387</b>	<b>733,126,043</b>	<b>96%</b>
Payments					
Compensation of employees	251,709,611	(24,180,586)	227,529,025	216,859,659	95%
Use of goods and services	359,384,245	51,512,791	410,897,036	392,862,237	96%
Transfers to other government entities					
Other grants and transfers		19,626	19,626		0%
Social security benefits	28,099,905	(5,899,205)	22,200,700	21,638,907	97%
Acquisition of assets	123,500,000	-21,433,000	102,067,000	101,764,940	99%
Finance costs					
Other payments					
<b>Total</b>	<b>762,693,761</b>	<b>19,626</b>	<b>762,713,387</b>	<b>733,125,743</b>	<b>96%</b>
Surplus/ deficit				299	

The County Assembly of Nyeri financial statements were approved on 21<sup>st</sup> Nov 2022 and signed by:

.....  


Name: Jenard N. Mwiggeh  
 Clerk of the Assembly



.....  


Name: CPA Joseph Kimiti  
 Chief Finance Office – County Assembly

**County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**11. Statement of Comparison of Budget & Actual Amounts: Development**

Receipt/expenditure item	Original Budget Kshs	Adjustments Kshs	Final Budget e=a+b	Actual on Comparable Basis e=d-c	% Utilization difference Kshs
<b>Receipts</b>					
Treasury/ exchequer releases	50,000,000		50,000,000	995,384	2%
Proceeds from sale of assets					
Other receipts					
<b>Total</b>	50,000,000		50,000,000	995,384	2%
<b>Payments</b>					
Compensation of employees					
Use of goods and services					
Subsidies					
Acquisition of assets	50,000,000		50,000,000	995,384	2%
<b>Total</b>	50,000,000		50,000,000	995,384	2%
<b>Surplus/ deficit</b>					

The County Assembly of Nyeri financial statements were approved on 21<sup>st</sup> Nov 2023 and signed by  Name: CPA Joseph Kimyiti  
 Name: Jenard N. Mwiggeh  
 Chief Finance Officer – County Assembly  
 Clerk of the Assembly  
 ICPAK Member Number:8458

County Assembly of Nyeri  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023

12. Budget Execution by Programmes and Sub-Programmes

BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

NYERI COUNTY LEDGER

ENTITY: 3922-NYERI - COUNTY ASSEMBLY

PERIOD: JUL-22 TO JUN-23

PROGRAM	Sub Program	Description	Original Budget	Adjustments	Final Budget	Actual	Budget utilization difference
			KShs	KShs	KShs	KShs	KShs
710003910		0 General administration, Policy Development and implementation	812,693,761	19,626.00	812,713,387	734,121,128	78,592,258
	710013910	Administration and planning services	701,693,761	9,644,626	711,338,387	632,746,128	78,592,258
	710023910	Mortgage services	111,000,000	-9,625,000	101,375,000	101,375,000	0
		<b>Grand Total</b>	<b>812,693,761</b>	<b>19,626</b>	<b>812,713,387</b>	<b>734,121,128</b>	<b>78,592,258</b>

THE STATEMENT HAS BEEN PREPARED, REVIEWED AND APPROVED BY THE FOLLOWING:

PREPARED BY:

Edrian Karuri

Date:

21/11/23  
~~15/7/23~~



REVIEWED BY:

Estace M K

Date:

21/11/23



APPROVED BY:

Joseph Muniti

Date:

21/11/2023



**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**13. 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 Nyeri 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.

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**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.

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**Significant Accounting Policies (Continued)**

**4. In-kind contributions**

In-kind contributions are donations that are made to the *County Assembly of Nyeri* 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 *County Assembly of Nyeri* 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 are 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 2023, this amounted to KShs. 99,538 compared to KShs. 0 in prior period as indicated on note 19. There were no other restrictions on cash during the year.

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**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 County Assembly of Nyeri 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

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

- 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 Nyeri budget was approved as required by Law. The original budget was approved by the County Assembly on 7<sup>th</sup> June, 2022 for the period 1<sup>st</sup> July 2022 to 30 June 2023 as required by law. There was two number of supplementary budgets passed in the year. The supplementary budgets were approved on 29<sup>th</sup> Nov 2020 and 9<sup>TH</sup> May 2023. A high-level assessment of the County Assembly of Nyeri 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. Notes to the Financial Statements

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**1. Exchequer Releases**

	2022-2023	2021-2022
	Kshs	Kshs
Transfers from the county treasury for q1	56,944,665	104,350,161
Transfers from the county treasury for q2	189,329,898	171,763,935
Transfers from the county treasury for q3	209,629,951	238,082,259
Transfers from the county treasury for q4	278,216,913	204,994,138
<b>Cumulative amount</b>	<b>734,121,427</b>	<b>719,190,493</b>

**2. Proceeds From Sale Of Assets**

	2022-2023	2021-2022
	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		
<b>Total</b>		

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**Notes to the Financial Statements**

**3. Other Receipts**

	2022-2023	2021-2022
	Kshs	Kshs
Tender Fees Received		
Other Receipts II		
Other Receipts III		
Other Receipts IV		
<b>Total</b>		

**4. Compensation of Employees**

	2021- 2022	2020- 2021
	Kshs	Kshs
Basic salaries of permanent employees	104,261,879	143,593,003
Basic wages of temporary employees	26,841,260	30,406,100
Personal allowances paid as part of salary	73,494,095	57,465,299
Personal allowances paid as reimbursements	2,425,065	2,851,000
Personal allowances provided in kind	1,480,580	12,570,022
Employer contribution to compulsory national social schemes	8,356,785	8,746,886
Employer contribution to compulsory national health insurance schemes		
Pension and other social security contributions		
Social benefit schemes outside government		
Other personnel payments		
<b>Total</b>	<b>216,859,659</b>	<b>255,632,310</b>

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**5. Use Of Goods And Services**

	2022-2023	2021 - 2022
	Kshs	Kshs
Utilities, supplies and services	1,173,938	1,355,000
Communication, supplies and services	4,723,886	4,973,814.00
Domestic travel and subsistence	147,466,730	132,611,920.30
Foreign travel and subsistence	71,156,692	87,062,596
Printing, advertising and information supplies & services	4,327,235	3,116,482
Rentals of produced assets	4,479,000	5,880,000
Training expenses	17,725,403	31,791,772
Hospitality supplies and services	47,183,552	72,753,744
Insurance costs	34,508,647	30,691,567
Specialized materials and services	19,046	524,386
Office and general supplies and services	2,068,460	1,188,700
Fuel, oil and lubricants	4,159,650	2,974,662
Other operating expenses	48,552,059	56,485,563
Routine maintenance – vehicles and other transport equipment	2,544,579	1,463,396
Routine maintenance – other assets	2,773,361	1,000,165.00
<b>Total</b>	<b>392,862,238</b>	<b>433,873,768</b>

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**6. Subsidies**

Description	2022-2023	2021-2022
	Kshs	Kshs
Subsidies To County Corporations		
<i>See List Attached</i>		
(Insert Name)		
Subsidies To Private Enterprises		
<i>See List Attached</i>		
(Insert Name)		
<b>Total</b>		

**7. Transfers To Other Government Entities**

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to national government entities		
Transfers to other county assembly entities		
Car loan scheme fund		
Mortgage		
Others (insert name of budget agency)		
<b>Total</b>		

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**8. Other Grants And Transfers**

	2022-2023	2021-2022
	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		
<b>Total</b>		

**9. Social Security Benefits**

	2022-2023	2021-2022
	Kshs	Kshs
Government Pension and Retirement Benefits	21,638,907	25,997,905
Social Security Benefits		
Employer Social Benefits		
<b>Total</b>	<b>21,638,907</b>	<b>25,997,905</b>

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

10. Acquisition Of Assets

<u>Non- financial assets</u>	2022-2023	2021-2022
	Kshs	Kshs
Purchase of buildings		
Construction of buildings		-
Refurbishment of buildings	995,384	2,776,460
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	7,040	-
Purchase of office furniture and general equipment	90,900	909,000
Purchase of specialized plant, equipment and machinery	292,000	-
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		-
Acquisition of strategic stocks and commodities		-
Acquisition of land		-
Acquisition of intangible assets		-
<b>Total acquisition of non- financial assets</b>	<b>1,385,324</b>	<b>3,685,460</b>
<u>Financial assets</u>		
Domestic public non-financial enterprises	101,375,000	-
Domestic public financial institutions		-
Total acquisition of financial assets		-
<b>Total acquisition of assets</b>	<b>102,760,324</b>	<b>3,685,460</b>

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**11. Finance Costs**

	2022-2023	2021-2022
	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		
<b>Total</b>		

**12. Other Payments**

	2022-2023	2021-2022
	Kshs	Kshs
Budget Reserves		
Civil Contingency Reserves		
<b>Other Payments</b>		

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**13. Cash and Bank Balances**

**13A. Bank Balances**

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	2022-2023	2021-2022
			Kshs	Kshs
Central Bank Of Kenya Ksh	1000282298	Development		-
Central Bank Of Kenya Ksh	100024380	Recurrent	299	1,050
Central Bank Of Kenya Ksh	10002822747	Deposit	99,538	
<b>Total</b>			<b>99,837</b>	<b>1,050</b>

**13B. Cash in Hand**

	2022-2023	2021-2022
	Kshs	Kshs
Cash In Hand – Held In Domestic Currency		
Cash In Hand – Held In Foreign Currency		
<b>Total</b>		

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

**Notes to the Financial Statements (Continued)**

Cash in hand should be analysed as follows:

Description	2022-2023	2021-2022
	Kshs	Kshs
Location 1		
Location 2		
Location 3		
<b>Total</b>		

**14. Imprests and Advances**

Description	2022-2023	2021-2022
	Kshs	Kshs
Government Imprests		
Salary Advance		
Clearance accounts		
<b>Total</b>		

Breakdown Of Imprest And Salary Advance Per Department	2022-2023	2021-2022
	Kshs	Kshs
<b>Imprests</b>		
Clerk		
Finance & Accounting Services		
Procurement		
Human Resources		
Sargent At Arm		
I,C,T		
Sub-Total		
<b>Grand Total</b>		

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**15. Third Party Deposits and Advances**

Description	2022-2023	2021-2022
	Kshs	Kshs
Deposits		
Retentions		
<b>Total</b>	<b>99,538</b>	<b>99,538</b>

**16. Fund Balance Brought Forward**

Description	2022-2023	2021-2022
	Kshs	Kshs
Bank Accounts		
Cash In Hand		
Accounts Receivables		
Accounts Payables		
<b>Total</b>		

**17. Prior Year Adjustments**

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

**18. Changes in imprests and Advances**

Description	2022-2023	2021-2022
	Kshs	Kshs

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Opening Account Receivables As At 1<sup>st</sup> July 2021

Closing Account Receivables As At 30<sup>th</sup> June 2023

**Change In Account Receivables**

**19. Changes in Third Party Deposits and Retention**

Description	2022-2023	2021-2022
	Kshs	Kshs
Opening Accounts Payables As At 1 <sup>st</sup> July 2022	0	1,319,533
Closing Accounts Payables As At 30 <sup>th</sup> June 2023	99,538	0
<b>Change In Accounts Payables</b>	<b>(99,538)</b>	<b>(1,319,533)</b>

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

Other Disclosures

1. Pending Accounts Payable (See Annex 1)

Description	Balance b/f FY 2021-2022 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2022-2023 Kshs
Construction Of Buildings				
Construction Of Civil Works				
Supply Of Goods				
Supply Of Services	3,040,556	20,879,640	2,663,956	20,879,640
<b>Total</b>	<b>3,040,556</b>	<b>20,879,640</b>	<b>2,663,956</b>	<b>20,879,640</b>

There were some pending bills that were declared to be ineligible of Ksh. 376,600 thus were not paid.

2. Pending Staff Payables (See Annex 2)

Description	Balance b/f FY 2021-2022 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2022-2023 Kshs
Senior Management				
Middle Management				
Unionisable Employees				
Others				
<b>Total</b>				

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

**3. Other Pending Payables (See Annex 3)**

Description	Balance b/f FY 2021-2022 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2022-2023 Kshs
Amounts due to National Government entities				
Amounts due to County Government entities				
Amounts due to third parties				
<b>Total</b>				

**4. External Assistance**

Description	FY 2022-2023 Kshs	FY 2021-2022 Kshs
External assistance received in cash		
External assistance received as loans and grants		
External assistance received in kind- as payment by third parties		
<b>Total</b>		

*a) External assistance relating loans and grants*

Description	FY 2022-2023 Kshs	FY 2021-2022 Kshs
External assistance received as loans		
External assistance received as grants		
<b>Total</b>		

**County Assembly of Nyeri**  
**Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2023**

Notes to the Financial Statements (Continued)

*b) Undrawn external assistance*

	Purpose for which the undrawn external assistance may be used	FY 2022-2023	FY 2021-2022
Description		Kshs	Kshs
Undrawn External Assistance - Loans			
Undrawn External Assistance - Grants			
<b>Total</b>			

*c) Classes of providers of external assistance*

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
Multilateral Donors		
Bilateral Donors		
International Assistance Organization		
Ngos		
National Assistance Organization		
<b>Total</b>		

**County Assembly of Nyeri**  
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Notes to the Financial Statements (Continued)

*d. Non-Monetary External Assistance*

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
Goods		
Services		
<b>Total</b>		

*e. Purpose and use of external assistance.*

Payments Made By Third Parties	FY 2022-2023	FY 2021-2022
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		
<b>Total</b>		

**County Assembly of Nyeri**  
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Notes to the Financial Statements (Continued)

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

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
National Government		
Multilateral Donors		
Bilateral Donors		
International Assistance Organization		
NGOs		
National Assistance Organization		
<b>Total</b>		

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

*Classification by Source*

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
National government		
Multilateral donors		
Bilateral donors		
International assistance organization		
NGOs		
National Assistance Organization		
<b>Total</b>		

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*Classification of payments made by Third Parties by Nature of expenses*

Payments made by third parties	FY 2022-2023	FY 2021-2022
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	995,384	
Finance costs, including loan interest		
Other payments		
<b>Total</b>	<b>995,384</b>	

The County Assembly of Nyeri made Refurbishment of building on behave of the tenant who had rented his premises to the County Assembly as Speakers residence,

**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.

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Related party transactions:

	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
<b>Compensation to Key Management</b>		
Compensation to the Speaker, Deputy Speaker and the MCAs	115,422,808	163,201,856
Key Management Compensation (Clerk and Heads of departments)	19,738,442	20,044,896
<b>Total Compensation to Key Management</b>	<b>135,161,250</b>	<b>183,246,752</b>
<b><u>Transfers to related parties</u></b>		
Transfers to other County Government Entities such as car and mortgage schemes	101,375,000	
Transfers to County Corporations		
Transfers to non-reporting entities e.g ECD centres, welfare centres etc		
<b>Total Transfers to related parties</b>	<b>101,375,000</b>	
<b><u>Transfers from related parties</u></b>		
Transfers from the County Executive- Exchequer	734,121,427	719,190,493
Payments made on behalf of the County Assembly by other Government Agencies (Insert any other transfers received)		
<b>Total Transfers from related parties</b>	<b>734,121,427</b>	<b>719,190,493</b>

**7. Contingent Liabilities**

Contingent liabilities	2022-2023	2021-2022
	Kshs	Kshs
Court case against the County Assembly Of Nyeri		
Bank guarantees in favour of subsidiary		
contingent liabilities arising from PPPs		
<b>Total</b>		

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14. 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)	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)
1.0 Audit Findings 4.1 Payment of Membership Subscription not supported by guidelines Criteria	Section 149 (1) (a) of the Public Finance Management Act, 2012 provides that an Accounting Officer accountable to the county assembly to ensure that the resources of the entity for which the officer is designated are used in a way that is lawful and authorized.	<b>Management response</b> <b>SOCCAT is a professional body for Clerks Of The Assemblies duly registered with the Registrar Of Societies to foster employee career and profession development and create a platform for</b>	Not resolved	30 <sup>th</sup> June 2023	2021-2022 4.1 Audit findings		Legislation process of anchoring the body in law ongoing	Not resolved	30 <sup>th</sup> June 2024

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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)	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)
	<p><b>Observation</b></p> <p>During the financial year, an amount of Kshs.750,000 was paid to Society of Clerks at the table in Kenyan Legislatures (SOCCAT). However, although the expenditure was budgeted for, it was not that there was no existing law or policy in place authorizing the said payments of subscription fees. In addition, no</p>	<p><b>assemblies to interact and consult on various topical issues .it also provide a linkage with other legislative bodies such as Senate, National Assembly And Center Of Parliamentary Studies (CPST) and other International Legislatures. The Senate is</b></p>							

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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)	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)
	<p>verifiable document was presented for audit review to support the organizations' constitutional mandates.</p> <p><b>Risk</b> Loss of public funds through payments of subscriptions to unauthorized bodies.</p> <p><b>Recommendation</b> The accounting officer should ensure that payments are supported by</p>	<p><b>currently considering an amendment to the Intergovernmental Relation act which propose to establish the forum in the law.</b></p>							

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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)	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)
	regulations.								
4.2 Exceeding the Ward operations expenses threshold	<p><b>Criteria</b> The Commission of revenue allocation circular CRA/CSO/CMG/9/VOL.V(43) set the total ward costs at Ksh.118,333 per ward per month, and operation cost at 30% .</p> <p><b>Observation</b> The Commission of revenue allocation circular CRA/CSO/CMG/9/VOL.V(43) set the total ward costs at Ksh 118,333 per ward</p>	<p><b>Management response</b> The Commission on Revenue Allocation (CRA) in its advisory to all County Assemblies vide Letter No.CRA/CSO/CMG/9/VOL.I V (24) dated 31st September, 2019(copy attached) clarified that the determination</p>	Not resolved	30 <sup>th</sup> June 2023	4.2	Exceeding the Ward operations expenses threshold	The petition to challenge the CRA circular is still in court of law awaiting the ruling where by the CRA was	Not resolved	30th June 2024

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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)	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)
	<p>per month, and operation cost at 30% i.e Ksh 35,499.</p> <p>However, Nyeri County Assembly paid operations costs of Kshs 48,000 per ward per month, thus exceeding the set limit by Ksh 12,501 per month, per ward or Ksh 150,012 per ward per year translating to a loss of Kshs. 6,600,528 for the 44 wards.</p> <p><b>Risk Management</b> was in breach of</p>	<p><i>of the terms of service for the ward staff is the responsibility of the County Assembly Service Board in line with the Salaries and Remuneration Commission (SRC) guidelines and existing provisions of the Public Finance Management Law. The decision to pay office expenses at 48,000 was a</i></p>					<p>challenged by overstepping its mandate on issues of remunerations where this power on determination of wages is</p>		

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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)	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)
	the law. <b>Recommendation</b> The management should implement the regulations on ward operations expenses fully	<i>decision of the County Assembly Service Board (CASB), this was due to the fact that all staffs in the ward office could not be paid same salaries as guided by the Salaries and Remuneration Commission (SRC). The petition to challenge the CRA circular is still in court of law awaiting the ruling</i>					given to the SRC.		

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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)	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)
		where by the CRA was challenged by over stepping its mandate on issues of remunerations where this power on determination of wages is given to the SRC.							
4.3 Accounts Payable	<b>Criteria</b> Section 43 (2) of Public Finance Regulation (County Governments) provides that County government entities shall execute their approved budgets based on	<b>Management response</b> <i>The Management wishes to state that, it has always committed its</i>	Not resolved	30 <sup>th</sup> June 2023	4.3	Accounts Payable	Pending bills cleared during FY 2022/2023	Not resolved	30 <sup>th</sup> June 2023

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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)	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)
	<p>the annual appropriation legislation, and the approved annual cash flow plan with the exception of unforeseen and unavoidable spending dealt with through the County Emergency Fund, or supplementary estimates.</p> <p><b>Observation</b> Note 1 (Other disclosures) on pending accounts payable reflects a balance of Kshs.3,040,556 which was outstanding as at 30 June,</p>	<p><i>expenditure and commitments within the approved budget in any given Financial year .However, due to circumstances beyond its control emanating from delay in release of exchequers and submission of invoices by some suppliers, the issues of</i></p>							

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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)	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)
	<p>2022. This was in respect of supply of goods and services by various supplies. No explanation was given as to why the same was not paid during the year.</p> <p><b>Risk</b> Avoidable costs in terms of penalties and interest.</p> <p><b>Recommendation</b> The management should ensure that all accounts payable are cleared as they</p>	<p><i>pending then arises. Going forward, the management wishes to confirm that it will continue to constantly engage with suppliers on the need of promptly submitting invoices.</i></p>							

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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)	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)
	form part of the first charge.								
4.4 Non compliance with Affirmative Action on Ethnicity and Regional distribution	<p><b>Criteria</b></p> <p>National Cohesion and Integration Act Section 7 (1) (1) states that all public establishments shall seek to represent the diversity of the people of Kenya in the employment of staff. Under Section 7(2) (2) of the Act, no public establishment</p>	<p><b>MANAGEMENT RESPONSE</b></p> <p><i>The Assembly is an equal opportunity employer and all appointments are considered on merit irrespective of the ethnicity. However, during transition most employees were absorbed from the</i></p>	Not resolved	30 <sup>th</sup> June 2023				Not resolved	30th June 2024

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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)	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)
	<p>shall have more than one third of its staff from the same ethnic community.</p> <p><b>Observation</b> A review of human resource records revealed that as at 30 June, 2022, Nyeri County Assembly had sixty one (61) staff on contractual and permanent and pensionable terms. It was, however, noted that out of this number, fifty-seven (57) members of staff, which translates to 93%, are from the dominant ethnic community in the county</p>	<p><i>Defunct Local Authorities which comprised of employees from the dominant community in the locality. The county Assembly always do advertise on recruitments of staffs when needs arise and give equal opportunities to all applicant, but due to the fact that Nyeri County is mostly</i></p>							

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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)	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)
		<i>dominated by kikuyu community thus most or all applications received are from the dominant tribe. We have fully complied with affirmative action and ethnic diversity in all recruitment exercises.</i>							

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.....

Clerk of the County Assembly

Date

County Assembly of Nyeri  
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15. 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		3,040,556	3,040,556	20,879,640	2,663,956	20,879,640	
4.							
Sub-Total		3,040,556	3,040,556	20,879,640	2,663,956	20,879,640	
<b>Grand Total</b>		<b>3,040,556</b>	<b>3,040,556</b>	<b>20,879,640</b>	<b>2,663,956</b>	<b>20,879,640</b>	

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

There were some pending bills that were declared to be ineligible of Ksh. 376,600 thus were not paid.

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**Annex 2 – Analysis of Pending Staff Payables**

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	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							
<b>Grand Total</b>							

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**Annex 3 – Analysis of Other Pending Payables**

Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	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 ( <i>Specify</i> )							
	4.						
	5.						
	6.						
	Sub-Total						
	<b>Grand Total</b>						

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**Annex 4 – Summary of Non-Current Asset Register**

Asset class	Historical Cost b/f (KShs) 2021-2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out)	Historical Cost c/f (KShs) 2022-2023
Land	19,000,000				19,000,000
Buildings and structures	89,471,629				89,471,629
Transport equipment	39,047,640				39,047,640
Office equipment, furniture and fittings	71,417,024			(4,451,500.00)	66,965,524
Ict equipment	5,581,600	292,000.00			5,873,600
Machinery and equipment	3,741,057				3,741,057
Biological assets	0				0
Infrastructure assets	1,891,000				1,891,000
Heritage and cultural assets	0				0
Intangible assets	0				0
Work in progress	0				0
<b>Total</b>	<b>230,149,950</b>	<b>292,000.00</b>		<b>(4,451,500.00)</b>	<b>225,990,450</b>

The value of Refurbishment of buildings of ksh 995,384.40 was amount spent on renovation of house that had been rented for the speaker as his resident

**County Assembly of Nyeri**  
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995,384.40 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	dd/mm/yy			
Name Of Officer Or Institution	dd/mm/yy			
Name Of Officer Or Institution	dd/mm/yy			
Name Of Officer Or Institution	dd/mm/yy			
<b>Total</b>				

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*(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>
	dd/mm/yy			
	dd/mm/yy			
	dd/mm/yy			
	dd/mm/yy			
<b>Total</b>				



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**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		



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**Annex 8: Contingent Liabilities Register**

	<b>Nature of contingent liability</b>	<b>Payable to</b>	<b>Currency</b>	<b>Estimated Amount Kshs</b>	<b>Expected date of payment</b>	<b>Remarks</b>
1.	<b>Legal Fees</b>	<b>Law firms</b>	<b>Kenya shillings</b>	<b>6,000,000</b>	<b>By 30<sup>th</sup> June 2024</b>	<b>Petitions of Nominated MCAS, Petitions of Finance bill.</b>
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						
11.						
12.						

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Annex 9 – Bank Reconciliation/FO 30 Report

F.O. 30 COUNTY ASSEMBLY NYERI RECCURENT ACCOUNT NUMBER 1000243805 BANK RECONCILIATION			
For the month of JUNE 2023			
		Ksh	Ksh
Balance as per Bank certificate:			899.15
Less:			
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)		(28,267,250.10)
2	Receipts in bank statement not yet recorded in cash book	28,266,648.95	
Add:			
3	Payments in bank statement not yet recorded in cash book		
4	Receipts in cashbook not yet recorded in bank statement	0.00	
Balance as per Cash book			298.00

I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.

	NAME	DESIGNATION	SIGNATURE	DATE
PREPARED BY	LYDIAH KARURI	SENIOR ACCOUNT		18/7/23
AUTHORIZED BY	EUSTACE M KINGORI	ASISTANCE DIRECTOR		18/7/23
APPROVED BY	JOSEPH KIMITI	DIRECTOR		18/7/23

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F.O. 30 COUNTY ASSEMBLY NYERI			
DEVELOPMENT ACCOUNT NUMBER ACCOUNT NO1000282298			
BANK RECONCILIATION			
For the month of JUNE 2023			
		Ksh	Ksh
Balance as per Bank certificate:			0
Less:			
	1 Payments in cash book not yet recorded in bank statement (Unpresented cheques)		(995,384.40)
	2 Receipts in bank statement not yet recorded in cash book		995,384.40
Add:			
	3 Payments in bank statement not yet recorded in cash book		
	4 Receipts in cashbook not yet recorded in bank statement	0.00	
Balance as per Cash book			0.00


I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.

	NAME	DESIGNATION	SIGNATURE	DATE
PREPARED BY	LYDIAH KARURI	SENIOR ACCOUNT		18/7/23
AUTHORIZED BY	EUSTACE M KINGORI	ASISTANCE DIRECTOR		18/7/23
APPROVED BY	JOSEPH KIMITI	DIRECTOR		18/7/23

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F.O. 30 COUNTY ASSEMBLY NYERI			
DEPOSIT ACCOUNT NUMBER ACCOUNT NO 1000282274			
BANK RECONCILIATION			
For the month of JUNE 2023			
		Ksh	Ksh
Balance as per Bank certificate:			0
Less:			
1	Payments in cash book not yet recorded in bank statement (Unpresented cheques)		
2	Receipts in bank statement not yet recorded in cash book		99,538.44
Add:			
3	Payments in bank statement not yet recorded in cash book		
4	Receipts in cashbook not yet recorded in bank statement	0.00	
Balance as per Cash book			99,538.44

I certify that I have verified the bank balances in the cash book with Bank statement and that the above reconciliation is correct.

	NAME	DESIGNATION	SIGNATURE	DATE
PREPARED BY	LYDIAH KARURI	SENIOR ACCOUNT		18/07/23
AUTHORIZED BY	EUSTACE M KINGORI	ASSISTANCE DIRECTOR		18/07/23
APPROVED BY	JOSEPH KIMITI	DIRECTOR		30/07/23