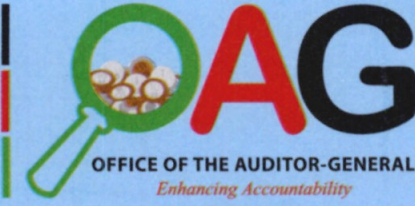


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REPORT

OF

THE AUDITOR-GENERAL

ON

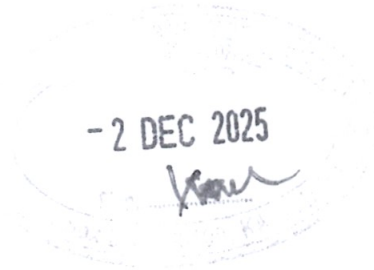
**KAKAMEGA COUNTY GENERAL TEACHING
AND REFERRAL HOSPITAL**

**FOR THE YEAR ENDED
30 JUNE, 2025**

COUNTY GOVERNMENT OF KAKAMEGA

PAPERS LAID	
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COMMITTEE	
CLERK AT THE TABLE	May

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**Kakamega County General Teaching and Referral
HOSPITAL
(Kakamega County Government)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2025**

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

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

1. Acronyms & Glossary of Terms

Provide a list of all acronyms and glossary of terms used in the preparation of this report e.g.

CSR Corporate Social Responsibility

OSHA Occupational Health & Safety Act

PFMA Public Financial Management Act

MED SUP Medical Superintendent

KCGTRH Kakamega County General Teaching and Referral Hospital

SHA Social Health Authority

Fiduciary Management Key management personnel who have financial responsibility in the entity.

2. Key Entity Information and Management

(a) Background information

Kakamega County General teaching and Referral Hospital is a level 5 hospital established under gazette notice number 78, The County Governments Acts (No.17 Of 2012) and is domiciled in Kakamega County under the Health Department. The hospital is governed by a Board of Management.

(b) Principal Activities

Vision

To be a regional Centre of Excellence in holistic health care development, medical research and education

Mission

The mission of KCGTRH is to excel in providing healthcare services through the development of infrastructure, human resources, medical supplies, training, research and the creation of a patient-friendly environment.

Mandate

Professionalism and integrity- Ethical, honest, and have strong moral principles.

Competent and skilled. It also includes confidentiality and privacy

Accountability- The obligation of all staff in the Hospital to be responsible for activities and actions, and to disclose the results in a transparent manner.

Customer Focus - Empathetic and caring, treating all people with worth and dignity and timely delivery of services

Teamwork and Team Spirit - Co-operative or coordinated efforts among staff working together for the interest of a common cause in the Hospital.

Security and Safety - Offering services in a secure environment free from errors, accidents, injuries and infections.

(c) Key Management

County department of health

- Board of Management
- Accounting Officer/ Medical Superintendent
- Management
- Others

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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(d) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2025 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Medical Superintendent	Dr. Christian Lamba
2.	Senior Health Administrator	Mr. Hillary Keverenge
3.	Head of finance	CPA Wycliffe Wanzala
4.	Head of supply chain	Mr. Peter Wanjala Mandila
5.	Nursing Officer Incharge	Mr. Hillary Nandasaba
6.	Clinical Officer Incharge	Ms. Grace Okoth
7.	Human Resource Manager	Ms. Mary Ayoti
8.	Medical Records In charge	Mr. Samuel Soita
9.	Nutritionist	Ms. Maureen Nandwa
10.	Public Health Officer	Ms. Bethsheba Sifuna
11.	Biomedical Engineer	Mr. Marvin Nandwa

(e) Fiduciary Oversight Arrangements

[Here, provide a high-level description of the key fiduciary oversight arrangements covering (say)]

No	Entity	Role
1	Audit Committee and Finance committee activities	Provide oversight of the financial reporting process, the audit process, the system of internal controls and compliance with laws and regulations
2	Senate Committee Activities	Legislation, Oversight and Representation
3	County Assembly	Legislation, Oversight and Representation
4	Development partner oversight activities	Predominant roles played by development partners have been shown to include capacity building, project planning, lobbying and advocacy, others (including resource mobilization) and financing respectively
5	Controller of Budget	This role involves overseeing the implementation of the budgets of both national

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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		and county governments. The Controller of Budget in this role therefore monitors the use of public funds in-year and reports to Parliament on how the funds have been utilised.
6	Office of the Auditor General	The Auditor-General (AG) is mandated to audit and report on the use and management of public resources by public entities. Article 229(6) of the Constitution requires the Auditor-General to confirm whether public money has been applied lawfully and in an effective way
7	Clinical Research and Standards Committee	Approve and regulate clinical trials on health products. Disseminate information on medical products to health professionals and to the public to promote their rational use. Collaborate with other national, regional, and international institutions on medicinal substances regulation.

- Clinical Research and Standards Committee.
- Audit committee
- Risk Committee
- County Assembly
- Parliamentary committees
- Other oversight committees

(f) Entity Headquarters

P.O. Box 15
Fitina Road
KAKAMEGA, KENYA

(g) Entity Contacts

Telephone: (+254) 702930346
E-mail: wpgkh15@gmail.com
Website: www.go.ke

(h) Entity Bankers

KCB Bank LTD Kakamega Branch
1. Revenue Collection A/C No:1152009575
2. Nhif A/C No:1152009362
3. Imprest A/C No:1252762488
4. Kcb Kakamega County Funeral Parlor SPA A/c 1335230114

Independent Auditors

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




(i) Principal Legal Adviser

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




(j) County Attorney

P.O. Box. 36
Kakamega, Kenya



3. The Board of Management

Ref	Directors	Details
1.	 <p>Dr. Eren Oyugi Medical Doctor Paediatrician Public health training Fellowship paediatric neurology</p>	<p>He is a medical Doctor by profession with wide experience in Paediatric neurology as well as public health training and fellowship paediatric neurology. Over 30 years experience in medical field.</p>
2.	 <p>Ms. Joy Mudach-Member</p>	<p>Ms Joy Mudach is a teacher by profession and current board member.</p>
3.	 <p>FR. Maurice Erambo</p>	<p>Fr. Erambo represent religious community at the hospital and he is the current member of the board.</p>




4. Key Management Team

Ref	Management	Details
1.	 <p data-bbox="264 719 568 786">Dr. Christian Lamba Medical Superintendent</p>	<p data-bbox="820 517 1441 712">Qualified orthopaedic surgeon with four years' experience in the industry. Has B.Sc. Medicine{Orthopaedic}. Compassionate doctor who always considers doctors needs and comfort.</p>
2.	 <p data-bbox="261 1290 555 1323">Mr. Hillary Keverenge</p>	<p data-bbox="820 949 1441 1252">Hillary Keverenge Vigatsi, Has BA Arts Egerton University, Diploma in Human Resource Management at Kenya Institute of Management and Msc. Human Resource Management JKUAT. He has over ten years of experience in matters hospital management.</p>
3.	 <p data-bbox="261 1715 587 1749">CPA Wycliffee Wanzala</p>	<p data-bbox="887 1379 1377 1682">CPA Wycliffee Juma Wanzala is the current Accountant of the county general hospital m. CPA Wanzala has Bachelor's Degree in finance and CPA qualifications. He is a member of ICPAK in good standing.</p>




**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

<p>4.</p>	 <p>Job Mokaya</p>	<p>SHA Manager Kakamega branch . he serves in the board of management of the county General hospital</p>
<p>5.</p>	 <p>Dr. Christian Lamba Medical Superintendent</p>	<p>Qualified orthopaedic surgeon with four years' experience in the industry. Has B.Sc. Medicine {Orthopaedic}.Compassionate doctor who always considers doctors needs and comfort.</p>


**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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4.	 <p>Mr. Peter Wanjala Mandila</p>	<p>Mr. Peter Wanjala Mandila has Bachelor's degree in procurement and Contract management from Mount Kenya University, Diploma in Business Management from Kenya Institute of Management and Certificate in Education from Vineyard College. He has over 5 years experience in supply chain management.</p>
5.	 <p>Mr. Hillary Nandasaba</p>	<p>Mr. Hillary is the current Nurse In charge at County general hospital. He has Bachelor's of science in Nursing with over 10 years of experience in the medical field.</p>
6.	 <p>Mrs Grace Okoth Principal Registered Clinical Officer (ENT)</p>	<p>Mrs Okoth is a trained Clinician specialising ENT. She Higher National Diploma in Audiology and Diploma in Clinical Medicine and Surgery. She has over 20 years' experience in medical field.</p>

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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7.	 <p>Mr. Marvin Nandwa Medical Engineering Technologist 11</p>	<p>NAME: MARVIN NANDWA</p> <p>Job Designation: Medical Engineering Technologist 11</p> <p>PROFESSIONAL AND ACADEMIC QUALIFICATIONS</p> <p>Higher National Diploma in Medical Engineering Diploma in Medical Engineering</p> <p>ACADEMIC QUALIFICATIONS</p> <p>KCSE B-</p>
8.	 <p>Moreen Nandwa</p>	<p>Name: Moreen Nandwa 1995: KCPE At Mukumu Girls 1999: KCSE At Lugulu Girls High School 2005: Bsc In Food Nutrition & Dietetic Second-Class Upper Division Kind Certified 2014: 6 Months Training By Msh On Leadership Development Program 2015 Training Of Health Care Workers On Nutrition Assessment On Tb In Patients 2017: One Week Training By KSG On Leadership Management & Governance For Health Managers 2022: Seven Days Training On Babay Friendly Community Initiative Supported By Ubj 2024: Six Days Training On Baby Friendly Hospital Initiative Supported By Who</p>
9.	 <p>Mrs. Mary Ayoti Human Resource Manager</p>	<p>She is the current Human Resources manager for the Hospital. She possesses Diploma in Human resource management. Has over 28 years of experience in matters personnel management.</p>

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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10.	 <p>Mr. Samuel Soita Health Records and Information Officer</p>	<p>He is the Current In charge of Hospital Records section. He possesses Bsc Health Records and Information management. He has over 20 years experience</p>
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5. Chairman’s Statement

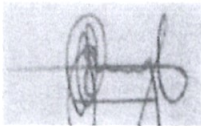
On behalf of the Board of Management, I am pleased to present this report highlighting the key activities, successes, challenges, and future outlook for the hospital during the year under review.

Over the past year, the hospital has continued to provide quality healthcare services to our community, strengthening our commitment to excellence in patient care. Key achievements included the expansion of our outpatient services, the acquisition of modern medical equipment, and the successful implementation of community health outreach programs that have enhanced preventive care and health awareness.

Despite these successes, we have faced notable challenges, including rising operational costs, increased demand for specialized services, and the need to continually upgrade our infrastructure to meet evolving healthcare standards. These challenges, however, have strengthened our resolve to pursue innovative solutions and strategic partnerships.

Looking ahead, the hospital remains committed to improving healthcare delivery through investment in modern facilities, continuous staff development, and the adoption of digital health solutions. Our focus will also be on strengthening partnerships with stakeholders to ensure sustainability and to meet the growing health needs of our community.

I take this opportunity to sincerely thank the Board, management, staff, partners, and the wider community for their unwavering support and dedication. Together, we will continue to build a stronger, more responsive hospital for the future.



.....

Name Dr. Eren Oyugi

Chairman to the Board

6. Report of The Medical Superintendent

It is my privilege to present the Medical Superintendent's report for the year under review, highlighting the hospital's operations, achievements, challenges, and outlook.

1. Key Activities and Achievements

During the year, the hospital continued to strengthen its role as a trusted provider of healthcare services in the community. Some of the notable achievements include:

- **Service delivery:** Expansion of outpatient and inpatient services, resulting in improved access and reduced waiting times.
- **Infrastructure and equipment:** Acquisition of modern diagnostic equipment and renovation of critical departments such as maternity, surgical, and emergency units.
- **Community outreach:** Successful implementation of preventive health campaigns focusing on maternal health, child immunization, chronic disease management, and health education.
- **Human resources:** Recruitment of specialized medical staff and continuous professional training for doctors, nurses, and support staff to enhance the quality of care.

2. Challenges Faced

Despite the successes, the hospital encountered several challenges:

- Rising costs of medical supplies and consumables due to inflationary pressures.
- High patient demand relative to available bed capacity and specialized services.
- Maintenance of aging infrastructure, which continues to strain financial and operational resources.
- Limited funding, which sometimes affects the timely acquisition of essential drugs and equipment.

3. Financial Performance

At a high level, the hospital's financial performance remained stable during the year. Revenue growth was supported by increased patient attendance and the introduction of new services. However, operational expenses—particularly on staff remuneration, utilities, and medical supplies—grew significantly. The hospital has continued to exercise prudent financial management, ensuring sustainability while seeking avenues to diversify income through partnerships, insurance collaborations, and government support programs.

4. The Way Forward

Looking ahead, the hospital is committed to:

- Expanding infrastructure to accommodate the growing patient population.
- Investing in digital health technologies to improve efficiency, record management, and telemedicine.
- Strengthening staff capacity through training, mentorship, and retention programs.
- Enhancing financial sustainability through improved billing systems, cost controls, and strategic collaborations.

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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In conclusion, I wish to express my sincere appreciation to the Board of Management, the dedicated staff, our partners, and the community we serve. With continued collaboration, resilience, and innovation, I am confident that the hospital will continue to achieve its mission of providing accessible, affordable, and quality healthcare services.



.....
Dr. Christian Lamba

Secretary to the Board

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

7. Statement of Performance Against Predetermined Objectives

Kakamega County CIDP 2023-2027 has its goal stated as;

To achieve Social-economic transformation of the people through sustainable in all sectors by 2027.

To achieve this the county government of Kakamega has identified Five (5) strategic pillars within the current strategic Plan for FY 2024/2025. These strategic pillars are as follows:

1. To improve food security from 80 per cent to 85 per cent by 2025.
2. To improve transport infrastructure.
3. To improve access to quality and affordable health services
4. To improve quality of education.
5. To improve access to clean and safe water.

Kakamega County General Teaching and Referral Hospital develops its annual work plans based on the above pillars. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The Facility partially achieved its performance targets set for the FY 2024/2025 period for its strategic pillars, as indicated in the diagram below:

Strategic Pillar/Theme/Issues	Objective	Key Performance Indicators	Activities	Achievements
Pillar/ theme/ issue 1: To Improve access to quality and affordable health services	To Reduce preventable mortalities	Reduction of preventable mortalities	Number of Emergency Surgeries done	2,500
			Number of rehabilitative Services started	1,000
			Number of departments started	5
			Percentage of clients counselled and tested for HIV	100%

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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			Number of rehabilitative Services started	1,000
			Percentage of HIV positive Clients linked to care	98%
			Percentage of Clients with a viral load of <200cp	99%
			Number of Women of reproductive age screened for Ca Cervix	1,800
			Number of stake holders meeting by MOH/partner	6
		Improved Maternity Services through operationalization of the Theatre	Number of Emergency Caesarean sections done	2,200
			Number of open Maternity Days done	24/7
	To provide accessible and appropriate	Increased number of diagnostic tests carried out by the facility	Number of new diagnostic tests done	500

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	curative and diagnostic services	Introduction of specialized clinic	Number of Clinics done	10,000
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The hospital is also guided by the following pillars in discharging its mandates;

Pillar 1: Service Delivery

Pillar 2: Health system financing

Pillar 3: Health Information system

Pillar 4: Human resource

Pillar 5: Infrastructure, equipment and Technologies

Pillar 6: Leadership and Governance

Kakamega County General Teaching and Referral Hospital develops its annual work plans based on the above 6 pillars/Themes/Issues. Assessment of the Board’s performance against its annual work plan is done on a quarterly basis. The Kakamega County General Teaching and Referral Hospital achieved its performance targets set for the FY 2024/2025 period for its 6 strategic pillars, as indicated in the diagram below:

Strategic Pillar/Theme/Issues	Objectives	Key Performance Indicators	Activities
I Service Delivery	1.1 Maintain supplies in all service centers	70% availability of supplies	Stock forecasting and timely ordering
		80% increase for allocation of HPTs	Lobby for increased allocation for HPTs
	1.2. Maintain timely access to healthcare services	Average patient waiting time	Optimize patient flow processes and staffing

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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		60% of patients seen within the target timeframe	Set clear service benchmarks and monitor compliance Review admission and discharge processes Audit service delivery charter and implement recommendations
1.3. Increase access to care	No.300 of integrated outreaches conducted	Implement outreaches plan	
	60% increase in patients visits from targeted communities	Launch awareness campaigns to promote available services	
1.4 Improve patient safety	No.10 of Resolved safety incidents	Develop and implement a robust incident reporting system	
	Compliance rate with patient safety protocols	Conduct regular safety audits and compliance checks	
	No. of HCWs sensitized	Sensitization on safety protocols	
1.5 Optimize customer experience	1.0 Customer satisfaction index	Conduct Biannual customer satisfaction survey Implement recommendations of customer satisfaction survey reports	
	30%customer complaints resolved	Implement customer feedback mechanisms	

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			No. of surveys/audits	Conduct exit audits and surveys
		1.6 Enhance clinical governance	70% reduction in LOS	Develop and implement treatment protocols
			70% reduction in mortality rates	Conduct monthly mortality audits
			No. of audits	Carry out annual SOPs audit
			75% of audit recommendations implemented	Implement SOP Audit recommendations
			No of Clinical Audits	Conduct clinical audits
			60% of audit recommendations implemented	Implement clinical audit recommendations
			80%reduction in HAIs	Implement IPC policies and guidelines
			No.100 of surveillance reports	Conduct annual surveillance of HAIs
			80% reduction in medical errors	Monitor, report and implement the recommended mitigation measures for medical errors
				No 10 of surveys/audits
2	Financial stability	2.1. Increase revenue collection	70% increase in total revenue	Implement an electronic billing system at strategic points to streamline invoicing and payment processes.

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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			<p>Negotiate with NHIF for enhanced medical packages.</p> <p>Negotiate and onboard other private insurance companies.</p> <p>Annual review of user fee</p>
		Cost management strategy	Develop cost management strategy
		90% implementation of cost management strategy	Implement cost management strategy.
		No 5 of proposals developed and funded	Develop funding proposals
		Functional Amenity	Operationalization of Amenity wing
		Functional Credit Control Unit	Establish and operationalize credit control unit.
	2.2. Budget and manage resources appropriately	60% of budget variance from planned expenditures	Procure and maintain automated financial management system
		No.3 of resource allocation reviews conducted annually	Establish a quarterly review committee to assess resource allocation effectiveness

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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			70% increase in revenue collected	Implement recommendation by the revenue collection committee.
		2.3 Automate revenue collection	No.4 of system audits	Conduct annual system audits.
3	Health Information System	3.1. Enhance Data quality and integrity	60% of departments with functional EMRs	Procure and deploy a comprehensive EMR system
			90% of patient records digitized and accessible through the HMIS	Implement a patient portal that allows patients to access their appointments (Bulk messaging).
		3.2 Strengthen Data Security and Privacy	95% of staff trained on data privacy policies	Customize and Implement policies on procedures for data management, data quality, access and sharing.
		3.3 Promote Data-Driven Decision making	Average time taken to generate reports and analyze data for decision making	Invest in Data analytics and build capacity of Staff to generate reports.
		3.4 Increase staff Competency in Health Information Management	80% of staff trained on HMIS	Sensitize staff on HMIS Implement health information strategy
4	Meeting WHO staffing needs and	4.1 Hire and retain the skilled people	Training needs assessment tool	Develop training needs assessment tool
			TNA report	Conduct training needs assessment

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	develop highly skilled and competent workforce	4.2 Develop competent workforce	80% implementation of TNA reports	Implement the training needs assessment report
			Staff sensitization Framework	Develop a framework for staff sensitization on strategies, policies and plans
			Workload report	Undertake a workload analysis
			No.30 of staff recruited	Recruit temporary staffs to supplement Permanent and Pensionable employees
			Proportion of HCWs appraised	Implement performance management system
			50% compliance with program	Implement reward and sanctions programs
			Succession plan	Develop a succession plan
			70% implementation of plan	Implement succession plan
			Talent management strategy	Develop talent management strategy
			80% implementation of Strategy	Implement talent management strategy
5	Upgrade and modernize	5.1 Improve healthcare infrastructure	Master Plan	Customize Facility Master Plan
			90% implementation of the plan	Implement Facility Master Plan

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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hospital infrastructur e and medical equipment through innovation and research.	5.2 Invest in Medical equipment and technology	Units constructed and commissioned	Construct (Cancer Centre, Radiotherapy unit, Palliative, Hospice, central store, perimeter wall, wellness Centre, Drug and substance abuse Centre, Theatres)
	5.3 Enhance research and innovation	Renovation plan	Develop a renovation plan
		70% implementation of the plan	Implement renovation plan
		Green energy framework	Develop and implement green energy management framework
		100% implementation of the framework	Implement Green energy framework.
		Procurement Plan	Develop a procurement plan
		100% implementation of the plan	Implement procurement plan
		No10 of PPMs	Develop PPMs
		100% implementation of the PPMs	Implement PPMs
		No10 of Equipment on placement contracts	Institute Equipment Placement contract
		No.0 of equipment on lease contracts	Initiate equipment leasing contracts
		No 2 of equipment on service contracts	Contract and Implement Service contracts for equipment
		Replacement Plan	Develop an Equipment replacement plan

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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			80% implementation of the replacement plan	Implement Equipment replacement plan
			Research funding Tracking Tool	Develop a research funding tracking tool
			100% implementation of the tool	Implement a research funding tracking tool
			Proposal writing and dissemination framework	Establish a framework to support proposal writing, dissemination and implementation
			No20 of research proposals	
			No20 of staff trained in research	
			No10 of symposiums	
			No15 of conferences	
			Knowledge management and Innovation Strategy	Develop a knowledge management and innovation Strategy
			100% Compliance with strategy	Implement knowledge management and innovation Strategy
6	Develop strong leadership and governance structures	6.1 Foster a culture of transparency and accountability	No.49 of ethical practices sessions conducted	Organize regular workshops on ethics and accountability for all staff.
		6.2 Strengthen governance structures	100% coverage of departments	Customize and Distribute IEC materials
			No.20 of new MOUs signed	Streamline process flow for MOUs and contracts.

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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	6.3 Facilitate community engagement	No. 2 of new partners	Develop partnership proposals.
	6.4 Improve partnering and resource mobilization	Framework	Develop a framework for project planning and implementation
	6.5 Enhance risk management	Resource mobilization strategy	Develop a resource mobilization strategy.
	6.6 Improve administration process	70% of mobilized resources against target	Implement resource mobilization strategy.
	6.7 Improve management of resources	Risk management framework	Develop a risk management framework
		100% Implementation of Risk management framework	Implement a risk management framework

8. Corporate Governance Statement

The Kakamega County General Teaching and Referral Hospital Management Committee was appointed and gazetted on 18th February, 2022 The Kenya Gazette Vol.CXXIV – No. 31. The members are as listed below:

1. Dr. Eren Oyugi – Chairperson
2. Dr. Christian Lamba – Secretary (Medical Superintendent)
3. Mr. Hillary Keverenge – Member (representing the office of the Hospital Administrator)
4. Joy Mudachi – Member
5. Fr. Maurice Erambo – Member
6. Joab Mokaya – Member
7. Mr. Alfred Ekesa – Member
8. Eng Paul Asikoye Akwatale – Member
9. Dr. Naftali Busakhala Wisindi – Member

Due to the late gazetting of the members the board was unable to have a sitting in the first quarter, the previous board members continued with the scheduled meetings for the first quarter while awaiting gazetting.

A handing over from the previous board to the current was done onand the sitting HMC had one full board meeting each quarter and three sub committees had one subcommittee meeting per quarter totalling to Three full board meetings and Nine subcommittee meetings.

Ad Hoc Members were adopted by the Medical Superintendent for easier coordination in bringing the board up to speed, they included; The Nursing Officer In-Charge and Health Administrative Officer.

The Sub Committees were divided into the following:

1. Audit Sub Committee

1. Eng Paul Asikoye -Chairperson
2. Mr. Job Mokaya -Member
3. Mr. James Mailu -Member
4. Dr. Christian Lamba-Member

2. Finance & Human Resource Sub Committee

1. Fr. Maurice Erambo – Chairperson
2. Dr. Christian Lamba- Secretary
3. Eng. Paul Asikoye –Member
4. Ms. Joy Mudachi – Member

3. Technical Sub Committee

1. Dr. Naftali Busakala – Chairperson
2. Mrs June Mwajuma Jeophita- Secretary
3. Prof Hussein Golicha-Member
4. Mr. James Mailu-Member
5. Ms Joy Mudachi- Member
6. Dr. Christian Lamba-Member

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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The board is on a three-year appointment and members are eligible to vie for two terms, at the end of their term a new board is elected and a handing over is done for continuity of office.

In the current sitting HMC all members attended the scheduled meetings and when missing a representative or an apology was sent beforehand.

The facility has an organogram depicting the role of the board in managing the facility but no official charter other than the one inherited from the national government under the **Mwongozo Code of governance** is used, the code's core values are; Transparency, Accountability, Integrity, Professionalism, innovativeness and customer focus.

Other than the Audit Sub Committee the two sub committees cover the following functions:

1. Governance
2. Risk
3. Compliance
4. Finance
5. Technical Matters
6. Strategy
7. Human Resource

In furtherance of its responsibilities, the Board has the following roles:

- (a) Determine the facility's mission, vision, purpose and core values.
- (b) Review, evaluate and approve, on a regular basis, long-term plans for the facility.
- (c) Review, evaluate and approve the facility's budget and financial forecasts.
- (d) Review, evaluate and approve major resource allocations and capital investments.
- (e) Ensure that the procurement process is cost-effective and delivers value for money.
- (f) Review and approve the operating and financial results of the organization.
- (g) Ensure effective, accurate, timely and transparent disclosure of pertinent information on the facility's operations and performance.
- (h) Ensure that effective processes and systems of risk management and internal controls are in place.
- (i) Review and evaluate the overall facility structure, the assignment of senior management responsibilities and plans for senior management development and succession.
- (j) Review, evaluate and approve the remuneration structure of the facility.
- (k) Adopt, implement and monitor compliance with the Code of Conduct and Ethics.
- (l) Review on a quarterly basis the attainment of targets and objectives set out in the agreed performance measurement framework with the County Government of Kakamega.
- (m) Review periodically the facility's strategic objectives and policies relating to sustainability and social responsibility.
- (n) Protect the rights of patients and optimize value of care;
- (o) Enhance the facility's public image and ensure engagement with the community through effective communication.
- (p) Monitor compliance with the Constitution, all applicable laws, regulations and standards
- (q) Review, monitor and ensure that the facility is effectively and consistently delivering on its mandate.

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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Each individual Board member shall be expected to:

- (a) Exercise the highest degree of care, skill and diligence in discharging their duties
- (b) Act in the best interest of the facility and not for any other purpose
- (c) Act honestly at all times and must not place themselves in a situation where their personal interests' conflict with those of the facility.
- (d) Exercise independent judgment
- (e) Devote sufficient time to carry out their responsibilities, regularly update their knowledge and enhance their skills
- (f) Promote and protect the image of the facility.
- (g) Owe their duty to the facility and not to the nominating or appointing authority
- (h) Owe the facility the duty to hold in confidence all information available to them by virtue of their position as a Board member.

Following the handing over, the current board has never been formally inducted but on job trainings have been conducted within the facility.

The remuneration for board members is as follows:

Full Board;

- i. Chairman – 20,000 Ksh
- ii. All other Members – 15,000 Ksh

Sub Committees;

All Members –4,000 Kshs

More needs to be done to have an efficient and performing board, a formal induction is yet to be done neither is an official appointment letters from the County.

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

9. Management Discussion and Analysis

Section A

The Hospital's operational and financial performance

Kakamega Hospital is a level 5 hospital established under gazette notice number 78, The County Governments Acts (No.17 Of 2012) and is domiciled in Kakamega County under the Health Department. The hospital is governed by a Board of Management.

During the just concluded year ending June 30th, 2025, the hospital performed well, having raised more than Ksh. 1 billion in terms of SHA receipts and claims as well as Funeral parlour revenues, and normal revenue from patients as well as transfers from FIF.

Kakamega County General Teaching and Referral Hospital relies on the following departments as the main revenue sources;

The hospital generates revenue from different sources/departments including Outpatient department, Inpatient Department, Surgical, Laboratory, Radiology, Wards, Maternity, Eye Unit, ENT, Funeral Parlour, Oncology, pharmacy among others

Section B

Hospital's compliance with statutory requirements

The hospital has no potential contingent liability though it has incurred costs amounting to Ksh. 217.1 m which is yet to be paid as outstanding bills as at the end of year under consideration.

The Social Health Authority (SHA) has a balance of Ksh 70,739,406 with unremitted amounts from NHIF, Mtiba and MINET of Ksh. 121,260,794 , Mtiba Ksh 2,653,037 and Minet Ksh 3,277,657 respectively that has not been remitted for the year ended ended 30th June 2025. The total exposure in terms of monetary value for the health covers is Ksh. 197.9 Million.

Section C

Key projects and investment decisions the entity is planning/implementing.

The hospital is investing in the following key projects for the FY 2024/2025.

1. Renovation of amenity ward
2. Purchase of three additional dialysis machine
3. Purchase of new x-ray machine
4. Installation of laparoscopic machine
5. Installation of fire fighting equipments.

The above investments will be financed partly by the parent ministry of health.

Section D

Major risks facing the entity.

The hospital is facing several risks especially on financial related risk. For The hospital to meet its optimal operational efficiency and to achieve the goal congruence it requires a budget balance of Ksh.1.2 billion. Currently the hospital is operating on a budget balance of Ksh.700,000,000, this exposes the hospital to a financial deficit of Ksh.500,000,000.

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
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The hospital faces a lot of competition from neighbouring privately owned facilities though as a referral facility the hospital receives a lot of patients. Currently the outpatient load is at 500, most of them on referrals from other lower facilities.

As per the current situation on liquidity and credit risks, the hospital is at risk as the budget is not balanced. Once the budget is upscaled to 1.2 billion the hospital's liquidity portfolios will be on float.

The hospital is yet to develop its risk management framework and policy.

Section E

Material arrears in statutory/financial obligations

The Hospital's current pending bills stands at Ksh. 217 million, this includes major bills not yet paid. Currently the hospital pays the staff salaries on time despite low budget appropriation.

Section F

The hospital's financial probity and serious governance issues

The hospital has fully operational board of management that runs the hospital and also constituted the following committees to ensure transparency, integrity, fairness and follows legal framework in execution of its mandates.

1. Financial and human resource committee
2. Audit committee
3. Quality assurance committee
4. Advisory committee

10. Environmental And Sustainability Reporting

i) Sustainability strategy and profile

Kakamega County Teaching and referral hospital maintains a Mission to promote and participate in provision of an integrated quality curative and rehabilitative services to all Kenyans. This is a continuous objective that needs to be sustained over time, to achieve this the Hospital has identified the following sustainability priorities; consultative planning and budgeting process, improving revenue collection and lobbying for staff deployment.

In consultative planning and budgeting the facility has brought together the county health management and various stakeholders in order to achieve the facility's mandate. This has directly affected the budgeting process where aside from the in-house priorities, program-based targets are given a say in the budgets. This has greatly influenced indicators of the facility on the positive side.

On matters improving revenue the Hospital management team in line with the gazetted County charges for level five have sealed loopholes that led to revenue loss. This together with encouraging the local populous on NHIF uptake has led to tremendous revenue increase.

Staff numbers and appropriate deployment is key to quality service provision which is line with the facility's core mandate, this has put to task the Medical Superintendent and the Board to lobby for deployment of staff to the Hospital.

However, in the course of implementation of the above mentioned, there are challenges experienced in the facility. They include; Inadequate staffing, Inadequate funding and delays in disbursement also had a derail in implementation of the facility annual work plan.

ii) Environmental performance

Kakamega County General Teaching and Referral Hospital has yet to establish an environmental policy guideline, however the facility uses established National and County Executive Guidelines on environmental issues as its guiding principles in the matter.

Some of the environmental issues experienced in the facility include; waste generation, waste segregation, waste disposal and management, disposal of unclaimed bodies. These still remain a challenge for the facility and more engagements are needed.

iii) Employee welfare

The Majority of employees within the facility are County Government of Kakamega employees, followed by UHC engaged staff. Despite the effort the facility has a massive shortage of staff that, that gap is plugged by Casual staff engaged by the board.

To improve staff performance, the Hospital has initiated capacity building programmes to staffs through on-job trainings, continuous medical education, workshops and conference attendance that is supported. Furthermore, the facility management conducts staff appraisal performance which is coordinated from the County department of health and the Human Resource Department.

The facility has complied to Occupational Safety and Health Act of 2007, (OSHA) by providing adequate office space that is regularly cleaned, providing sanitation facilities, regular trainings on drug and substance abuse and providing PPEs to all staff.

iv) Market place practices-

The facility outlines its efforts to:

a Responsible competition practice.

All staff are inducted into the Code of Conduct, Human Resource Manual and Disciplinary process as well as made aware of their scope of service, this sorts a lot of the issues with regards to corruption. The facility has also embraced a total cashless system for easier accountability and reduce the risk of corruption.

b Responsible Supply chain and supplier relations

All procurement processes in the facility adhere to the laid down regulations, with the facility procurement officer taking lead to ensure guidelines and regulations are followed. The facility maintains good practices and treats its own suppliers responsibly by honouring contracts, all of which are subject to funds availability.

c Responsible marketing and advertisement

The facility through Continuous Medical Examination ensures that all its staff are well aligned with the International, National and County guidelines in regards to Ethical practices within the facility.

d Product stewardship

The Patients' rights Charter which all staff are well aligned with and frequently reminded of is one of the documents we use to ensure that Client's rights are respected and upheld.

E Corporate Social Responsibility / Community Engagements

Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

The Hospital is fostering interaction with the surrounding community from which majority of clients come from. Regular community dialogues are conducted on dialogue days which are usually planned and executed. The dialogue brings on board the administrative arm of the government, the community health volunteers and other NGOs.

Community Health volunteers linked to the facility are also engaged in marketing the facility services and escort clients especially for delivery and Ante natal clinic services. This has led to a drop in maternal mortalities and morbidities.

11. Report of The Board of Management

The board members submit their report together with the audited financial statements for the year that ended June 30, 2025, which show the state of the hospital's affairs.

Principal activities

Vision

To be a regional Centre of Excellence in holistic health care development, medical research and education

Mission

The mission of KCGTRH is to excel in providing healthcare services through the development of infrastructure, human resources, medical supplies, training, research and the creation of a patient-friendly environment.

Mandate

Professionalism and integrity- Ethical, honest, and have strong moral principles.

Competent and skilled. It also includes confidentiality and privacy

Accountability- The obligation of all staff in the Hospital to be responsible for activities and actions, and to disclose the results in a transparent manner.

Customer Focus - Empathetic and caring, treating all people with worth and dignity and timely delivery of services

Teamwork and Team Spirit - Co-operative or coordinated efforts among staff working together for the interest of a common cause in the Hospital.

Security and Safety - Offering services in a secure environment free from errors, accidents, injuries and infections.

Results

The results of the entity for the year ended June 30 2025 are set out on pages XVII to XXVI

Board of Management

The members of the Board who served during the year are shown on page viii. During the year, 2024/2025 no director(s) retired/ resigned, and no director (s) was appointed with effect from financial year 2024/2025 to date.

Auditors

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

By Order of the Board

.....


Dr. Christian Lamba

Secretary to the Board

12. Statement of Board of Management’s Responsibilities

Section 164 of the Public Finance Management Act, 2012 (entities should quote the applicable legislation under which they are regulated) requires the Board of Management to prepare financial statements in respect of that entity, which give a true and fair view of the state of affairs of the entity at the end of the financial year/period and the operating results of the entity for that year/period. The Board of Management is also required to ensure that the entity keeps proper accounting records which disclose with reasonable accuracy the financial position of the entity. The council members are also responsible for safeguarding the assets of the entity.

The Board of Management is responsible for the preparation and presentation of the entity’s financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2025. 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 entity, (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 entity; (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Board of Management accepts responsibility for the entity’s financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and (– entities should quote applicable legislation as indicated under). The Board members are of the opinion that the entity’s financial statements give a true and fair view of the state of entity’s transactions during the financial year ended June 30, 2025, and of the entity’s financial position as at that date. The Board members further confirm the completeness of the accounting records maintained for the entity, which have been relied upon in the preparation of the entity’s financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Directors have assessed the Fund’s ability to continue as a going concern (disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements) OR

Nothing has come to the attention of the Board of management to indicate that the entity will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Hospital’s financial statements were approved by the Board on 9/7/2025 and signed on its behalf by:



.....
Name: Dr. Eren Oyugi
Chairperson
Board of Management



.....
Name: Dr. Christian Lamba
Accounting Officer

13. Report of the Office of Auditor General

REPUBLIC OF KENYA



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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON KAKAMEGA COUNTY GENERAL TEACHING AND REFERRAL HOSPITAL FOR THE YEAR ENDED 30 JUNE, 2025 – COUNTY GOVERNMENT OF KAKAMEGA

PREAMBLE

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

- A. Report on 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 the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 Kakamega County General Teaching and Referral Hospital – County Government of Kakamega set out on pages 1 to 31, which comprise of the statement of financial position as at 30 June, 2025 and the

statement of financial performance, statement of changes in net assets, 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kakamega County General Teaching and Referral Hospital – County Government of Kakamega as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Kakamega County Health Services Act, 2022, the Health Act, 2017 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracy of the Financial Statements

1.1 The Statement of Financial Performance

The statement of financial performance reflects rendering of services – medical service income amount of Kshs.676,520,492. However, the Check Health Information System (CHIS) reports showed total receipts of Kshs.121,595,937 resulting to unexplained and unreconciled variance of Kshs.554,924,555.

Further, the statement reflects general expenses amount of Kshs.146,623,876 while Note 16 to the financial statements reflects Kshs.144,316,759 resulting in unreconciled variance of Kshs.2,307,117.

In the circumstances, the accuracy and completeness of rendering of services – Medical Service Income and general expenses amounts of Kshs.676,520,492 and Kshs.146,623,876 respectively could not be confirmed.

1.2 The Statement of Changes in Net Assets

The statement of changes in net assets reflects revaluation gain of Kshs.73,780,553. However, Note 21 to the financial statements reflects Nil revaluation adjustment resulting to unexplained and unreconciled variance of Kshs.73,134,601.

In the circumstances, the completeness and accuracy of the revaluation gain amounting to Kshs.73,134,601 could not be confirmed.

1.3 The Statement of Cash flows

Review of the statement of cash flows revealed the following anomalies:

- i. Note 23 shows net cash flows from operating activities amount of Kshs.50,785,942. However, working capital adjustments have not been made in

Note 23 as required by the Public Sector Accounting Standards Board financial reporting template.

- ii. The statement has been prepared using hybrid of direct and indirect method contrary to the prescribed Public Sector Accounting Standards Board financial reporting template.
- iii. The statement reflects working capital adjustment change - decrease in inventory of Kshs.10,206,604 that differs with the reworked working capital adjustment – increase in inventory of Kshs.60,216,712 resulting to unreconciled variance of Kshs.50,010,108
- iv. The statement shows decrease of inventory balance of Kshs.10,206,604, increase in receivables of Kshs.244,409,795 and increase in payables of Kshs.217,116,755, totaling to Kshs.17,086,436. However, the balance had not been adjusted in the net increase/decrease in cash and cash equivalents balance of Kshs.1,495,049.

In the circumstances, the accuracy of the statement of cash flows could not be confirmed.

1.4 The Statement of Comparison of Budget and Actual Amounts

The statement of comparison of budget and actual amounts discloses actual total receipts amount of Kshs.884,950,586 and actual receipts performance difference of Kshs.193,918,609. However, reworking of the totals shows actual total receipts of Kshs.875,567,526 and actual receipts performance difference of Kshs.469,871,688 resulting to unreconciled variances of Kshs.9,383,060 and Kshs.275,953,079 respectively. Further, capital expenditure paid performance difference has been disclosed as Kshs.3,479,455. However, reworking of the difference shows Kshs.4,805,445 resulting to unreconciled variance of Kshs.1,325,990.

In the circumstances, the completeness and accuracy of the statement of comparison of budget and actual amounts could not be confirmed.

2. Inaccuracy of Transfers from Kakamega County General Teaching and Referral Hospital (KCGRH) to and from Kakamega County Health Service Fund (KCHSF)

The statement of financial performance and Note 15 to the financial statements reflects transfers to Kakamega County Health Service Fund (KCHSF) totalling Kshs.477,009,184. However, KCHSF financial statements indicate corresponding receipt of Kshs.463,923,945 from the Kakamega County General and Referral Hospital (KCGRH) resulting to an unreconciled variance of Kshs.13,085,239.

In addition, the statement of financial performance reflects revenue transfers from other Government entities (Kakamega County Health Service Fund) of Kshs.435,995,429. However, the Kakamega County Health Service Fund (KCHSF) financial statements showed a balance of Kshs.423,178,470 as transfers to other Government entities resulting to an unreconciled variance of Kshs.12,816,959.

In the circumstances, the accuracy and completeness of the respective amounts reflected in the statement of financial performance could not be confirmed.

3. Unconfirmed Revaluation Reserve Balance

The statement of financial position reflects revaluation reserve balance of Kshs.73,780,553 as at 30 June, 2025. However, assets revaluation report and details of the nature of assets revalued were not provided for audit review.

In the circumstances, the completeness and accuracy of the revaluation reserve balance of Kshs.73,780,553 could not be confirmed.

4. Anomalies in Accuracy, Presentation and Disclosure of the Annual Report and Financial Statements

Review of the annual report and financial statements revealed the following cases of non-compliance with the revised Public Sector Accounting Standards Board (PSASB) financial reporting template for 2024/2025 financial year;

- i. The Management Discussion and Analysis on page xxx shows total unpaid claims from SHA, NHIF, Mtiba and MINET balances of Kshs.70,739,406, Kshs.121,260,794, Kshs.2,653,037 and Kshs.3,3277,657 respectively as at 30 June, 2025. However, the balances in the Management Analysis differ with unpaid balances of SHA Kshs.23,566,580, NHIF Kshs.66,711,852, Mtiba Kshs.2,618,451 and MINET Kshs.(379,805.) as reflected in the financial statements.
- ii. The assets movement schedule in Note 21 to the financial statements has the net book value shown as at 30 June 20xx instead of 30 June, 2025 and the depreciation method and rates for the individual assets have not been disclosed.

In the circumstances, the presentation, disclosure and accuracy of the annual report and financial statements do not comply with the Public Sector Accounting Standards Board reporting requirements.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.1,345,439,214 and Kshs.884,950,586 respectively, resulting in under-funding of Kshs.460,488,628 or 34% of the approved budget. Similarly, the Hospital spent Kshs.859,976,139 against the actual receipts of Kshs.884,950,586 resulting in under-utilization of Kshs.24,974,447.

The under-funding and under-utilization of the approved budget is an indication that some activities and projects in the annual plan were not implemented, which may have affected service delivery.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

The Management is responsible for the Other Information set out on page iv to xxxvii which comprise of Key Entity Information and Management, Board of Management, Management Team, Chairman's Statement, Report of the Medical Superintendent, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Board of Management and Statement of Management's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Hospital's financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this Other Information and I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the 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. Lack of Contract for Check Health Information System (CHIS)

The Hospital acquired a Check Health Information System from a local firm the year 2009. However, review of the system file and other supporting documents revealed that the Hospital did not have a binding contract with the vendor. Further, no technical support was offered by the vendor and the vendor did not supply the system source code for upgrade and future customization. In addition, the System was not integrated to payment systems for real-time reconciliation of billing with actual receipts paid by patients and the Renal and Cancer center had not been incorporated in the Hospital main registration office making it difficult to trace all patients attended to in the units and nature of services offered.

In the circumstances, the effectiveness and efficiency of Check Health Information system could not be confirmed.

2. Non-Compliance with Kenya Quality Model for Health Policy Guidelines on Staffing and Equipment

Review of personnel records provided for audit revealed inadequate staffing of health workers at the Hospital. The Facility did not meet the requirements of Kenya Quality Model for Health Policy Guidelines due to staff deficits as shown in the table below: -

Personnel	Level 5 Hospital Standard (A)	Actuals in the Hospital(B)	Variance C=B-A	Percentage (%) D=(C/A) *100
Medical Officers	50	33	-17	-34
Anesthesiologists	7	1	-6	-86
General Surgeons	4	5	+1	+25
Gynecologists	4	3	-1	-25
Pediatrics	4	3	-1	-25
Radiologists	4	2	-2	-50
Kenya Registered Community Health Nurses	250	196	-54	22
Total	323	243	-80	-25

In addition, the Hospital lacked equipment and machines outlined in the Health Policy Guidelines as shown below:

Services	Level 5 Hospital Standard A	Actuals in the Hospital B	Variance C=B-A	Percentage (%) (C/A) *100
Resuscitaire in Labour Ward	5	3	-2	-40%

Services	Level 5 Hospital Standard A	Actuals in the Hospital B	Variance C=B-A	Percentage (%) (C/A) *100
New Born Unit incubators	15	7	-8	-53%
Functional ICU Beds	10	6	-4	-40%
High Dependency Units (HDU) Beds	4	3	-1	-25%
Renal Units with at Least 5 Dialysis Machines	12	7	-5	-42%
Functional operating theaters maternity and general	8	5	-3	-38
Total	54	31	-23	-40%

The deficiencies contravened the First Schedule of the Health Act, 2017 and imply that accessing the highest attainable standard of health, which includes the right to health care services, including reproductive health care as required by Article 43(1) of the Constitution of Kenya, 2010 may not be achieved. Further, this contravened the Kenya Quality Model for Health Policy Guidelines and hindered the realization of the Government program on Universal Health Coverage (UHC).

In the circumstances, the Hospital may not provide the required standard of healthcare services, including reproductive health care as envisioned for a Level 5 Hospital.

3. Non-Compliance with the Facilities Improvement Financing Act, 2023

The statement of cash flows reflects transfers from other Government entities in respect to Facility Improvement Fund (FIF) amounting to Kshs.389,516,528. Further, the statement includes transfers to FIF amounting to Kshs.477,009,184 which relates to transfer to Facility Improvement Fund. However, a balance of Kshs.87,492,656 was retained at Facility Improvement Fund. (FIF) account and not remitted to the Hospital or any other health facility. This was contrary to Section 5(1) of the Facilities Improvement Financing Act, 2023 which provides that there shall be retention of all monies raised or received by or on behalf of all public health facilities

Further, review of the bank accounts documents revealed that the Hospital had not opened a special purpose Facility Improvement Financing bank account. This was contrary to Section 5(2) of the Facilities Improvement Financing Act, 2023 which provides that there shall be opened a facility improvement financing account for each public health facility into which shall be paid all monies received by or on behalf of the respective public health facility.

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

4. Failure to Undertake Safety and Health Audits

Review of documents provided revealed that there were no safety and health audits carried out by the Hospital during the year under review. This was contrary to Section 11(1) of the Occupational Safety and Health Act, 2007 which states that the occupier of a workplace shall cause a thorough safety and health audit of his workplace to be carried out at least once in every period of twelve months by a safety and health advisor, who shall issue a report of such an audit containing the prescribed particulars to the occupier on payment of a prescribed fee and shall send a copy of the report to the Director.

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

5. Lack of Approved Strategic Plan

During the year under review, it was observed that Management did not have a strategic plan to guide the entity in achieving its objectives contrary to Section 149 (2)(g) of the Public Finance Management Act, 2012, which requires Accounting Officers designated to County Government entities to prepare a strategic plan for the entity in conformity with the medium-term fiscal framework and financial objectives of the County Government.

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

6. Lack of Asset Register

The statement of financial position and Note 21 to the financial statements show property, plant and equipment balance of Kshs.21,849,059. However, review of assets management and control, revealed that the Hospital did not maintain an updated asset register containing serial number of assets, value of assets, location, depreciation charge, net book value and status of each asset contrary to Section 149(2)(o) of the Public Finance Management Act, 2012.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for effect of the matters 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 governance were not effective.

Basis for Conclusion

1. Weaknesses in Information Communication Technology (ICT) Internal Controls Environment

Review of Information Technology (ICT) controls environment and records revealed that the Hospital had an ICT Department with one ICT officer. However, it was observed that the department lacked ICT Strategic Plan, approved ICT Policy, established ICT Steering Committee, remote backup/replication server and backup system.

In the circumstances, the effectiveness of the hospital's ICT environment internal controls could not be confirmed.

2. Lack of Internal Audit Function

During the year under review, the Hospital did not have an Internal Audit Function to perform risk assessment processes and evaluation of operational effectiveness through reviews of the internal controls, thus risks may not have been identified and mitigated contrary to Section 155(1)(a) and (5) of Public Finance Management Act, 2012 which states that a County Government entity shall ensure that it complies with this Act and has appropriate arrangements for conducting internal audit according to the guidelines issued by the Accounting Standards Board.

In the circumstances, the absence of an operational Internal Audit Unit creates a significant gap in the Hospital's governance and control framework, increasing its vulnerability to various risks.

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

Responsibilities of the Management and Board of Management

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

In preparing the financial statements, Management is responsible for assessing the Hospital's, ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to 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 comply with the authorities which govern them and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

16 December, 2025

Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

14. Statement of Financial Performance for The Year Ended 30 June 2025

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Revenue from non-exchange transactions			
Transfers from the County Government	6	7,000,000	0
Transfers from other Government entities (FIF)	7	435,995,429	0
		442,995,429	0
Revenue from exchange transactions			
Rendering of services- Medical Service Income	8	676,520,492	0
Revenue from rent of facilities	9	461,400	0
		676,981,892	0
Total revenue		1,119,977,321	0
Expenses			
Medical/Clinical costs	10	312,883,657	0
Employee costs	11	104,500,259	0
Board of Management Expenses	12	212,736	0
Depreciation and amortization expense	13	13,345,496	0
Repairs and maintenance	14	27,213,467	0
Transfer to FIF	15	477,009,184	0
General expenses	16	146,623,876	0
Refunds	17	748,200	0
Total expenses		1,082,536,875	0
Other gains/(losses)			
Net Surplus / (Deficit) for the year		37,440,446	0

(The notes set out on pages 7 to 30 form an integral part of the Annual Financial Statements.)
The Hospital's financial statements were approved by the Board on 9/7/2025 and signed on its behalf by:

.....
Dr. Eren Oyugi
Chairman
Board of Management

.....
CPA Wycliffe Wanzala
Head of Finance
ICPAK No: 68034

.....
Dr. Christian Lamba
Medical Superintendent

Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

15. Statement of Financial Position As At 30th June 2025

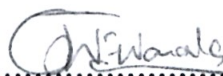
Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Assets			
Current assets			
Cash and cash equivalents	18	1,862,188	0
Receivables from exchange transactions	19	244,409,795	0
Inventories	20	60,216,712	0
Total Current Assets		306,488,695	0
Non-current assets			
Property, plant, and equipment	21	21,849,059	0
Total Non-current Assets		21,849,059	0
Total assets (A)		328,337,754	0
Liabilities			
Current liabilities			
Trade and other payables	22	217,116,755	0
Total Current Liabilities		217,116,755	0
Non-current liabilities			
Total non-current liabilities		0	0
Total Liabilities (B)		217,116,755	0
Net assets (A-B)		111,220,999	0
Represented by:			
Revaluation reserve		73,780,553	0
Accumulated surplus/Deficit		37,440,446	0
Capital Fund		0	0
Net Assets		111,220,999	0

(The notes on pages 7 to 30 form an integral part of the Annual Financial Statements.)

The Hospital's financial statements were approved by the Board on 9/7/2025 and signed on its behalf by:



Dr. Eren Oyugi
Chairman



CPA Wycliffe Wanzala
Head of Finance



Dr. Christian Lamba
Medical Superintendent

Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

Board of Management **ICPAK No:**

16. Statement of Changes in Net Assets for The Year Ended 30 June 2025

Description	Revaluation reserve	Accumulated surplus/Deficit	Capital Fund	Total
As at July 1, 2023 (previous year)	0	0	0	0
Revaluation gain	0	0	0	0
Surplus/(deficit) for the year	0	0	0	0
Capital/Development grants	0	0	0	0
As at June 30, 2024 (previous year)	0	0	0	0
At July 1, 2024 (current year)	0	0	0	0
Revaluation gain	73,780,553	0	0	73,780,553
Surplus/(deficit) for the year	0	37,440,446	0	37,440,446
Capital/Development grants	0	0	0	0
At June 30, 2025 (current year)	73,780,553	37,440,446	0	111,220,999

(Note:

1. For items that are not common in the financial statements, the entity should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.
2. Prior year adjustments should have an elaborate note describing what the amounts relate to. In such instances, a restatement of the opening balances needs to be done.)

Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

17. Statement of Cash Flows for The Year Ended 30 June 2025

Description	Note	2024/2025	2023/2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from the County Government	6	7,000,000	0
Transfers from other Government entities FIF		389,516,528	0
Rendering of services- Medical Service Income		478,589,598	0
Revenue from rent of facilities	9	461,400	0
Total Receipts		875,567,526	0
Payments			
Medical/Clinical costs		138,396,525	0
Employee costs		94,536,610	0
Board of Management Expenses	12	212,736	0
Repairs and maintenance		16,446,193	0
Transfer to FIF		477,009,184	0
General expenses		97,432,136	0
Refunds paid out		748,200	0
Total Payments		824,781,584	0
Net cash flows from operating activities	23	50,785,942	0
Decrease in inventories		10,206,604	0
Increase in receivables		(244,409,795)	
Increase in payables		217,116,755	
Cash flows from investing activities			
Purchase of property, plant, equipment		(35,194,555)	0
Net cash flows used in investing activities		(35,194,555)	0
Cash flows from financing activities			
Net cash flows used in financing activities		0	0
Net increase/(decrease) in cash and cash equivalents		(1,495,049)	0
Cash and cash equivalents as at 1 July		3,357,237	0
Cash and cash equivalents as at 30 June	18	1,862,188	0

(PSASB has now prescribed the direct method of cashflow presentation for all entities under the IPSAS Accrual basis of accounting).

18. Statement of Comparison of Budget and Actual Amounts for Year Ended 30 Jun 2025

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilisation
	a	b	c=(a+b)	d	e=(c-d)	f=d/c%
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the County Government	7,000,000	0	7,000,000	7,000,000	0	100
Transfers from other Government entities (FIF)	665,469,607	0	665,469,607	389,516,528	275,953,079	59
Rendering of services- Medical Service Income	672,469,607	0	672,469,607	478,589,598	193,880,009	71
Revenue from rent of facilities	500,000	0	500,000	461,400	38,600	92
Total receipts	1,345,439,214	0	1,345,439,214	884,950,586	193,918,609	66
Payments						
Medical/Clinical costs	493,631,764	0	493,631,764	138,396,525	355,235,239	28
Employee costs	150,000,000	0	150,000,000	94,536,610	55,463,390	63
Remuneration of directors	400,000	0	400,000	212,736	187,264	53
Repairs and maintenance	30,000,000	0	30,000,000	16,446,193	13,553,807	55
Transfer to FIF	517,607,450	0	517,607,450	477,009,184	23,598,266	92
General expenses	150,000,000	0	150,000,000	97,432,136	52,567,894	65
Refunds	800,000	0	800,000	748,200	51,800	94
Total Operational Expenditure paid	1,342,439,214	0	1,342,439,214	824,781,584	500,657,660	50
Capital Expenditure paid	40,000,000	0	40,000,000	35,194,555	3,479,455	88
Surplus	0	0	0	60,169,002	0	0

Budget notes

1. Provide an explanation of differences between actual and budgeted amounts (any over/ 90% under) IPSAS 24.14
2. Provide an explanation of changes between the original and final budget, indicating whether the difference is due to reallocations or other causes. (IPSAS 24.29)

**Kakamega County General Teaching and Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	60,169,002
1	Reason for differences (Opening Reserves) (Bank Balance)	3,357,237
2	Reason for differences (Increase in Receivables)	(244,409,795)
3	Reason for differences (Increase in payables)	217,116,755
4	Reason for differences (Decrease in Inventory)	7,538,018
5	Reason for differences (Inccerase in assets)	(35,194,555)
	Closing Cash and Cash Equivalent as per the statement of Cash flows	1,862,188

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

19. Notes to the Financial Statements

1. General Information

Kakamega Hospital is a level 5 hospital established under gazette notice number 78, The County Governments Acts (No.17 Of 2012) and is domiciled in Kakamega County under the Health Department. The hospital is governed by a Board of Management.

Vision

To be a regional Centre of Excellence in holistic health care development, medical research and education

Mission

The mission of KCGTRH is to excel in providing healthcare services through the development of infrastructure, human resources, medical supplies, training, research and the creation of a patient-friendly environment.

Mandate

Professionalism and integrity- Ethical, honest, and have strong moral principles.

Competent and skilled. It also includes confidentiality and privacy

Accountability- The obligation of all staff in the Hospital to be responsible for activities and actions, and to disclose the results in a transparent manner.

Customer Focus - Empathetic and caring, treating all people with worth and dignity and timely delivery of services

Teamwork and Team Spirit - Co-operative or coordinated efforts among staff working together for the interest of a common cause in the Hospital.

Security and Safety - Offering services in a secure environment free from errors, accidents, injuries and infections.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant, and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the entity's accounting policies.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

3. Summary of Significant Accounting Policies

a. Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other Government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the Entity and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the asset that has been acquired using such funds.

ii) Revenue from exchange transactions

Rendering of services

The entity recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to the entity.

Interest income

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

Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

b. Budget information

The original budget for FY 24/25 was approved by Board on **9/6/2024**. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals in order to conclude the final budget. Accordingly, the entity recorded additional appropriations of **0** on the FY 2024/2025 budget following the Board's approval. The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget.

A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget.

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts, and the actuals as per the statement of cash flows.

c. Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

d. Leases

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the Entity. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Entity also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition.

Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit.

An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Entity will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

e. Intangible assets

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

f. Biological Assets

The entity recognizes biological assets when it controls the assets due to past events, it is probable that future economic benefits associated with the asset will flow to the entity, and when the fair value or cost of the asset can be measured reliably. Biological assets are initially and subsequently measured at fair value less costs to sell, except where fair value cannot be reliably determined. In such cases, the asset is measured at its cost less accumulated depreciation and any accumulated impairment losses. Changes in fair value less costs to sell are recognized in surplus/deficit in the period in which they occur.

g. Research and development costs

The Entity expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Entity can demonstrate:

- The technical feasibility of completing the asset so that the asset will be available for use or sale
- Its intention to complete and its ability to use or sell the asset
- The asset will generate future economic benefits or service potential
- The availability of resources to complete the asset
- The ability to measure reliably the expenditure during development.

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

Financial assets

Classification of financial assets

The entity classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note xx*.

Financial liabilities

Classification

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

h. Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

Costs incurred in bringing each product to its present location and conditions are accounted for as follows:

- Raw materials: purchase cost using the weighted average cost method.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

- Finished goods and work in progress: cost of direct materials and labour, and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower cost and the current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

i. Provisions

Provisions are recognized when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Entity expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

j. Social Benefits

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The entity recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the entity will incur in fulfilling the present obligations represented by the liability.

k. Contingent liabilities

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.

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

l. 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.

m. Nature and purpose of reserves

The entity creates and maintains reserves in terms of specific requirements. (Entity to state the reserves maintained and appropriate policies adopted.)

n. Changes in accounting policies and estimates

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

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

o. Employee benefits

Retirement benefit plans

The Entity provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump-sum payments or increased future contributions on a proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation. (the entity to retain information relating to defined benefits or contributions, where both schemes are managed full policy applies)

p. Related parties

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

q. Service concession arrangements

The Entity analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the *Entity* recognizes that asset when, and only when, it controls or regulates the services. The operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the *Entity* also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

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r. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

s. Comparative figures

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

t. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2025.

4. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Entity's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

Estimates and assumptions.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. (IPSAS 1.140)

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Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- The condition of the asset based on the assessment of experts employed by the Entity.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset.

Provisions

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note xxx. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

(Include provisions applicable for your organisation e.g. provision for bad debts, provisions of obsolete stocks and how management estimates these provisions).

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

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Notes to Financial Statements Continued

6. Transfers from the County Government

Description	FY2024/2025	FY2023/2024
	KShs	KShs
Unconditional grants		
Operational grant	7,000,000	0
	7,000,000	0
Conditional grants		
Laboratory grant	0	0
Total government grants and subsidies	7,000,000	0

6 b Transfers from The County Government

Name of the Entity sending the grant	Amount recognized to Statement of financial performance* KShs	Amount deferred under deferred income KShs	Amount recognised in capital fund.	Total grant income during the year	Comparative Period
			KShs	KShs	KShs
Kakamega County Government	7,000,000	0	0	7,000,000	0
Total	7,000,000	0	0	7,000,000	0

(Ensure that the amount recorded above as having been received from the County fully reconciles to the amount recorded by the amount recorded as transferred by the County. An acknowledgement note/receipt should be raised in favour of the sending County Government. The details of the reconciliation have been included under appendix III).

*Amount recognised in the statement of financial performance should be the recurrent grant and the development grant to the extent that there are no conditions attached. Total of column 1 should tie to note 6(the part on unconditional grants).

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to Financial Statements Continued

7. Transfers From Other Government Entities

Description	2024/2025	2023/2024
	KShs	KShs
Transfer from National Government (FIF)	435,995,429	0
Transfer from National Hospital	0	0
Total Transfers	435,995,429	0

8. Rendering of Services-Medical Service Income

Description	2024/2025	2023/2024
	Kshs	Kshs
Pharmaceuticals	267,986,000	0
Non-Pharmaceuticals	220,090,600	0
Laboratory	43,386,276	0
Radiology	67,300,003	0
Orthopedic and Trauma Technology	8,900,000	0
Theatre	9,000,456	0
Accident and Emergency Service	5,790,000	0
Anesthesia Service	2,500,000	0
Ear Nose and Throat service	1,000,000	0
Nutrition service	1,200,000	0
Cancer centre service	6,890,400	0
Dental services	3,879,000	0
Reproductive health	15,908,000	0
Paediatrics services	7,689,000	0
Farewell home services	15,000,760	0
Total revenue from the rendering of services	676,520,492	0

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

9. Revenue From Rent of Facilities

Description	2024/2025	2023/2024
	Kshs	Kshs
Commercial property	461,400	0
Total Revenue from rent of facilities	461,400	0

10. Medical/ Clinical Costs

Description	2024/2025	2023/2024
	Kshs	Kshs
Dental costs/ materials	2,400,000	0
Laboratory chemicals and reagents	26,061,513	0
Public health activities	1,550,450	0
Food and Ration	34,885,003	0
Uniform, clothing, and linen	2,809,250	0
Dressing and Non-Pharmaceuticals	133,039,313	0
Pharmaceutical supplies	52,144,312	0
Health information stationery (Medical records)	7,978,505	0
Reproductive health materials	2,011,963	0
Sanitary and cleansing Materials	18,350,334	0
Purchase of Medical gases	3,387,000	0
X-Ray/Radiology supplies	21,196,109	0
Other medical related clinical costs (therapy appliances)	7,069,905	0
Total medical/ clinical costs	312,883,657	0

11. Employee Costs

Description	2024/2025	2023/2024
	Kshs	Kshs
Salaries, wages, and allowances	85,956,449	0
Contributions to pension schemes	8,757,150	0
Staff medical expenses and Insurance cover (SHIF)	2,614,192	0
Social contribution*Welfare	349,500	0
Other employee costs (AHL,PAYE)	6,822,968	0
Employee costs	104,500,259	0

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025

18. Cash And Cash Equivalents

Description	2024/2025	2023/2024
	KShs	KShs
Current accounts	1,790,748	0
Cash in hand	71,440	0
Total cash and cash equivalents	1,862,188	0

27 (a). Detailed Analysis of Cash and Cash Equivalents

Description		2024/2025	2023/2024
Financial institution	Account number	KShs	KShs
a) Current account			
Kenya Commercial bank	1252762488	331,224	0
Kenya Commercial bank	1335230114	256,925	0
Kenya Commercial bank	1338581368	70,789	
Kenya Commercial bank	1152009362	0.50	
Kenya Commercial bank	1152009575	1,139,809	
Sub- total		1,798,748	0
b) On - call deposits			
Kenya Commercial bank		0	0
Equity Bank – etc		0	0
Sub- total		0	0
c) Fixed deposits account			0
Bank Name		0	0
Sub- total		0	0
d) Others(specify)		0	0
Imprest		71,440	0
Mobile money- Mpesa, Airtel money		0	0
Sub- total		0	0
			0
Grand total		1,862,188	0

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

Annual Report and Financial Statements for The Year Ended 30th June 2025

19. Receivables From Exchange Transactions

Description	2024/2025	2023/2024
	KShs	KShs
Medical services receivables	244,409,795	0
Rent receivables	0	0
Other exchange debtors	0	0
Less: impairment allowance	0	0
Total receivables	244,409,795	0

Analysis of Receivables From Exchange Transactions

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	Current FY 2024/2025	% of the total	Comparative FY	% of the total
Less than 1 year	244,409,795	%	0	%
Between 1- 2 years	0	%	0	%
Between 2-3 years	0	%	0	%
Over 3 years	0	%	0	%
Total (a+b)	244,409,795	%	0	%

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
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20. Inventories

Description	2024/2025	2023/2024
	KShs	KShs
Pharmaceutical supplies	10,766,009	0
Nonpharm	35,108,612	0
Records	1,456,210	0
Public health (Cleaning materials supplies)	1,603,145	0
Othopaedic technology	1,618,000	0
Radiology	3,252,000	0
Labaratory	4,330,963	0
Nutrition	200,124	0
General office supplies	1,881,649	0
Less: provision for impairment of stocks	0	0
Total	60,216,712	0

Detailed disclosure on inventories

	2024/2025	2023/2024
Opening balance	70,423,316	0
Additional Inventory in the year	379,928,942	0
Inventory expensed in the year	390,135,546	0
Closing balance	60,216,712	0

**Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

Notes to the Financial Statements (Continued)

21. Property, Plant and Equipment

Description	Land	Buildings and Civil works	Motor vehicles	Furniture, fittings, and office equipment	ICT Equipment	Plant and medical equipment	Other Assets (specify)	Capital	Total
	Ksh	Ksh	Ksh	Ksh	Ksh	Ksh		Work in progress Ksh	Ksh
Cost									
At 1 July 2023 (previous year)	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers/adjustments	0	0	0	0	0	0	0	0	0
Revaluation Adjustments	0	0	0	0	0	0	0	0	0
At 30th Jun 2024	0	0	0	0	0	0	0	0	0
At 1 July 2024 (current year)	0	0	0	0	0	0	0	0	0
Additions	0	0	0	2,396,202	1,100,000	31,698,353	0	0	35,194,555
Disposals	0	0	0	0	0	0	0	0	0
Transfer/adjustments	0	0	0	0	0	0	0	0	0
Revaluation Adjustments	0	0	0	0	0	0	0	0	0
At 30th Jun 2025	-	-	-	2,396,202	1,100,000	31,698,353	-	-	35,194,555

**Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

Depreciation and impairment									
At 1 July 2023 (previous year)		0	0	0	0	0	0	0	0
Depreciation for the year		0	0	0	0	0	0	0	0
Disposals		0	0	0	0	0	0	0	0
Impairment		0	0	0	0	0	0	0	0
At 30 June 2024		0	0	0	0	0	0	0	0
At July 2024 (current year)		0	0	0	0	0	0	0	0
Depreciation		0	0	299,525	366,630	12,679,341	0	0	13,345,496
Disposals		0	0	0	0	0	0	0	0
Impairment		0	0	0	0	0	0	0	0
Transfer/adjustment		0	0	0	0	0	0	0	0
At 30th June 2025		-	-	299,525	366,630	12,679,341	-	-	13,345,496
Net book values									
At 30 th Jun 2024 (previous)	0	0	0	0	0	0	0	0	0
At 30th Jun 20XX (current)	0	0	0	2,096,677	733,370	19,019,012	-	-	21,849,059

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

22. Trade and other Payables

Description	2024/2025		2023/2024	
	KShs		KShs	
Trade payables	217,116,755		0	
Employee dues	0		0	
Third-party payments (e.g. unremitted payroll deductions)	0		0	
Audit fee	0		0	
Doctors' fee	0		0	
Total trade and other payables	217,116,755		0	
Ageing analysis:	2024/2025	% of the Total	2023/2024	% of the total
Under one year	0	%	0	%
1-2 years	217,116,755	%	0	%
2-3 years	0	%	0	%
Over 3 years	0	%	0	%
Total	217,116,755	%	0	%

23. Cash Generated from Operations

Description	2024/2025		2023/2024	
	KShs		KShs	
Surplus for the year before tax	37,440,446		0	
Adjusted for:				
Depreciation	13,345,496		0	
Non-cash grants received	0		0	
Contribution to impairment allowance	0		0	
Working Capital adjustments				
Increase in payments received in advance	0		0	
Net cash flow from operating activities	50,785,942		0	

Kakamega County General Teaching And Referral Hospital (Kakamega County Government)

Annual Report and Financial Statements for The Year Ended 30th June 2025

Notes to the Financial Statements (Continued)

24. Financial Risk Management

The entity's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The hospital's overall risk management programme focuses on the unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The hospital does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history.

The entity's financial risk management objectives and policies are detailed below:

Notes to the Financial Statements (Continued)

25. Events after the Reporting Period

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

26. Ultimate and Holding Entity

The entity is a County Corporation/ or a Semi- Autonomous Government Agency under the Department of Health Service . Its ultimate parent is the County Government of Kakamega.

27. Currency

The financial statements are presented in Kenya Shillings (Kshs) and all values are rounded off to the nearest shilling.

**Kakamega County General Teaching And Referral Hospital (Kakamega County Government)
Annual Report and Financial Statements for The Year Ended 30th June 2025**

20. Appendices

Appendix 1: Progress on Follow Up of Auditor 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.

This is the first set of financial report and statements.


.....
Accounting Officer

XX Hospital (XX County Government)
Annual Report and Financial Statements for The Year Ended 30th June 20xx

Projects
Appendix III: Inter-Entity Confirmation Letter

Name of Transferring entity FIF and County executive

Name of Beneficiary entity County General Hospital

Confirmation of amounts received by [Insert name of beneficiary Entity] as at 30 th June (Current FY)					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
FIF	30/6/2025	435,995,429		435,995,429	
COUNTY TREASURY	30/6/2025	7,000,000		7,000,000	
		0			
Total		442,995,429		442,995,429	

I confirm that the amounts shown above are correct as of the date indicated.

Head of Accounts Department - Disbursing Entity:
 Name Cpa Wycliffe Kotonya . Sign *Kutonyat* Date *9/7/2025*

Head of Accounts Department - Beneficiary Entity:
 Name Cpa Wycliffe Wanzala Sign *Wanzala* Date *9/7/2025*