

REPUBLIC OF KENYA



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**REPORT**

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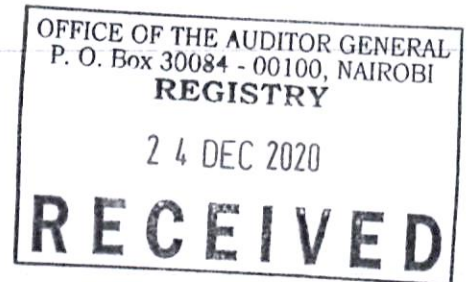
**THE AUDITOR-GENERAL**

**ON**

**KAJIADO COUNTY EMERGENCY  
FUND**

**FOR THE YEAR ENDED  
30 JUNE, 2020**





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**KAJIADO COUNTY EMERGENCY FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2020**

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

**Kajiado County Emergency Fund  
Reports and Financial Statements  
For the year ended June 30, 2020**

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**1. KEY KAJIADO COUNTY EMERGENCY FUND INFORMATION AND  
MANAGEMENT**

**a) Background information**

Kajiado County Emergency Fund is established by and derives its authority and accountability from the Public Finance Management Act, 2012 and The Kajiado County Emergency Fund Act, 2015 which commenced on 6<sup>th</sup> March 2015. The Fund is wholly owned by the County Government of Kajiado and is domiciled in Kenya.

The Kajiado County Emergency fund's objective is to make payments to be made in respect of the County when an urgent and unforeseen need for expenditure arises for which there is no specific legislative authority. This is as stipulated in the PFM Act 2012 Sections 111 to 115.

The Kajiado County Emergency Fund's principal activity is to make payments from the Kajiado County Emergency Fund only if the County Executive Committee Member for Finance is satisfied that there is an urgent and unforeseen need for expenditure for which there is no legislative authority.

**b) Principal Activities**

The principal activity/mission/ mandate of the Kajiado County Emergency Fund are to;

- i. Payment not budgeted for cannot be delayed until a later financial year without harming the general public interest.
- ii. Payment is meant to alleviate the damage, loss, hardship or suffering which may cause directly by the event.
- iii. The damage caused by the event is on a small scale and limited to the Kajiado County.
- iv. The unforeseen event threatens damage to human life or welfare or threatens damage to the environment.

**Kajiado County Emergency Fund  
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**c) Kajiado County Emergency Fund Administration Committee**

Ref	Name	Position
1	H.E Martin Moshisho	Chairman
2	Lenku Seki	Member
3	Alais Kisota	Member
4	Sankaire Tima	Member
5	Francis Sakuda	Member
6	Sarah Kioi	Secretary

**d) Key Management**

Ref	Name	Position
1	H.E Joseph Ole Lenku	His Excellency Governor
2	H.E Martin Martine Moshisho	His Excellency Deputy Governor
3	Hon. Lenku Seki	The County Secretary

**e) Registered Offices**

P.O. Box 11-01100  
Kajiado County Headquarters  
Kajiado, Kenya

**f) Kajiado County Emergency Fund Contacts**

Telephone: (254) 0202043075  
E-mail: emergencyfund@gmail.com  
Website: www.kajiado

**g) Kajiado County Emergency Fund Bank**

Equity Bank (Kenya) Limited  
Kajiado Branch  
P.O Box 536

**Kajiado County Emergency Fund  
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Kajiado, Nairobi





**h) Independent Auditors**

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

**i) Principal Legal Adviser**

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

**2. THE KAJIADO COUNTY EMERGENCY FUND COMMITTEE**

Name	Details of qualifications and experience
	<p><b>CHAIRMAN</b></p> <p><b>Martin Martine Moshisho – Deputy Governor</b></p> <p>Martin Moshisho holds a Masters in business administration</p>
	<p><b>Lenku Ole Kanar Seki- County Secretary</b></p> <p>Lenku Seki holds a Bachelor of Arts with work experience of 20 years &amp; he’s a member to the committee.</p>
	<p><b>Alais Kisota- CEC Finance ICT and Economic Planning</b></p> <p>Alais Kisota holds a Master in business administration &amp; he’s also a member of the committee</p>
	<p><b>Hon Francis Nkitoria Sakuda – CEC Public Service Administration.</b></p> <p>Francis Sakuda holds a Master degree in international Relation and has 20 years’ work experience. He’s a member to the committee</p>



**Sankaire Tima- CO Finance ICT and Economic Planning**

Sankaire Tima Holds a Master's degree in strategic management from the university of Nairobi. Has a work experience of 10years and he is a member of the committee.



**Sarah Kioi -Emergence fund Administration**

Sarah holds a Masters Degree in Project Management and a BachelorDegree in Economics and statistics. She's the Secretary to the fund.

### **3. STATEMENT OF PERFORMANCE AGAINST KAJIADO COUNTY EMERGENCY FUND'S PREDETERMINED OBJECTIVES**





#### **Introduction**

Section 164 (1) and (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements for Kajiado County Emergency Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the Kajiado County Emergency Fund performance against predetermined objectives.

The key objective of the Kajiado County Government Emergency fund 2019-2020 plan is to:

- a) To enable payments to be made in respect of a county when an urgent and unforeseen need for expenditure for which there is no specific legislative authority arises.
- b) To enable Payment not budgeted for cannot be delayed until a later financial year without harming the general public interest.
- c) To enable Payment is meant to alleviate the damage, loss, hardship or suffering which may cause directly by the event.

**4. KAJIADO COUNTY MANAGEMENT TEAM**

Name	Details of qualifications and experience
 <p data-bbox="188 667 576 696">HIS EXCELLENCY JOSEPH OLE LENKU GOVERNOR, COUNTY GOVERNMENT OF KAJIADO</p>	<p><b>Joseph Jama Ole Lenku- Governor</b></p> <p>Masters in strategic management</p> <p>Been in key management at Utalii College.</p>
	<p><b>Martin Martine Moshisho – Deputy Governor</b></p> <p>Martin Moshisho holds a Masters in business administration</p>
	<p><b>Lenku Ole Kanar Seki- County Secretary</b></p> <p>Lenku Seki holds a Bachelor of Arts with a work of experience of 20 years.</p>
	<p><b>Sarah Kioi -Emergency fund Administration</b></p> <p>Sarah holds a Masters Degree in Project Management and a Degree in Economics and statistics.</p>

## **5. KAJIADO EMERGENCY FUND CHAIRPERSON'S REPORT**

Section 111 of the Public Finance Management Act, 2012 provides that The County Executive Committee may, with the approval of the assembly, establish an Emergency fund under the name Kajiado County Emergency Fund. The Kajiado County Emergency Fund shall consist of money from time to time appropriated by the County assembly to the Fund by an appropriation law. The purpose of the Kajiado Emergency Fund is to enable payments to be made in respect of the county when an urgent and unforeseen need for expenditure for which there is no specific legislative authority arises.

Further, Section 112 of Public Finance Management Act, 2012 States that; 1) the Emergency Fund can only fund expenditure if it is not budgeted and cannot be further delayed without harming the interest of the people; 2) Payment is to alleviate the damage, loss, hardship or suffering which may be caused directly by the event. The dry season experienced in the Kajiado county has greatly contributed to the shortage of water across the county as several boreholes broke down as a result of long hours of use, this has therefore necessitated rehabilitation of boreholes in order to cub water shortage. Also, after the covid 19 pandemic outbreak, the health department had a budgetary constraint that required the Kajiado County Emergency Fund to make payments towards Covid 19 related expenses. This has greatly improved the efficiency in the fight against the pandemic in the Kajiado County. The Kajiado County Emergency fund further carried out rehabilitation and renovation of classrooms and bridges that were affected by natural disasters.

During the Financial Year under review, there was a departmental changes in the department of County Treasury; Mr. Morris Kaaka was replaced by Mr. Tima Sankaire in the Kajiado County Emergency Fund Committee.

In conclusion, Section 111 of the Public Finance Management Act, 2012 provides that the County Executive Committee for Finance shall establish and maintain a separate account into which all money appropriated to the Kajiado County Emergency Fund shall be paid. The budget allocation for the financial year 2019/2020 was Ksh. **100,000,000** and a balance from the prior financial year 2018/2019 of Ksh. **35,000,000** was received in the financial year under review. There was a balance of Ksh. **14,874,811** brought forward from previous financial year hence bringing the total amount available for the year to Ksh. **149,874,811**.

**Kajiado County Emergency Fund  
Reports and Financial Statements  
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During the financial year 2019/2020 **ksh.145, 050,771** was used in various emergency interventions. An amount of Kshs. **4,824,039** was unspent during the financial year hence the balance carried forward to the following financial year.

The Kajiado County Emergency Fund financial statements were forwarded and signed by CEC Finance on:

Signed:



Alast Kisota

COUNTY EXECUTIVE COMMITTEE MEMBER – FINANCE , ICT AND  
ECONOMIC PLANNING

## **6. REPORT OF THE KAJIADO COUNTY FUND ADMINISTRATOR**

Section 112 Public Finance Management Act, 2012 States that; 1) the Emergency Fund can only fund expenditure if it is not budgeted and cannot be further delayed without harming the interest of the people; 2) Payment is to alleviate the damage, loss, hardship or suffering which may be caused directly by the event. The financial year 2019/2020 was characterized by many requests forwarded by the communities and public institutions seeking for intervention from the Kajiado County Government. The Kajiado County Emergency Fund during the year under review responded to fire emergencies, flood related emergencies, renovation of public utilities destroyed by fire and strong winds, rehabilitation of broken down strategic and public boreholes and Covid 19 related issues. The cases were responded promptly hence alleviated the suffering of the affected.

Water shortage in Kajiado County was a great challenge on and off rains. The most affected was Kajiado West, Kajiado Central and Kajiado East respectively. There was a noted decline of water in quantity and quality especially in the open water sources. This was mostly common in the pastoral livelihood zones resulting to increase in trekking distances in some areas. The committee therefore approved Kshs. **26,881,504** to rehabilitate boreholes in order to curb water shortage. The coronavirus pandemic is an ongoing pandemic of corona virus disease 2019 (COVID – 19) caused by severe acute respiratory syndrome corona virus 2 (SARS-COV-2). The ministry of health reported the first case which was confirmed on 12<sup>th</sup> March 2020 since the beginning of the outbreak in china in December 2019. Kajiado County has been hit by the Covid- 19 pandemic due to its Namanga border. Most people have lost their livelihood due to the pandemic effects; the most affected are the urban poor, old aged persons, people with special needs, widows and the rural poor. This necessitated the County Government through the Kajiado County Emergency Fund to use Kshs. **89,889,104** to support the community and the health department to mitigate the effects of the Covid- 19 pandemic in the Kajiado County, offer aid to various fires across Kajiado County, Offer aids to households affected by floods and offer trucking services to public schools and communities within Kajiado County. Kshs. **28,254,243** and Kshs. **25,920** was used to rehabilitate and renovate classrooms and bridges that were affected by natural disasters and bank charges respectively.

The budget allocation though not enough was prudently and efficiently used to run the Kajiado County Emergency fund. However, there were challenges faced during the implementation of strategic objectives of the fund such as late disbursement of funds.

**Kajiado County Emergency Fund  
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I am grateful for the support provided by the Kajiado County Emergency Fund Committee for their commitment on the day to day running of the Kajiado County Emergency Fund, CECM County treasury for his guidance and Kajiado County Government as a whole for overall leadership on the operations and existence of the Kajiado County Emergency Fund. The members of the Committee presented themselves to ensure that the cases raised were reviewed promptly and approved cases addressed immediately. The success of the Kajiado County Emergency fund was attributed to cooperation and contribution of all the stakeholders.

Signed: \_\_\_\_\_



**Denis Kusero**  
**Fund Administrator**

## **7. CORPORATE GOVERNANCE STATEMENT**

The Kajiado County Emergency Committee comprises of a six member team headed by his Excellency the Deputy Governor, the committee has been established to review and approve cases which qualify as emergencies as per Section 112 of the Public Finance Management Act, 2012. The Kajiado County Emergency Fund Regulations, 2014 outlines the functions of the committee as follows;

- a) To admit and analyse issues that are emergency in nature and coordinate response whether short term or long in event of disaster.
- b) Prepare public and publicize the County Contingency plan relating to all hazards that are prevalent in the county.
- c) Coordinate threats, risks or disaster preparedness, response and resilience while upholding disaster prevention, mitigation and reduction with the national government and all other stakeholders within the county.
- d) Develop and review Kajiado County Emergency Policy and Guidelines provided that the county assembly shall approve any such reviews.
- e) Address any other issue related to emergencies.

In the Financial year 2019/20, the Kajiado County Emergency Committee held three meetings on 20 August 2019, 18 January 2020 and 3 April 2020. The meetings attendance was impressive as most members availed themselves while those who didn't make to attend made the appropriate apologies. In the meetings the committee reviewed all the requests received from the community, public institutions and other institutions and advised on the most appropriate intervention towards the issues.

The Kajiado County Emergency Fund Committee members are not paid any sitting allowances but are paid per diem from various departments when they visit sites as per the Salaries and Remuneration Commission approvals.

## **8. MANAGEMENT DISCUSSION AND ANALYSIS**

Sections 115 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall, not later than three months after the end of each financial year, prepare and submit to the Auditor-General, financial statements in respect of the Emergency Fund for that year.

The County Executive Committee (CEC) Member for Finance of the Kajiado County Government is responsible for the preparation and presentation of the financial statements of Kajiado County Emergency fund, which give a true and fair view of the state of affairs of the Kajiado County Emergency fund for and as at the end of the financial year ended on June 30, 2020.

The CEC Member for Finance accepts responsibility for the Kajiado County Emergency fund financial statements, which have been prepared on the Accrual Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC Member for Finance is of the opinion that the Kajiado County Emergency fund financial statements give a true and fair view of the Kajiado County Emergency Fund's transactions during the financial year ended June 30, 2020, and of its financial position as at that date. The CEC member for finance further confirms the completeness of the accounting records maintained for the Kajiado County Government which have been relied upon in the preparation of the Kajiado County Emergency Fund financial statements.

The CEC Member for Finance confirms that the Kajiado County Emergency Fund has complied fully with applicable Acts and Regulations, and that the Kajiado County Emergency Funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for Finance confirms that the Kajiado County Emergency Fund's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Kajiado County Emergency Fund  
Reports and Financial Statements  
For the year ended June 30, 2020**

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The Kajiado County Emergency Fund financial statements were forwarded and signed by  
CEC Finance on:

Signed:



Alvin Kisota

COUNTY EXECUTIVE COMMITTEE MEMBER - FINANCE , ICT AND  
ECONOMIC PLANNING

**9. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY  
REPORTING**

Most of the payments made from the fund reflect corporate social responsibility. Through the CEC Finance, we ensure that our actions and activities relating to emergency cases touch the lives of the people of Kajiado County in such a way that every affected household is supported by the administration of the Kajiado County Emergency Fund as well as the whole fraternity of Kajiado County Government.

Some of the CSR activities Kajiado County Emergency Fund engaged in include the presentation of Beddings and Foodstuffs items to fire emergencies, flood related emergencies and Covid 19 related emergencies. The cases were responded promptly hence alleviated the suffering of the affected.

The Kajiado County Emergency Fund financial statements were forwarded and signed by

CEC Finance on

Signed:



Atika Kisota

**COUNTY EXECUTIVE COMMITTEE MEMBER – FINANCE , ICT AND  
ECONOMIC PLANNING**

## **10. REPORT OF THE KAJIADO COUNTY EMERGENCY FUND COMMITTEE**

The Kajiado County Emergency Fund Committee submits their report together with the audited financial statements for the year ended June 30, 2020 which show the state of the Kajiado County Emergency Fund affairs.

### **Principal activities**

The principal activities of the Kajiado County Emergency Fund is to make payments from the Kajiado County Emergency Fund only if the County Executive Committee Member for Finance together with the Committee is satisfied that there is an urgent and unforeseen need for expenditure for which there is no legislative authority.

### **Results**

The results of the Kajiado County Emergency Fund for the year ended June 30, 2020 are set out on page no. 19

### **Emergency Committee**

The members of the Kajiado County Emergency Fund Committee who served during the financial year under review are shown on page 4 & 5.

### **Auditors**

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

  
Alvin Kisota

**COUNTY EXECUTIVE COMMITTEE MEMBER – FINANCE , ICT AND  
ECONOMIC PLANNING**

## **11. STATEMENT OF MANAGEMENT'S RESPONSIBILITIES**

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of a County Public Fund established by section 110 of the PFM Act shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Administrator of the Kajiado County Emergency Fund is responsible for the preparation and presentation of the Kajiado County Emergency Fund's financial statements, which give a true and fair view of the state of affairs of the Kajiado County Emergency Fund for and as at the end of the financial year ended on June 30, 2020. 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 reasonable accuracy at any time of the financial position of the Kajiado County Emergency Fund;
- iii. Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud;
- iv. Safeguarding the assets of the Kajiado County Emergency Fund;
- v. Selecting and applying appropriate accounting policies; and
- vi. Making accounting estimates that are reasonable in the circumstances.

The Administrator of the Kajiado County Emergency Fund accepts responsibility for the Kajiado County Emergency Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by Section 110 of the Public Finance Management Act, 2012. The Administrator of the Kajiado County Emergency Fund is of the opinion that the Kajiado County Emergency Fund's financial statements give a true and fair view of the state of all transactions during the financial year ended June 30, 2020, and of the Kajiado County Emergency Fund's financial position as at that date. The Administrator further confirm the

**Kajiado County Emergency Fund  
Reports and Financial Statements  
For the year ended June 30, 2020**

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completeness of the accounting records maintained by the Kajiado County Emergency Fund, which have been relied upon in the preparation of the Kajiado County Emergency Fund's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Administrator of the Kajiado County Emergency Fund has assessed the Kajiado County Emergency Fund's ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements. Nothing has come to the attention of the Administrator to indicate that the Kajiado County Emergency Fund 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 Kajiado County Emergency Fund financial statements were forwarded and signed by

CEC Finance on

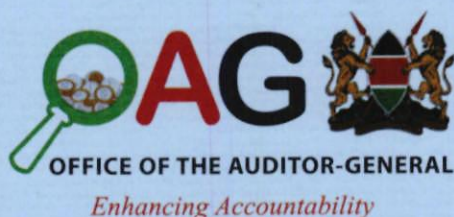
Signed:



Alais Kisota

**COUNTY EXECUTIVE COMMITTEE MEMBER – FINANCE , ICT AND  
ECONOMIC PLANNING**

# REPUBLIC OF KENYA



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

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

## REPORT OF THE AUDITOR-GENERAL ON KAJIADO COUNTY EMERGENCY FUND FOR THE YEAR ENDED 30 JUNE, 2020

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### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of Kajiado County Emergency Fund set out on pages 21 to 44, which comprise the statement of financial position as at 30 June, 2020, 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, the financial statements present fairly, in all material respects, the financial position of the Kajiado County Emergency Fund as at 30 June, 2020 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 Public Finance Management Act 2012.

#### Basis for Opinion

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

#### Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no Key Audit matters to communicate in my report.

## **Other matter**

### **Budget and Budget Performance**

The statement of comparison of budget and actual amounts for the year ended 30 June, 2020 reflects final budget on total income of Kshs.149,874, 811 and final total expenditure budget of Kshs.149,874,811. However, the administrator did not prepare budget estimates contrary to Regulation 29 (2) (a) of the Public Finance Management (County Governments) Regulations, 2015.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing 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**

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

## **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for conclusion**

#### **Lack of Disaster Management Policy**

Examination of Kajiado County Emergency Fund financial statements and other expenditure records revealed an expenditure of Kshs.33,214,940 in aid of various disasters across the County. However, the Fund had no approved Disaster Management Policy with details of disaster management guidelines and disaster relief intervention measures despite facing disasters such as floods and fire across the County from year to year.

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

### **Responsibilities of Management and those Charged with Governance**

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

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

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

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

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

### **Auditor-General's Responsibilities for the Audit**

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

reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

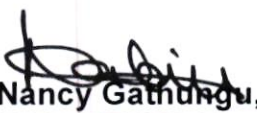
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the

financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

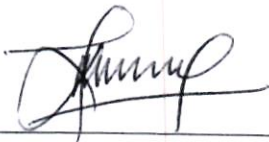
08 February, 2022

**13. FINANCIAL STATEMENTS**

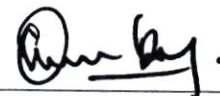
**13.1. STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED  
30<sup>th</sup> JUNE 2020**

	NOTE	2019/2020	2018/2019
		KShs.	KShs.
<b>Revenue from non-exchange transactions</b>			
Transfers from the County Government- 3% Operations	1	4,050,000	35,004,922
Transfers from the County Government- Emergency Activities	1	130,950,000	-
<b>Total revenue</b>		<b>135,000,000</b>	<b>35,004,922</b>
<b>Expenses</b>			
General expenses	2	145,050,771	50,933,257
<b>Total expenses</b>		<b>145,050,771</b>	<b>50,933,257</b>
<b>Surplus/( deficit) for the period</b>		<b>(10,050,771)</b>	<b>(15,928,335)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kajiado County Emergency Fund financial statements were approved on \_\_\_\_\_ 2020 and signed by:



\_\_\_\_\_  
Administrator of the Fund  
Name: Denis Kusero



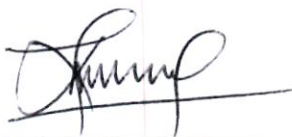
\_\_\_\_\_  
Chief Officer  
Name: Sankaire Tima

**Kajiado County Emergency Fund  
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**13.2. STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020**

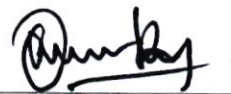
	Note	FY2019/2020	FY2018/19
		KShs	KShs
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	4,824,039	14,874,811
<b>Total assets</b>		<b>4,824,039</b>	<b>14,874,811</b>
<b>Net assets</b>			
Fund Balance Brought Forward	4	14,874,811	30,803,145
Accumulated surplus/deficit		(10,050,771)	(15,928,335)
<b>Total net assets</b>		<b>4,824,039</b>	<b>14,874,811</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kajiado County Emergency Fund financial statements were approved on \_\_\_\_\_ 2020 and signed by:



Administrator of the Fund

Name: Denis Kusero



Chief Officer

Name: Sankaire Tima

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**13.3. STATEMENT OF CHANGES IN NET ASSETS AS AT 30 JUNE 2020**

	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
		KShs	KShs	KShs
Balance as at 1 July 2018	-	-	30,803,145	30,803,145
Surplus/(deficit) for the period	-	-	(15,928,335)	(15,928,335)
Balance as at 30 June 2019	-	-	14,874,811	14,874,811
Balance as at 1 July 2019	-	-	14,874,811	14,874,811
Surplus/(deficit) for the period	-	-	(10,050,771)	(10,050,771)
Balance as at 30 June 2020	-	-	4,824,039	4,824,039



Administrator of the Fund  
Name: Denis Kusero

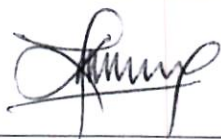


Chief Officer  
Name: Sankaire Tima

**Kajiado County Emergency Fund  
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**13.4. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020**

	Note	FY2019/2020	FY2018/2019
		KShs	KShs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from the County Government- 3% Operations	1	4,050,000	35,004,922
Transfers from the County Government- Emergency Activities	1	130,950,000	-
<b>Total Receipts</b>		<b>135,000,000</b>	<b>35,004,922</b>
<b>Payments</b>			
General expenses		145,050,771	50,933,257
<b>Total Payments</b>		<b>145,050,771</b>	<b>50,933,257</b>
<b>Net cash flows from operating activities</b>		<b>(10,050,771)</b>	<b>(15,928,335)</b>
<b>Cash flows from investing activities</b>			
<b>Net cash flows from Investing activities</b>			
<b>Cash flows from financing activities</b>			
<b>Net cash flows from Financing activities</b>			
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(10,050,771)</b>	<b>(15,928,335)</b>
Cash and cash equivalents at 1 July	3	14,874,811	30,803,145
<b>Cash and cash equivalents at 30 JUNE</b>	<b>3</b>	<b>4,824,039</b>	<b>14,874,811</b>



Administrator of the Fund  
Name: Denis Kusero

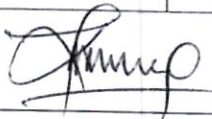


Chief Officer  
Name: Sankaire Tima

**Kajiado County Emergency Fund  
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**13.5. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE  
PERIOD ENDED 30 JUNE 2020**

	Original budget	Adjustment for budget 2018/2019	Adjustment for balance brought down	Final budget	Actual on comparable basis	Performance difference	% utilization
	2020			2020	2020	2020	2020
Revenue	KShs	KShs	KShs	KShs	KShs	KShs	
Transfers from County Govt.	100,000,000	35,000,000	14,874,811	149,874,811	149,874,811	-	100
<b>Total income</b>	<b>100,000,000</b>	<b>35,000,000</b>	<b>14,874,811</b>	<b>149,874,811</b>	<b>149,874,811</b>	<b>-</b>	<b>100</b>
<b>Expenses</b>							
General expenses	100,000,000	35,000,000	14,874,811	149,874,811	145,050,771	4,824,040	97
<b>Total expenditure</b>	<b>100,000,000</b>	<b>35,000,000</b>	<b>14,874,811</b>	<b>149,874,811</b>	<b>145,050,771</b>	<b>4,824,040</b>	<b>97</b>
Surplus for the period	-	-	-	-	-	-	-



Administrator of the Fund  
Name: Denis Kusero



Chief Officer  
Name: Sankaire Tima

### 13.6. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### 1. Statement of compliance and basis of preparation

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

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

#### 2. Adoption of new and revised standards

##### a) Relevant new standards and amendments to published standards effective for the year ended 30 June 2020

Standard	Impact
IPSAS 40: Public Sector Combinations	<b>Applicable: 1<sup>st</sup> January 2019</b> The standard covers public sector combinations arising from exchange transactions in which case they are treated similarly with IFRS 3 (applicable to acquisitions only). Business combinations and combinations arising from non-exchange transactions are covered purely under Public Sector combinations as amalgamations.

##### b) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2020

Standard	Effective date and impact:
IPSAS 41: Financial Instruments	<b>Applicable: 1<sup>st</sup> January 2022:</b> The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial

**Kajiado County Emergency Fund  
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Standard	Effective date and impact:
	<p>statements for their assessment of the amounts, timing and uncertainty of an Kajiado County Emergency Fund’s future cash flows.</p> <p>IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> <li>• Applying a single classification and measurement model for financial assets that considers the characteristics of the asset’s cash flows and the objective for which the asset is held;</li> <li>• Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and</li> <li>• Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an Kajiado County Emergency Fund’s’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.</li> </ul>
<p><b>IPSAS 42: Social Benefits</b></p>	<p><b>Applicable: 1<sup>st</sup> January 2022</b></p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Kajiado County Emergency Fund’s provides in its financial statements about social benefits. The information provided should help users of the financial statements and general purpose financial reports assess:</p> <p>(a) The nature of such social benefits provided by the Kajiado County Emergency Fund’s; (b) The key features of the operation of those social benefit schemes; and</p> <p>(c) The impact of such social benefits provided on the Kajiado</p>

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Standard	Effective date and impact:
	County Emergency Fund's financial performance, financial position and cash flows
Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments	<p><b>Applicable: 1st January 2022:</b></p> <ul style="list-style-type: none"> <li>a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued.</li> <li>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</li> <li>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued.</li> </ul> <p>Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p>
Other Improvements to IPSAS	<p><b>Applicable: 1<sup>st</sup> January 2021:</b></p> <ul style="list-style-type: none"> <li>a) Amendments to IPSAS 13, to include the appropriate references to IPSAS on impairment, in place of the current references to other international and/or national accounting frameworks</li> <li>b) IPSAS 13, Leases and IPSAS 17, Property, Plant, and Equipment. Amendments to remove transitional provisions which should have been deleted when IPSAS 33, First Time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs) was approved</li> <li>c) IPSAS 21, Impairment of Non-Cash-Generating Assets and IPSAS 26, Impairment of Cash Generating Assets. Amendments to ensure consistency of impairment guidance to account for revalued assets in the scope of IPSAS 17, Property, Plant, and Equipment and IPSAS 31, Intangible Assets.</li> </ul>

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Standard	Effective date and impact:
	<p>d) IPSAS 33, First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs).</p> <p>Amendments to the implementation guidance on deemed cost in IPSAS 33 to make it consistent with the core principles in the Standard</p>
	<p>IPSAS 40, Public Sector Combinations.</p> <p>Amendments to include the effective date paragraph which were inadvertently omitted when IPSAS 40 was issued</p>

**c) Early adoption of standards**

The Kajiado County Emergency Fund did not use early – adopt any new or amended standards in year ended 30 June 2020.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**3. 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, 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 Kajiado County Emergency Fund's and can be measured reliably.

**4. Budget information**

The final budget for the financial year 2019/2020 was approved by the County Assembly on 30 April 2020. 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 Kajiado County Emergency Fund's upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Kajiado County Emergency Fund recorded additional appropriations of **Kshs. 100,000,000** on the FY 2019/2020 budget following the governing body's approval.

The Kajiado County Emergency Fund's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the cash basis to the accrual 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.

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A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 13 of these financial statements.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**5. Property, plant and equipment**

The Kajiado County Emergency Fund does not have property, plant and equipment.

**6. Intangible assets**

The Kajiado County Emergency Fund does not have intangible assets.

**7. Financial instruments**

The Kajiado County Emergency Fund does not have any financial instruments.

**8. Inventories**

The Kajiado County Emergency Fund management of inventories is as per the Public Procurement and Assets Disposal Act 2015.

**9. Provisions**

Provisions are recognized when the Kajiado County Emergency Fund 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 Kajiado County Emergency Fund 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.

***Contingent liabilities***

The Kajiado County Emergency Fund does not recognize a contingent liability.

***Contingent assets***

The Kajiado County Emergency Fund does not recognize a contingent asset.

**10. Nature and purpose of reserves**

The Kajiado County Emergency Fund does not create and maintains reserves in terms of specific requirements.

**11. Changes in accounting policies and estimates**

The Kajiado County Emergency Fund recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

**12. Employee benefits – Retirement benefit plans**

The Kajiado County Emergency Fund does not provide retirement benefit for either the management or the committee members.

**13. Foreign currency transactions**

The Kajiado County Emergency Fund deals with local currencies and therefore is not affected by effects of dealing with foreign currencies.

**14. Borrowing costs**

The Kajiado County Emergency Fund did not borrow any money in the FY 2019/20.

**15. Related parties**

The Kajiado County Emergency Fund regards a related party as a person or an Kajiado County Emergency Fund's with the ability to exert control individually or jointly, or to exercise significant influence over the Fund, or vice versa. Members of key management are regarded as related parties and comprise the committee and the management.

**16. 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

**Kajiado County Emergency Fund  
Reports and Financial Statements  
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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 Equity Bank 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.

**17. Comparative figures**

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

**18. Events after the reporting period**

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

**19. Ultimate and Holding Kajiado County Emergency Fund**

The Kajiado County Emergency Fund is a County Public Fund established by Kajiado County Emergency Fund Act, 2015 under the Department of County Treasury. Its ultimate parent is the County Government of Kajiado.

**20. Currency**

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

**21. Significant judgments and sources of estimation uncertainty**

The preparation of the Kajiado County Emergency Funds'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 Kajiado County Emergency Fund based its assumptions and

**Kajiado County Emergency Fund  
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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 Kajiado County Emergency Fund. Such changes are reflected in the assumptions when they occur. IPSAS 1.140.

**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 Kajiado County Emergency Fund.
- 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.

Kajiado County Emergency Fund has no Assets.

**22. Financial risk management**

The Kajiado County Emergency Fund's is not exposed to Financial risk, it doesn't issue loans or credits.

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**a) Credit risk**

The Kajiado County Emergency Fund has no exposure to credit risk.

	Total amount	Fully performing	Past due	Impaired
	KShs	KShs	KShs	KShs
<b>At 30 June 2019</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	-	-	-	-
<b>At 30 June 2018</b>				
Receivables from exchange transactions	-	-	-	-
Receivables from non exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	-	-	-	-

**b) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the Kajiado County Emergency Fund Administrator, who has built an appropriate liquidity risk management framework for the management of the Kajiado County Emergency Fund's short, medium and long-term funding and liquidity management requirements. The Kajiado County Emergency Fund manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

	Less than 1 month	Between 1-3 months	Over 5 months	Total

**Kajiado County Emergency Fund  
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	KShs	KShs	KShs	KShs
<b>At 30 June 2019</b>				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Employee benefit obligation	-	-	-	-
<b>Total</b>	-	-	-	-
<b>At 30 June 2018</b>				
Trade payables	-	-	-	-
Current portion of borrowings	-	-	-	-
Provisions	-	-	-	-
Employee benefit obligation	-	-	-	-
<b>Total</b>	-	-	-	-

**c) Market risk**

The board has put in place an internal audit function to assist it in assessing the risk faced by the Kajiado County Emergency Fund on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the Kajiado County Emergency Fund's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

The Kajiado County Emergency Fund is responsible for the development of detailed risk management policies and for the day to day implementation of those policies. There has been

**Kajiado County Emergency Fund  
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no change to the Kajiado County Emergency Fund's exposure to market risks or the manner in which it manages and measures the risk.

**d) Capital risk management**

The objective of the Kajiado County Emergency Fund's capital risk management is to safeguard the Kajiado County Emergency Fund's ability to continue as a going concern. The Kajiado County Emergency Fund capital structure comprises of the following funds:

<b>Description</b>	<b>2019/2020</b>	<b>2018/2019</b>
	<b>KShs</b>	<b>KShs</b>
Revaluation reserve	-	-
Revolving fund	-	-
Accumulated surplus	4,824,039	14,874,811
<b>Total funds</b>	<b>4,824,039</b>	<b>14,874,811</b>
Total borrowings	-	-
Less: cash and bank balances	(-)	(-)
Net debt/(excess cash and cash equivalents)	-	-
<b>Gearing</b>	<b>0%</b>	<b>0%</b>

**13.7. NOTES TO THE FINANCIAL STATEMENTS**

**1. Transfers from County Government**

Description	2019/2020	2018/2019
	KShs	KShs
Transfers from County Govt. -3% operations	4,050,000	35,004,922
Transfers from County Govt.- Emergency Activities	130,950,000	-
<b>Total</b>	<b>135,000,000</b>	<b>35,004,922</b>

**2. General expenses**

Description	2019/2020	2018/2019
	KShs	KShs
Consumables	-	-
Electricity and water expenses	-	-
Fuel and oil costs	-	-
Insurance costs	-	-
Postage	-	-
Printing and stationery	-	-
Rental costs	-	-
Security costs	-	-
Telecommunication	-	-
Bank Charges	-	-
Hospitality	-	-
Depreciation and amortization costs	-	-
Other expenses	145,050,771	50,933,257
<b>Total</b>	<b>145,050,771</b>	<b>50,933,257</b>

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**3. Cash and cash equivalents**

Description	2019/2020	2018/2019
	KShs	KShs
Xxx Car loan account	-	-
Xxx County mortgage account	-	-
Fixed deposits account	-	-
On – call deposits	-	-
Current account	4,824,039	14,874,811
Others	-	-
<b>Total cash and cash equivalents</b>	<b>4,824,039</b>	<b>14,874,811</b>

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

Description	2019/2020	2018/2019
	KShs	KShs
<b>a) Fixed deposits account</b>		
Kenya Commercial bank	-	-
Equity Bank, etc	-	-
<b>Sub- total</b>	-	-
<b>b) On - call deposits</b>		
Kenya Commercial bank	-	-
Equity Bank - etc	-	-
<b>Sub- total</b>	-	-
<b>c) Current account</b>		
Equity bank	4,824,039	14,874,811
Bank B	-	-

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**4. Fund Balance brought forward**

Description	2019/2020	2018/2019
	KShs	KShs
	1/7/2019	1/7/2018
Kajiado county emergency fund (0860261945792)	14,874,811	30,803,145
<b>Total</b>	<b>14,874,811</b>	<b>30,803,145</b>

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**14. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue // Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	<p><b>1. Failure to account for revenue Kshs.34,995,078</b></p> <p>Examination of documents revealed that Kajiado County Executive disbursed Kshs.70,000,000 to the Fund out of which Ksh.35,004,922 was received during the year under review. The difference of Kshs.34,995,078 has not been accounted for.</p> <p>In the circumstances, the completeness</p>	<p>The balance for the financial year 2018/2019 was received on 11 July 2019.</p>	<p>Sarah Kioi – Kajiado County Emergency Fund</p>	<p>Resolved</p>	<p>Immediately</p>

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue <i>(Name and designation)</i>	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
	and accuracy of other revenues of Kshs.35,004,922 reflected in the financial statements cannot be confirmed.				