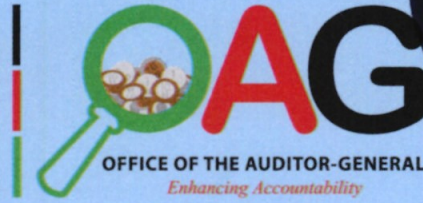


REPUBLIC OF KENYA



94



PARLIAMENT  
OF KENYA  
LIBRARY

**REPORT**  
**OF**  
**THE AUDITOR-GENERAL**  
**ON**  
**RECEIVER OF REVENUE – REVENUE**  
**STATEMENTS**

**FOR THE YEAR ENDED**

**30 JUNE, 2025**

PAPERS LAID	
DATE	19/2/26
TABLED BY	Gen. ledama
COMMITTEE	
CLERK AT THE TABLE	

**COUNTY GOVERNMENT OF**  
**THARAKA NITHI**

HP

# REPUBLIC OF KENYA



---

## COUNTY GOVERNMENT OF THARAKA NITHI



### RECEIVER OF REVENUE

### ANNUAL REVENUE STATEMENTS

### FOR THE YEAR ENDED

### JUNE 30, 2025

---

Transitional International Public Sector Accounting Standards Financial Statements

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

---

**Contents**

1. ACRONYMS AND GLOSSARY OF TERMS .....	i
2. KEY ENTITY INFORMATION AND MANAGEMENT .....	ii
3. FOREWORD BY THE CEC MEMBER FINANCE AND ECONOMIC PLANNING.....	iv
4. MANAGEMENT DISCUSSION AND ANALYSIS .....	v
5. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	vi
6. REPORT OF INDEPENDENT AUDITOR ON THE REVENUE STATEMENTS .....	vii
7. STATEMENT OF REVENUES AND DISBURSEMENT FOR THE YEAR ENDED 30 <sup>th</sup> JUNE 2025 .....	1
8. STATEMENT OF FINANCIAL POSITION AS AT 30 <sup>th</sup> JUNE 2025 .....	2
9. STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30 <sup>th</sup> JUNE 2025 .....	3
10. STATEMENT OF COMPARISON OF BUDGET VS ACTUAL AMOUNTS FOR THE YEAR ENDED 30 <sup>th</sup> JUNE 2025.....	4
11. NOTES TO FINANCIAL STATEMENTS.....	5
12. APPENDICES .....	17

**1. ACRONYMS AND GLOSSARY OF TERMS**

CA	County Assembly
B/F	Brought Forward
COB	Controller of Budget
CRF	County Revenue Fund
FY	Financial Year
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OSR	Own Source Revenue
PFMA	Public Finance Management Act
PSASB	Public Sector Accounting Standards Board
ROR	Receiver of Revenue

## **2. KEY ENTITY INFORMATION AND MANAGEMENT**

### **(a) Background information**

The **Receiver of Revenue** is under the Department of Revenue and Resource Mobilization. At the County Executive Committee level, the **Receiver of Revenue** is represented by the County Executive committee member for County Executive Committee Member Finance, Economic Planning and Revenue Mobilization who is responsible for the general policy and strategic direction of the *receiver of revenue*. The *receiver of revenue* was designated as a receiver on 04<sup>th</sup> April 2023 by the County Executive Committee member for Finance, in accordance with section 157 of the PFM Act, 2012.

### **(b) Principal Activities**

The receiver of revenue collects revenue and remits to the County Revenue Fund (CRF)

### **(c) Key Management**

The County Government of Tharaka Nithi day-to-day management is under the following key organs:

- County Executive Committee Member Finance, Economic Planning and Revenue Mobilization
- Chief Officer Revenue and Resource Mobilization
- Director Revenue
- Director Accounting Services

### **(d) Entity Headquarters**

County Headquarters Building  
Kathwana Town  
P.O. Box 10-60406  
**KATHWANA**

### **(e) County Executive Contacts**

Telephone: 1513  
Email: [info@tharakanithi.go.ke](mailto:info@tharakanithi.go.ke)  
Website: [www.tharakanithicounty.go.ke](http://www.tharakanithicounty.go.ke)

### **(f) Independent Auditors**

Auditor General  
Office of the Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084 – 00100 GPO  
**NAIROBI**

### **(g) Principal Legal Adviser**

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

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

---

2. The County Attorney  
County Government Tharaka Nithi  
P.O. Box 10- 60406  
**KATHWANA**

**(h) Entity Bankers**

- i. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000 - 00200  
City Square  
**NAIROBI**
- ii. Co-operative Bank  
Chuka Branch  
P.O Box 101 - 60400  
**CHUKA**
- iii. Trans Nation Sacco Society Limited  
Chuka Branch  
P.O. Box 15-60400  
**CHUKA**
- iv. Equity Bank  
Chuka Branch  
P.O. Box 213 - 60400  
**CHUKA**
- v. Family Bank  
Chuka Branch  
**CHUKA**

**3. FOREWORD BY THE CEC MEMBER FINANCE AND ECONOMIC PLANNING**

It is my pleasure to present the County Government of Tharaka Nithi – Receiver of Revenue Report and Financial Statements for the year ended **30<sup>th</sup> June 2025**. The Financial Statements present the financial performance of the Receiver of Revenue over the past twelve months.

During the year under review, the total own sources revenue amounted to Ksh. **481,725,211** against approved budget of Ksh. **485,000,000** translating to **99%** performance level.

The amount remitted to County Revenue Fund (CRF) during the financial year amounted to Ksh. **480,559,174** which included balances brought forward from previous year of **Ksh. 2,295,410**. The amount yet to be remitted as at end of the year amount to Ksh. **140,803,169** comprising of cash and cash equivalent of Ksh. **3,276,074** and unrealized revenue amounting to Ksh. **137,527,095** as at **30<sup>th</sup> June 2025**

The County Government Own Sources of Revenue recorded significant improvement from the previous years with and the recovery is expected to continue in the following year as more effort is made to achieve the set target. The County has instituted mechanism to seal off leakages of revenue and also persuading the public to honour their bills.

Finally, I take this opportunity to thank His Excellency Governor Muthomi Njuki, Members of County Assembly, county government of Tharaka Nithi employees and all stakeholders including tax payers for supporting the government in its execution of its mandate.

Thank you very much and God bless Tharaka Nithi County



Sign.....

**Lawrence K. Ileri Rweria**

**CECM – Finance, Economic Planning and Resource Mobilization**

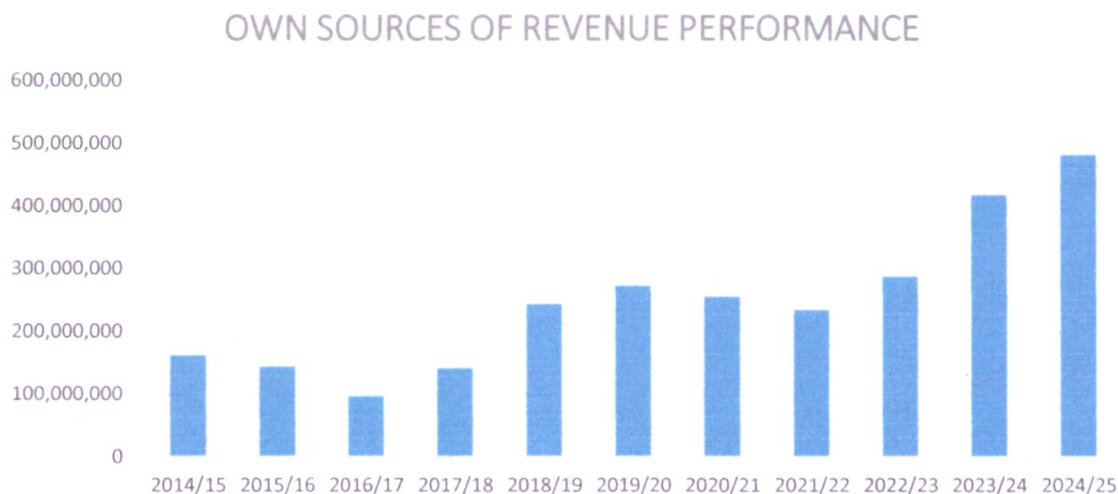
#### **4. MANAGEMENT DISCUSSION AND ANALYSIS**

County Government of Tharaka Receiver of Revenue, Revenue Statements for the year ended **30<sup>th</sup> June 2025**. The Statements present the financial performance of the County Government over the past twelve months.

The County finances its operations through own generated revenues. These are revenues collected within the County as approved under County Finance Act. The key own source revenue for Tharaka Nithi County included business permits, land rates, building plan approval, advertising fees, cess and various other administrative charges. The County continues to explore new and more innovative ways of increasing its own source of revenue collections.

During the year under review, the own sources of revenue amounted to Ksh. **481,725,211** The Own Sources of revenue has continued to recorded significant recovery compared with previous years.

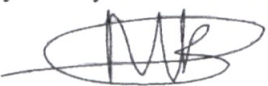
The chart below shows the performance on revenue over last ten years.



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

The county government will continue exploring more revenue streams and also enhance collection by enforcing and sealing any leakages

Thank you very much and God bless Tharaka Nithi County

  
Sign.....  
Moses Bundi  
Receiver of Revenue

**Date: 08<sup>th</sup> July 2025**

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

---

**5. STATEMENT OF MANAGEMENT RESPONSIBILITIES**

Section 165 (1) of the Public Finance Management Act, 2012 requires that, at the end of the year, a Receiver of Revenue for a county government shall prepare an account in respect of the revenue collected, received and recovered by the receiver during that financial period.

The Receiver of Revenue is responsible for the preparation and presentation of the Receiver of Revenue Account, which give a true and fair view of the state of affairs of the Receiver of Revenue for and as at **30<sup>th</sup> June, 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 Transitional financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Receiver of Revenue is responsible for preparation and presentation of the Receiver of Revenue Account which give a true and fair view of the state of affairs of Receiver of Revenue for and as at end of the year ended **30<sup>th</sup> June, 2025**. This responsibility 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 statement of assets and liabilities of the entity, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the transitional 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 Receiver of Revenue in charge accepts responsibility for the Tharaka Nithi Receiver of Revenue accounts, which have been prepared on the Accrual Basis method of financial reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS) and relevant legal framework of the Government of Kenya. The Receiver of Revenue is of the opinion that the Tharaka Nithi Receiver of Revenue account gives a true and fair view of the state of the Tharaka Nithi Receiver of Revenue transactions during the financial year ended **30<sup>th</sup> June 2025** and of the entity's statement of assets and liabilities as at that date. The Receiver of Revenue further confirms the completeness of the accounting records maintained, which have been relied upon in the preparation of the Receiver of Revenue account as well as the adequacy of the systems of internal financial control.

The Receiver of Revenue confirms that the entity has complied fully with applicable Government Regulations. The Receiver of Revenue confirms that the transitional Revenue Statements have been prepared in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the Transitional Financial Statements**

The Revenue Statements were approved and signed by the Receiver of Revenue on **08<sup>th</sup> July 2025**



**Moses Bundi**  
**County Receiver of Revenue**

# REPUBLIC OF KENYA



Telephone: +254-(20) 3214000  
Email: 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 RECEIVER OF REVENUE – REVENUE STATEMENTS FOR THE YEAR ENDED 30 JUNE, 2025 – COUNTY GOVERNMENT OF THARAKA-NITHI

---

### PREAMBLE

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

- A. Report on Revenue Statements that considers whether the revenue 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 Revenue 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 Revenue 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 REVENUE STATEMENTS

#### Qualified Opinion

I have audited the accompanying transitional IPSAS revenue statements for Receiver of Revenue - County Government of Tharaka-Nithi set out on pages 1 to 26, which comprise

of the statement of financial position as at 30 June, 2025 and the statement of revenues and disbursement, 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 transitional IPSAS revenue statements present fairly, in all material respects, the financial position of Receiver of Revenue - County Government of Tharaka-Nithi County 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 (including the transitional provisions permitted under IPSAS 33) and comply with the County Governments Act, 2012, the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

### **Basis for Qualified Opinion**

#### **1. Lack of Valuation Roll on Property Rent**

As previously reported, the statement of revenues and disbursement reflects property rent amount of Kshs.10,419,101 as disclosed in Note 11 to the revenue statements. However, the County Executive did not have a valuation roll in place and the property rates were based on historical property values which did not represent the current market values.

In the circumstances, the accuracy and completeness of property rent amount of Kshs.10,419,101 could not be confirmed.

#### **2. Long Outstanding Receivables from Non-Exchange Transactions**

The statement of financial position reflects receivables from non-exchange transactions balance of Kshs.57,762,492 which includes plot rent balance of Kshs.44,765,931 which had been outstanding for more than three (3) years as disclosed in Note 20 to the revenue statements. However, Management did not demonstrate adequate measures taken to recover the arrears.

In the circumstances, the accuracy and recoverability of plot rent balance of Kshs.44,765,931 could not be confirmed.

#### **3. Long Outstanding Receivables from Exchange Transactions**

The statement of financial position reflects receivables from exchange transactions balance of Kshs.79,764,603 which includes Hospital claims (NHIF and SHIF), Health Insurance claims (AON), Market stalls and County houses balances of Kshs.76,457,797, Kshs.1,011,000, Kshs.833,250 and Kshs.1,462,556 respectively as disclosed in Note 21 to the revenue statements. However, review of the ageing analysis revealed that the

balance includes Kshs.13,192,342 which had been outstanding for more than one (1) year. Management did not demonstrate adequate measures taken to recover the arrears.

In the circumstances, the accuracy and recoverability of receivables from exchange transactions balance of Kshs.13,192,342 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Receiver of Revenue – County Government of Tharaka - Nithi 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 budgets and actual amounts reflects final revenue target and actual on comparable basis amounts of Kshs.485,000,000 and Kshs.481,725,211 respectively, resulting into unrealized revenue of Kshs.3,274,789.

The unrealized revenue affected the planned activities and may have impacted negatively on service delivery to the public.

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, I have determined that there are no key audit matters to report in the year under review.

### **Other Information**

The Management is responsible for the Other Information set out on page ii to vi which comprise of Key Entity Information and Management, Foreword by the CEC Member Finance and Economic Planning, Management Discussion and Analysis and Statement of Management Responsibilities. The Other Information does not include the revenue statements and my audit report thereon.

In connection with my audit on the Receiver of Revenue – Revenue Statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the revenue 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, I am required to report that fact. I have nothing to report in this regard.

My opinion on the revenue statements does not cover the Other Information and accordingly, I do not express an 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 effects of the matter 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**

#### **Failure to Operationalize the Facilities Improvement Financing Act, 2023**

The statement of revenue and disbursement reflects total revenue from exchange transactions amount of Kshs.347,379,477 which includes hospital fees amount of Kshs.293,274,998 as disclosed in Note 15 to the revenue statements. Review of revenue records revealed that the Health Facilities were not collecting and retaining hospital fees.

This was contrary to Section 5(1) and (2) of Facilities Improvement Financing Act, 2023 which states that there shall be retention of all monies raised or received by or on behalf of all Public Health Facilities.

The Act establishes a governance framework that will facilitate effective planning, accountable mechanism, coordination, mobilization and provide for a unified system to guide financial management in public health facilities, improving efficiency and effectiveness and ultimately quality health service delivery.

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 revenue 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, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

The audit was conducted in accordance with 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 those Charged with Governance**

Management is responsible for the preparation and fair presentation of these revenue 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 revenue 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 revenue statements, Management is responsible for assessing the Receiver of Revenue's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the revenue 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 revenue statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the revenue statements comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Receiver of Revenue revenue 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 revenue 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 revenue 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 revenue 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 revenue 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**

**28 November, 2025**

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

7. STATEMENT OF REVENUES AND DISBURSEMENT FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2025

		2024/2025
	Note	Ksh
<b>Revenue from Non - Exchange Transactions</b>		
Cess	6	60,975,524
Single Business Permit and Advertisement	7	91,386,989
Administration Fees and Charges	8	21,170,559
Public Health Services Fees	9	4,015,171
Physical Planning and Development	10	9,842,864
<b>Total Revenue from Non- Exchange Transactions</b>		<b>187,391,107</b>
<b>Revenue from Exchange Transactions</b>		
Property Rent	11	10,419,101
Parking Fees	12	20,536,079
Market Fees	13	15,691,575
Veterinary Services	14	6,977,024
Hospital Fees	15	293,274,998
Miscellaneous Receipts	16	480,700
<b>Total Revenue from Exchange Transactions</b>		<b>347,379,477</b>
<b>Total Receipts</b>		<b>534,770,584</b>
Disbursements To CRF	17	(480,559,174)
Bank Charges	18	(185,372)
<b>Increase in Dues to County Revenue Fund</b>		<b>54,026,038</b>

The Revenue Statements were approved on 08<sup>th</sup> July 2025 and signed by:



Moses Bundi  
 Receiver of Revenue



CPA. Martin Ndwiga  
 Principal Accountant  
 ICPAK Reg No. 10243

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

8. STATEMENT OF FINANCIAL POSITION AS AT 30<sup>th</sup> JUNE 2025

	Note	2024/2025	Opening Statement as at 1st July 2024
		Ksh	Ksh
<b>Current Assets</b>			
Cash and Cash Equivalents	19	3,276,074	2,295,409
Receivables from Non Exchange Transactions	20	57,762,492	58,783,915
Receivables from Exchange Transactions	21	79,764,603	25,697,807
<b>Total Current Assets</b>		<b>140,803,169</b>	<b>86,777,131</b>
<b>Total Assets</b>		<b>140,803,169</b>	<b>86,777,131</b>
<b>Financing</b>			
Payables - Due to CRF	22	3,276,074	2,295,409
Revenue Not Yet Collected	23	137,527,095	84,481,722
<b>Total Financial Liabilities</b>		<b>140,803,169</b>	<b>86,777,131</b>

Tharaka Nithi County Receiver of Revenue Financial Statements were approved on 08<sup>th</sup> July 2025 and signed by:



Moses Bundi  
 Receiver of Revenue



CPA. Martin Ndwiga  
 Principal Accountant  
 ICPAK Reg.No.10243

Receiver of Revenue  
County Government of Tharaka Nithi  
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

9. STATEMENT OF CASH FLOW FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2025

		2024/2025
	Note	Ksh
<b>Revenue from Non - Exchange Transactions</b>		
Cess		60,975,524
Single Business Permit and Advertisement		91,386,989
Administration Fees and Charges		21,170,559
Public Health Services Fees		4,015,171
Physical Planning and Development		9,842,864
Property Rent		11,155,528
Parking Fees		20,536,079
Market Fees		15,691,575
Veterinary Services		6,977,024
Hospital Fees		239,493,198
Miscellaneous Receipts		480,700
<b>Total Receipts</b>		<b>481,725,211</b>
Disbursements To CRF		(480,559,174)
Bank Charges		(185,372)
<b>Total Payments</b>		<b>(480,744,546)</b>
<b>Net Cash from Operating Activities</b>		<b>980,665</b>
Cash and Cash Equivalent at 01 July 2024	19	2,295,409
<b>Cash and Cash Equivalent at 30 June 2025</b>	<b>19</b>	<b>3,276,074</b>

## Receiver of Revenue

## County Government of Tharaka Nithi

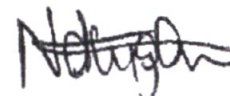
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 202510. STATEMENT OF COMPARISON OF BUDGET VS ACTUAL AMOUNTS FOR THE YEAR ENDED 30<sup>th</sup> JUNE 2025

Receipts	Original Target	Adjustments	Final Target	Actual on Comparable Basis	Budget Realization Difference	% of Realization
<b>County Own Source Revenue</b>	Ksh	Ksh	Ksh	Ksh	Ksh	
Natural Resources Excavation Cess	80,000,000		80,000,000	60,476,567	(19,523,433)	76%
Livestock and Agriculture Produce Cess	7,000,000	(6,000,000)	1,000,000	498,957	(501,043)	50%
Single Business Permit, Advertisement	75,000,000	6,000,000	81,000,000	91,386,989	10,386,989	113%
Parking Fees	20,000,000		20,000,000	20,536,079	536,079	103%
Plot Rents / Land Rates / Stand Premium	6,000,000		6,000,000	6,138,822	138,822	102%
Barter Market / Entrance Fee	25,000,000		25,000,000	15,691,575	(9,308,425)	63%
Rent County Houses and Stalls	4,500,000		4,500,000	5,016,706	516,706	111%
Health Services Fees and Charges	165,000,000	35,000,000	200,000,000	243,508,369	43,508,369	122%
Property Fees and Charges	9,000,000		9,000,000	2,383,409	(6,616,591)	26%
Technical Services and Plan Approvals	9,000,000		9,000,000	7,459,455	(1,540,545)	83%
Administration Fees and Charges	4,500,000		4,500,000	436,157	(4,063,843)	10%
Weights and Measures	500,000		500,000	-	(500,000)	0%
Liquor License	20,000,000		20,000,000	20,734,402	734,402	104%
Veterinary Services	9,000,000		9,000,000	6,977,024	(2,022,976)	78%
Co-operative Services	200,000		200,000	-	(200,000)	0%
Fire Inspection	300,000		300,000	-	(300,000)	0%
Miscellaneous	15,000,000		15,000,000	480,700	(14,519,300)	3%
<b>Total</b>	<b>450,000,000</b>	<b>35,000,000</b>	<b>485,000,000</b>	<b>481,725,211</b>	<b>(3,274,789)</b>	<b>99%</b>

The County Receiver of Revenue Financial Statements were approved on 08<sup>th</sup> July 2025 and signed by:



Moses Bundi  
Receiver of Revenue



CPA. Martin Ndwiga  
Principal Accountant  
ICPAK Reg. No.10243

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

**11. NOTES TO FINANCIAL STATEMENTS**

**1. General Information**

Tharaka Nithi County Receiver of Revenue was appointed by the CEC member of Finance of Tharaka Nithi County Government in accordance with section 157 of the PFM Act. The Entity's principal activity is revenue collections as outlined in the appointment letter and section 157 of the PFM Act.

**2. Statement of Compliance and Basis of Preparation**

The revenue statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) Accrual Basis of Accounting and relevant legal framework of the County Government of Tharaka Nithi. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The Transitional financial statements have been prepared in accordance with the PFM Act 2012. The entity has taken advantage of the transitional provisions under IPSAS 33 and therefore these 1<sup>st</sup> year financial statements are transitional financial statements and the following elements of the financial statements have not been recognised as the entity has taken advantage of the transition provisions outlined in IPSAS 33.

a) Comparative figures for previous year has not been included and will be reported from year two

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the County Government of Tharaka Nithi Receiver of Revenue. The accounting policies adopted have been consistently applied to all the years presented.

The Financial statements were authorized for issue by the Accounting Officer on **08<sup>th</sup> July 2025**

**3. Adoption of New and Revised Standards**

i) *New and amended standards and interpretations in issue effective in the year ended 30 June 2025.*

There were no new and amended standards issued in the financial year.

ii) *New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025*

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 43	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an Entity.</p>

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

Standard	Effective date and impact:
	<p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.  <i>No expected impact on the entity</i></p>
<p>IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations</p>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The Standard requires,            Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:            Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.  <i>No expected impact on the entity</i></p>
<p>IPSAS 45-Property Plant and Equipment</p>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.  <i>No expected impact on the entity</i></p>
<p>IPSAS 46 Measurement</p>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.  <i>No expected impact on the entity</i></p>
<p>IPSAS 47- Revenue</p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>

**Receiver of Revenue  
County Government of Tharaka Nithi  
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

<b>Standard</b>	<b>Effective date and impact:</b>
	<i>No expected impact on the entity</i>
IPSAS 48- Transfer Expenses	<i>Applicable 1<sup>st</sup> January 2026</i>  The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers. <i>No expected impact on the entity</i>
IPSAS 49- Retirement Benefit Plans	<i>Applicable 1<sup>st</sup> January 2026</i>  The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan. <i>No expected impact on the entity</i>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<i>Applicable 1<sup>st</sup> January 2027</i>  The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: <ul style="list-style-type: none"> <li>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</li> <li>ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26.</li> <li>iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.</li> </ul> <i>No expected impact on the entity</i>

**iii) Early adoption of standards**

The Entity did not early-adopt any new or amended standards in the financial year

*Notes to the financial statements (Continued)*

**4. Significant Accounting Policies**

The principal accounting policies adopted in the preparation of these revenue statements are set out below:

**i) Revenue from non-exchange transactions**

**Fees, taxes, fines and charges**

The *Receiver of Revenue* recognizes revenues from fees, taxes, fines and charges when the event occurs and the asset recognition criteria is met. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the Entity and the fair value of the asset can be measured reliably.

**ii) Revenue from exchange transactions**

**Rendering of services**

The *Receiver of Revenue* recognizes revenue from the 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 each period.

**Dividends**

Dividends or similar distributions must be recognized when the shareholder's or the Entity's right to receive payments is established.

*Notes to the Financial Statements (Continued)*

*Summary of Significant Accounting Policies (Continued)*

**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.

**iii) Budget**

The County Revenue budget is developed on cash basis. The budget has the same accounts classification basis, and for the same period as the financial statements. The County budget was approved as required by law. The original budget was approved by the County Assembly on 20<sup>th</sup> June 2024 for the period 1st July 2024 to 30 June 2025. There was one number of supplementary budgets passed in the year. A high-level assessment of the County's actual performance against the comparable budget for the financial year under review has been included in these financial statements.

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 financial performance has been presented under section 10 of these financial statements.

**iv) 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 revenue collection accounts held at Commercial banks.

*Notes to the Financial Statements (Continued)*  
*Summary of Significant Accounting Policies (Continued)*

**v) Revenue in Arrears**

Revenue in arrears relate to revenue earned and is yet to be received or collected by the receiver of revenue. These arrears are presented as receivables from exchange and non- exchange transactions in the statement of financial position. These receivables are assessed for impairment on a continuous basis. The details of these arrears are presented as an appendix to the financial statements under the statement of arrears as required under the PFM Act, 2012 Section 165 (2) (b).

**vi) Disbursements to CRF**

The Receiver of Revenue has an arrangement for weekly transfer of funds from its bank account to the CRF account. Total disbursements to the CRF are as a result of the transfer arrangement during the year was Ksh. 480,635,059

**vii) Payables due to CRF**

These relate to amounts yet to be disbursed to the County Revenue Fund at the end of the year. The amount also includes monies that are yet to be collected by the receiver of revenue at the end of the reporting year.

**viii) Comparative Figures**

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

**ix) Subsequent Events**

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

**5. 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 financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to

**Receiver of Revenue  
County Government of Tharaka Nithi  
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur.

**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.

**6. Cess**

<b>Descriptions</b>	<b>2024/2025</b>
	<b>Ksh</b>
Quarrying Cess	60,476,567
Livestock Cess	204,956
Farm Produce	294,001
<b>Total</b>	<b>60,975,524</b>

**7. Single Business Permits**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Single Business Permit	71,954,510
Advertisement	19,432,479
<b>Total</b>	<b>91,386,989</b>

**8. Administrative Fees and Charges**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Fines and Penalties	436,157
Liquor Licences	20,734,402
<b>Total</b>	<b>21,170,559</b>

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

*Notes to the financial statements (Continued)*

**9. Public Health Services Fees**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Vaccination Yellow Fever	16,500
Medical Examination Certificates	3,030,021
Clinic Inspection	10,000
School Sanitation Inspections	89,000
Public Health Liquor Inspections	54,000
Public Health Permits / Licences	281,000
Public Health Plan Approval	534,650
<b>Total</b>	<b>4,015,171</b>

**10. Physical Planning and Development**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Building Plans Approval	7,459,455
Property Transfer / Sub Division Fees and Charges	2,383,409
<b>Total</b>	<b>9,842,864</b>

**11. Property Rent**

<b>Descriptions</b>	<b>2024/2025</b>
	<b>Ksh</b>
Plot Rents	5,117,399
County Houses	2,223,702
Market Stalls	3,078,000
<b>Total</b>	<b>10,419,101</b>

**12. Parking Fees**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Bus Park Fees	6,231,059
Street Parking Fees	14,305,020
<b>Total</b>	<b>20,536,079</b>

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

Notes to the financial statements (Continued)

13. Market Fees

Description	2024/2025
	Ksh
Market Entry Fees	15,691,575
<b>Total</b>	<b>15,691,575</b>

14. Veterinary Services

Description	2024/2025
	Ksh
Slaughter and Meat Inspection Fees	3,530,322
Artificial Insemination (AI) Services	3,446,702
<b>Total</b>	<b>6,977,024</b>

15. Hospital Fees

Description	2024/2025
	Ksh
Chuka Level 5 Hospital	199,130,670
Magutuni Level 4 Hospital	27,851,158
Marimanti Level 4 Hospital	55,841,732
Kibung'a Level 4 Hospital	1,574,123
County Dispensaries and Health Centres	8,877,315
<b>Total</b>	<b>293,274,998</b>

16. Miscellaneous Receipts

Description	2024/2025
	Ksh
Surrender of Imprest	319,000
Unallocated Receipts	161,700
<b>Total</b>	<b>480,700</b>

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

*Notes to The Financial Statements (Continued)*

**17. Disbursement to County Revenue Fund**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Quarter 1	74,426,050
Quarter 2	99,188,860
Quarter 3	101,743,310
Quarter 4	205,200,954
<b>Total</b>	<b>480,559,174</b>

**18. Bank Charges**

<b>Description</b>	<b>2024/2025</b>
	<b>Ksh</b>
Equity Revenue Collection Bank Account	12,137
Trans Nation Sacco	3,873
Family Bank Revenue Account	39,210
FIF Revenue Collection Account	14,650
Chuka Hospital Revenue Account	31,900
Kibung'a Hospital Revenue Account	10,806
Marimanti Hospital Revenue Account	21,090
Magutuni Hospital Revenue Account	19,595
Asset Disposal Account	480
County Dispensaries and Health Centres	31,631
<b>Total</b>	<b>185,372</b>

Receiver of Revenue  
County Government of Tharaka Nithi  
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

Notes to The Financial Statements (Continued)

19. Cash and Cash Equivalent

Name of Bank, Account No. & currency	Account Number	2024/2025	Opening Balances as at 1st July 2024
		Ksh	Ksh
Tharaka Nithi Revenue Acct. - Equity Bank	0210260871230	77	(346)
Tharaka Nithi Revenue Acct - Trans Nation Sacco	68260800224701	154,964	189,919
Tharaka Nithi Revenue Account - Family Bank	054000015859	1,295,440	654,938
Tharaka Nithi FIF Revenue Acct - Family Bank	054000011532	260,914	1,035,056
Chuka District Hospital Account - Family Bank	054000011533	38	2,123
Kibung'a Sub District Hospital - Family Bank	054000011534	450	301
Tharaka South District Hospital - Family Bank	054000011535	599	6,198
Magutuni Hospital Account - Family Bank	054000011536	160	3,151
Kathangacini Health Centre – Family Bank	054000016047	489	-
Dispensary and Health Centres - Family Bank	<b>Appendix I</b>	1,221,164	-
Tharaka Nithi Asset Disposal Acct - Co-op Bank	01100003308001	77,719	999
Mpesa Till Balances	Till Numbers	264,060	147,880
Cash in Hand	BoS Report	-	255,190
<b>Total</b>		<b>3,276,074</b>	<b>2,295,409</b>

20. Receivable from Non Exchange Transactions

Description	2024/2025	Opening Balances as at 1st July 2024
	Ksh	Ksh
Plot Rent	57,762,492	58,783,915
<b>Total</b>	<b>57,762,492</b>	<b>58,783,915</b>
<b>Aging Analysis</b>		
Less than 1 Year	4,332,187	30,065,341
Between 1 - 3Years	8,664,374	16,303,255
Over 3 Years	44,765,931	12,415,319
<b>Total</b>	<b>57,762,492</b>	<b>58,783,915</b>

Receiver of Revenue  
County Government of Tharaka Nithi  
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

*Notes to The Financial Statements (Continued)*

**21. Receivable from Exchange Transactions**

<b>Description</b>	<b>2024/2025</b>	<b>Opening Balances as at 1st July 2024</b>
	<b>Ksh</b>	<b>Ksh</b>
Hospital Claims (NHIF and SHIF)	76,457,797	23,686,997
Health Insurance Claims (AON)	1,011,000	-
Market Stalls	833,250	796,610
County Houses	1,462,556	1,214,200
<b>Total</b>	<b>79,764,603</b>	<b>25,697,807</b>
<b>Aging Analysis</b>		
Less than 1 Year	66,572,261	25,697,807
Between 1 - 3 Years	13,192,342	-
<b>Total</b>	<b>79,764,603</b>	<b>25,697,807</b>

**22. Payables- Due to County Revenue Fund**

<b>Payables</b>	<b>2024/2025</b>	<b>Opening Balances as at 1st July 2024</b>
	<b>Ksh</b>	<b>Ksh</b>
Amount Collected yet to be Disbursed to CRF - Cash and Cash Equivalent	3,276,074	2,295,409
<b>Total Undisbursed Funds</b>	<b>3,276,074</b>	<b>2,295,409</b>

*This relates to amounts yet to be disbursed to the County Revenue Fund at the end of the year.*

**23. Uncollected Revenue**

<b>Payables</b>	<b>2024/2025</b>	<b>Opening Balances as at 1st July 2024</b>
	<b>Ksh</b>	<b>Ksh</b>
Amount Billed and yet to be Collected – Non Exchange Transactions	57,762,492	58,783,915
Amount Billed and yet to be Collected - Exchange Transactions	79,764,603	25,697,807
<b>Total Undisbursed Funds</b>	<b>137,527,095</b>	<b>84,481,722</b>

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

**12. APPENDICES**

**Appendix 1: County Dispensary and Health Centres Bank Balances as at 30<sup>th</sup> June 2025**

<b>No.</b>	<b>Account</b>	<b>Account Owner</b>	<b>Balance Ksh.</b>
1	054000017693	Muthambi Health Centre	625.00
2	054000017795	Kiangondu Dispensary	152.69
3	054000017692	Iriga Dispensary	200.00
4	054000017694	Weru Dispensary	200.00
5	054000017695	Nyagani Dispensary	200.00
6	054000017696	Chamunga Dispensary	200.00
7	054000017697	Mumbuni Dispensary	200.00
8	054000017698	Kamwangu Dispensary	200.00
9	054000017699	Kiini Health Centre	200.00
10	054000017700	Gaketha Dispensary	200.00
11	054000017701	Ndumbini Dispensary	200.00
12	054000017702	Gituja Dispensary	200.00
13	054000017703	Iriani Dispensary	200.00
14	054000017706	Makuri Dispensary	200.00
15	054000017707	Wiru Dispensary	200.00
16	054000017708	Ngeru Dispensary	200.00
17	054000017709	Iruma Dispensary	200.00
18	054000017710	Kalewa Dispensary	200.00
19	054000017711	Kirumi Dispensary	200.00
20	054000017712	Kiriani Dispensary	200.00
21	054000017714	Kiamuchairu Health Centre	200.00
22	054000017715	Majira Dispensary	200.00
23	054000017716	Kaare Dispensary	200.00
24	054000017717	Mutindwa Dispensary	200.00
25	054000017718	Ikumbo Dispensary	200.00
26	054000017720	Nkangani Dispensary	200.00
27	054000017721	Makengi Dispensary	200.00
28	054000017722	Munga Dispensary	200.00
29	054000017723	Igamatundu Dispensary	200.00
30	054000017724	Gianchunku Dispensary	200.00
31	054000017725	Kabururu Dispensary	200.00

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

<b>No.</b>	<b>Account</b>	<b>Account Owner</b>	<b>Balance Ksh.</b>
32	054000017727	Karaa Dispensary	200.00
33	054000017728	Kamwimbi Dispensary	200.00
34	054000017729	Gitombani Dispensary	200.00
35	054000017730	Kamaindi Dispensary	200.00
36	054000017732	Makanyanga Dispensary	200.00
37	054000017733	Kanini Dispensary	200.00
38	054000017734	Kiairugu Dispensary	200.00
39	054000017735	Kaanwa Dispensary	200.00
40	054000017736	Kangutu Dispensary	200.00
41	054000017737	Rianthiga Dispensary	200.00
42	054000017738	Kathwana Dispensary	200.00
43	054000017739	Karuruku Dispensary	200.00
44	054000017740	Kamwathu Dispensary	200.00
45	054000017741	Kamaguna Dispensary	200.00
46	054000017743	Maragwa Dispensary	200.00
47	054000017744	Kiiamurukima Dispensary	200.00
48	054000017748	Gaciongo Dispensary	200.00
49	054000017751	Kajuki Health Centre	200.00
50	054000017752	Njoguni Dispensary	200.00
51	054000017753	Kajiampau Dispensary	200.00
52	054000017754	Ntoroni Dispensary	200.00
53	054000017756	Kamonka Dispensary	200.00
54	054000017758	Iriuko Ria Ngombe	200.00
55	054000017759	Kibugua Health Centre	200.00
56	054000017760	Mikui Dispensary	200.00
57	054000017761	Gitogoto Dispensary	200.00
58	054000017762	Kirukuma Dispensary	200.00
59	054000017763	Kiamuriuki Dispensary	200.00
60	054000017765	Karandini Dispensary	200.00
61	054000017767	Magenka Dispensary	200.00
62	054000017768	Kamanyaki Health Centre	200.00
63	054000017769	Nthigiriri Dispensary	200.00
64	054000017770	Uturini Dispensary	200.00
65	054000017771	Mukuuni Dispensary	200.00

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

<b>No.</b>	<b>Account</b>	<b>Account Owner</b>	<b>Balance Ksh.</b>
66	054000017772	Kamarandi Dispensary	200.00
67	054000017773	Ikuu Dispensary	200.00
68	054000017775	Mwonge Dispensary	200.00
69	054000017776	Gaceraaka Dispensary	200.00
70	054000017778	Nkarini Dispensary	200.00
71	054000017779	Nkwego Dispensary	200.00
72	054000017780	Gakirwe Dispensary	200.00
73	054000017781	Kiereni Dispensary	200.00
74	054000017782	Tunyai Health Centre	200.00
75	054000017783	Kambandi Dispensary	200.00
76	054000017784	Gakurunku Dispensary	200.00
77	054000017785	Kiamuchii Dispensary	200.00
78	054000017786	Matagatani Dispensary	200.00
79	054000017787	Kagaani Dispensary	200.00
80	054000017788	Kirangi Dispensary	200.00
81	054000017789	Mubukoro Dispensary	200.00
82	054000017790	Kaarani Dispensary	200.00
83	054000017791	Mucwa Dispensary	200.00
84	054000017792	Rukenya Dispensary	200.00
85	054000017793	Njaina Dispensary	200.00
86	054000017794	Kanyuru Dispensary	200.00
87	054000017796	Tonya Dispensary	200.00
88	054000017797	Rukindu Dispensary	200.00
89	054000017798	Nkumaru Dispensary	200.00
90	054000017800	Tumbura Dispensary	200.00
91	054000017801	Manyanga Dispensary	200.00
92	054000017802	Miomponi Dispensary	200.00
93	054000017803	Karuguaru Dispensary	200.00
94	054000017804	Nkondi Health Centre	200.00
95	054000017805	Kathangachini Health Centre	200.00
96	054000017806	Gakurugu Dispensary	200.00
97	054000017807	Gatunga Model Health Centre	200.00
98	054000017808	Kireria Dispensary	200.00
99	054000017809	Rukurini Dispensary	200.00

**Receiver of Revenue**  
**County Government of Tharaka Nithi**  
**Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025**

<b>No.</b>	<b>Account</b>	<b>Account Owner</b>	<b>Balance Ksh.</b>
100	054000017745	Gaceuni Dispensary	650.56
101	054000017749	Mukothima Dispensary	1,708.10
102	054000017750	Kirundi Dispensary	1,824.10
103	054000017746	Kanyambo Dispensary	2,672.42
104	054000017747	Kamacabi Dispensary	5,468.00
105	054000017757	Karambani Dispensary	20,286.45
106	054000017777	Mpukoni Health Centre	24,079.45
107	054000017799	Muramba Wa Mbogo Dispensary	28,501.25
108	054000017713	Mukui Health Centre	123,480.50
109	054000017731	Kieni Health Centre	197,128.55
110	054000017774	Chiakariga Health Centre	307,952.30
111	054000017719	Baragu Health Centre	487,235.00
	<b>Total</b>		<b>1,221,164.37</b>

**Appendix 2: Progress on follow Up of Prior Year Auditor Recommendation**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor for the Financial Year 2023/2024


<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
Lack of Valuation Roll for collection of Plot Rent / Land rates	<p>The statement of Receipts and Disbursements reflects land / plot rent rates revenue amounting to Ksh. 5,952,449. However, the amount was not supported with updated valuation roll for all Sub-Counties detailing the plot owners, plot numbers, location, plot value, and land rates payable per year. Further, Management did not provide records of invoicing and detailed ledger to show the amount of land rates invoiced, amount received and outstanding balance as at 30 June, 2024.</p> <p>Further, the revenue in respect to land rates was not supported with a register of plots which generated property rent.</p> <p>In the circumstances, the accuracy and completeness of plot rent / land rates amount Ksh. 5,952,449 could not be confirmed.</p>	<p>The Management confirms recording revenue amounting to Ksh. 5,952,449 from plot rents. The county has not yet started charging land rates pending the completion of development plans and passing of Valuation Act with the draft County Valuation Bill before the County Assembly for necessary public participation and enactment.</p>	Not Yet Resolved	30 <sup>th</sup> June 2026

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Budgetary Control and Performance	<p>The Statement of Comparison of Budget and Actual amounts reflects final receipts budget and actual amounts on comparable basis of Ksh. 450,670,000 and Ksh. 417,346,034 respectively resulting in a revenue shortfall of Ksh. 33,323,966 or 7% of the approved budget.</p> <p>The revenue shortfall of Ksh. 33,323,966 may have affected planned development programs and activities and may have impacted negatively on service delivery to the public.</p>	<p>The Management confirms reporting actual revenue amounting to Ksh. 417,346,034 against estimated budget of Ksh. 450,670,000 recording 93% level of performance. The revenue shortfall is attributed to harsh economic condition prevailing during the year resulting to shortfall in revenue collection.</p> <p>The County has put measures to seal revenue leakage through automated revenue collection systems, currently with zero cash collections. This has resulted to continued growth in revenue during the year under review recording 46% increase. The trend is expected to be continued with this year revenue targeted at Ksh. 480 M.</p>	Partly Resolved	30 <sup>th</sup> June 2026
Outstanding Arrears of Revenue	<p>The statement of Arrears of Revenue reflects total arrears of revenue balance of Ksh. 84,481,722 which was not recovered as at 30<sup>th</sup> June 2024. However, Management has not demonstrated measures instituted to recover the outstanding arrears of revenue. In the circumstances, the recoverability of the total arrears of revenue balance of Ksh.</p>	<p>The Management confirms reporting outstanding revenue arrears amounting to Ksh. 84,481,722 as at 30<sup>th</sup> June 2024.</p> <p>The management has continued to make efforts to recover the outstanding amounts through public engagement sensitization forums and recoveries from staff salaries for</p>	Not Resolved	30 <sup>th</sup> June 2026

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	84,481,722 could not be confirmed.	residential houses occupied by members of county officers.  With regard to amount owed by National Hospital Insurance Fund (NHIF) the County is awaiting directive from Ministry of Health regarding the debts owed by defunct health insurance Fund.		
Prior Year	In the report of the previous year, several issues were raised under Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Control, Risk Management and Governance. However, Management has not provided evidence of how the issues were resolved	The Management acknowledges the prior year auditor general report that highlighted some non-compliances on revenue collection and record keeping. The Management has acted upon the recommendation and implemented the suggested corrective actions which has significantly improved revenue collection and reduction in number of audit queries as contained in the current audit report	Resolved	30 <sup>th</sup> June 2025



Moses Bundi  
 Receiver of Revenue



CPA. Martin Ndwiga  
 Principal Accountant  
 ICPAK Reg. No.10243

Receiver of Revenue  
County Government of Tharaka Nithi  
Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

Date: 08<sup>th</sup> July 2025

Date: 08<sup>th</sup> July 2025

Appendix 3: Statement of Arrears of Revenue as at 30<sup>th</sup> June 2025

Classification Of Receipts	Balance as at 1 <sup>st</sup> July 2024	Amount Charged During the Year	Amount Paid During the Year	Amount in Arrears as at 30 <sup>th</sup> June 2025	Measures taken to recover the Arrears	Assessment to the recoverability of Arrears
Plot Rent	58,783,915	5,117,399	6,138,822	57,762,492	Enforcement and Persuasion	High
NHIF & SHIF Claims	23,686,997	203,048,661	150,277,861	76,457,797		High
AON Insurance Claims	0	1,011,000	0	1,011,000		High
Market Stalls Rent	796,610	3,078,000	3,041,360	833,250		High
County Houses Rent	1,214,200	2,223,702	1,975,346	1,462,556		High
<b>Total Arrears</b>	<b>84,481,722</b>	<b>214,478,762</b>	<b>161,433,389</b>	<b>137,527,095</b>		



Moses Bundi  
Receiver of Revenue

Date: 08<sup>th</sup> July 2025



CPA. Martin Ndwiga  
Principal Accountant  
ICPAK Reg. No.10243

Date: 08<sup>th</sup> July 2025

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

**Appendix 4: Aging Analysis of Revenue in Arrears**

Description	Less than	Between	Between	Total
	1 year	1-2 years	2 -3 Years	Ksh.
Plot Rent	4,332,187	8,664,374	44,765,931	57,762,492
NHIF & SHIF Hospital Claims	63,265,455	13,192,342		76,457,797
AON Insurance Claims	1,011,000			1,011,000
Market Stalls Rent	833,250			833,250
County Houses Rent	1,462,556			1,462,556
<b>Total</b>	<b>70,904,448</b>	<b>21,856,716</b>	<b>44,765,931</b>	<b>137,527,095</b>

Receiver of Revenue  
 County Government of Tharaka Nithi  
 Annual Revenue Statement for the Year Ended 30<sup>th</sup> June, 2025

**Appendix 5: Report of Waivers and Variations of Fees or charges granted by the Receiver of Revenue during the Year**

S/No	Persons / Organisation Benefitting From Waiver/ Variation	Number of Patients Waived	Year In Which Waiver/ Variation Relates	Amount Of Variation/ Waiver (Fee or Charge)	Reasons For Waiver/ Variation	The Law In Terms of Which The Variation/Waiver Was Granted
1	Female Adults	21	2024/2025	446,979	Affirmative Action	Public Health Act
2	Male Adults	29	2024/2025	1,869,756	Inability to Pay	Public Health Act
3	Children Under 18 years of age	9	2024/2025	179,063	Government Policy	Children's Act
		<b>59</b>		<b>2,495,798</b>		

*(PFM ACT section 165 subsection 4, 5)*



08<sup>th</sup> July 2025

Igantious Mugambi  
 Chief Officer Revenue Mobilization