

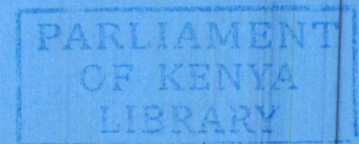
REPUBLIC OF KENYA



Enhancing Accountability

PAPERS LAID	
DATE	23/5/23
TABLED BY	Sen. Joyce Kariuki
COMMITTEE	—
CLERK AT THE TABLE	Marya

REPORT



OF

THE AUDITOR-GENERAL

ON

**COUNTY EXECUTIVE OF
HOMA BAY**

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



COUNTY EXECUTIVE OF HOMABAY

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

OUNTY EXECUTIVE OF HOMABAY
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1. ENTITY INFORMATION AND MANAGEMENT

Background information

The County Government is a devolved unit created and enshrined in the Constitution of Kenya promulgated in 2010 and whose structure and governance is defined in the County Governments Act (No. 17 of 2012). The County Government is headed by the County Governor, who is responsible for the general policy and strategic direction of the County.

Key Management

The County Executive of Homa Bay's day-to-day management is under the following key organs: inception

H.E CYPRIAN OTIENO AWITI	- GOVERNOR
H.E HAMILTON ONYANGO ORATA	- DEPUTY GOVERNOR
PROF. DONALD AGWENGE OINDI	- COUNTY SECRETARY

Fiduciary Management

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

No.	Designation	Name
1.	Accounting Officer	Hon. Nicholas Koriko
2.	Chief Officer – Finance	Mr. Noah Otieno
3.	Head of Accounts	Mr. Daniel Owuor
4.	Deputy Head of Accounts	Mr. Samuel Mainda

Fiduciary Oversight Arrangements

Audit and finance committee activities

- Strengthening systems and Internal Controls

County Assembly Committee Activities

- Approval of Budgets
- Oversight of Development projects
- Other checks and Balances

Entity Headquarters

P.O. Box 469-40300

Homa Bay, KENYA

Entity Contacts

Telephone: (254) 2038617565/55

E-mail: governorsofficeHoma Baycounty.go.ke

Website: www.Homa Bay.go.ke

a) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000

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City Square 00200
Nairobi, Kenya

2. Co-operative Bank
Co-operative House
Moi Avenue,
P.O Box 30084-00100
Nairobi, Kenya
3. Equity Bank Kenya Ltd
P.O Box 75104-00200,
Equity Centre,
Nairobi Kenya
4. Kenya Commercial Bank Ltd
Kencom House,
Moi Avenue,
P.O Box 48400-00100
Nairobi, Kenya.

b) Independent Auditors

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

c) Principal Legal Adviser

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

2. FORWARD BY THE CEC-M FINANCE, ECONOMIC PLANNING AND SERVICE DELIVERY

It is my pleasure to present the County Executive of Homa Bay financial statements for the year ended 30th June 2022. The financial statements present the financial performance of the county Government over the past one year.

The promulgation of the Constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralized system with a devolved system of governance. The devolved system of governance consists of the National Government and 47 County Governments.

Financing of the County Governments

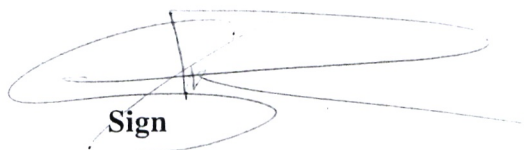
Article 202 of the Constitution of Kenya provides that revenue raised nationally shall be shared equitably among the National Government and County Governments. Each County Government's equitable share of revenue raised nationally, is determined yearly through the County Allocation of Revenue Act (CARA). The revenue sharing formula is developed by the Commission on Revenue Allocation and approved by Parliament in accordance with Article 217 of the Constitution.

The County also finances its operations through own generated revenues. These are revenues collected within the County. The key local revenue sources for Homa Bay County included business permits, land rates, business plan approval, advertising fees, cesses, and various other administrative charges.

The County continues to explore new and innovative ways of increasing its local revenue collections. Some of the steps that the County has taken towards improving its revenue collections include:

REVENUE COLLECTION

The County has embarked on a paperless Revenue Service Delivery through the automation of its Revenue and Management Systems. Unstructured revenue which includes parking, market fees and cattle auction is now fully automated with 298 Point of Service (POS) machines distributed in all the eight sub-counties. Single Business Permit (SBP) is also fully automated and currently forms 60% of the structured revenue in the County. Moreover, the County has also gone cashless in various revenue streams such as parking fees and single business permit. All payments in these streams are done via M-Pesa Paybill and direct Bank Deposits. As a result, there has been an increase in prompt Supervision and follow-ups as well as reduced pilferages.



Sign

CEC-M Finance, Economic Planning and Service Delivery
County Government of Homa Bay

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3. KEY COMPLETED AND ONGOING PROJECTS IMPLEMENTED BY THE COUNTY EXECUTIVE OF HOMABAY

a. COMPLETED PROJECTS

1. Construction of Homabay Municipal Modern Market

Another key ongoing project being implemented by the County Government of Homabay is the Homabay Municipal Modern Market at the heart of the vibrant Homabay town. Unlike many towns around, Homabay town is a town strategically located for small and medium-sized enterprises (SMEs) being that it is located along the busy Homabay-Kisumu highway as well as on the shores of Lake Victoria. Coupled with the need to provide traders with an improved facility with better security for their commodities, drainage for hygienic sanitation, better shades from scorching sun, and a safe place for business, these factors prompted the need to construct the Homabay Municipal Modern Market which is a project funded by the County Government of Homabay and the World Bank. Upon completion, the market will help small and medium traders earn better incomes and the County Government will be able to raise higher revenues as well.

The market is complete and in use by traders and *wananchi* of Homabay County.

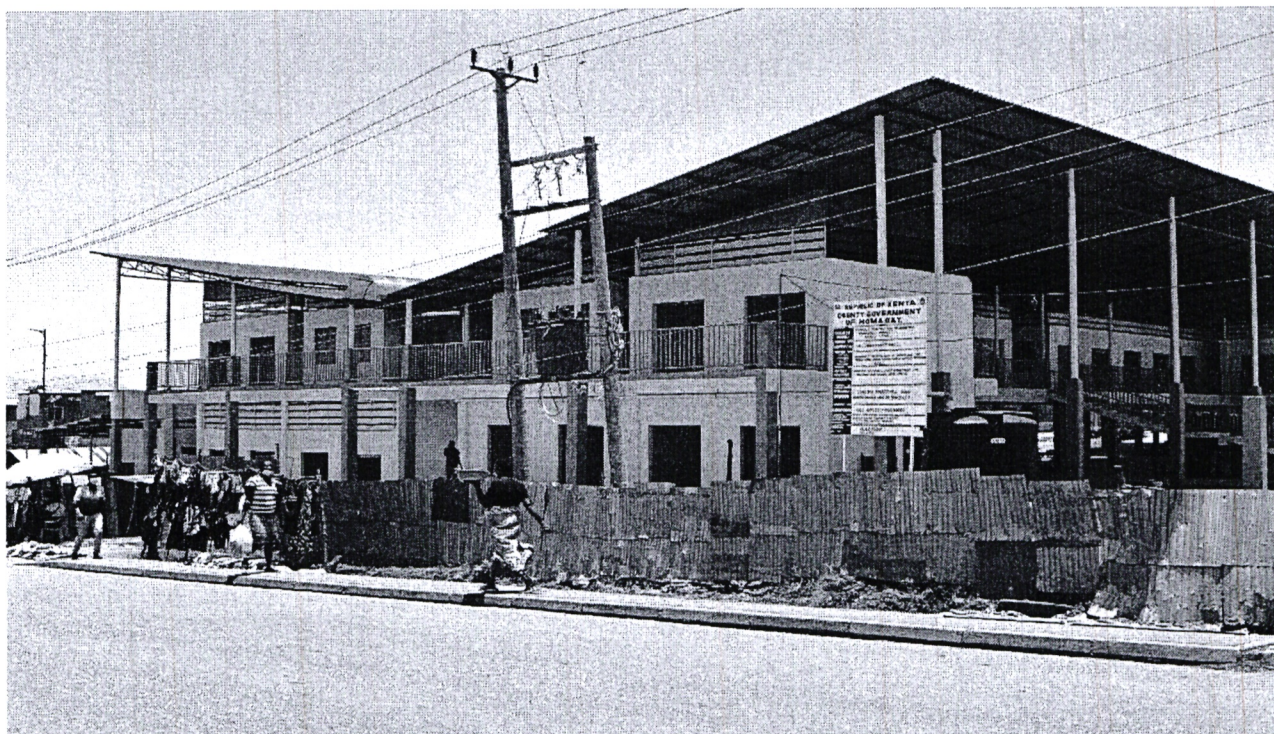


Image 3: Ongoing Construction of Homabay Municipal Modern Market

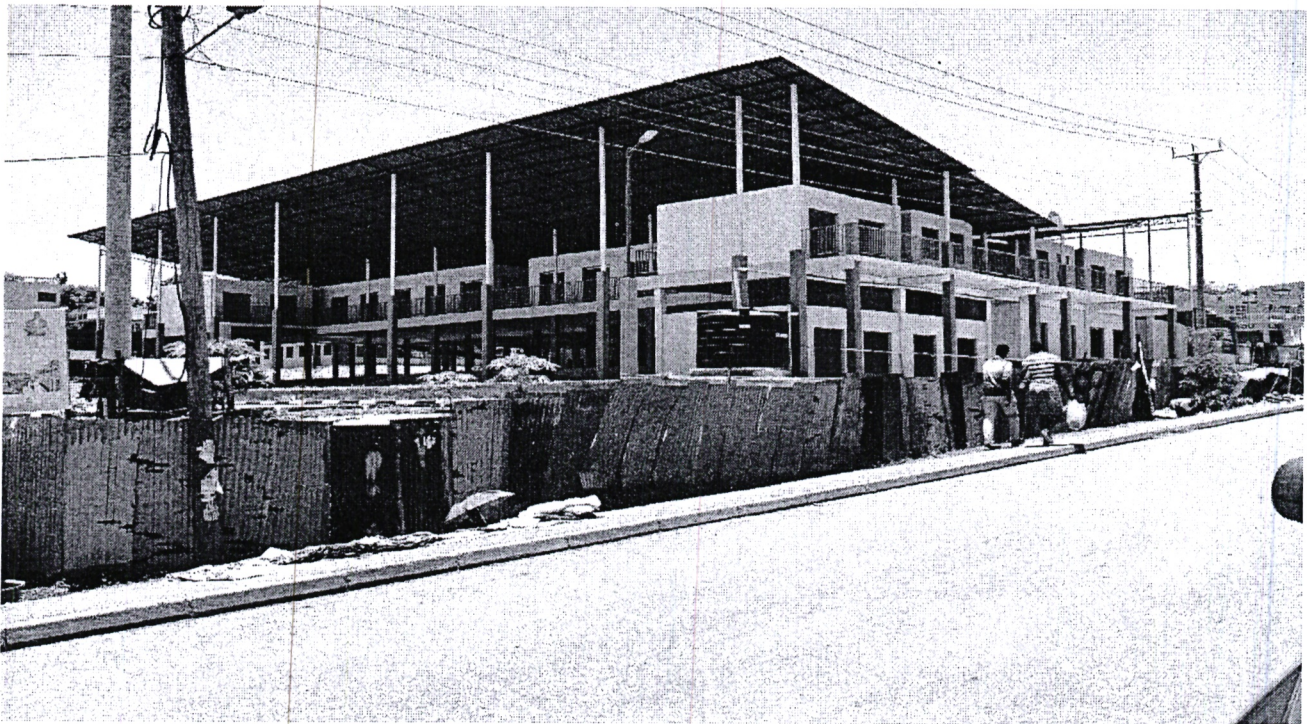


Image 4: Ongoing Construction of Homabay Municipal Modern Market

2. Construction of Nyakwere Modern Market

One of the key completed and commissioned projects in Financial Year 2021-2022 by the County Government of Homabay is the Nyakwere Modern Open Air Market in Wang'chieng ward. The market was strategically constructed for small and medium-sized enterprises (SMEs) along the busy Homabay-Kisumu highway as well as on the shores of Lake Victoria. The objective behind the open air market was to provide traders with a conducive and hygienic environment with ample selling space, and shade especially for perishable goods such as fish, and vegetables grown around the shores of Lake Victoria. The market is completed and operational with a capacity of over 1000 traders and serving traders from both Homabay and Kisumu counties while generating revenue for Homabay County hence boosting the County's GDP.



Image 7: Traders using Fish section of the completed Nyakwere Modern Open Air Market



Image 8: Traders using the Tomatoes and Vegetable Section of Modern Nyakwere Open Air Market

b. ONGOING KEY PROJECTS

i) Construction of Homabay County Modern Stadium

Homabay being a county within a region that has produced many prominent sports icons before and after independence, the County Government decided to put up a modern sports facility to promote the realization of sports talent within and beyond its borders. As such, even though sports facilities have been upgraded in all sub-counties, the construction of Homabay County Modern Stadium is also ongoing. Upon completion, the stadium will accommodate football and athletics among other sporting activities. When completed, the modern stadium will accommodate up to 30,000 persons.

The stadium is at 85% completion and will be completed and commissioned soon for use by sportsmen and sportswomen of Homabay County.

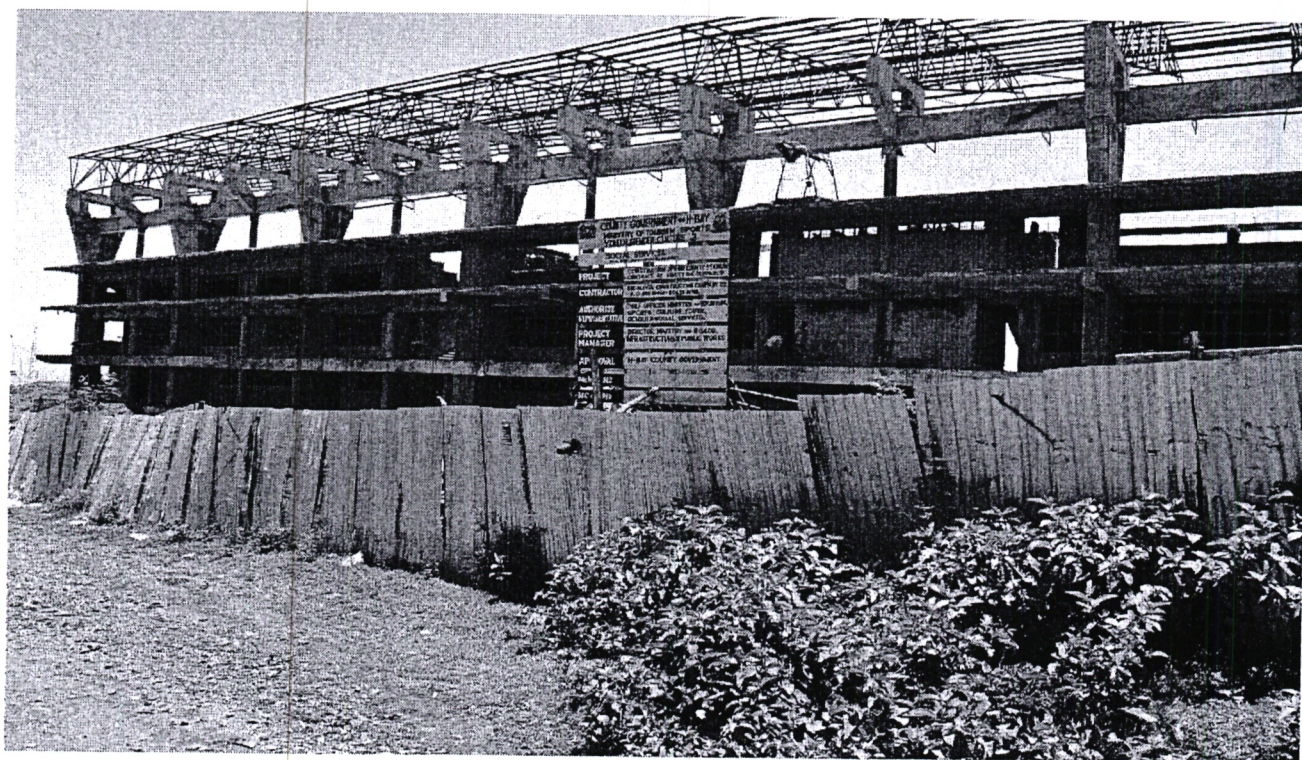


Image 1: Construction works On the Pavilion of Homabay County Modern Stadium

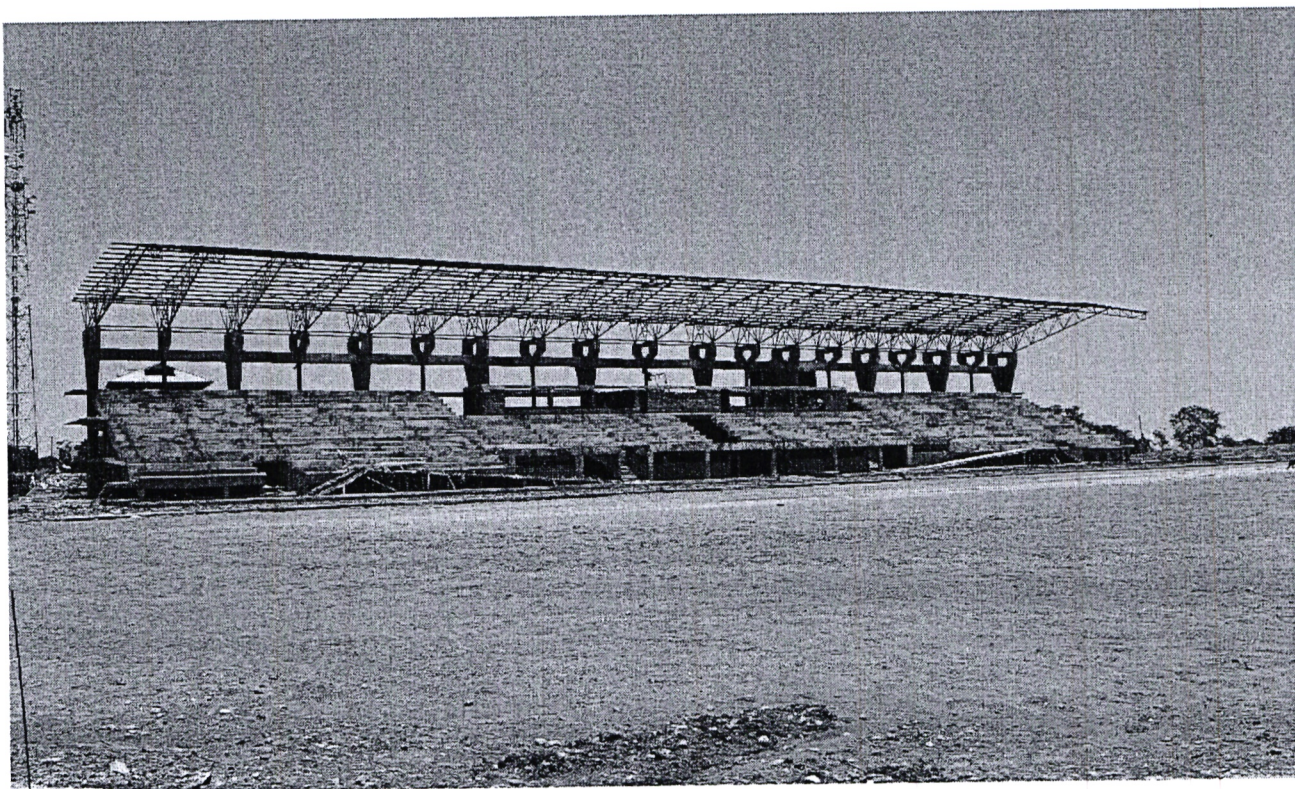


Image 2: Front View of the Pavilion and Pitch under construction at Homabay County Modern Stadium

ii) **Kigoto Grain Handling Store**

Kigoto Grain Handling Store is one of the ongoing key projects by Homabay County Government located in Kigoto in Suba North Sub-County. The project was initiated by the need to safeguard large scale maize farmers from exploitation by middlemen. The project is at 98% completion and is intended to be completed and commissioned soon for use by farmers.

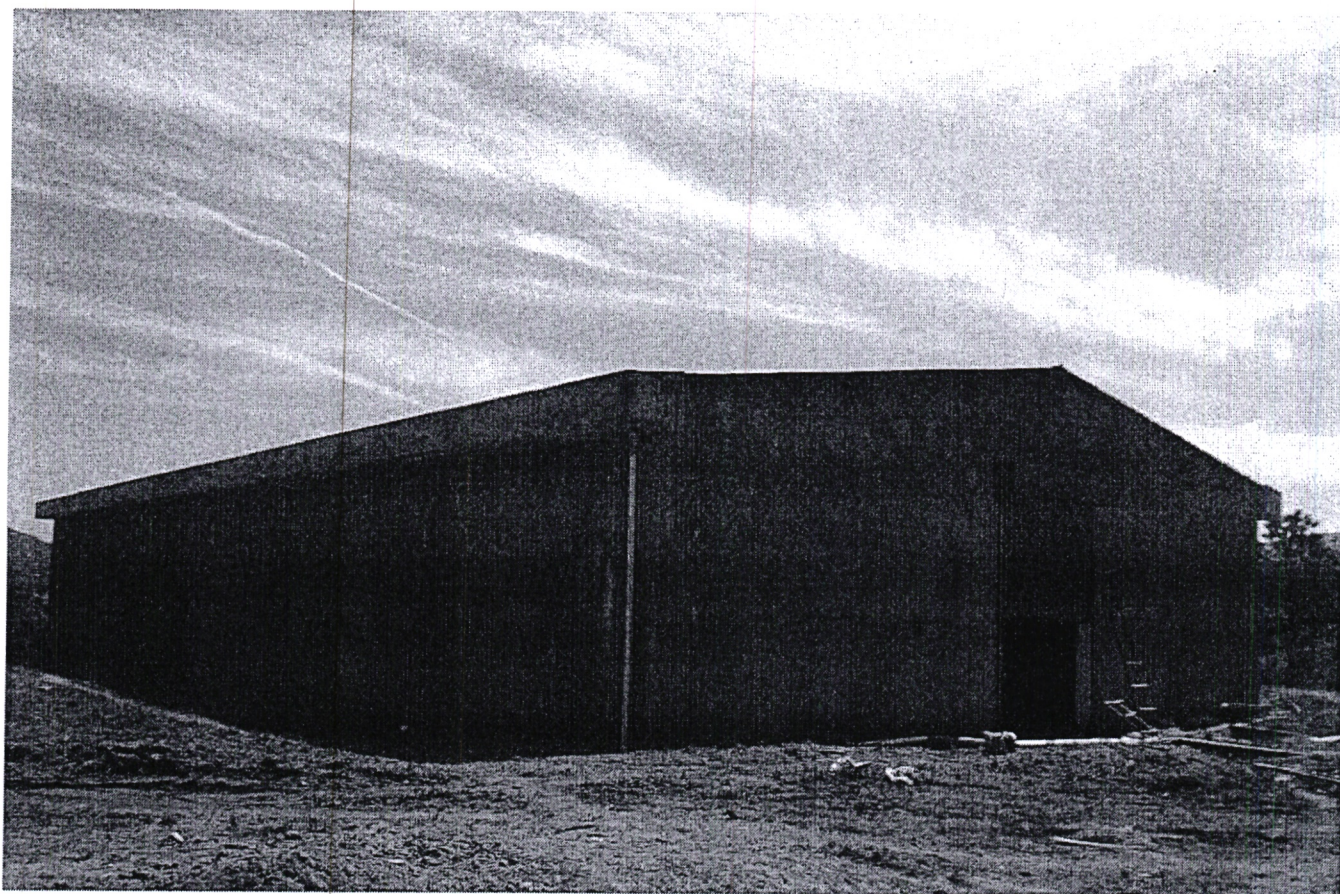


Image 5: Ongoing construction of Kigoto Grain Handling Store

(iii) Kigoto Maize Milling Plant

Kigoto Maize Milling Plant is one of the ongoing key projects by Homabay County Government located in Kigoto in Suba North Sub-County. The project was initiated by the need to create value addition of maize produced in large scale in Kigoto area and greater Suba North. This project is done concurrently with the Kigoto Maize Handling Store. Once completed, the maize mill will get maize supply from the Kigoto Grain Handling Store for value addition.

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The project is at 98% completion and is intended to be completed and commissioned soon for use by farmers.

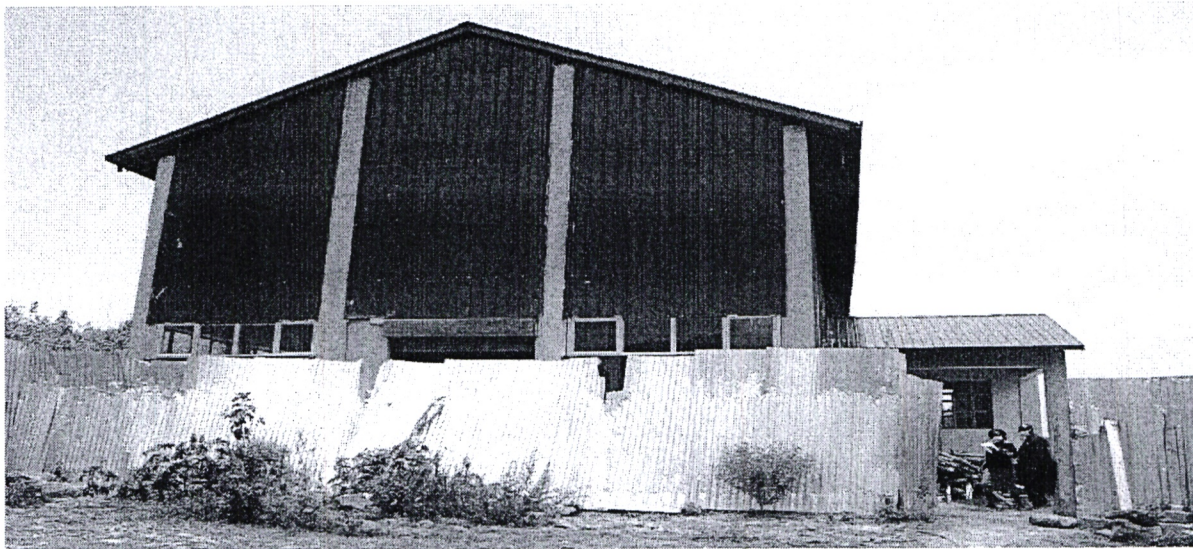


Image 6: Ongoing construction of Kigoto Maize Milling Plant

4. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETERMINED OBJECTIVES

The County Objectives as outlined in the second CIDP include;

- i. To enhance food security for sustained growth and employment
- ii. To implement reforms that will facilitate business and employment growth;
- iii. To enhance food security for sustained growth and employment;
- iv. To support value addition for employment creation;
- v. To empower the youth and women for employment creation;
- vi. To develop youth sports, culture, heritage and talents;
- vii. To modernize transport and logistics;
- viii. To improve access to adequate, affordable and reliable energy supply;
- ix. To expand road networks to facilitate agricultural transformation;
- x. To make water accessible to households and farmers;
- xi. To build a healthier county, provide quality and relevant education for all citizens;
- xii. To scale up social protection and further entrench devolution for better service delivery at all levels of the county government.

Introduction

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer shall prepare the financial statements of each County Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board, including a statement of the county government entity's performance against predetermined objectives.

Strategic development objectives Adopted from Homa Bay County CIDP 2018-2022

The County's 2018-2022 CIDP has identified eleven key strategic development objectives. Broadly, these objectives have been identified through a participatory process that reviewed the development priorities of the Governor's Manifesto, the National Government's "Big Four", NIUPLAN, SDGs and the MTP III.

The strategic objectives are a synthesised product of the afore-mentioned planning frameworks that amalgamate the thematic focus and development aspirations in these policy frameworks.

The key development objectives of the 2nd County's 2018-2022 CIDP are to:

1. Expand investments in physical infrastructure to improve access to public transport, energy, water, sanitation and housing;
2. Fast-Track investment in manufacturing and value addition sector
3. Improve provision of health care with emphasis on universal healthcare coverage, reduction of mortality rates, broadening prevention, treatment and combating HIV/AIDS, malaria, tuberculosis and other communicable and non-communicable diseases.

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4. Enhance agricultural production and productivity, food security and value addition;
5. Enhance early childhood and vocational skills development and access to quality education and training in the county;
6. Promote the development of sports, tourism and the blue economy within the County
7. Invest in science, innovation and technology particularly in areas of data generation and management; clean energy, nutrition and dietetics, artificial intelligence, computerized medicine, on-line education and virtual and augmented reality;
8. Improve climate change preparedness, adaptation and resilience;
9. Strengthen public finance management systems and implement procedures for enhanced access, efficiency and stability in the finance sector;
10. Support good governance and establish structures that enhance transparency, accountability and other national values and principles as outlined in the constitution; and
11. Undertake all the necessary additional measures to improve the entrepreneurial culture of local populations as well as growth and competitiveness of local businesses.

Progress on attainment of Strategic development objectives Adopted from Homa Bay County CIDP 2018-2022

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Department	Objective	Outcome	Indicator	Performance
Public Works, Roads & Transport	To develop and maintain safe roads and public transport across the entire county	Increased efficient transportation of people, goods and services	% of motorable and passable roads within the city	In FY 2021/22, the department of Public Works, Roads and Transport was able to maintain 724Kms of County roads, rehabilitated 500Kms of roads, constructed 7 bridges across the County, constructed 3 footbridges, maintained 5 machinery and 3 lorries in serviceable conditions and opened and gravelled 250Kms of new roads within the County.

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Energy and Mining	To enhance access to affordable and reliable energy supply	Increased access to stable and reliable power supply	Number of markets and public institutions connected to power	During the financial year 2021/22, the department of Energy and Mining was able to supply, install and commission 140 solar market lights, develop the renewable energy policy document, prepare the engineering and architectural designs for the energy information centre, supply and deliver furniture for the energy centre.
	To explore and exploit existing mineral resources in the County	Improved exploration and exploitation of mineral resources in the county	Number mineral resource policy documents formulated	
Education and ICT	To provide quality EYE education to every child and enhance access to polytechnic/vocational education/training	Increase access, quality of Early Years Education and improved access to vocational training	Number of EYE and VTC centres constructed across the entire county	The department achieved the following during the 2021/22 financial year; Disbursement of bursary worth 50M to 22,110 orphans and vulnerable students Construction to completion of 13 ECDE classrooms, 22 classrooms are ongoing Completion of 1 VTC workshop at Ojijo Teko; Construction of 4-door latrines at Sero and St Paul Mboya VTCs; Equipping 10 VTCs with tools and learning equipment; Renovation of 6 VTCs at a cost of 1.5M for each Collaboration with partners for capacity building, WASH programs for learning institutions and to
	To improve internet connectivity and integrate ICT into operations of all county sectors and learning institutions	Improved internet and intra-net connectivity and integration of ICT into operations of all county sectors and learning institutions	% of uptime on all county sectors and learning institutions	

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				acquire learning materials and equipment
Lands, Housing, Urban Development and Physical Planning	To provide a spatial framework that would guide, develop, administer and manage land and its activities within the County	Improved spatial planning within the county towns and urban centres	% completion of the spatial planning framework	The department was able to notify the public on the preparation of the County Spatial Plan (CSP), established 1 GIS lab, procured 8 number of satellite imageries (base maps), survey and demarcation of 12 markets within the County
	To improve suitable, conducive and affordable housing conditions in the County	Improved provision of affordable housing to all county residents	Number of households benefiting from the affordable housing scheme	80% works completed on the ABTC centre in Ndhiwa with only the ablution block, gate house and block shade remaining, 5 urban boundaries delineated awaiting approval, 13 slums areas documented for consideration under KISIP II programme.
Homa Bay Municipal Board	To promote effective development, management and maintenance of all municipal facilities	Improved provision of service delivery to all county residents	% of planned works completed	The department was able to achieve the following during the 2021/22 financial year; Construction works at the Homa Bay Municipal market completed up to 100% 8 roads within the municipality have been maintained/improved.

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Health Services	To provide essential medical services at sub-county hospitals and county referral facility	Increased access to essential medical services cost-effectively within health facilities	% increase of access to specialised diagnostic services	In the financial year 2020/21, the department of health managed to complete the construction of 6 modern maternity wards at Miniembo, Koliech, Nyaoga, Ringa, Nyandiwa and Nyadenda; renovation of 9 wards facilities at Ndiru, Nyambare, Nyarut, Nyangajo, Adiedo, Kadienge, Kosele, Sino and Omiro, construction of 10 new facilities at Ngolo, Oyombe, Adita, Abundu, Dudu, Got Agulu, Nyadiwa, Osiepe, Mbita Kalango and Goyo, acquisition of 2 fully-equipped ambulances at County referral and Oyugis sub county hospital, construction of 7 staff houses at Mkende, Ojunge, Randung, Nyawawa, Kichawa, Oriwo and Wiga health facilities, renovation of 2 staff houses at Nyamasi and Nyambare health facilities), completion of 9 health facilities at Miriu level 4, Imbo, Ngeta, Osure, Nduru, Wandiji, Kuge, Koduogo and Msare and construction of health administration block and drug store at 75 % in Homa Bay.
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Agriculture, Livestock, Fisheries and Food Security	To increase agricultural productivity and output	Enhanced food security and improved livelihoods for county residents	Number of farmers supplied with farm inputs	The sector was able to achieve the following in the FY leading to 30 June 2022; A total of 78.5 acres of farm were ploughed using county tractors and Kshs.128, 875 revenue was collected, 7 Plant clinics were established and launched through joint support from Self Help Africa and the department in Mbita, Sindu, Rodi Kopany, Nyangweso, Ndhiwa, Oyugis and Kendu Bay, Conducted training to groups and individual farmers in chicken husbandry. The training was conducted for 4 groups per sub county hence 32 groups, 40 animal health assistants and farmers were trained on poultry disease control especially vaccination, Vaccination of goats and sheep against PPR disease was conducted in Suba North, Suba South and Ndhiwa sub-counties covering about 7000 of these animals. The activity targeted the areas around Ruma
	To maximize contribution of fisheries to poverty reduction, food security and creation of wealth		Number of farmers onboarded under capture fisheries farming	
	To ensure food security in the county		% completion of works on post harvesting facility	
	To increase livestock productivity and output		Number of dairy farmers receiving extension services	

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				National Park as a focal point of the disease, In the third quarter 534 heads of cattle were sprayed with insecticides to control tsetse fly and subsequently trypanosomiasis, Developed a bill of quantities for the construction of Oyugis slaughter house, Procurement and distribution of 8000 fingerlings to eight (8) farmers across the eight sub counties, Procurement and distribution of 229 bags of fish feeds to fish farmers across the eight sub counties, 40 fish farmers supplied with pond liners provided by the ABDP, BMU elections was conducted and training on responsible fisheries and governance skills done to them, Conducted 100 lake patrols in conjunction with the BMUs, Construction of produce post-harvest handling facility in Kigoto, Suba South which is currently at about 90% complete (warehouse has been plastered awaiting
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				flooring, fixing of doors and painting)
Trade, Industrialization, Co-operatives and Enterprise Development Services	To improve the business environment, promote growth of entrepreneurs and improvement in governance, marketing and investment within the Co-operative	Improved trading and market access in the County	Number of markets improved and new Co-operatives registered or strengthened	The department was able to construct 25 toilets in various markets within the County (63%).
	To stimulate industrial development through value addition, industrial research, technology and innovation and create enabling environment for investment	Improved County economy and wealth creation	% of works completed in select value addition plants	In the FY 2021/22, the department managed to achieve 70% of works both on the ongoing maize processing plant as well as the livestock feeds factory in Arujo.
Tourism, Gender, Sports, Youth, and Cultural Services	To map, preserve, develop, brand and promote niche products in tourism and local heritage, arts and cultural assets	Improved influx of both local and international tourists and developed tourism and cultural product for enhanced revenue earnings and economic empowerment of local community stakeholders	% increase in number of tourist, both local and international visiting tourist attraction sites within the county	In the FY years leading to 30 June 2022, the department successfully managed to hold the Miss Tourism County festival. The department also managed to develop a Youth policy document, The department has also developed and presented to the County Executive Committee the Gender Based Violence (GBV) Policy.
	To identify, nurture and promote sports talents for prospective earnings from sports	Identified, nurtured and promoted sports talents for prospective	% works completed on sports facilities across the county	75% completion of the ongoing works on the Homa Bay County Stadium.

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		earnings from sports		
Water, Environment and Natural Resources	To promote, conserve and protect the environment in a sustainable manner	Natural resources and the environment are sustainably managed for improved quality of life	% improvement in environmental safety and health of the citizens	The department achieved the following during the recent financial years; cleaned 6 market centres, purchased 1 waste truck, established 1 out of 120 tree nurseries planned within Homa-Bay Sub County and distributed seedlings to a total of 15 schools.
	To increase access to safe and sustainable water from 40% to 60% of the people of Homa Bay County by 2024	Sufficient water and sanitation for improved health and safety of the county population	Number of households accessing safe and clean water and sanitation services	Rehabilitated 12 urban water supply systems; drilled and equipped 43 boreholes across the entire County; 6 number of springs protected; 10 roof catchment tanks installed and 1 water pan desilted.

5. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

The County Government of Homa Bay exists to transform lives. This is our purpose; the driving force behind everything we do. It is what guides us to deliver our strategy, which is founded on eight (8) pillars: Trans-formative Governance, Food Security, Affordable and Quality Healthcare, Industrialization and Employment Creation, Provision of Clean Portable Water, Infrastructural Growth and Development, Exploitation of our Natural Resource and growth of the Tourism Potential, Provision of Quality Early Childhood Education, Technical and Vocational Training.

1. Transformative Governance

The County Government of Homa Bay through its leadership team led by H.E. Cyprian Awiti, continues to pursue transformative leadership and governance that is accountable to the people and results oriented. This mantra is cascaded even to the lower cadres of employment and instilled at all levels

2. Food Security

Food security is a critical strategic objective of the County through the Agricultural sector and a lot of effort has been put in place to achieve this, even though the set targets have not been met yet. Provision of inputs to farmers and the establishment of post-harvest facilities are among some of the key initiatives aimed at achieving this objective.

3. Affordable and Quality Healthcare

Affordable quality healthcare is a strategic objective in line with the Universal Health coverage agenda of His Excellency the President. The County government and embarked on a mission of increasing physical access to health facilities by constructing more facilities across all wards as well as ensuring all health facilities are equipped with medical supplies and healthcare workers.

4. Industrialization and Employment Creation

Through its manufacturing agenda, the County government continues to allocate more resources towards value addition. Currently, the County government is on track to completing the Kigoto Maize Handling plant, the Animal Feeds Plant and the Cassava Processing Plant all with the aim of adding value to farm produces and creating jobs in the process. Additionally, the County Government rolled out the Ajira Program (Trade Fund) through the department of Trade and Investments, which is aimed at enhancing the entrepreneurial capacity of citizens.

5. Provision of Clean Portable Water

The County Government through the department of Water, Environment and Natural resources continues to ensure both rural and urban supply of clean and safe water and sanitation services to all residents. This is targeting increasing the capacity of urban water suppliers such as HOMAWASCO to meet the growing demand for urban water usage to both residential, commercial and learning institutions within the County. Similarly, rehabilitation of water pans, sinking of boreholes and preservation of natural springs are also the other strategies put on place to achieve this pillar.

6. Infrastructural Growth and Development

The County Government of Homa Bay recognizes the need to enhance accessibility for ease of movement of goods and services, and in doing this has continued to allocate more resources towards infrastructure development including opening up of new roads, grading and gravelling of existing roads within the Wards and bituminization of select County roads. Additional resources have been set aside for development of roads with the Wards and this is expected to expand the road network in the medium term.

7. Exploitation of our Natural Resource and growth of the Tourism Potential

Natural resource endowments offer substantial local revenue to the overall resource envelop for the County. The County Government has therefore earmarked such natural resources and tourist attraction sites and positioned them for sustainable exploitation and use. Tourist attraction sites such as the Tom Mboya Mausoleum and Lake Simbi Nyaima have been branded and fenced to attract both local and international tourists.

8. Provision of Quality Early Childhood Education, Technical and Vocational Training

Early Years Education as well as Technical and Vocational training continues to be a key pillar of development for the County. The County has allocated resources towards construction of EYE classrooms and centres in all wards, recruitment of more EYE teachers to meet the approved teacher-learner ratio and capacity building of teachers. Similarly, more resources through the support of the National Government has been channelled towards development of Vocational Training Centres across the County especially for infrastructure improvement and provision of learning materials and equipment

6. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Sections 163, 164 and 165 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County Government entity, receiver of receipts and consolidated financial statements for all County Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

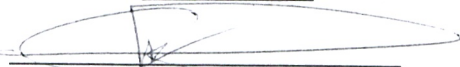
The County Executive Committee (CEC) member for finance of the County Government is responsible for the preparation and presentation of the County Government's financial statements, which give a true and fair view of the state of affairs of the County Government for and as at the end of the financial year ended on June 30, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Government; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

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

The CEC member for finance confirms that the County Government has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Government's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for finance confirms that the County Government's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

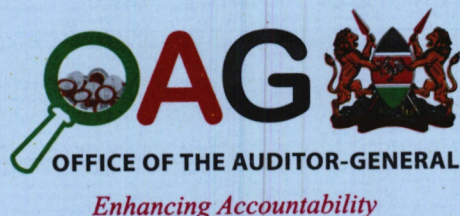
The County Government's financial statements were approved and signed by the CEC Member for Finance on _____ 2022.



County Executive Committee Member – Finance, Economic Planning and Service Delivery

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF HOMA BAY FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements County Executive of Homa Bay set out on pages 1 to 74, which comprise the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and

summary statements of appropriation - recurrent and development combined 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, because of the significance of the matters described in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, in all material respects, the financial position of the County Executive of Homa Bay as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the County Government Act, 2012 and the Public Finance Management Act, 2012.

Basis for Adverse Opinion

1. Compensation of Employees

1.1. Unsupported Basic Salaries of Permanent Employees

The statement of receipts and payments reflects expenditure on compensation of employees of Kshs.4,093,825,542 which includes basic salaries of permanent employees of Kshs.4,000,333,775 as disclosed in Note 4 to the financial statements which further include Kshs.196,502,226. However, Management did not provide for audit review supporting schedules to expenditure of Kshs.196,502,226 incorporated into the ledgers through a journal entry.

In the circumstances, the accuracy, validity and completeness of the expenditure on permanent employees of Kshs.196,502,226 for the year ended 30 June, 2022 could not be confirmed.

1.2 Unsupported Basic Wages

The statement of receipts and payments reflects expenditure on compensation of employees of Kshs.4,093,825,542 which includes basic wages of temporary employees of Kshs.11,991,770 as disclosed in Note 4 to the financial statements. However, Management did not provide for audit review evidence of budgetary allocations for the casual costs, requisitions from the departments, approval from the County Public Service Board and evidence on how temporary employees were recruited. In addition, Management did not maintain a muster roll and evidence of actual attendance and participation of casual workers. In the circumstances, the accuracy, validity and completeness of the expenditure on temporary employees of Kshs.11,991,770 for the year ended 30 June, 2022 could not be confirmed.

1.3. Staff Salary Payments outside Integrated Payroll and Personnel Database (IPPD)

Note 4 to the financial statements reflects an expenditure of Kshs.4,093,825,542 in respect to compensation of employees. The expenditure includes an amount of Kshs.4,000,333,775 in respect to basic salaries of permanent employees out of which Kshs.499,426,726 was

processed manually outside the IPPD system. The manual system requires manual calculation of deductions and net pay by the human resource officers and regular monthly and/or annual updates which are prone to human error. It was not clear why management did not pay all its employees using the IPPD.

In the circumstances, the accuracy, validity and completeness of the expenditure of Kshs.499,426,726 in respect of compensation of employees processed manually in the year under review could not be confirmed for the year ended 30 June, 2022.

1.4. Unsupported Increase in Employee Costs

The statement of receipts and payments reflects compensation of employees' expenditure of Kshs.4,093,825,542 for the year ended 30 June, 2022 which is an increase of Kshs.1,047,235,134 from the balance of Kshs.3,046,590,411 reported in the financial year ended 30 June, 2021. However, Management did not provide evidence of budgetary allocations supporting the increment of staff costs. In addition, staff establishment indicating vacant positions and Executive Committee meeting minutes approving increase of staff emoluments were also not provided for audit review.

Though the Management explained that the increase was due to a collective bargaining agreement which increased medical allowances to the medical staff, the agreement indicating the number of staffs who benefited and the respective allowances was not provided for audit review.

In the circumstances, the accuracy and completeness of the expenditure on compensation of employees of Kshs.1,047,235,134 for the year ended 30 June, 2022 could not be confirmed.

2. Use of Goods and Services

2.1. Unsupported Expenditure on Specialized Materials and Services

Note 5 to the financial statements reflects an expenditure on use of goods and services of Kshs.1,416,731,548 which includes an amount of Kshs.248,698,285 for specialized services. The latter further includes an expenditure of Kshs.19,944,513 incurred by the Department of Health Services in procuring various pharmaceutical and non-pharmaceutical items. However, Management did not provide for audit review payment vouchers and records in support of the expenditure.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.19,944,513 for the year ended 30 June, 2022 could not be confirmed.

2.2. Unsupported Expenditure on Refined Fuels, Oil and Lubricants

Note 5 to the financial statements reflects an expenditure on use of goods and services of Kshs.1,416,731,548 which includes an amount of Kshs.35,033,284 incurred on refined fuel, oil and lubricants. The latter further includes an expenditure of Kshs.7,421,570 incurred by the Department of Roads and Executive Services in respect of refined fuels, oil and

lubricants. However, Management did not provide for audit review payment vouchers and records in support of the expenditures

In the circumstances, the accuracy and completeness of the refined fuel, oil and lubricants expenditure of Kshs.7,421,570 for the year ended 30 June, 2022 could not be confirmed.

2.3. Unsupported Legal Fees

Note 5 to the financial statements reflects an expenditure on use of goods and services of Kshs.1,416,731,548 which includes an amount of Kshs.134,028,208 for contracted professional services. The latter further includes an expenditure of Kshs.12,277,900 on legal services. However, Management did not provide for audit review the case files containing respective invoice raised, court rulings/judgement, subject matter in dispute, fee note and related work as basis for billing in accordance with Advocates (Remuneration) (Amendment) Order, 2014.

In the circumstances, the completeness and validity of the expenditure of Kshs.12,277,900 on legal fees for the year ended 30 June, 2022 could not be ascertained.

3. Misstatement of Transfers to County Assembly

The statement of receipts and payments reflected transfers to County Assembly of Kshs.1,177,145,243 as disclosed in Note 6 to the financial statements. However, Homabay County Assembly financial statements reflects County Revenue Fund transfers of Kshs.1,122,267,322 resulting into unexplained and unreconciled variance of Kshs.54,877,921.

In the circumstances, the accuracy of the transfers to County Assembly of Kshs.1,177,145,243 for the year ended 30 June, 2022 could not be confirmed.

4. Acquisition of Assets

4.1. Unsupported Expenditure on Construction of Roads

As disclosed in Note 9 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.3,126,081,869 on acquisition of assets. Included in the expenditure is an amount of Kshs.844,809,089 relating to construction of major roads, access roads and bridges which includes payments of Kshs.71,918,951 for seven (7) projects implemented during the year. However, Management did not provide for audit verification duly processed payment vouchers and tender documents supporting the expenditure.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.71,918,951 for the year ended 30 June, 2022 could not be confirmed.

4.2. Unsupported Expenditure on Construction of Buildings-Non-Residential

As disclosed in Note 9 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.3,126,081,869 on acquisition of assets. Included in the

expenditure is an amount of Kshs.297,682,134 relating to construction of buildings which includes payments of Kshs.51,871,709 for which the Management did not provide for audit supporting documents which include duly processed payment vouchers and tender documents.

In the circumstances, the accuracy and completeness of the construction of non-residential buildings expenditure of Kshs.51,871,709 for the year ended 30 June, 2022 could not be confirmed.

4.3. Other Infrastructure and Civil Works

4.3.1. Unsupported Expenditure on Other Infrastructure and Civil Works

As disclosed in Note 9 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.3,126,081,869 on acquisition of assets. Included in the expenditure is an amount of Kshs.1,561,467,073 relating to other infrastructure and civil works which includes payments of Kshs.43,952,784 for which the Management did not provide for audit verification supporting documents which include duly processed payment vouchers and tender documents.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.43,952,784 for the year ended 30 June, 2022 could not be confirmed.

4.3.2. Unsupported Expenditure on Purchase of Specialized Plant, Equipment and Machinery

As disclosed in Note 9 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.3,126,081,869 on acquisition of assets. Included in the expenditure is an amount of Kshs.245,700,926 relating to purchase of specialized plant, equipment and machinery which further includes payments of Kshs.101,998,346 for which the Management did not provide for audit verification supporting documents which include duly processed payment vouchers and tender documents.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.101,998,346 for the year ended 30 June, 2022 could not be confirmed.

4.4. Unexplained Variances in the Summary of Non-Current Asset Register

Included in the historical cost balance of summary of non-current asset register of Kshs.5,523,571,940 is additions during the year totaling Kshs.2,214,615,113 as disclosed under Annexure 5 of the financial statements which is at variance with the acquisition of assets balance of Kshs.3,126,081,866 thus 9 disclosed under Note 9 to the financial statements leading to unreconciled variance of Kshs.911,466,756.

In the circumstances, the accuracy and completeness of additions for the year ended 30 June, 2022 of Kshs.2,214,615,113 could not be ascertained.

5. Misstatement of Fund Balance Brought Forward

The statement of assets and liabilities reflects fund balance brought forward of Kshs.2,346,031,390 whereas the summary statement of appropriation: recurrent and development combined reflects other receipts including balance brought forward of Kshs.886,748,289 resulting to an unexplained and unreconciled variance of the Kshs.1,459,283,101.

In the circumstances, the accuracy and completeness of fund balance brought forward of Kshs.886,748,289 could not be confirmed.

6. Nugatory Expenditure on Tax Penalties

The statement of receipts and payments reflects an expenditure of Kshs.602,267,548 on Kenya Revenue Authority agency notice recoveries which as disclosed in Note 16 to the financial statements. Audit review revealed that the expenditure was in respect for non-remittances of pay as you earn (PAYE) and other taxes totalling Kshs.1,360,545,874 vide agency notice reference number P051419131B dated 5 July, 2021. Management did not provide a plausible explanation as to why there was delayed deduction and remittances of statutory obligations resulting into avoidable costs of Kshs.602,267,548.

In the circumstances, the propriety, accuracy, completeness and value for money of the nugatory expenditure of Kshs.602,267,548 for the year ended 30 June, 2022 could not be confirmed.

7. Misstatement of Transfers to Municipality of Homabay

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.71,713,579 on capital grants and payments. Included in the expenditure is an amount of Kshs.65,685,635 relating to Homa Bay Municipal Board (KUSP-UDG) which differs with the balance of Kshs.70,175,301 reflected in the financial statements of the Municipality of Homabay resulting to an unexplained variance of Kshs.4,489,666.

In addition, the Municipality annual report and financial statements reflects transfers from County Government of Kshs.19,694,360 which was not recognized in the statement of receipts and payments of the County Executive.

In the circumstance, the accuracy and completeness of the capital grants and payments expenditure balance of Kshs.65,685,635 for the year ended 30 June, 2022 could not be confirmed.

8. IFMIS Data Analysis Report - Unexplained Voided Transactions

Analysis of the system payments indicated that 20 transactions of Kshs.529,625,874 were voided during the year under review. Management has indicated, without providing evidence, that the voiding of these transactions was as a result of a Central Bank of Kenya directive to void all pending transactions in IFMIS and Internet Banking System due to non-release of exchequer disbursements.

In the circumstances, the accuracy and validity of voided transactions for the year ended 30 June, 2022 could not be confirmed.

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

Other Matter

1. Pending Bills

Disclosed in Annexure 4 of the financial statements are pending account payables amounting to Kshs.882,328,436 which were not settled during the year under review but were carried forward to 2022/2023 financial year. Management has continued to accumulate pending bills contrary to Regulation 41(2) of the Public Finance Management (County Governments) Regulations, 2015 which states that debt service payments shall be a first charge on the County Revenue Fund and the Accounting Officer shall ensure this is done to the extent possible that the County Government does not default on debt obligations.

In addition, audit review revealed that Management did not maintain a permanent ledger for the pending bills and there was no proper movement schedule to show individual opening balance, additions, and specific amount settled during the year and closing balance as well as their ages. Failure to settle bills during the year to which they relate distorts the financial statements and adversely affects the budgetary provisions for the subsequent years as they form a first charge.

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

2. Late Exchequer Releases

Note 1 to the financial statements reflects exchequer releases totaling Kshs.7,556,144,978 which includes an amount of Kshs.1,365,936,828 received by the County Government from the National Treasury towards the end of the month of June, 2022 as detailed below:

Received Date	Reference Number	Amount (Kshs)
03 June, 2022	FT22154MTC5F	702,481,797
17 June, 2022	FT22168PZMD3	663,455,031
		1,365,936,828

In addition, other exchequer releases of Kshs.624,428,161 were disbursed by the National Treasury in the month of July, 2022 for the budgeted funds for 2021/2022 financial year.

The late exchequer releases had adverse effects on the implementation of the planned activities and projects by the Homa Bay County Executive for the year ended 30 June, 2022.

3. Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.9,684,356,474 and Kshs.8,599,884,767 respectively, resulting to an under-receipt of Kshs.1,084,471,707 (or 11%) of the budgeted amount. The County Executive expended an amount of Kshs.10,055,656,030 against an approved budget of Kshs.9,684,356,474 resulting to a net over expenditure of Kshs.371,299,556 (or 4%) of the budget.

The under-receipts of Kshs.1,084,471,707 may have impacted negatively on the delivery of goods and services to the residents of Homa Bay County.

4. Failure to Implement Budgeted Projects

Review of projects implementation status report as at 30 June, 2022 revealed that projects budgeted at a cost of Kshs.1,172,132,018 were not implemented by the County Executive during the year ended 30 June, 2022 as summarised below:

Project Activity	Budgeted Amount Kshs
Contraction of Morgue -HBCTRH	10,000,000
Construction of Emergency unit -HBCTRH	20,199,182
Construction of KMTC – Sindo	10,000,000
Modern Slaughter house development at Oyugis	11,360,299
Environmental Audit and Slaughter house improvement/ repair (Homa Bay slaughter house)	1,520,000
Construction of Revenue and Enforcement Offices	38,518,578
Capital Reserves for Developmental Emergencies	48,027,739
Purchase of Computers, Printers and other IT Equipment	2,000,000
Other Infrastructure Works (IT systems)	7,782,626
Kenya Devolution Support Programme (KDSP)	2,852,830
Routine Maintenance - Ward Projects	574,317,500
Opening of New Roads- Ward Projects	130,358,387
Routine Maintenance (Fuel-levy)	121,646,157
Construction of Bridges (Fuel Levy)	66,467,114
List of Roads for the additional Supplementary	127,081,606
Total	1,172,132,018

In the circumstance, the residents of Homa Bay County did not obtain benefits which would have accrued from the implementation of these projects.

5. Progress on Follow up of Previous Auditor General's Recommendations

The Public Sector Accounting Standard Board (PSASB) financial reporting template issued in June, 2021 stipulates that the Management should reflect a progress on follow up on auditor's recommendations indicating issues raised by the auditor, status and timeframe when the issues are expected to be resolved. However, Note 12 on other important disclosures to the financial statements shows fifteen (15) issues raised by the Auditor General in the report for 2020/2021 had been resolved. However, Management did not provide supporting documents to prove the status.

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, because of the significance of the matters discussed in the Basis for Adverse Opinion and Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections of my report, I confirm that, public resources were not applied lawfully and in an effective way.

Basis for Conclusion

1. Accounts Receivables-Outstanding Imprests

Note 13 to the financial statements reflects accounts receivables – outstanding imprests of Kshs.11,600,000 which were not surrendered within seven (7) days after the imprest holders had returned to their duty station. Included in the balance is an amount of Kshs.11,000,000 issued to various members of staff who participated in capacity building exercise at the annual devolution conference. This is contrary to Regulation 93(5) of the Public Finance Management (County Governments) Regulations, 2015 which states that a holder of a temporary imprest shall account or surrender the imprest within seven (7) working days after returning to duty station.

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

2. Compensation of Employees

2.1. Compensation of Employees-Unsustainable Wage Bill

Note 4 to the financial statements reflects an expenditure of Kshs.4,093,825,542 in respect to compensation of employees which translates to 53% of the total County Executive's receipts of Kshs.7,713,136,478 in the year under review. This is contrary to Regulations 25(1)(b) of the Public Finance Management (County Government) Regulations, 2015, which states that the County Government expenditure on wages and benefits for public officers should not exceed 35% of the County Government total revenue.

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

2.2. Staff Ethnic Composition

Review of the personal records revealed that the County Executive of Homa Bay had a staff composition of 4793 members as at 30 June, 2022 out of which 3850 (or 74%) comprised members of the ethnic community dominant in the county. This is contrary to Section 65(1) of the County Government Act, 2012 which require that at least thirty percent (30%) of the vacant post at entry level are filled by candidates who are not from the dominant ethnic community in the County.

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

2.3. Officers on Acting and Delegation of Duty

Review of employee records revealed that five (5) employees were acting or delegated without appointment letters. The acted positions include one (1) chief officer, one (1) director, two (2) deputy directors and one (1) senior assistant director. Further, the acting/delegation period was not determined and it was not possible to confirm whether they had been acting within the time limit as prescribed by law.

In the circumstances, the Management was in breach of Section 34(3) of the Public Service Commission Act 2017, which states that, "an officer may be appointed in an acting capacity for a period of at least thirty days but not exceeding a period of six months."

2.4. Unsupported Recruitment of New Staff

Note 4 to the financial statements reflects an expenditure of Kshs.4,093,825,542 in respect to compensation of employees which includes an amount of Kshs.176,953,701 in respect of salary for the newly recruited one thousand two hundred and forty (1240) employees during the year under review.

However, Management did not provide for audit review staff establishment indicating the vacant positions filled, newspaper adverts requesting for qualified and interested members of public to apply for the vacant positions, Executive Committee Members minutes approving the appointments, County Public Service Board list of candidates who applied, those shortlisted for the various positions and how the rankings was done for those interviewed.

In the circumstances, regularity of the expenditure of in respect of compensation of employees for the new staff processed manually in the year under review could not be confirmed and Management was therefore in breach of the law.

3. Use of Goods and Services

3.1 Payments to Council of Governors

As disclosed in Note 5 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.1,416,731,548 on use of goods and services. Included in the

expenditure is an amount of Kshs.229,797,811 relating to domestic travel and subsistence which includes payments of Kshs.2,000,000 to the Council of Governors in respect to contribution for the 7th Annual Devolution Conference. The payment was made in contravention of Section 37(b) of the Intergovernmental Relations Act, 2012 which requires that the operational expenses in respect of the Council of Governors to be provided for in the annual estimates of the revenue and expenditure of the National Government.

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

4. Acquisition of Assets

The statement of receipts and payments for the year ended 30 June, 2021 reflects an expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed under Note 9 to the financial statements. The following anomalies were noted:

4.1. Construction of Buildings

4.1.1. Construction of Maternity at Kodula Dispensary

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings-non residential. The latter further includes an amount of Kshs.2,584,577 paid to a contractor for the construction of Maternity at Kodula Dispensary at a contract sum of Kshs.5,931,638. Audit inspection conducted in the month of November, 2022 revealed that only superstructure was done. Roofing, floor finishes, ceiling finishes, wall finishes, painting, electrical works, mechanical works, windows and doors fittings remained incomplete and contractor was also not on site

In the circumstances, the value for money of the expenditure of Kshs.2,584,577 for the year ended 30 June, 2022 could not be ascertained.

4.1.2. Construction of Maternity at Okiki Amayo Health Centre

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings-non residential. The latter further includes an amount of Kshs.2,047,991 paid to a contractor for the construction of Maternity at Okiki Amayo Health Centre at a contract sum of Kshs.5,456,026. Audit inspection conducted in the month of November, 2022 revealed that the wall finishes, ceiling finishes, mechanical works including plumbing, drainage, construction of septic tank and electrical works had not been completed and the contractor was not on site.

In the circumstances, the value for money of the construction of buildings-non residential expenditure of Kshs.2,047,991 for the year ended 30 June, 2022 could not be ascertained.

4.1.3. Construction of Outpatient Block at Thuon Gweno Dispensary

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings-non residential. The latter further includes an amount of Kshs.3,530,431 paid to a contractor for the construction of Outpatient Block at Thuon Gweno Dispensary at a contract sum of Kshs.4,620,003. Audit inspection conducted in the month of November, 2022 revealed that the wall finishes, ceiling finishes, and mechanical works and electrical works had not been done. The balustrade had been vandalized and the contractor was not on site.

In the circumstances, the value for money of the construction of buildings - non residential expenditure of Kshs.3,530,431 for the year ended 30 June, 2022 could not be ascertained.

4.1.4. Construction of Theatre at Ramula in Kabondo Sub-County

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings - non residential. The latter further includes an amount of Kshs.9,756,504 paid to a contractor for the construction of Theatre at Ramula in Kabondo Sub-County at a contract sum of Kshs.28,104,770. Audit inspection conducted in the month of November, 2022 revealed that doors, windows, external finishing, internal finishes, balustrading and railing were incomplete and the contractor was not on site.

In the circumstance, the value for money of the construction of non-residential buildings expenditure of Kshs.9,756,504 for the year ended 30 June, 2022 could not be ascertained.

4.1.5. Construction of Health Facilities on Private Land

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings-non residential. The latter further includes an amount of Kshs.25,522,806 spent towards the construction of nine (9) health centres within the county as tabulated below:

Health Facility	(Kshs.)
Oyombe Health Centre	4,522,631
Kamser Seka Health Centre	3,901,963
God Agulu Health Centre	3,776,120
Rapogi Health Centre	3,547,078
Got Rachar Health Centre	2,584,577
Dudu Health Centre	2,245,702
Thuon Gweno Health Centre	1,859,750
Chamkuwa Health Centre	1,547,500
Midland Health Centre	1,537,485
Total	25,522,806

Audit inspection and interviews with the local residents in the month of July 2022 revealed that the parcels of land on which the projects stand were donated by the local residents. However, Management did not provide for audit review the evidence of transfers of the parcels of lands to County Government of Homa bay.

In the circumstances, the construction of non-residential buildings expenditure of Kshs.25,522,806 for the year ended 30 June, 2022 could not be confirmed as a result of legal disputes with the owners of the private parcels of land.

4.1.6. Construction of Ward Administrators Office at Rakwaro - Wang'chieng Ward

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings. The latter further includes an amount of Kshs.4,808,722 paid to a contractor for the Construction of Ward Administrators Office at Rakwaro - Wang'chieng Ward. Physical verification in the month of November, 2022 revealed that doors, windows and window panes, plastering and general painting as well as electrical installation works were not done and it remained incomplete and the contractor was not on site

In the circumstances, the value for money of the construction of buildings - non residential expenditure of Kshs.4,808,722 for the year ended 30 June, 2022 could not be ascertained.

4.1.7. Construction of Ward Administrator's Office at Ibo-Homa Bay East Ward

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings - non residential. The latter further includes an amount of Kshs.4,762,124 paid to a contractor for the construction of Ward Administrator's Office at Ibo-Homa Bay East Ward. Audit inspection conducted in the month of November, 2022 revealed that the foundation and walling done to lintel level while roofing, doors, windows and window panes, plastering and electrical installations were not done

In the circumstances, the value for money of the construction of buildings - non residential expenditure of Kshs.4,762,124 for the year ended 30 June, 2022 could not be ascertained.

4.1.8. Construction of Ward Administrator's Office at West Kasipul Ward

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings - non residential. The latter further includes an amount of Kshs.4,620,003 paid to a contractor for the construction of Ward Administrator's Office at West Kasipul ward. Audit inspection conducted in the month of November, 2022 revealed that the doors, windows and window panes, plastering and general painting as well as electrical installation works were not done and it remained incomplete. It was also noted that the contractor was not on site.

In the circumstances, the value for money of the construction of non-residential buildings expenditure of Kshs.4,620,003 for the year ended 30 June, 2022 could not be ascertained.

4.1.9. Completion of Administration's Office Block, Fencing and Installation of Gate at Suba North Sub-County

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.297,682,134 relating to construction of buildings - non residential. The latter further includes an amount of Kshs.6,371,813 paid to a contractor for completion of Administration's Office block, fencing and installation of gate at Suba North Sub-County. Audit inspection conducted in the month of November, 2022 revealed that the project complete but not in use as furniture is yet to be supplied. Further, fencing done, but sections of the fence chain-link vandalized.

In the circumstances, the regularity and value for money of the construction of buildings-non residential expenditure of Kshs.6,371,813 for the year ended 30 June, 2022 could not be confirmed.

4.1.10. Condemned Building at Kendu Sub-County Hospital

Audit review of project records and physical verification revealed that a building in use within Kendu Sub- County Hospital where many crucial services like physiotherapy, clinician consultation rooms, health records, accounts, NHIF, main hospital stores, cash office and kitchen are domiciled had been condemned as not fit for use and recommended for demolition by Ministry of Transport, Roads & Housing & Infrastructure on 8 October, 2019. Management has not made any efforts to correct the structure.

In the circumstances, the lives of the members of the public are at risk in case of collapse of the structure.

4.2. Other Infrastructure and Civil Works

4.2.1. Delayed Completion of Kigoto Post-Harvest Grain Handling Facility in Suba Sub- County

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed in Note 9 to the financial statements includes an amount of Kshs.1,561,467,073 relating to other infrastructure and civil works. The latter further includes an amount of Kshs.2,750,000 paid to a contractor during the year under review for construction of a post- harvest grain handling facility at Kigoto which had been awarded at a contract sum of Kshs.28,844,444.

Review of the project records revealed that the contractor had been paid cumulative amount of Kshs.29,200,396 inclusive of VAT as of 30 June, 2022 thus leading to overpayment of Kshs.355,952. In addition, handing over report of the project was not provided for audit review. Audit inspection conducted on 4 July, 2022 revealed that the project was not in use. It was further noted that the title deed to the parcel of land on which the project is situated was not provided for audit review.

In the circumstance, the regularity and validity of the expenditure on the project could not be confirmed for the year ended 30 June, 2022.

4.2.2. Stalled Project – Kigoto Phase 1

As reported in the previous year, the Department of Trade and Industrialization awarded a contract to a local contractor for construction of a maize milling plant in Kigoto area at a contract sum of Kshs.12,940,392 on 24 June, 2015. The contract period was six months. The initial contract was terminated and completion works retendered and awarded to a new contractor at a contract sum of Kshs.12,284,834 on 19 August, 2022. However, site verification on 4 July, 2022 revealed an abandoned/incomplete structure.

In the circumstances, the value for money of the project could not be confirmed for the year ended 30 June, 2022.

4.2.3. Delayed Construction of Homa Bay Stadium

The expenditure of Kshs.3,126,081,869 on acquisition of assets as disclosed under Note 9 to the financial statements includes an amount of Kshs.1,561,467,073 relating to other infrastructure and civil works. The latter further includes an amount of Kshs.2,750,000 paid to a contractor for construction of Homabay Stadium.

Audit review revealed that the contract was awarded to a local contractor at a contract sum of Kshs.369,781,250 as the main contractor through open tender after being the lowest evaluated bidder. The contract agreement was signed on 20 June, 2019 with a commencement date of 05 July, 2019, contract period of 78 weeks and expected completion date of 01 January, 2021. The main contractor sub-contracted most of the works except the Pavilion/western wing substructure which the contractor was to do at a cost of Kshs.125,199,250, (particular and general preliminaries inclusive). The contractor had been cumulatively paid an amount Kshs.420,209,083 as of 30 June, 2022 which surpassed the contract sum by Kshs.50,427,833.

However, Management did not provide for audit review the variation requests and orders for the variation of more than 25% by the main contractor in line with Section 139(4e) of the Public Procurement and Asset Disposal Act, 2015 which provides that any variation of a contract shall only be considered if the cumulative value of all contract variations do not result in an increment of the total contract price by more than twenty five per cent of the original contract price.

In addition, the electrical works sub-contractor was paid an amount of Kshs.9,621,656 to install high mast flood lights in the stadium. However, audit inspection revealed that works were incomplete and the performance bond had expired without renewal. The project status report was also provided for audit review.

In the circumstances, the regularity and value for money of the cumulative expenditure Kshs.420,209,083 incurred to date on the project could not be confirmed.

4.2.4. Construction of a Classroom at Nyawino EYE Centre at Kanyaluo Ward

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.681,290 for construction of a classroom at Nyawino early year education center at Kanyaluo Ward in Karachuonyo Sub County at the construct sum of Kshs.1,485,183. Audit inspection revealed that the building had been done up to roofing but the walling works inside and out were not yet done, windows and doors were fixed with no glass panes, floor was not done and the classroom was already in use in that pathetic condition an indication of poor workmanship.

In the circumstances, the value for money of the expenditure of Kshs.681,290 for the year ended 20 June, 2022 could not be confirmed.

4.2.5. Construction of Classroom at Waregi EYE Centre at Rusinga Ward

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.1,462,481 for the construction of classroom at Waregi early year education center at Rusinga ward in Suba North Sub County at the contract sum of Kshs.1,462,481. Audit inspection revealed that the building was incomplete, no roof, no works for internal and external walling, no windows and doors and contractor was not on site.

In the circumstances, the value for money of the expenditure of Kshs.1,462,481 for the year ended 30 June, 2022 could not be confirmed.

4.2.6. Construction of a classroom at Osani EYE Centre at Kwabwai Ward

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.1,543,425 for the construction of a classroom at Osani early year education center at Kwabwai Ward in Ndhiwa Sub County. Audit inspection revealed that the building was at window level and no work in progress. The site had been abandoned by the contractor.

In the circumstances, the value for money of the expenditure of Kshs.1,543,425 for the year ended 30 June, 2022 could not be confirmed.

4.2.7. Renovation and Equipping of Classroom at Aringo EYE Centre at Lambwe Ward

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.299,500 for the renovation and equipping of early year education (EYE) Classroom at Aringo Center in Lambwe ward Suba North Sub County. Audit inspection revealed that the renovation was done in three (3) classrooms instead of one classroom as per the contract agreement. However, the classrooms still had several potholes and depressions on the floor, an indication of poor workmanship.

In the circumstances, the value for money of the expenditure of Kshs.299,500 for the year ended 30 June, 2022 could not be confirmed.

4.2.8. Construction of Classroom at Luanda EYE Centre

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.1,276,379 for the new early year education Classroom at Luanda EYE Centre at the contract sum of Kshs.1,480,849. Physical verification revealed that the building was complete but the plastered areas were peeling off an indication of poor ratios of cement and sand, the ceiling board had already shown a sign of tear and wear, an indication they were not fitted properly.

In the circumstances, value for money of the expenditure of Kshs.1,276,379 for the year ended 30 June, 2022 could not be confirmed.

4.2.9. Construction of ECDE Classroom at Shauri Yako Primary School Arujo Ward

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.1,499,500 for the construction of ECDE Classroom at Shauri Yako Primary School Arujo Ward. Audit inspection revealed that the classroom was complete but no soft board ceiling had been fitted as stated in element No.3 of the bill of quantities. In addition, no lever union mortice door lock with anodized aluminum lever handle to the door set used contrary to element 4 (2) of the bill of quantities.

In the circumstances, the value for money of the expenditure of Kshs.1,499,500 for the year ended 30 June, 2022 could not be confirmed.

4.2.10. Incomplete Arujo Animal Feeds Milling Plant (Structure)

As reported in the previous year, the Department of Trade and Industrialization awarded a contract to a local contractor towards construction and completion of animal feeds factory and godown at a contract sum of Kshs.45,160,064 in the financial year 2014/2015. The contract period was eight (8) months with initial expected completion date of 04 January 2016. Review of records revealed that the contractor had cumulatively been paid Kshs.36,712,000 as of 30 June, 2022 before termination. The contract was retendered and completion contract awarded to a new contractor at a contract sum of Kshs.24,239,267 on 24 May, 2022.

However, physical verification revealed that the project was incomplete and the structure was at lintel level.

In the circumstances, the regularity, value for money and validity of the cumulative expenditure of Kshs.36,712,000 incurred so far on the project could not be confirmed.

4.2.11. Incomplete Water Projects

The expenditure of Kshs.1,561,467,073 on other infrastructure and civil works includes payments of Kshs.37,328,320 to various local contractors in respect of drilling of boreholes,

extension of water pipelines and rehabilitation of water pans within the County. Physical verification on 10 July, 2022 revealed instances of poor workmanship, delays in completion and abandonment of project site by contractors. **See details at appendix I.**

In the circumstances, the regularity and value for money of the expenditure of Kshs.37,328,320 incurred on these projects could not be confirmed for the year ended 30 June, 2022.

4.3. Construction of Major Roads, Access Roads and Bridges

4.3.1. Routine Maintenance of Rusinga-Ringa Road Phase 1

The expenditure on acquisition of assets of Kshs.3,126,081,869 as disclosed in Note 9 to the financial statements includes an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totaling Kshs.19,878,920 made to a local contractor for Routine Maintenance of Rusinga-Ringa Road Phase 1 which had been awarded at a contract sum of Kshs.19,878,920. The contract entailed bush clearing, heavy grading with no compaction, gravel patching, compaction of the gravel surface and dozer work. However, physical verification revealed that:

- i. The total chainage (distance) of the ring road is approximately 18 kilometers and not 22 kilometers as indicated in the bills of quantities and payment certificate.
- ii. Thick bushes had overgrown along the side ditches impeding drainage of the road.
- iii. Approximately 2 kilometers from chainage zero, the half of the width of the road had been washed away by the rain water making the section impassible.
- iv. Approximately 6 kilometers from chainage zero, gully erosion had completely washed away one side of the culvert about four (4) meters deep. The section was completely impassible.

In the circumstances, the value for money on the expenditure of Kshs.19,878,920 could not be confirmed.

4.3.2. Maintenance of Marindi-Nyanguu-Disii Ogweyo JNC C 18 Road

The expenditure on acquisition of assets of Kshs.3,126,081,869 as disclosed in Note 9 to the financial statements includes an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.7,243,167 made to a contractor for repair and Maintenance of Marindi-Nyanguu-Disii Ogweyo JNC C 18 Road (13.5km) for a contract period of 4 months (120 days). The main work entailed grading, gravelling and drainage works.

Certificate of completion was raised on 13 August, 2021 and a payment of Kshs.5,545,380 made to the contractor on 29 October, 2021. Audit inspection of the project conducted on 6 July, 2022 revealed that some sections of the road had been washed away by runoff storm water casting doubt on the quality of workmanship. Patches of water were noted along the

road. Drainage works costed at Kshs.1,995,350 were not completely done as well as gravel patching costed at Kshs.260,000.

In the circumstances, value for money on the expenditure of Kshs.5,545,380 could not be confirmed.

4.3.3. General Maintenance of Nyalkinyi-Imbo Road

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements includes an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.5,873,451 made to a local contractor for general maintenance of Nyalkinyi-Imbo Road (Approximately 12.8Km) at a contract sum of Kshs.5,873,451 for a period was 12 weeks commencing from 15 June, 2021 to 15 September, 2021. The work entailed erecting 2 publicity signpost, grading, gravelling and drainage works.

However, audit inspection carried out on 13 July, 2022 revealed that publicity signposts costed at Kshs.40,000 were missing on both ends of the road. Heavy bushes had overgrown along the ditches narrowing the width of the road. The road appears to have been completely washed away approximately 5 kilometers from the Nyalkinyi junction.

In the circumstances, value for money on the expenditure of Kshs.5,873,451 could not be confirmed for the year ended 30 June, 2022.

4.3.4. Maintenance of Rabware-Thagalany-Kopany Road

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements included an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.6,299,148 made to a local contractor for Maintenance of Rabware-Thagalany-Kopany Road. The contract had been awarded at a contract sum of Kshs.6,299,148 for a contract period of 12 weeks commencing on 25 May, 2021 to 25 August, 2021. The contract entailed culverting, heavy grading and gravel patching.

However, physical verification on 13 July, 2022 revealed that culverts costed at Kshs.1,029,000 were not constructed and drift reinforced with A142 BRC mesh class 20/25 concrete costed at Kshs.202,500 was also not erected. The half of the road approximately 3 kilometers from Rabware area had deep furrows dug by sugar cane trailer tires.

In the circumstances, the value for money on the expenditure of Kshs.6,299,148 could not be confirmed for the year ended 30 June, 2022.

4.3.5. Maintenance of Marindi-Magina-Pala-Oria Bridge Road

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements includes an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.13,963,164

made to a local contractor for routine maintenance of Marindi-Magina-Pala-Oria Bridge road covering an approximate distance of 34.7 kilometers. The contract had been awarded through an open tender at a contract sum of Kshs.13,963,164. The works entailed; erection of two publicity sign posts; culvert installation (600mm and 900mm diameter); rock fill to carriage way; heavy grading including side ditches and back slope; and gravel patching.

However, audit inspection carried on 14 July, 2022 revealed that only one publicity signpost was erected around Marindi area, sections of the road had been completely washed away by water and bushes had over grown along the side ditches making the road impassible. Ten months after the contractor had left the site, the road appeared dilapidated, narrow and deep pot holes visible all over the road casting doubt on the quality of workmanship and viability of gravel patching as an option for road construction.

In the circumstances, the value for money on the expenditure of Kshs.13,963,164 could not be confirmed for the year ended 30 June, 2022.

4.3.6. Maintenance of Sigama-Gaena-Ndhiwa-Ojode-Pala Road

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements included an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.10,291,774 made to a local contractor for the routine maintenance of Sigama-Gaena-Ndhiwa-Ojode-Unga-Pala Road at a cost of Kshs.10,291,774. The contract agreement signed on 25 February, 2021 while the contract period was agreed to be 120 days. The major works entailed culvert installation 600mm diameter, heavy grading including side ditches and gravel patching.

However, audit inspection carried out on 14 July, 2022 revealed that a double culvert constructed along Gaena area had been broken making the road completely impassible, grading was not properly done as boulders (heavy stones) laid along Kenya Medical Training College (KMTC) road were dangerously exposed and some sections of the road have been washed away by rain water. The road requires urgent maintenance barely eight (8) months after the contractor had left the site.

In the circumstances, the value for money on the expenditure of Kshs.10,291,774 could not be confirmed for the year ended 30 June, 2022.

4.3.7. Maintenance of Pala-Sombro-Aora Kogola Road

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements included an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.5,530,111 made to a local contractor for the routine maintenance of Pala-Sombro-Aora-Kogola Road (Approximately 3.9km) at a contract sum of Kshs.5,530,111. The contract agreement signed on 25 February, 2021, contract period was indicated as 120 days while LPO number 1708468 dated 3 March, 2021 authorized the contractor to undertake the works immediately.

Audit inspection carried out on 14 July, 2022 revealed that that one publicity signpost costed at Kshs.10,000 in the bills of quantities was not provided, Dozer works D6 billed at Kshs.1,040,000 appears not to have been done and sections of the road had been washed away by rain water. Ten months after the contractor had left the site and payment certificate raise, the culvert and the drainage ditches were completely blocked and covered by thick bushes causing rain water to collect on the road.

In the circumstance, the value for money on the expenditure of Kshs.5,530,111 could not be confirmed for the year ended 30 June, 2022.

4.3.8. Maintenance of Riat-Ariri-Oridi-Minya Road

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements included an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.7,842,064 to a local contractor for the routine maintenance of Riat-Ariri-Oridi-Minya Road. The works had been awarded at a contract sum of Kshs.7,842,064 for a contract period of 12 weeks commencing on 24 May, 2021 to 24 August, 2021.

However, Audit inspection carried out on 14 July, 2022 revealed that publicity signposts were not erected, culverts installed and the side ditches to enhance drainage were blocked. Pools water were noted on the culvert ends and along the road making it impassable and sections of the road were washed by rain water.

In the circumstance, the value for money on the expenditure of Kshs.7,842,064 could not be confirmed for the year ended 30 June, 2022.

4.3.9. Construction of Nyatindo Box Culvert

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed on Note 9 to the financial statements included an amount of Kshs.844,809,089 for construction of major roads, access roads and bridges. The latter includes payments totalling Kshs.6,366,416 to a local contractor for construction of Nyatindo Box culvert. The works had awarded at a contract sum of Kshs.6,366,416 for a period of 12 weeks from 15 May, 2021 to 15 September, 2021. Contracted works on roads drainage and structure works and roads furniture were completely omitted.

However, audit inspection carried out on 14 July, 2022 revealed that gabions on one side of the box culvert were not constructed. Rain water had started washing away the foot of the box culvert.

In the circumstances, regularity and value for money of the expenditure of Kshs.6,366,416 could not be ascertained for the year ended 30 June, 2022.

4.4. Purchase of Office Furniture and General Equipment

The expenditure on acquisition of assets Kshs.3,126,081,869 as disclosed in Note 9 to the financial statements includes an amount of Kshs.12,420,092 for purchase of office furniture and general equipment. The latter includes payments totalling Kshs.2,327,888 for supply

and delivery of office equipment for Homabay County Energy Centre. Audit inspection revealed that the equipment were delivered on 16 June, 2021 but had not been put to use and were lying idle in the stores.

In the circumstances, value for money of the expenditure of Kshs.2,327,888 could not be ascertained for the year ended 30 June, 2022.

4.5. Completed Projects but Not in Use

Audit review and audit inspection revealed that the County Government completed the construction of three health facilities and two EYE classrooms at a cumulative cost of Kshs.14,665,513 but not in use as tabulated below.

Project Title	Amount Paid Kshs.	Observations/Status
Construction of Kamser Dispensary in Wang'chieng Ward	3,944,348	Certificate of completion issued on 9 th January, 2022 Facility not in use six months after its completion.
Completion of Chamakuwa Dispensary in Suba North Ward	3,095,000	Project completed but not in use Facility was infested by bats and was not habitable
Construction of Got Rachar Health Centre in Kwabwai Ward	4,185,825	Project completed but not in use due to alleged land dispute
Construction of New EYE Classroom at Lieta Kabunde Homabay Town Arujo Ward	1,955,157	The classroom is complete but not put to intended use.
Construction of EYE Classroom at Umayi Centre in Kabondo Kasipul Sub County Kokwanyo Kakelo Ward	1,485,183	The classroom was complete. Not yet in use since completion. Already the works is in depletion state.
Total	14,665,513	

In the circumstances, the value for money of the expenditure of Kshs.14,665,513 on the projects could not be confirmed.

5. Capital Grants and Payments

5.1 Delay in Completion of Road Works

The expenditure on capital grants and payments of Kshs.71,713,579 as disclosed in Note 10 to the financial statements includes an amount of Kshs.65,685,635 as transfers to Homabay Municipal Board (KUSP-UDG). Out of which the County Government of Homabay entered into a contract agreement with a contractor on 12 May, 2021 for the upgrading to

bitumen standards of junction C-19 to Tom Mboya University Junction Link Road for a period of one year and at a contract sum of Kshs.44,370,899. During the year, a total amount of Kshs.34,620,952 was paid for the road works.

An audit inspection carried out in the month of July, 2022 revealed that road furniture works amounting to Kshs.775,000 as per the bill of quantities had not been done yet the contract period lapsed on 12 May, 2022. No reason was provided by Management for the delay in completion of the road works.

In the circumstances, the County Government of Homabay has not obtained value for money on the contract.

6. Other Grants and Transfers

6.1 Non-Functioning Community Projects

As disclosed in Note 11 to the financial statements, the statement of receipts and payments reflects an expenditure of Kshs.137,375,439 on other grants and transfers. Included in the expenditure is an amount of Kshs.107,581,269 relating to other grants and transfers (NARIGP) which includes disbursements totalling Kshs.8,639,778 to various Community Driven Development Committees (CDDC) to undertake projects in the Wards as tabulated below:

Name of CDDC	Amount (Kshs)
Central Karachuonyo CDDC	1,462,710
West Kasipul CDDC	1,110,300
Kibiri CDDC	1,337,979
South Kasipul CDDC	1,815,069
West Gem CDDC	1,738,530
Kabondo West CDDC	1,175,190
Total	8,639,778

However, audit inspection carried out in the month July, 2022 revealed that all the group projects were not operational.

In the circumstances, the value for money of the expenditure of Kshs.8,639,778 for could not be ascertained for the year ended 30 June, 2022.

7.0 Operating Bank Accounts without Approvals

Included in the cash and bank balances of Kshs.18,992,407 as disclosed in Note 12 to the financial statements are three salary accounts maintained at Cooperative, Kenya Commercial and Equity banks. However, Management did not provide for audit review

approval from County Assembly or National Treasury for operating more than one salary bank account.

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, because of the significance of the matters discussed in the Basis for Adverse Opinion and Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, I confirm that, internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Lack of Staff Establishment

As previously reported, audit review of human resource records revealed that the County Executive has been operating without an approved staff establishment to ensure that appropriate systems, procedures, structures, skilled and competent staff are in place at the optimal level to deliver its mandate to the people of Homa Bay County.

In the circumstances, it was not possible to ascertain whether the total staff in the employment of the Homa Bay County Executive is at the optimal operating level.

2. Lack of ICT Policy and Disaster Recovery Plan

As previously reported, review of the County Executive's ICT Environment revealed that there was no formal approved ICT Policy. The management has not assessed the impact of an outage or disruption to the information communication technology systems and did not develop business continuity or information technology disaster recovery plan. Consequently, in case of a disaster significant delays or disruptions of activities may occur, the Executive may not recover or restore critical infrastructure services and systems affecting all operations that rely on the Information Communication Technology.

In the circumstances, the integrity, security and reliability of the County Executive's financial data including its Management Information System could not be ascertained.

3. Lack of an Assets Register

Annexure 5 to the financial statements reflects non-current assets with a historical cost balance of Kshs.5,523,571,940 as at 30 June, 2022. However, audit review of records revealed the following anomalies:

- i. Management did not maintain a fixed asset register in the prescribed format contrary to Regulation 136 (1) of the Public Finance Management (County Governments) Regulations, 2015 which states that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws. The register in place lacked identification or serial numbers, acquisition date, description of asset, location, class and cost of acquisition.
- ii. The register of land and buildings did not have a recording each parcel of land and the terms on which it is held, with reference to the conveyance, address, area, dates of acquisition, disposal or major change in use, capital expenditure, leasehold terms, maintenance contracts and other pertinent management details as required under Regulation 136(2) of the Public Finance Management (County Government) Regulations, 2015.
- iii. Management has not taken over and/or reported assets and liabilities inherited from all the defunct Local Authorities.
- iv. Management is yet to establish policies and procedures on assets management as required under Part XII of Public Finance Management (County Government) Financial Regulations 2015.
- v. The assets were also not coded or tagged for ease of identification and tracking.
- vi. Fixed assets were not physically inspected on a regular basis to establish their conditions

In the circumstances, the Management has not instituted proper mechanisms to safeguard the assets.

4. Ineffective Internal Audit and Audit Committee Function

Review of the internal control and governance structure revealed that the internal audit function is not properly resourced or adequately staffed. In addition, the audit charter, and risk policy and framework have not been approved by the audit committee. Further, the annual audit work plan was not developed and risk assessment and internal audit reports for the year under review were not provided for audit review as well as the minutes of audit committee indicating that the internal audit function was supervised.

In the circumstances, Management has not put in place proper system to monitor the entity's governance process, accountability process and control environment and to offer objective advice on issues concerning risk, control, regulatory requirements and governance.

5. Anomalies in the Procurement Function

Audit review of the procurement function revealed the following anomalies:

- i. Inadequate capacity in e-procurement and the users were not well trained in some core functionalities of the system. Notably is the reporting module where the users were not well versed on the reports that could be generated from the system.
- ii. Details of development activities to be undertaken were not given in the procurement plan but were rather aggregated together making it incoherent and difficult to identify specific projects planned for procurement.
- iii. In addition, the procurement plan did not capture with clarity the firm timelines within which the procurement cycle of various activities was to be commenced and completed.
- iv. Further, though a supplementary budget was prepared and approved by the County Assembly in May 2022, the procurement plan appears not to have been revised to accommodate the changes.
- v. Failure to prepare quarterly reports on the implementation of procurement plans by Chief Officers contrary to Regulation 40(6) of the Public Procurement and Asset Disposal Regulations, 2020.
- vi. Failure to constitute community project management and implementation committees (CPMIC) to oversee the efficient and effective implementation of projects exists in line with the provisions of Regulation 111(6) of Public Procurement and Asset Disposal Regulations, 2020.

In the circumstances, Management has not put in place proper system to ensure efficient coordination of procurement and disposal procedures.

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 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 (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal

control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Executive's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Executive to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the County Executive of Homa Bay 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 the 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

04 April, 2023

APPENDIX I

Project Title	Amount paid Kshs.	Remarks
Extension of pipeline korimba to kodenge centre at karachuonyo ward.	1,199,095	Works were not complete.
Drilling and equipment of Kawere togo water project in Kanyemba kologi ward.	1,639,040	The hand pump is not working.
Extension of God Agulu Water Project in West Kasipul	4,836,400	Two certificates of work done have been paid but works are still incomplete.
Equipping of Kabour Ahola Borehole Water Project	1,163,237	Solar panels of 1,500 watts were installed instead of 5,000 watts. The contract period was 5 months from 2 May, 2019 to 30 September, 2019 but the project is not complete.
Drilling, Development and Equipping of Kandiege /Kochuonyo Water Project	1,035,568	The borehole is not yet complete.
Drilling and Test Pumping Onanda, Luora, Oluso, and Rang'ii.	2,371,600	Oluso kawiya verified and found to be capped, Rang'ii verified and found dry, Onanda was done in private land and Luora was not done.
Drilling, Development, Pump Testing and Equipping with Solar Unit at Obambo in Gembe ward.	3,995,500	The water tank tower was poorly done. Plastic casing of the borehole was done instead of steal casing. The borehole is a low discharge
Drilling, Development, Pump Testing and Equipping with hand Pump at Unga in Wanyama Kosewe	2,549,680	Hand pump was not working.
Drilling, Pump Testing and Capping of 6No. Boreholes at Seka ,Obangila, Muche, Ogongo ,Orodo and kodula.	11,233,800	The 2nd phase of pump installations were not done. Muche, Seka and Obangila boreholes got uncapped and stones have been thrown in the holes.
Drilling, development and pump testing of various boreholes. (Mukende kaksingiri west ward ,kagunje in wangchieng ward,kakrigu in mfangano ward,kawakungu in central karachuonyo ward,kaswaga girls rusinga ward and Nyaburu in gwasi south ward.	7,304,400	Three of the six boreholes turned out to be dry. Geo survey report not provided.
Total	37,328,320	

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

7. FINANCIAL STATEMENTS

**7.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE
YEAR ENDED 30 JUNE 2022.**

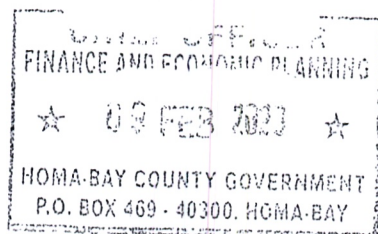
DESCRIPTION		2021-2022	2020-2021
	Notes	Kshs	KShs
RECEIPTS			
Exchequer releases	1	7,408,733,152	7,321,214,700
Conditional Grants from National Government		-	324,593,472
Conditional Grants from Development Partners	2	147,411,826	294,613,518
Conditional Grants from National Government- COVID 19		-	66,930,000
County Own Generated Receipts	3	156,991,500	233,869,476
TOTAL RECEIPTS		7,713,136,478	8,241,221,166
PAYMENTS			
Compensation of Employees	4	4,093,825,542	3,046,590,411
Use of goods and services	5	1,416,731,548	723,640,750
Transfers to Other Government Units (County Assembly)	6	1,177,145,243	946,678,121
Transfer to Homa Bay County Bursary Fund	7	-	103,000,000
Social Security Benefits	8	32,782,807	29,889,226
Acquisition of Assets	9	3,126,081,869	1,539,640,946
Capital Grants and Transfers	10	71,713,579	139,306,894
Other Grants and Transfers	11	137,375,439	253,019,377
KRA Agency Notice Recoveries	16	602,267,548	
TOTAL PAYMENTS		10,055,656,030	6,781,765,725
SURPLUS/DEFICIT		(2,342,519,552)	1,459,455,441

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on _____ 2022 and signed by:

Chief Officer

Name: Mr. Noah Otieno

ICPAK Member Number: 16596



Head of Treasury Accounts

Name: Mr. Daniel Owuor

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

7.2. STATEMENT OF ASSETS AND LIABILITIES AS AT 30
JUNE 2022

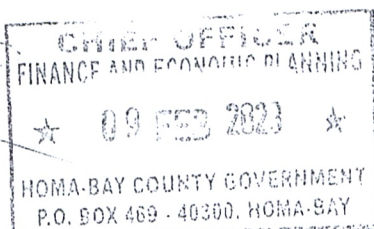
DESCRIPTION		2021-2022	2020-2021
	Notes	Kshs	KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	12	18,992,407	2,352,125,342
Total Cash and cash equivalent		18,992,407	2,352,125,342
Accounts Receivables- Outstanding Imprests	13	11,600,000	14,000,000
TOTAL FINANCIAL ASSETS		30,592,407	2,366,125,342
FINANCIAL LIABILITIES			
Accounts Payables- Deposits and Retentions	14	27,080,569	20,093,951
NET FINANCIAL ASSETS		3,511,838	2,346,031,390
REPRESENTED BY			
Fund balance b/fwd	15	2,346,031,390	886,575,949
Surplus/Deficit for the year		(2,342,519,552)	1,459,455,441
NET FINANCIAL POSITION		3,511,838	2,346,031,390

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on _____ 2022 and signed by:

Chief Officer Finance

Name: Mr. Noah Otieno

ICPAK Member Number: 16596



Head of Treasury Accounts

Name: Mr. Daniel Owuor

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

7.3. STATEMENT OF CASH FLOWS FOR THE YEAR
ENDED 30 JUNE 2022.

DESCRIPTION		2021-2022	2020-2021
	Notes	Kshs	KShs
Receipts from operating income			
Exchequer releases	1	7,408,733,152	7,321,214,700
Proceeds from Domestic and Foreign Grants		-	324,593,472
Conditional Grants from Development Partners	2	147,411,826	294,613,518
Conditional Grants from National Government- COVID 19		-	66,930,000
County Own Generated Receipts	3	156,991,500	233,869,476
		7,713,136,478	8,241,221,166
Payments For Operating Expenses			
Compensation of Employees	4	4,093,825,545	3,046,590,411
Use of goods and services	5	1,416,731,548	723,640,750
Transfers to Other Government Units (County Assembly)	6	1,177,145,243	946,678,121
Transfers to Homa Bay County Bursary Fund	7	-	103,000,000
Social Security Benefits	8	32,782,807	29,889,226
Capital Grants and Transfers	9	71,713,579	139,306,894
Other Grants and Transfers	10	137,375,439	253,019,377
KRA Agency Notice Recoveries	16	602,267,548	
Total Payments		6,929,574,161	5,242,124,779
Adjusted For:			
Changes in Receivables	13	2,400,000	2,537,980
Changes in Payables	14	6,986,617	3,383,631
Total Adjustments			5,921,611
Net cash flows from operating activities		9,386,617	3,005,017,998
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	9	3,126,081,869	1,539,640,946
Net cash flows from Investing Activities		3,126,081,869	1,539,640,946
NET INCREASE IN CASH AND CASH EQUIVALENTS		(2,333,132,935)	1,465,377,052
Cash and cash equivalents at BEGINNING of the year	16	2,352,125,342	886,748,289
Cash and cash equivalents at END of the year	12	18,992,407	2,352,125,342

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on _____ 2022

and signed by:

Chief Officer Finance

Name: Mr. Noah Otieno

ICPAK Member Number: 16596



Head of Treasury Accounts

Name: Mr. Daniel Owuor

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

7.4. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR
ENDED 30 JUNE 2022

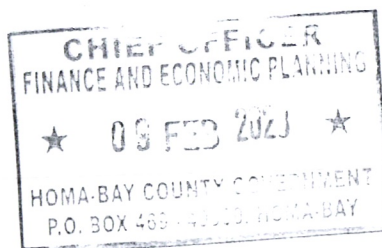
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	7,805,353,300	-	7,805,353,300	7,408,733,152	396,620,148	95%
Loans and Grants from Development Partners	607,761,293	65,000,000	672,761,293	147,411,826	525,349,467	22%
Own source Revenue	143,811,404	175,682,188	319,493,592	156,991,500	162,502,092	49%
Other Receipts Including Balance Bf	-	886,748,289	886,748,289	886,748,289	-	100%
TOTAL	8,556,925,997	1,127,430,477	9,684,356,474	8,599,884,767	1,084,471,707	
PAYMENTS						
Compensation of Employees	3,291,657,312	729,469,536	4,021,126,848	4,093,825,545	(72,698,697)	102%
Use of goods and services	1,251,054,978	(35,685,500)	1,215,369,478	1,416,731,548	(201,362,070)	117%
Transfer to Homa Bay County Bursary Fund	51,500,000	-	51,500,000	-	51,500,000	0%
Transfer to County Assembly	1,151,678,005	(51,000,000)	1,100,678,005	1,177,145,243	(76,467,238)	107%
Social Securities Benefits	32,782,807	-	32,782,807	32,782,807	(0)	100%
Other Grants and Transfers	408,430,123	(170,396,592)	238,033,531	137,375,439	100,658,092	58%
Capital Grants and Transfers	343,142,574	(212,063,115)	131,079,459	71,713,579	59,365,880	55%
Acquisition of Assets	2,026,680,198	867,106,148	2,893,786,346	3,126,081,869	(232,295,523)	108%
TOTAL	8,556,925,997	1,127,430,477	9,684,356,474	10,055,656,030	(371,299,556)	

The County Executive's financial statements were approved on _____ 2022 and signed by:

Chief Officer Finance

Name: Mr. Noah Otieno

ICPAK Member Number: 16596



Head of Treasury Accounts

Name: Mr. Daniel Owuor

COUNTY EXECUTIVE OF HOMABAY
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7.5. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT FOR THE YEAR ENDED 30 JUNE 2022

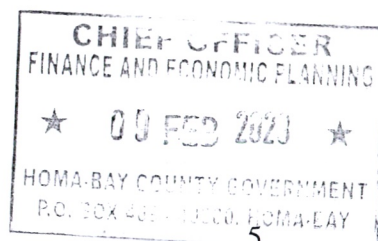
6. Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	b	c=a+b	d	e=c-d	f=d/c %
Exchequer releases	5,027,100,405	(479,654,635)	4,547,445,770	4,868,779,984	(321,334,214)	107%
Loans and Grants from Development Partners	607,761,293	65,000,000	672,761,293	147,411,826	525,349,467	0%
Own source Revenue	143,811,404	175,993,788	319,805,192	156,991,500	162,813,692	
Other Receipts Including Balance Bf	-	886,339,689	886,339,689	886,339,689	-	
TOTAL	5,778,673,102	647,678,842	6,426,351,944	6,059,522,999	366,828,945	
PAYMENTS						
Compensation of Employees	3,291,657,312	729,469,536	4,026,021,654	4,093,825,545	(72,698,697)	102%
Use of goods and services	1,251,054,978	(35,685,500)	1,215,369,478	1,416,731,548	(201,362,070)	117%
Transfer to Homa Bay County Bursary Fund	51,500,000	-	51,500,000	-	51,500,000	0%
Transfer to County Assembly	1,151,678,005	(51,000,000)	1,100,678,005	1,177,145,243	(76,467,238)	107%
Social Securities Benefits	32,782,807	-	32,782,807	32,782,807	(0)	100%
TOTAL	5,778,673,102	642,784,036	6,426,351,944	6,720,485,143	(299,028,005)	
Exchequer releases	5,027,100,405	(479,654,635)	4,547,445,770	4,868,779,984	(321,334,214)	107%
Loans and Grants from Development Partners	607,761,293	65,000,000	672,761,293	147,411,826	525,349,467	0%
Own source Revenue	143,811,404	175,993,788	319,805,192	156,991,500	162,813,692	
Other Receipts Including Balance Bf	-	886,339,689	886,339,689	886,339,689	-	
TOTAL	5,778,673,102	647,678,842	6,426,351,944	6,059,522,999	366,828,945	

The County Executive's financial statements were approved on _____ 2022 and signed by:

Chief Officer Finance

Name: Mr. Noah Otieno

ICPAK Member Number: 16596



Head of Treasury Accounts

Name: Mr. Daniel Owuor

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

7.6. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT FOR THE YEAR ENDED 30 JUNE 2022

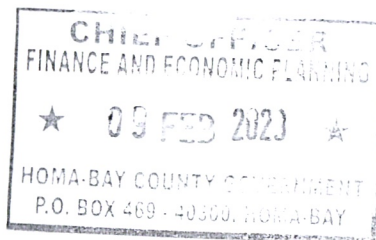
6. Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	2,728,252,895	529,751,635	3,258,004,530	2,539,953,168	717,954,362	78%
Other Receipts including Balances from Previous Year	-	-	-	-	-	0%
TOTAL	2,728,252,895	529,751,635	3,258,004,530	2,539,953,168	717,954,362	
PAYMENTS						
Capital Grants and Transfers	343,142,574	(200,209,632)	142,932,942	71,713,579	71,219,363	50%
Other Grants and Transfers	358,430,123	(70,396,592)	288,033,531	137,375,439	150,658,092	
Acquisition of Assets	2,026,680,198	800,357,859	2,827,038,057	3,126,081,869	(299,043,812)	111%
TOTAL	2,728,252,895	529,751,635	3,258,004,530	3,335,170,887	(77,166,357)	

The County Executive's financial statements were approved on _____ 2022 and signed by:

Chief Officer Finance

Name: Mr. Noah Otieno

ICPAK Member Number: 16596



Head of Treasury Accounts

Name: Mr. Daniel Owuor

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

8. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES FOR THE YEAR ENDED 30 JUNE 2022

COUNTY GOVERNMENT OF HOMA BAY						
PROGRAMME PERFORMANCE REPORT (JULY 2021-JUNE, 2022) FOR ,FY 2021-2022						
Programme	Sub-Programme	Approved Budget (Ksh)	Adjustments	Supplementary II	Actual Payments (Ksh)	Variance
Department of Agriculture, Livestock, Fisheries and Food Security						
Policy Planning, General Administration and Support Services	Policy and Planning Services	4,000,000	(4,000,000)	-	-	-
	General Administration and Support Services	151,127,711	128,229,042	279,356,753	367,356,753	(88,000,000)
	Sub total	155,127,711	124,229,042	279,356,753	367,356,753	(88,000,000)
Crop, Land and Agribusiness Development Services	Crop Development Services	7,272,161	(7,272,161)	-	-	-
	Agribusiness Development Services	14,000,000	(1,119,700)	12,880,300	12,500,000	380,300

COUNTY EXECUTIVE OF HOMABAY
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	Land Development Services	-	-	-	-	-
	National Agriculture Rural Inclusive Growth	254,115,289	144,636,161	398,751,450	398,413,211	338,239
	Agriculture Sector Development Support Programme	21,096,673	2,441,159	23,537,832	23,000,000	537,832
	Sub total	296,484,123	138,685,459	435,169,582	433,913,211	1,256,371
Food Security Enhancement Services	Farm Input Access Services	20,000,000	(20,000,000)	-	-	-
	Sub Sector Infrastructure Development Services	10,815,877	(7,451,002)	3,364,875	-	3,364,875
	Sub total	30,815,877	(27,451,002)	3,364,875	-	3,364,875
Fisheries Resources Development Services	Capture Fisheries	12,000,000	(12,000,000)	-	-	-
	Farmed Fish Production	8,000,000	(8,000,000)	-	-	-
	Sub total	20,000,000	(20,000,000)	-	-	-

COUNTY EXECUTIVE OF HOMABAY
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For the year ended June 30, 2022.

	Livestock Improvement and Development	2,939,000	(2,939,000)	-	-	-
	Livestock Products Value Addition and Marketing	19,910,000	(19,910,000)	-	-	-
	Livestock Health and Disease Management	9,151,000	(9,151,000)	-	-	-
Livestock Development Programme	Sub total	32,000,000	(32,000,000)	-	-	-
Department of Tourism, Sports, Youth Gender, Culture and Social Services						
	General Administration and Support Services	40,204,628	8,296,017	48,500,645	47,900,000	600,645
Policy, Planning and General Administration services	Policy and Planning Services	19,632,110	(15,002,700)	4,629,410	-	4,629,410
	Sub total	59,836,738	(6,706,683)	53,130,055	47,900,000	5,230,055
Tourism and Culture Development Promotion Services	Tourism Development and Promotion Services	19,000,000	(18,442,451)	557,549	-	557,549

COUNTY EXECUTIVE OF HOMABAY
Annual Report and Financial Statements
For the year ended June 30, 2022.

	Sub total	19,000,000	(18,442,451)	557,549	-	557,549
Social Development and Empowerment Services	Gender and Women Empowerment	2,000,000	1,045,503	545,503	-	545,503
	Youth Empowerment	9,000,000	(6,404,497)	500,000	-	500,000
	Sub total	11,000,000	(5,358,994)	1,045,503	-	1,045,503
Management and Development of Sports and Sports Facilities	Sports Infrastructure Development Services	110,300,000	220,023,926	330,323,926	329,178,148	1,145,778
	Sports Management and Talent Development	5,000,000	4,284,339	4,284,339	-	4,284,339
	Sub total	115,300,000	224,308,265	334,608,265	329,178,148	5,430,117
Department of Roads, Transport and Public Works						
General Administration, Planning and Support Services	Human Resource and Support Services	35,581,848	7,191,545	42,773,393	42,773,393	-
	Roads and Transport Services Operations	9,623,712	5,566,000	15,189,712	15,189,712	-
	Sub total	45,205,560	12,757,545	57,963,105	57,963,105	-

COUNTY EXECUTIVE OF HOMABAY
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Public works and maintenance services	Quality control and Enforcement	567,470	126,000	693,470		693,470
	Plant and Machinery maintenance	3,523,540	(2,999,097)	524,443		524,443
	Sub total	4,091,010	(2,873,097)	1,217,913	-	1,217,913
Road Development and Maintenance Services	Road Development and Rehabilitation services	599,499,400	158,643,602	758,143,002	800,152,300	(42,009,298)
	Road maintenance	230,000,006	18,727,757	248,727,763	248,500,000	227,763
	Plant and Machinery Purchase and maintenance	80,000,000	(80,000,000)	-		-
	Sub total	909,499,406	97,371,359	1,006,870,765	1,048,652,300	(41,781,535)
Transport Services	Development of Jetties	11,862,940	(11,862,940)	-		-
	Sub total	11,862,940	(11,862,940)	-	-	-
Department of Energy and Mining						
Energy Services	Electrical Power Services	23,000,000	8,464,324	31,464,324	30,464,300	1,000,024
	Solar Power Services	48,900,000	(13,131,356)	35,768,644	34,261,525	1,507,119

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	Low Cost energy Technologies promotion Services	5,000,000	(5,000,000)	-		-
	Sub total	76,900,000	(9,667,032)	67,232,968	64,725,825	2,507,143
Mineral Resource Development and Marketing Services	Construction mineral development and marketing services	3,800,000	(3,800,000)	-		-
	Sub total	3,800,000	(3,800,000)	-	-	-
General Administration, Planning and Support Services	Administrative Support Services	17,884,228	7,561,572	25,445,800	25,000,000	445,800
	Development of Policies, Plans, Regulations and Legislations	-	-	-		-
	Sub total	17,884,228	7,561,572	25,445,800	25,000,000	445,800
Department of Education and ICT						
General Administration and Quality	General administration Services	33,446,350	(16,466,789)	16,979,561	16,979,561	-

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Assurance Service	Quality Assurance Services	472,468,564	64,949,761	537,418,325	537,418,250	75
	Sub total	505,914,914	48,482,972	554,397,886	554,397,811	75
ECDE and Vocational Training Services	EYE Services	65,000,000	407,176	65,407,176	64,953,077	454,099
	Vocational Training Services	39,100,000	(18,867,191)	20,232,809	20,000,000	232,809
	Sub total	104,100,000	(18,460,015)	85,639,985	84,953,077	686,908
ICT Services	Information Services	-	-	-	-	-
	ICT Infrastructure Development	26,000,000	(16,950,000)	9,050,000	9,000,000	50,000
	Sub total	26,000,000	(16,950,000)	9,050,000	9,000,000	17,000,000
Department of Health Services						
Policy planning and administrative support service	Policy, Planning and Monitoring Services	3,771,000	289,400,046	293,171,046	292,457,677	713,369
	Administrative Support Services	1,923,223,195	455,319,253	2,378,542,448	2,575,044,677	(96,668,817)
	Sub total	1,926,994,195	744,719,299	2,671,713,494	2,767,588,797	(95,875,303)
Preventive and promotive health services	Community health services	63,650,000	(57,215,621)	6,434,379	6,434,379	-

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	Disease control services	32,250,000	3,329,159	35,579,159	35,579,159	-
	Facility infrastructure improvement services	97,000,000	(18,323,690)	78,676,310	78,435,899	240,411
	Sub total	192,900,000	(72,210,152)	120,689,848	120,449,437	240,411
Curative and rehabilitative health services	Routine medical health services	224,173,731	3,915,787	228,089,518	228,089,518	-
	Medical emergency response services	18,000,000	(13,500,000)	4,500,000	4,230,293	269,707
	Facility infrastructure improvement services	283,300,000	(45,452,128)	237,847,872	237,598,750	249,122
	Sub total	525,473,731	(55,036,341)	470,437,390	469,918,561	518,829
Research and development service	Research and surveillance services	2,000,000	-	2,000,000		2,000,000
	Capacity development services	3,000,000	(854,000)	2,146,000	2,336,270	(190,270)
	Sub total	5,000,000	(854,000)	4,146,000	2,336,270	1,809,730
Department of Lands, Housing, Urban Development and Physical Planning						

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General Administratio n Services	General administrativ e support services	36,675,033	(8,775,296)	27,899,737	27,889,250	10,487
	General office operations	-	2,425,369	2,425,369	2,000,000	425,369
	Sub total	36,675,033	(6,349,927)	30,325,106	29,889,250	435,856
Lands and Physical planning	Spartial planning Services	35,000,000	(20,200,000)	14,800,000	14,800,000	-
	Survey and Valuation Services	17,999,978	(14,181,088)	3,818,890	3,818,890	-
	Land Banking and Inventorizati on Services	-	-	-	-	-
	Sub total	52,999,978	(34,381,088)	18,618,890	18,618,890	-
Housing and Urban Development	Housing improvement services	5,857,914	15,186,138	21,044,052	20,803,257	240,795
	Urban Development Services	75,809,978	(25,809,978)	50,000,000	49,422,750	577,250
	Sub total	81,667,892	(10,623,840)	71,044,052	70,226,007	818,045
Department of Trade, Industrialization, Cooperatives and Enterprise Development						

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Planning and Administrative services	Administrative and Support Services	122,007,927	27,709,503	149,717,430	149,692,428	25,002
	Policy Development and Implementation Services	6,519,327	6,566,052	13,085,379	12,534,200	551,179
	Sub total	128,527,254	34,275,555	162,802,809	162,226,628	576,181
Trade, Cooperative and Entrepreneurship Development Service	Cooperative Development Services	-	-	-	-	-
	Enterprise Development and Promotion Services	7,700,000	6,516,039	14,216,039	12,700,000	1,516,039
	Trade Infrastructure Development Services	40,000,000	71,880,317	111,880,317	111,880,317	-
	Sub total	47,700,000	78,396,356	126,096,356	124,580,317	1,516,039
Industrial Development and	Value Chain Development Services	31,200,000	50,153,220	81,353,220	81,295,957	57,263

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Investment Services	Financial and Investment Services	-	-	-	-	-
	Sub total	31,200,000	50,153,220	81,353,220	81,295,957	57,263
Department of Water, Environment and Natural Resources						
General Administrative services	Administrative Support Services	58,420,102	12,969,262	71,389,364	71,358,871	30,493
	Policy and Planning Services	55,680,308	(19,704,027)	35,976,281	35,900,001	76,280
	Sub total	114,100,410	(6,734,765)	107,365,645	107,258,872	106,773
Water Supply and Management Services	Urban Water Supply Services	19,980,000	17,317,000	37,297,000	38,200,000	(903,000)
	Rural Water Supply Services	251,320,000	(125,577,224)	125,742,776	125,742,776	-
	Industrial water Supply services	-	-	-	-	-
	Maintenance of Water Supply Services	6,000,000	(6,000,000)	-	-	-
	Sub total	277,300,000	(114,260,224)	163,039,776	163,942,776	(903,000)

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Environmental Protection and Management Services	Pollution and Waste Management services	21,000,000	(6,297,000)	14,703,000	14,703,000	-
	Forestry Development Services	13,500,000	(13,500,000)	-	-	-
	Climate Change Services	10,500,000	(5,500,000)	5,000,000	5,000,000	-
	Sub total	45,000,000	(25,297,000)	19,703,000	19,703,000	25,297,000
Department of Finance, Economic Planning and Service Delivery						
General administration and support services	Staff Remuneration and Welfare Support Services	224,042,613	200,721,009	424,763,622	424,732,320	31,302
	General Logistics, Coordination and Asset Management Services	16,177,300	4,542,586	20,719,886	20,574,319	145,567
	Devolution and Service Delivery Support Services	15,975,642	(10,442,586)	5,533,056	5,533,056	-

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	Sub total	256,195,555	194,821,009	451,016,564	450,839,695	176,869
	Economic planning and development services	14,914,518	(813,360)	14,101,158	17,100,000	(2,998,842)
Planning, budgeting and development coordination services	Resource Allocation Services	11,989,000	5,018,346	17,007,346	16,507,812	499,534
	Public Participation Facilitation Services	33,934,700	5,401,848	39,336,548	38,392,625	943,923
	Sub total	60,838,218	9,606,834	70,445,052	72,000,437	(1,555,385)
	Monitoring and evaluation services	4,687,200	(4,119,975)	567,225		567,225
Strategy and service delivery management services	Strategy and service delivery improvement services	14,711,911	(7,380,025)	7,331,886	7,200,184	131,702
	Sub total	19,399,111	(11,500,000)	7,899,111	7,200,184	698,927
Resource mobilization services	External Resources Mobilization Services	18,232,248	933,630	19,165,878	19,050,200	115,678

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	Internal Revenue Generation Services	53,221,280	3,184,948	56,406,228	55,606,228	800,000
	Sub total	71,453,528	4,118,578	75,572,106	74,656,428	915,678
	Accounting and Financial Reporting Services	20,524,530	4,314,778	24,839,308	24,311,789	527,519
	Audit and Advisory Services	8,956,997	1,077,868	10,034,865	10,028,865	6,000
Financial management services	Emergency Management Services	100,000,000	(21,234,909)	78,765,091	78,700,000	65,091
	Sub total	129,481,527	(15,842,263)	113,639,264	113,040,654	598,610
Executive Services(Office of the Governor)						
Public service administration support services	Human resource management and development services	455,805,030	(26,807,408)	428,997,622	428,097,543	900,079
	Legal Services	5,150,000	(5,150,000)	-	-	-
	Sub total	460,955,030	(31,957,408)	428,997,622	428,097,543	900,079

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	Executive management and liaison services	89,820,108	20,143,858	109,963,966	109,900,865	63,101
Governance and coordination services	Field coordination and administration services	77,285,900	-	77,285,900	77,312,000	(26,100)
	Sub total	167,106,008	20,143,858	187,249,866	187,212,865	37,001
Strategy and service delivery improvement services	Strategy and advisory services	1,283,730	-	1,283,730	1,000,000	283,730
	Efficiency monitoring services	15,600,550	-	15,600,550	15,000,000	600,550
	Information and communication services	9,185,000	-	9,185,000	9,000,000	185,000
	Disaster management services	10,090,100	(3,000,000)	7,090,100	6,780,138	309,962
	Sub total	36,159,380	(3,000,000)	33,159,380	31,780,138	1,379,242
County Public Service Board						
Policy, Planning and	Policy and Planning Services	2,533,400	-	2,533,400	2,533,400	-

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Administration Services	Administrative Support Services	30,022,100	6,480,186	36,502,286	36,421,885	80,401
	Facility Improvement & Capacity Strengthening Services	5,000,000	(3,750,000)	1,250,000	1,250,000	-
	Sub total	37,555,500	2,730,186	40,285,686	40,205,285	80,401
Personnel Sourcing and Management Services	Recruitment, Selection and Deployment Services	10,906,736	(1,341,736)	9,565,000	9,265,000	300,000
	Human Resource Advisory Services	8,275,000	(7,275,000)	1,000,000	1,000,000	-
	Capacity Development Services	4,182,500	(2,182,500)	2,000,000	1,750,000	250,000
	Sub total	23,364,236	(10,799,236)	12,565,000	12,015,000	550,000
Performance Management Services	Performance Contracting and Appraisal Services	785,000	-	785,000	-	785,000
	Sub total	785,000	-	785,000	-	785,000

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			County Assembly			
Legislative Services	Members welfare	428,458,226	-22,700,000	405,758,226	405,758,226	0
Oversight and Control Services	Report writing services	54,300,000	-7,300,000	47,000,000	47,000,000	0
Ward representation services	Staff welfare support services	86,290,596	0	86,290,596	86,290,596	0
Policy , Planning and Administrative Support services	Administrati ve support services	658,710,789	-97,081,606	561,629,183	638,096,421	-76,467,238
Homa Bay Municipal Board						
Policy, Planning, General Administratio n and Support Services	Policy and Planning Services	4,013,000	1,937,000	5,950,000	5,950,000	0
	Administrati on and Support Services	8,049,013	-69,409	7,979,604	7,567,100	412,504
	Sub total	12,062,013	1,867,591	13,929,604	13,517,100	412,504
Urban development services	Land Use Planning and Management	43,216,000	-43,216,000	0		0

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	Infrastructure Development Services	6,784,000	178,866,624	185,650,624	187,037,054	-1,386,430
	Environmental Management Services	25,720,482	-25,720,482	0	0	0
	Sub total	75,720,482	109,930,142	185,650,624	187,037,054	-1,386,430
	GRAND TOTAL	8,556,925,997		9,684,356,474	10,055,656,030	(371,299,556)

9. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The receivables and payables are disclosed in the Statement of Assets and Liabilities.

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

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

2. Reporting entity

The financial statements are for the Homa Bay County Executive. The financial statements encompass the reporting entity as specified under section 164 of the PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

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SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Tax receipts

Tax Receipts is recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

ii) Transfers from the Exchequer

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

iii) External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Donations and grants

Grants and donations shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the Executive or by the beneficiary. In case of grant/donation in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice.

Proceeds from borrowing

Borrowing includes Treasury bill, treasury bonds, corporate bonds; sovereign bonds and external loans acquired by the County Executive or any other debt the County Executive may take on will be treated on cash basis and recognized as receipts during the year of receipt.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

Undrawn external assistance

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for projects currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. During the year ended 30th June 2022, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans. The amount of undrawn external assistance for the year is detailed in the notes to the financial statements.

iv) County Own Generated Receipts

These include Appropriation-in-Aid and relates to receipts such as trade licences, cess, fees, property income among others generated by the County Government from its citizenry. These are recognised in the financial statements the time associated cash is received.

v) Returns to CRF Issues

These relate to unspent balances in the development, recurrent and deposit accounts at the end of the year which are returned to the County Revenue Fund (CRF) and appropriated through a supplementary budget to enable the County to spend funds. These funds are recognised once appropriated through a supplementary budget process.

b) Recognition of payments

The County Executive recognises all expenses when the event occurs and the related cash has actually been paid out.

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SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Compensation of employees

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

ii) Use of goods and services

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

iii) Interest on borrowing

Borrowing costs that include interest are recognized as payment in the period in which they incurred and paid for.

iv) Repayment of borrowing (principal amount)

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made. The stock of debt is disclosed as an annexure to the County consolidated financial statements.

v) Acquisition of fixed assets

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

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SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. In-kind contributions

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

a) Third Party Payments

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

5. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

a) Restriction on cash

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2022, this amounted to KShs 27,080,569, compared to KShs 20,093,951 in prior period as indicated on note 15.

There were no other restrictions on cash during the year

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SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Accounts Receivable

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

7. Accounts Payable

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

8. Non-current assets

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

9. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Executive at the end of the year.

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SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pending bills form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

10. Contingent Liabilities

Section 185 (2) (i) of the PFM Act requires the County Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans

A contingent liability is:

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

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

11. Contingent Assets

The County Executive does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the County Executive in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are

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appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

12. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Executive's budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on xxx for the period 1st July 2021 to 30 June 2022 as required by law. There was 2 number of supplementary budgets passed in the year. A high-level assessment of the County Executive's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

13. Comparative figures

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

14. Subsequent events

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

15. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior

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period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

16. Related party transactions

Related party transactions involve cash and in-kind transactions with the National Government, National Government entities and County Government entities. Specific information with regards to related party transactions is included in the disclosure notes.

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10. NOTES TO THE FINANCIAL STATEMENTS

1. EXCHEQUER RELEASES

Description	2021-2022	2020-2021
	Kshs	Kshs
Total Exchequer Releases for quarter 1	1,542,134,362	579,764,700
Total Exchequer Releases for quarter 2	1,994,154,296	2,224,678,500
Total Exchequer Releases for quarter 3	1,455,186,991	1,112,339,250
Total Exchequer Releases for quarter 4	2,417,257,503	3,404,432,250
Total	7,408,733,152	7,321,214,700

2. LOANS AND GRANTS FROM DEVELOPMENT PARTNERS

Description	2021-2022	2020-2021
	Kshs	Kshs
DANIDA – Universal Healthcare in Devolved Units Programme	-	26,615,000
Transforming Health systems for Universal Care Project-(THS-UCP)	-	30,318,050
National Agricultural & Rural Inclusive Growth Project (NARIGP)	81,736,525	192,680,468
Kenya Devolution Support Programme	-	45,000,000
Kenya Urban Support Programme (UDG)	65,675,301	-
TOTAL	147,411,826	294,613,518

3. COUNTY OWN GENERATED RECEIPTS

Description	2021 – 2022	2020 – 2021
	Kshs	Kshs
Land rates	1,837,658	1,876,293
Land transfers/sales/change of use	79,390	55,020
Lease Charges (Consent/transfers)	1,282,959	10,600
Stalls/plot/ground rents	3,556,769	2,959,808
Single Business Permits	35,170,824	34,581,350
Market/Trade centre fees	21,939,427	23,445,200
Approval of plans/transfers/certificates	1,505,643	1,551,090

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Housing fees	499,489	19,200
Fish Cess	6,830,580	5,187,524
Other Cess Incomes	18,606,064	4,538,445
Motorbike fees	498,341	2,119,870
Site Value Rates	39,500	43,000
Kiosk Rent	2,938,798	3,671,508
Slaughter House fees	729,259	1,309,990
Stock Auction Fees (Cattle/ goats/sheep)	3,417,981	3,278,990
Stock Movement Fees	357,609	660,560
Veterinary Charges	109,910	167,940
Advertising/bill boards	2,233,450	1,723,350
Landing fees (boats, planes, etc)	43,210	30,700
Bus park fees/ parking fees	20,911,643	23,798,447
Administration fees (Search/Beaconing)	-	15,530
Noise Pollution permit fees	147,080	26,500
Fire Inspection fees	191,370	91,000
Hire of Machinery and Equipment		870,000
Fines and penalties	1,311,450	893,828
Bricks/sand/murram/stones	17,361,363	6,954,159
Miscellaneous incomes	15,391,733	1,737,032
Health Sector Charges (A-I-A)	-	112,252,542
Total	156,991,500	233,869,476

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4. COMPENSATION TO EMPLOYEES

Description	2021-2022	2020- 2021
	Kshs	Kshs
Basic salaries of permanent employees	4,000,333,772	2,882,972,003
Basic Wages of temporary employees	11,991,770	6,500,000
Personal allowances paid as part of salary	81,500,000	157,118,409
Total	4,093,825,542	3,046,590,411

5. USE OF GOODS AND SERVICES

Description	2021-2022	2020 – 2021
	Kshs	Kshs
Utilities, supplies and services	61,581,183	31,424,301
Communication, supplies and services	28,205,000	11,433,715
Domestic travel and subsistence	229,797,811	105,963,480
Foreign travel and subsistence	2,201,357	-
Printing, advertising and information supplies & services	64,026,498	39,944,900
Rents and rates-non-residential	8,499,008	8,715,911
Training expenses	39,931,214	34,895,407
Hospitality supplies and services	46,527,857	22,122,762
Insurance costs	16,383,901	15,300,000
Specialized materials and services	248,698,285	167,563,144
Office and general supplies and services	150,906,966	48,703,785
Other grants and transfers	296,039,902	150,546,212
Contracted Professional services	134,028,208	48,588,801
Routine maintenance of motor vehicles	23,170,531	8,653,981
Refined Fuel, oil and lubricants	35,033,284	25,554,351
Routine maintenance – other assets	31,700,543	4,230,000
Total	1,416,731,548	723,640,750

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6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2021/2022	2020/2021
	Kshs	Kshs
Transfer to County Assembly of Homa Bay	1,177,145,243	946,678,121
TOTAL	1,177,145,243	946,678,121

7. TRANSFER TO HOMA BAY COUNTY BURSARY FUND

Description	2021-2022	2020- 2021
	Kshs	Kshs
Scholarships and other educational benefits-Bursary	-	103,000,000
TOTAL	-	103,000,000

8. SOCIAL SECURITY BENEFITS

Description	2021-2022	2020 – 2021
	Kshs	Kshs
National social security fund (Employer's contribution)	5,330,136	4,912,329
Government Pension and Retirement Benefits/Lap Trust	7,114,713	6,304,799
Government Pension and Retirement Benefits/Lap Fund	20,337,959	18,672,098
TOTAL	32,782,808	29,889,226

9. ACQUISITION OF ASSETS

Non- Financial Assets	2021-2022	2020 – 2021
	Kshs	Kshs
Construction of Buildings-Non Residential	297,682,134	280,858,965
Refurbishment of Buildings- Non Residential	127,260,375	30,499,900
Construction of major Roads, access roads and bridges	844,809,089	505,041,092
Other Infrastructure and civil works	1,561,467,073	586,587,756
Purchase of Office Furniture and General Equipment	12,420,092	13,846,340
Purchase of motor vehicles	5,200,000	6,400,000
Purchase of Specialized Plant, Equipment and Machinery	245,700,926	107,227,354

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Purchase of Certified Seeds, Breeding Stock and Live Animals	-	9,179,539
Computer and Accessories	31,542,180	-
Total	3,126,081,869	1,539,640,946

10. CAPITAL GRANTS AND PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs.
Village Youth Polytechnic	6,027,944	40,399,894
Homa Bay Municipal Board (KUSP-UDG)	65,685,635	-
Covid-19 Infrastructural Development Grant	-	98,907,000
Total	71,713,579	139,306,894

11. OTHER GRANTS AND TRANSFERS

	2021-2022	2020-2021
Description	Kshs	Kshs
Other Grants and Transfers (NARIGP)	107,581,269	192,680,468
Kenya Urban Support Programme-UIG	1,500,000	-
Kenya Devolution Support Programme- KDSP	2,751,898	60,338,909
Agricultural Sector Development Support Programme (ASDSP II)	25,542,272	-
Total	137,375,439	253,019,377

12. CASH AND BANK BALANCES

BANK BALANCES

Name of Bank, Account No. & Currency	2021-2022	2020-2021
	KShs	Kshs
<i>Homa Bay County CBK-CRF A/C No.1000171065</i>	<i>37,761,208</i>	<i>1,252,343,531.75</i>
<i>Homa Bay County CBK-Development A/C NO.1000170611</i>	<i>2,130,341.00</i>	<i>256,499,450.00</i>
<i>Homa Bay County CBK-Recurrent A/C NO.1000170627</i>	<i>1,042,019.00</i>	<i>382,852,651.55</i>
<i>Homa Bay County CBK-NARIG A/C NO.10000369148</i>	<i>19.45</i>	<i>99,434,565.25</i>
<i>Homa Bay County kcb-NARIG A/C NO.1236900391</i>	<i>13,347,697.15</i>	<i>20,201,595.95</i>
<i>Homa Bay County Government CBK Deposit A/C No.1000260343</i>	<i>27,080,569.15</i>	<i>20,093,951.40</i>
<i>Homa Bay County KCB-Revenue A/c NO.1140763555</i>	<i>1,593,578</i>	<i>9,752,178.05</i>
<i>Homa Bay County CBK-ASDSP A/C NO1000389699</i>	<i>2.00</i>	<i>13,049,509.00</i>

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<i>HOMABAY COUNTY ASDSP KCB A/C 1233914715</i>	3,059.80	195,825.00
<i>Homa Bay County CBK-UNIVERSAL Health Care Project A/C NO 1000347031</i>	27,866,401.45	75,635,624.70
<i>Homa Bay County salary and Operation A/C Coop Bank A/C 01141590600100</i>	4,517,832.99	92,309.69
<i>Homa Bay County Salary Expense Account A/C 0980280283004</i>	- 230,977,873.51	- 38,297,146.00
<i>Homa Bay County salaries KCB A/C 1140805649</i>	69,986,699.58	39,297,346.00
<i>Homa Bay County CBK-Road Maintenance Levy Fund A/C NO.1000260351</i>	22,790,110.97	121,646,156.65
<i>Homa Bay County Kcb-Kenya Urban Support Programme KCB A/C NO.1259560562-uig</i>	206,169.00	5,320,379.00
<i>Homa Bay County Kcb-Kenya Urban Support Programme KCB A/C NO.1247953181-UDG</i>		40,446,486.87
<i>Homa Bay County Kenya Devolution Support Programme KCB A/c 1281011991</i>	100,932.44	2,852,830.39
<i>Department of Finance and Economic Planning –Equity Bank A/C No. 0980262854542</i>	551,010.14	269,726.87
<i>Department of Education and ICT -Equity Bank A/C No.9802086811721</i>	13,666.65	109,046.65
<i>Department of Transport And Infrastructure- Equity Bank A/C No.980263681703</i>	118,724.01	55,322.51
<i>Department of Transport And Infrastructure- Equity Bank A/C No.0980263681783</i>	-	55,322.51
<i>Department of Trade, Industrialization and Cooperatives- Equity Bank A/C No.980263681985</i>	13,082.69	1,070.19
<i>Department of Lands and Physical Planning - Equity Bank A/C No.980263681992</i>	500,809.18	27,009.18
<i>Department of Energy and Natural Resources - Equity Bank A/C No.980263681592</i>	35,702.27	1,542.27
<i>Department of Agriculture Livestock and Fisheries - Equity Bank A/C No.980263682688</i>	126,403.76	5,143.01
<i>County Public Service Board - KCB Bank A/C No.1273813057</i>	258.20	44.80
<i>Department of Health Services - Equity Bank A/C No.0980263681654</i>	460,969.49	5,433.99
<i>Department of Tourism Sports and Culture - Equity Bank A/C No.980263681677</i>	304,751.76	99.56

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<i>Department of Water Services and Environment - Equity Bank A/C No. 980263681691</i>	279,497.70	28,359.35
<i>Department of Executive Services - Equity Bank A/C No. 980268738509</i>	1,242,675.02	2,178.90
<i>Department of Executive Administration - Equity Bank A/C No. 0980279373519</i>	4,833,577.37	1,358,514.86
<i>Department of Agriculture Livestock and Fisheries - ASDSP KCB Bank A/C No.1233914715</i>	-	195,825.00
<i>Homa Bay Municipality Operations Account A/C 0980279269135</i>		-
<i>Executive Loan Account -A/C No.0980265695534</i>		-
<i>Education Bursary Fund -Equity Bank A/C No.0980263410113</i>		-
<i>Emergency Fund Account-Equity Bank A/C No.</i>		-
<i>Homa Bay County Village Polytechnic CBK A/C No.1000369857</i>	5,172,208.25	20,199,947.00
<i>Homa Bay County Village Polytechnic KCBA/C No.1233231693</i>	4,918.10	6,032,862.10
<i>Homa Bay County Health Special Account-Eco Bank a/c 6616001118</i>	1,727,838.45	-
<i>Homa Bay County -Deposit and Retention A/C No.01141589952400</i>		-
TOTAL	- 7,165,140.49	2,329,764,694.00
SUB COUNTY HOSPITALS		
<i>Homa Bay County Referral Hospital -Coop Bank A/C No.01141589382900</i>		762,662.05
<i>Homa Bay County Referral Hospital -KCB Bank Collection A/C No.1252185146</i>		264,582.82
<i>Homa Bay County Referral Hospital -Equity Bank Collection A/C No.0980279740164</i>		2,165,340.40
<i>Ogongo Subcounty Hospital -Coop Bank A/C No.1141331281300</i>	447,644.15	50,563.15
<i>Rangwe Subcounty Hospital -Coop Bank A/C No.11415893800</i>	3,291,346.00	6,805.00
<i>Kuge Health Centre-COOP Bank A/C No.01141331765800</i>	70,861.00	102,685.00
<i>Kendu Bay Subcounty Hospital -Coop Bank A/C No.1141589338400</i>	660,888.00	335,694.00
<i>Rachuonyo District Hospital -Coop Bank A/C No.01141455362600</i>		21,512.05

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<i>Kisegi Level 4 Hospital -KCB Bank A/C No.1164813048</i>	<i>264,489.47</i>	
<i>Kiembe Health Centre -COOP Bank A/C No. 01100047275100</i>	<i>667.00</i>	<i>123,343.00</i>
<i>Mbita Sub-District Hospital- KCB Bank A/C No.1163186821</i>	<i>710,469.89</i>	<i>702,961.89</i>
<i>Kabondo Sub County Hospital-COOP Bank A/C No.1141455391900</i>	<i>879,487.50</i>	<i>26,736.50</i>
<i>Ndhiwa Sub District Hospital-COOP Bank A/C No.01141636116300</i>	<i>661,770.50</i>	<i>531.35</i>
<i>Kandiego 4 Hospital -KCB Bank A/C No.1164813048</i>	<i>418,252.00</i>	<i>168,048.00</i>
<i>Nyagoro Health Centre-COOP Bank A/C No.1141048044200</i>	<i>124,510.20</i>	
<i>Oridi Community Health Centre-COOP Bank A/C No.1109076500500</i>	<i>827.83</i>	<i>152,001.83</i>
<i>Got Oyaró Health Centre-KCB Bank A/C No.11422554171</i>	<i>99,036.30</i>	<i>155,511.30</i>
<i>Otaró Health Centre-COOP Bank A/C No.01141590794600</i>	<i>30,635.00</i>	<i>123,575.00</i>
<i>Harambee Health Centre -KCB Bank A/C1211078973</i>	<i>66,150.00</i>	<i>23,518.00</i>
<i>Kadhola Community Health Centre-COOP Bank A/C No.11000047804900</i>	<i>710.62</i>	<i>3,899.62</i>
<i>Nyatoto Health Centre-COOP Bank A/C No.1141330077300</i>	<i>1,696.50</i>	<i>116,836.50</i>
<i>Magina Health Centre – KCB .Bank A/C No.1121842089</i>	<i>645.30</i>	<i>165,320.30</i>
<i>Seka Health Centre-COOP Bank A/C No.11410763372500</i>	<i>24,522.79</i>	<i>109,718.79</i>
<i>Odino Health Centre – KCB Bank A/C No. 1216915385</i>	<i>501.00</i>	<i>96,039.00</i>
<i>God Bura Health Centre-COOP Bank A/C No.01141076437300</i>	<i>103,602.00</i>	<i>124,746.00</i>
<i>Magunga Health Centre-COOP Bank A/C No.1141076455000</i>	<i>1,136,794.29</i>	<i>628.79</i>
<i>Ndiru Health Centre-COOP Bank A/C No.1141076464600</i>	<i>388,756.00</i>	<i>5,611.00</i>
<i>Usao Health Centre-COOP Bank A/C No.1141330271000</i>	<i>35,890.00</i>	<i>168,873.00</i>

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<i>Tom Mboya Health Centre-COOP Bank A/C No.1141076983500</i>	<i>1,895,105.70</i>	
<i>Sena Health Centre-COOP Bank A/C No.1141076847900</i>	<i>817,575.00</i>	<i>359,593.00</i>
<i>OkikiAmayoMemorial Health Centre-KCB Bank A/C No.1105031985</i>	<i>121,558.90</i>	
<i>Got Kojowi Health Centre-COOP Bank A/C No.1141047961001</i>	<i>151,824.00</i>	<i>121,452.00</i>
<i>Wagwe Health Centre-KCB Bank A/C No.11354498822</i>	<i>60,154.50</i>	
<i>KogwenoOriang Health Centre-KCB Bank A/C No.1135720134</i>	<i>9,727.00</i>	<i>115,120.00</i>
<i>Oriang SDA Dispensary-KCB Bank A/C No 1252829663</i>	<i>17,065.00</i>	<i>181,231.00</i>
<i>Kitare Health Centre-COOP Bank A/C No.1141293509000</i>	<i>29,586.00</i>	<i>179,899.00</i>
<i>Rachar Health Centre- COOP Bank A/ C No.01141590854200</i>	<i>33,416.00</i>	<i>101,203.00</i>
<i>Tom Mboya Health Centre-KCB Bank A/C No.1164404172</i>	<i>1,895,105.70</i>	<i>14,118.70</i>
<i>Othoro Health Centre-KCB Bank A/C No.1117926311</i>	<i>192,813.00</i>	<i>19,572.00</i>
<i>Kokwanyo Health Centre-KCB Bank A/C No.1135297665</i>	<i>125,322.25</i>	
<i>Ringa Health Centre- KCB Bank A/C No.1216487863</i>	<i>153,039.50</i>	<i>132,716.50</i>
<i>Marindi Health Centre-COOP Bank A/C No.1141076050000</i>	<i>302,849.00</i>	<i>389.00</i>
<i>Makongeni Health Centre-COOP Bank A/C No.1141456943000</i>	<i>126,225.00</i>	<i>90,926.00</i>
<i>Homa Lime Health Centre-COOP Bank A/C No.1134076370600</i>	<i>94,544.70</i>	
<i>God Ber Health Centre-KCB Bank A/C No.1125322063</i>	<i>77,702.40</i>	<i>117,062.40</i>
<i>Pala Masogo Health Centre-COOP Bank A/C No.1141456915700</i>	<i>50,013.00</i>	<i>114,407.00</i>
<i>Obanga Health Centre-COOP Bank A/C No.1141076442400</i>	<i>2,310.70</i>	<i>59,892.70</i>
<i>Pala Health Centre – KCB Bank A/C No. 1121528406</i>	<i>246,614.40</i>	<i>1,105.40</i>

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Nyabola Health Self Health Centre-KCB Bank A/C 1142303187	1,483.50	141,956.50
Nyangiela Health Centre-COOP Bank A/C No.01141796275500	24,965.00	50,425.00
Nyangiela Health Centre-KCB Bank A/C 1135164363	214,422.00	1,364.50
Suba District Hospital-KCB Bank A/C No.1163886289		306,557.65
LwandaGwasi Community Health Centre-COOP Bank A/C No.1141292209600	25,715.20	106,723.20
Nyarut Health Centre-COOP Bank A/C No.1141456958100	1,366.50	51,448.50
Kauma Ramba Health Centre-KCB Bank A/C No.1118240472	81,953.00	120,840.00
Kokech Mirondo Health Centre-COOP Bank A/C No.1141455701300	6,463.00	119,896.00
Oredho Health Centre – COOP Bank A/C No.01141796099900	7,496.00	149,548.00
Mukuyu Health Centre - COOP Bank A/C No.01141636799600	1,046.00	92,889.00
Nyaoga Community Dispensary-COOP Bank A/C No.01141590482000	137,821.00	94,619.00
Oriwo Health Centre -KCB Bank A/C No.1178082385	15,183.00	107,000.00
Amoyo Health Centre – COOP Bank A/C No. 01100076486000	-	106,299.67
Orego Health Centre-COOP Bank A/C No.1141589806500	47,167.00	119,203.00
Wikomino Health Centre-COOP Bank A/C No.01141292909100	1,553.90	112,165.90
St. Elizabeth Ndisi Health Centre – COOP Bank A/C No.01141636726300	963.00	53,705.00
Awach Health Centre – KCB Bank A/C No. 1184125694	33,845.00	96,148.00
Tonga Mission Health Centre-Co-OP Bank A/C No.01100048331600	1,123.00	152,619.00
Ugina Health Centre-COOP Bank A/C No. 01141076649300	4,349.00	136,200.00
Miriu Health Centre-KCB Bank A/C No.1109937040	818,060.50	203,533.50
Ober Health Centre-K CB Bank A/C No.1105527441	585,246.00	1,428.00

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DISPENSARIES		
<i>Ngeta Dispensary -Coop Bank A/C No.1141455147800</i>	2,833.50	117,228.50
<i>Oyuma Dispensary -KCB Bank A/C No.1135663493</i>	43,850.50	21,955.50
<i>Ober Kabuoch Dispensary- Co-Op Bank A/C No.01141047517500</i>	511.15	104,015.15
<i>Mukende Dispensary Coop Bank A/c No 01141293534300</i>	1,486.00	101,752.00
<i>Kasewe Dispensary –KCB Bank A/C No.1150482435</i>	46,740.00	113,844.00
<i>Atela Dispensary – KCB Bank A/C No. 1137863021</i>	233,624.50	20,877.50
<i>Kiasa Dispensary -COOP Bank A/C No.1141047305400</i>	142,443.50	112,767.50
<i>Wikoteng Dispensary -C OOPv Bank A/C No.1141456962100</i>	15,144.00	107,408.00
<i>Ongako Dispensary-COOP Bank A/C No.01141636450700</i>	1,077.50	103,825.50
<i>Rayudhi Community Dispensary-COOP-Bank A/C 01141047116000</i>	6,943.00	99,003.00
<i>Langi Kadero Health Centre-COOP Bank A/C No.01141981625500</i>	313.01	1,569.01
<i>Andiwo Health Centre -COOP Bank A/C No.01141636205400</i>	1,573.50	142,598.50
<i>Kawanga Dispensary-COOP Account No.01141637284900</i>	1,418.00	106,401.00
<i>Pala Dispensary KCB -Bank A/C No.1210289091</i>	235.00	107,261.00
<i>Kosele Dispensary -KCB Bank A/C No.1149786728</i>	1,483.00	107,657.00
<i>Lela Dispensary -KCB Bank A/C No.1138855383</i>	9,904.00	113,128.00
<i>Olando Dispensary -KCB Bank A/C No.1141944987</i>	6,157.50	938.50
<i>Kisaku Dispensary -COOP Bank A/C No.1141330081700</i>	56,039.00	104,340.00
<i>Okok Dispensary -COOP Bank A/C No.1141047986500</i>	75,408.00	4,185.00
<i>Ombo Kach Eng' Dispensary – COOP Bank A/C No. 01100047460000</i>	5,432.92	112,766.92

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<i>Omboga Dispensary -COOP Bank A/C No.1141017265700</i>	17,941.50	128,210.50
<i>Kwamo Community Dispensary -COOP Bank A/C No.1141076487800</i>	4,912.50	2,740.50
<i>Kijebi Dispensary- KCB Bank A/C No.1197703829</i>	826.50	103,967.50
<i>Nguku Dispensary -COOP Bank A/C No.1141047412700</i>	2,963.26	115,576.26
<i>Kobodo Dispensary -COOP Bank A/C No.1141434893500</i>	41,589.25	107,275.25
<i>Kome Dispensary -COOP Bank A/C No.1100047430100</i>	2,165.04	110,110.04
<i>Ndere Dispensary -KCB Bank A/C No.1176945742</i>	1,016.00	100,940.00
<i>LwandKobita Dispensary -COOP Bank A/C No.1100047432600</i>	2,262.84	-
<i>Adiedo Dispensary -KCB Bank A/C No.11355740984</i>	7,428.00	129,491.00
<i>Unga Dispensary -KCB Bank A/C No.1101511818</i>	149,666.70	118,102.70
<i>Ndhuru Dispensary -COOP Bank A/C No.1141047938100</i>	2,742.75	108,120.75
<i>Nyamadede- Community Dispensary -Equity Bank A/C 0760193623504</i>	235.65	99,674.65
<i>Alum Beach Dispensary -KCB Bank A/C No.1135908486</i>	27,930.40	123,817.00
<i>Okok Dispensary -COOP Bank A/C No.1141047986500</i>	75,408.00	
<i>Chuoeye Dispensary -KCB Bank A/C No.1113917709</i>	0.70	104,307.70
<i>ChuthBer Dispensary -COOP Bank A/C No.1141456703000</i>	123,857.00	127,164.00
<i>OmboKachieng Dispensary -COOP Bank A/C No.1100047460000</i>	5,432.92	
<i>Maram Dispensary -COOP Bank A/C No.1141292824200</i>	2,588.00	115,728.00
<i>Lwanda Awiti Dispensary -COOP Bank A/C No.1141433196200</i>	3,150.00	108,978.00
<i>Kodula Community Dispensary -KCB Bank A/C No.1177332183</i>	2,762.00	133,611.00
<i>Nyalgosi Dispensary -KCB Bank A/C No.1119816920</i>	353,280.90	116,890.90

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<i>Koduogo Dispensary COOP Bank A/C No.01141456911400</i>	98,775.00	8,750.50
<i>Ponge Community Dispensary -National Bank A/C No.1248046522200</i>	96,124.50	114,034.00
<i>Wikondiek Dispensary -COOP Bank A/C No.1141454777900</i>	43,436.50	113,481.50
<i>Chuh Ber Dispensary-COOP Bank A/C No.01141456703000</i>	123,857.00	-
<i>Kachuth Dispensary -COOP Bank A/C No.1141434476800</i>	545.50	107,980.50
<i>Otange Dispensary -COOP Bank A/C No.1141433929000</i>	1,387.50	124,815.50
<i>Randhore Dispensary -COOP Bank A/C 01109433994900</i>	2,187.45	99,159.45
<i>Nyawango Dispensary -COOP Bank A/C No.1141454182600</i>	420,165.35	109,135.35
<i>Randung Dispensary -COOP Bank A/C No.1141047451300</i>	92,224.50	132,135.77
<i>Kimonge Dispensary -KCB Bank A/C No.1119674980</i>	2,175.95	-
<i>Masogo Dispensary -KCB Bank A/C No.1119612144</i>	46,388.60	165,960.60
<i>Kangir Community Dispensary -COOP Bank A/C No.1141589149300</i>	54,461.50	177,342.50
<i>Malela Dispensary -KCB Bank A/C No.1143762061</i>	3,505.50	1,163.50
<i>Obuya Dispensary-COOP Bank A/C No.01141456894200</i>	763.00	141,487.00
<i>Kobuya Community -KCB Bank A/C No.1119685103</i>	198,719.55	118,017.55
<i>Roo Dispensary-COOP Bank A/C No.01141331157400</i>	12,637.70	103,839.70
<i>Lambwe Dispensary -COOP Bank A/C No.1141076920800</i>	247,394.00	127,115.00
<i>Nyamrisra Dispensary -Equity Bank A/C No.076029545280</i>	8,598.00	106,290.00
<i>Rariw Dispensary -COOP Bank A/C No.1141047963500</i>	37,308.20	13,772.20
<i>Agawo Dispensary – KCB Bank A/C No.1135766940</i>	1,431.14	2,350.14
<i>OpembeleCommunity Dispensary-KCB Bankk A/C No.1133706088</i>	-	139,631.50

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<i>Kigwa Dispensary -COOP Bank A/C No.1141047336800</i>	<i>1,968.95</i>	<i>147,549.95</i>
<i>Nyawita Dispensary-COOP Bank A/C No.01141456905300</i>	<i>42,725.91</i>	<i>125,641.91</i>
<i>Ongamo Dispensary – KCB Bank A/C No.1136686991</i>	<i>1,811.50</i>	<i>123,452.50</i>
<i>Got Kamondi Dispensary -KCB Bank A/C No.114268509</i>	<i>184,203.60</i>	<i>145,968.60</i>
<i>Yala Dispensary -COOP Bank A/C No.1141266172400</i>	<i>153,829.40</i>	<i>-</i>
<i>Angiya Dispensary -COOP Bank A/C No.1141330090300</i>	<i>1,000.00</i>	<i>112,303.00</i>
<i>Waware Dispensary -COOP Bank A/C No.1141076827400</i>	<i>3,212.00</i>	<i>110,879.00</i>
<i>Ngodhe Dispensary -COOP Bank A/C No.1141076982600</i>	<i>2,672.00</i>	<i>119,187.00</i>
<i>Nyawawa Dispensary -COOP Bank A/C No.11414569800</i>	<i>7,904.50</i>	<i>-</i>
<i>Yokiya Self Help Dispensary -Equity Bank A/C No.760193043171</i>	<i>1,975.75</i>	<i>111,070.75</i>
<i>Obalwanda Dispensary -Equity Bank A/C No.760293733003</i>	<i>803,642.50</i>	<i>106,682.50</i>
<i>Lwanda Kobitta Dispensary -CO-OP BankA/C No.01100047432600</i>	<i>2,262.84</i>	<i>260,449.84</i>
<i>Nduga Dispensary -COOP Bank A/C No.1141456912500</i>	<i>34,857.00</i>	<i>114,109.00</i>
<i>Ragwe Dispensary -KCB Bank A/C No.1134787510</i>	<i>20,022.05</i>	<i>121,154.05</i>
<i>Ringiti Dispensary –COOP Bank A/C No 01141331762900</i>	<i>4,523.00</i>	<i>97,523.00</i>
<i>Miniambo Community -COOP Bank A/C No.114292373900</i>	<i>37,534.13</i>	<i>172,662.13</i>
<i>Kijawa Dispensary -COOP Bank A/C No.1141076526800</i>	<i>281,165.00</i>	<i>278,397.00</i>
<i>Nyalkinyi Dispensary -COOP Bank A/C No.1141293642900</i>	<i>308,536.05</i>	<i>20,142.05</i>
<i>Nyawango Dispensary -COOP Bank A/C No.1141454182600</i>	<i>420,165.35</i>	<i>-</i>
<i>Ojwando Dispensary -KCB Bank A/C No.1149802065</i>	<i>372.50</i>	<i>146,247.50</i>

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Nyamasi Dispensary -COOP Bank A/C No.1141047485101	655,509.10	104,846.10
Wiga Dispensary -COOP Bank A/C No.11411048182000	105,041.50	21,588.50
GK Prison Dispensary -COOP Bank A/C No.1141293996600	8,741.00	90,467.00
Omiro Dispensary -KCB Bank A/C No.1118846257	32,885.40	127,078.40
Lambwe Forest Dispensary -COOP Bank A/C No.1141292949900	2,190.25	2,261.25
Tala Dispensary -KCB Bank A/C No.1136084053	57,137.50	
Gongo Dispensary -COOP Bank A/C No.1141047541500	2,448.00	12,682.00
Ombek Dispensary -KCB Bank A/C No.1136985387	21,969.80	1,979.80
Malongo Community Dispensary -COOP Bank A/C No.1141293502200	9,322.25	95,946.25
NYS Lambwe Dispensary Project -COOP Bank A/C No.1100048228500	1,027.95	-
Kiwa Island Dispensary -KCB Bank A/C No.1113031379	131.40	174,755.40
Ngegu Dispensary -COOP Bank A/C No.1141848163300	81,001.85	1,802.85
Nyadenda Dispensary -Equity Bank A/C No.760295131198	614.50	107,886.50
Obunga Dispensary -COOp Bank A/C No.11000472212200	107,391.49	164,166.49
Obunga Dispensary -COOp Bank A/C No.01141047221200	26,852.50	
Sino Dispensary -KCB Bank A/C No.1119724015	69,125.80	780.80
Oreno Dispensary -COOP Bank A/C No.1141456109600	10,659.55	119,180.55
Nyandiwa Dispensary-COOP Bank A/C No.01141330322600	49,492.90	1,982.90
Atella Dispensary -KCB Bank A/C No.1137863021	233,624.50	-
Randung Dispensary -COOP Bank A/C No.1100047451300	85,716.77	95,483.50

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Adiedo Dispensary -KCB Bank A/C No.1135740984	7,428.00	-
Remba Dispensary -COOP Bank A/C No.1141331134300	4,309.00	101,283.00
Nyangajo Dispensary -KCB Bank A/C No.1169234526	29,468.00	187,259.00
Kajiei Dispensary -KCB Bank A/C No.11388330453	162,592.00	275,369.00
Nyakweri Dispensary -COOP Bank A/C No.1141330561600	75,059.00	109,302.00
Wakula Dispensary – COOP Bank A/c No 01141076826000	1,172.50	114,035.50
Soklo Dispensary –Coop Bank A/c No 01141330126900	8,350.00	113,643.00
Takawiri Dispensary- Coop Bank A/C No 01141047027200	2,646.00	97,226.00
SimbiKogembo Dispensary -KCB Bank A/C No.1137002360	360.50	134,972.50
Koywech Dispensary -KCB Bank A/C No.1135095639	49,717.00	2,224.00
Rakwaro Dispensary -KCB Bank A/C No.1225537657	64.50	112,824.50
Agawo Dispensary -KCB Bank A/C No.1135766940	1,431.14	-
Aimo Dispensary – COOP Bank No.01141796064100	10,833.00	104,953.00
Nyambare Dispensary -COOP Bank A/C No.1141456964600	142.00	161,740.00
Obwanda Dispensary – COOP Bank A/C No 01141076503900	504,735.50	2,647.50
Nyalkembo Health CentreA/C 01141293519500	42,150.00	170,655.00
Ngeri Community Health Centre Project A/C 0760199725773	1,456.05	114,697.05
Gingo Community Dispensary A/C-0760278756231	2,833.00	93,582.00
Mwiregwa Dispensary Project A/C 0760193717689	2.85	112,556.35
Msare Health Centre CO-OP BANK A/C 01141076462200	2,064.15	115,244.15
Magawo Dispensary KCB A/C 1179973852	2,017.00	109,276.00

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<i>Ngolo Dispensary KCB A/C 1224958985</i>	<i>136,837.50</i>	<i>119,948.50</i>
<i>Alaro Dispensary KCB A/C 1255376104</i>	<i>136,102.00</i>	<i>236,947.00</i>
<i>Agera Community Dispensary KCB A/C 1255430788</i>	<i>101,911.00</i>	<i>96,684.00</i>
<i>Kilusi Health Centre KCB A/C 1216487464</i>	<i>1,481.00</i>	<i>95,633.00</i>
<i>Miorre Dispensary Coop Bank A/C 01141331298200</i>	<i>2,216.00</i>	<i>88,955.00</i>
<i>Litare Dispensary KCB Bank A/C 1269891367</i>	<i>1,398.80</i>	<i>89,426.00</i>
<i>Kipasi Community Health Centre</i>	<i>1,600.00</i>	<i>102,920.00</i>
<i>Ogando Dispensary KCB A/C 1183734816</i>	<i>3,972.00</i>	<i>188,321.00</i>
<i>Nyamanga Dispensary Coop Bank A/C 01141637025400</i>	<i>4,261.85</i>	<i>99,128.85</i>
<i>Kabongo Dispensary KCB A/C 1255130679</i>	<i>1,200.00</i>	<i>95,521.00</i>
<i>Abuoro Dispensary Coop Bank A/C 01141637889000</i>	<i>2,792.00</i>	<i>1,675.00</i>
<i>Oyombe Health Centre co-op bank a/c 01141982305600</i>	<i>655.00</i>	<i>-</i>
<i>Gilbert Obora pedo health center</i>	<i>5,734.63</i>	<i>-</i>
<i>Kakrigu Health Centre KCB A/C 1273533763</i>	<i>1,546.00</i>	<i>-</i>
<i>Amuono Health Centre A/C 0980281306657</i>	<i>7,127.50</i>	<i>-</i>
<i>Odaso Dispensary co-op bank a/c 01141982306000</i>	<i>1,355.00</i>	<i>-</i>
<i>Dol Koderia Dispensary KCB A/C 1224818350</i>	<i>3,264.70</i>	<i>-</i>
<i>Homa Hill Health Centre CO-OP Bank A/C 01141981826800</i>	<i>97,567.90</i>	<i>-</i>
<i>Midland Health Centre co-op bank a/c 01141796682700</i>	<i>355.00</i>	<i>-</i>
<i>Okita Dispensary KCB A/C 1266287876</i>	<i>731.00</i>	<i>-</i>
<i>Bala Health Centre CO-OP Bank a/c 01141983237300</i>	<i>830.00</i>	<i>-</i>
<i>Dudu Health Centre CO-op Bank A/C 01141982300400</i>	<i>1,520.00</i>	<i>-</i>

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<i>Ojunge Health Centre Co-op Bank A/C 01141590292600</i>	28,779.00		-
<i>God Agak Health Centre Co-op Bank A/C 01141982303800</i>	1,435.00		-
<i>Rapedhi Health Centre Co-op Bank a/c 01141940001300</i>	495.00		-
<i>Kirambo Dispensary Co-op Bank A/C 01141332169500</i>	2,705.00		-
<i>Dwele Dispensary Co-op Bank A/C 01141332169801</i>	2,950.00		-
<i>Wandiji Health Centre Co-op Bank A/C 01141982304000</i>	975.00		-
<i>Temo Health Centre Co-op Bank A/C 01141332169600</i>	975.00		-
<i>Nyamogo Dispensary Co-op Bank A/C 01141637938000</i>	2,355.00		-
<i>Kamagak Health Centre Co-op Bank A/C 01141796570000</i>	600.50		-
<i>Ogwang Bware Health Centre Co-op Bank A/C 01141982300300</i>	3,975.00		-
<i>Imbo Health Centre Co-op Bank A/C 01141982300600</i>	7,955.00		-
SUB TOTAL	26,157,548.23	22,360,648.02	
GRAND TOTAL	18,992,407.74	2,352,125,342.02	

13. ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

Description	2021-2022	2020-2021
	Kshs	KShs
Debtors and staff imprest	11,600,000	14,000,000
Total	11,600,000	14,000,000

14. ACCOUNTS PAYABLE

Description	2021-2022	2020-2021
	Kshs	KShs
Deposits and Retention	27,080,569	20,093,951
Total	27,080,569	20,093,951

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15. FUND BALANCE BROUGHT FORWARD

Description	2021-2022	2020-2021
	Kshs.	KShs
Bank accounts	2,346,031,390	886,748,289
Total	2,346,031,390	886,748,289

16. KRA AGENCY NOTICE RECOVERIES

Description	2021-2022	2020-2021
	kshs	Kshs
KRA AGENCY NOTICE: P051419131B	100,000,000	-
KRA AGENCY NOTICE: P051419131B	34,356,244	-
KRA AGENCY NOTICE: P051419131B	79,000,000	-
KRA AGENCY NOTICE: P051419131B	11,049,228	-
KRA AGENCY NOTICE: P051419131B	31,881,822	-
KRA AGENCY NOTICE: P051419131B	34,944,170	-
KRA AGENCY NOTICE: P051419131B	50,650,875	-
KRA AGENCY NOTICE: P051419131B	53,382,710	-
KRA AGENCY NOTICE: P051419131B	44,658,950	-
KRA AGENCY NOTICE: P051419131B	69,175,365	-
KRA AGENCY NOTICE: P051419131B	93,168,184	-
	602,267,548	-

11. OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE - PENDING BILLS (See Annex 5)

	Balance b/f FY 2020/2021	Additions for the period	Paid during the year	Balance c/f FY 2021/2022
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings	166,546,335	67,456,000	157,954,168	76,048,167
Construction of civil works	354,166,995	646,890,804	342,412,373	658,645,426
Supply of goods	9,168,145	130,134,000	13,364,469	125,937,676
Supply of services	6,638,387	24,567,000	9,508,220	21,697,167
Total	536,519,863	869,047,804	523,239,230	882,328,436

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2. COVID-19 FUNDS

Covid -19 Funds	2021-2022	2020-2021
	Kshs	Kshs
Receipts		
Receipts from the National Government to fight Covid-19	-	165,837,000
Other donations for Covid-19 received directly (DANIDA)	-	7,455,000
Others- Contribution by County Government	-	47,802,057
Total Receipts	-	221,094,057
Payments		
Purchase of Covid 19 materials- masks, sanitizers etc	-	32,952,700
Purchase of beds and ICU units	-	109,283,357
Other expenses- Salary and Allowances for Health Workers under COVID 19 Unit	-	74,838,000
Other Expenses- Fuel, Printing, Publications, Hotels	-	4,020,000
Total payments	-	221,094,057

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Other Important Disclosures (continued)

1. Related Party Disclosures

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

The following comprise of related parties to the County Executive:

- i) Key management personnel that include the Governor, the Deputy Governor Members of the County Assembly, CECs and Chief Officers for various County Ministries and Departments.
- ii) County Ministries and Departments.
- iii) The National Government.
- iv) Other County Governments Entities and
- v) State Corporations and Semi-Autonomous Government Agencies.

Related party transactions

	2021-2022	2020-2021
	Kshs	Kshs
Key Management Compensation (Governors, CEC Members and COs)	-	-
<u>Transfers to related parties</u>		
Transfer to the County Assembly	1,177,145,243	946,678,121
Transfers to HOMA WASCO		
Total Transfers to related parties	1,177,145,243	946,678,121
<u>Transfers from related parties</u>		
Transfers from the Exchequer	7,408,733,152	7,321,214,700
Transfers from MDAs	147,411,826	463,805,472
Transfers from SCs and SAGAs- National Government	-	307,952,427
Total Transfers from related parties	7,556,144,978	8,094,972,599

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12. PROGRESS ON FOLLOW UP ON PRIOR YEAR AUDITOR'S RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	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)
2.2	Revenue records examined reflects nil collection on liquor licensing fees against an amount of Kshs. 2,845,035 budgeted for the year under review. However, Management did not prepare and submit for audit the financial statements of the Alcoholic Drinks Control Fund. In addition, records on bank statements, liquor outlets and licenses issued were not provided for audit review. As a result, the accuracy, completeness and validity of the nil liquor licensing fees reported in the year under review could not be confirmed.	<i>The management concurs with the auditor's observation that the financial statements for Alcoholic Drinks Control Fund were not prepared and submitted. However, the Financial statements, records of bank statements, and liquor licenses and outlets issued are now available for verification.</i>	Director, Trade	Resolved	N/A

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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)
4.1	Note 7 to the financial statements reflects an expenditure on use of goods and services of Kshs. 723,640,750 which includes an amount of Kshs.48,588,801 for contracted professional services. The latter further includes an expenditure of Kshs. 3,049,500 incurred on survey of mineral sites services. The scope of works involved survey of mining zones, to establish extents of minerals in eight (8) sub-counties; produce and retrieve mineral quantities in data base; and submit a final report. However, review of records revealed that the consultant had been paid and yet final report indicating the mineral quantities in data base had not been submitted to the County. In the circumstance, the validity and propriety of the expenditure of Kshs.	<i>Management wishes to state that the payment to Icomap Surveys Ltd was processed through the IFMIS before the year ended. However, the payment was voided due to non-submission of the actual report by the contractor.</i>	Chief Officer, department of lands	Resolved	

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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)
	3,049,500 could not be confirmed.				
3.0	Disclosed in Annexure 5 in the financial statements are pending account payables amounting to Kshs. 536,519,863 which were not settled during the year under review but were carried forward to 2021/2022 financial year. However, examination of the supporting schedules provided shows that the above pending bills excludes bills totaling Kshs 24,245,883 owed to Kenya Power & Lighting Company (KPLC) and relating to the following projects/services as communicated by the National Treasury through Circular No 16/2021, dated 22 December, 2021:	<i>The management concurs with the auditor's observation that the pending bills of kshs. 24,245,882 related to KPLC were not included in the pending bills figure of kshs. 536,519,863. This was due to the fact that the management was in the process of reconciling with the KPLC management. However, the pending bills of kshs. 24,245,882 in relation to KPLC have now been included in the pending bills for the FY 2021-2022 and have been considered for payment.</i>	Chief Officer, Finance	Resolved	

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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)
4.0	In addition, an amount of Kshs. 573,023,250 was released on 2 July, 2021 by the National Treasury on the budgeted funds for 2020/2021. Late release of the exchequers may have had adverse effects on the implementation of the planned activities and projects by the County Government of Homa Bay for the year ended 30 June, 2021.	<i>The management concurs with the auditor's observation and is in consultation with the National Treasury to ensure timely release of funds in the subsequent financial years.</i>	National Treasury and National Government	Resolved	
1.0	Note 15 to the financial statements reflects accounts receivables – outstanding imprests of Kshs.14,000,000 which were not surrendered within seven (7) days after the imprest holders had returned to their duty station. This is contrary to Regulation 93(5) of the Public Finance Management (County Governments) Regulations, 2015 which states that a holder of a temporary imprest shall account or surrender the imprest within seven (7)	<i>The management wishes to state that the Outstanding Imprests were still active by the end of the Financial year 2020-2021. However, the imprests have since been surrendered and the surrender vouchers are available for audit verification.</i>	Accountants in charge	Resolved	

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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)
	working days after returning to duty station.				
2.2	The expenditure of Kshs. 3,046,590,411 in respect of compensation of employees which includes an amount of Kshs. 157,118,409 relating to personal allowances paid as part of salaries. Review of manual payrolls for the year under review revealed that allowances amounting to KShs.1,644,000 and comprising non-practicing allowance- Ksh.864,000, extraneous allowance- Ksh.420,000, and as emergency call allowance- Kshs. 360,000 were paid to a member of the County Executive Committee (CEC) in the year under review. The payments were made in breach of the Kenya Gazette No. 6518 of Vol. CXIX, Notice No. 89 dated 7th July, 2017 on remuneration and	<i>The management will concur with Auditors observation that the County Executive Committee Member for Human Resources was paid Non-practicing allowance of Kshs. 864,000, extraneous allowance Kshs. 420,000 Emergency allowance of Kshs. 360,000 paid in the year under review. However, County Government Homa Bay has realised this anomaly and irregularly allowances are to be recovered from employee.</i>	Human Resource Manager	Resolved	

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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)
	benefits for state officers in the County Government which requires members of the County Executive Committee (CEC) to be paid a gross wage remunerative package of Kshs. 259,875 per month. Further the gazette notice states that any benefits and allowances not specified in the gazette notice are not payable unless otherwise set by SRC. Consequently, management was in breach of the law.				
2.3.1	Review of IPPD system and Manual Payroll records indicates that the Executive made deductions in respect of pay as you earn (PAYE) totaling Kshs. 528,142,572 during the year under review. However, review of the bank account funds transfer records and Kenya Revenue Authority (KRA)	<i>The management wishes to state that the County Government deducted and remitted all the PAYE from the employees to the Commissioner of domestic taxes through the County's Salaries Accounts held at Equity bank, KCB</i>	County-KRA corre		

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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)
	payment slips revealed that only an amount of Kshs. 223,460,774 was remitted, leaving a balance of Kshs. 304,681,798. This is contrary to Rule 10 of Income Tax (P.A.Y.E) Rules, 1973 which sets the due date for paying PAYE deductions to before the tenth day following the end of every month or before any other day which may be notified to him by the Commissioner. Consequently, the Executive risks incurring avoidable costs in form of penalties and interest in line with section 37(2) of the Income Tax Act which allows the Commissioner to impose a penalty of 25% of the amount of tax involved if an employer paying emoluments to an employee fails to deduct tax or account for tax deducted.	<i>Bank and Homa Bay County Revenue Account at the Central Bank of Kenya</i>			

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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)
2.3.2	Review of IPPD system and Manual Payroll records indicates that the Executive made deductions in respect of National Hospital Insurance Fund (NHIF) totaling Kshs. 63,437,950 during the year under review. However, review of records revealed that only an amount of Kshs 10,800,250 was remitted, leaving a balance of Kshs. 52,637,700. This is contrary to Section 15 of the National Hospital Insurance Act Fund, 1998 and Regulation 5 of the National Hospital Insurance Fund (Standard and Special Contributions) Regulations that set the due date for paying in of NHIF deductions at the first day of the month following the one deduction is made Consequently, the Executive risks incurring avoidable costs in form of penalties and interest	<i>The management wishes to state that in the financial year under review, the County Government deducted and remitted a total of Kshs. 63,436,300 from monthly payrolls to the National Hospital Insurance Fund (NHIF)</i>	Officer in charge of Statutory deductions	Resolved	

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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)
	in line with Section 18(1)(b) of the NHIF Act, 1998 which sets the penalty for late payment at two times the amount of the contribution during each month during which the contribution remains unpaid.				
2.3.3	Review of IPPD system and Manual Payroll records indicates that the Executive made deductions in respect of National Social Security Fund (NSSF) totaling Kshs. 9,824,657 during the year under review. However, review of records revealed that only an amount of Kshs. 2,506,400 was remitted, leaving a balance of Kshs. 7,318,257. This is contrary to Section 27 (1) of the National Social Security Fund Act, 2013 which prescribes that deductions are to be paid in within one month after the end of the month in which the last day of the contribution period fell.	<i>The management wishes to state that in the financial year under review, the County Government deducted and remitted a total of Kshs. 8,035,308 from monthly payroll to the National Social Security Fund (NSSF)</i>	Officer in charge of statutory deductions	Resolved	

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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)
	Consequently, the Executive risks incurring avoidable costs in form of penalties and interest in line with Section 27(1) of the NSSF Act, 2013 specifies a penalty of five percent of the amount of the contribution.				
2.3.5	Review of IPPD system and Manual Payroll records indicates that the Executive made pensions deductions totaling Kshs. 166,512,645, comprising Local Authority Pension Fund (LAPF) of Kshs. 124,480,651 and Local Authority Trust Fund (LAPTRUST) of Kshs. 42,031,993 during the year under review. However, review of records revealed that only an amount of Kshs. 27,108,954 was remitted, leaving a balance of Kshs. 139,403,691 comprising LAPF - Kshs. 104,123,962 and LAPTRUST- Kshs. 35,279,729.	<i>The management wishes to state that in the financial year under review, the County Government deducted and remitted a total of Kshs. 124,479,001.40 to Local Authority Pension Fund (LAPF) and Kshs. 42,031,992.45 to the Local Authority Trust Fund (LAPTRUST)</i>	Officer in charge of statutory deductions	Resolved	

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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)
	Consequently, the Executive risks incurring avoidable costs in form of penalties and interest in line with Section 53A (1) of the Retirement Benefits Act which provides that, where an employer fails to remit deductions from an employee's emoluments to a retirement benefits scheme within 15 days of the deduction, the scheme may institute proceedings for recovery of the deduction after giving the employer at least seven days' notice. Under Section 53A (3), any amount that is subject to summary recovery proceedings attracts compound interest at the rate of 3% per month.				
3.2.1	The expenditure of Kshs. 1,539,640,946 on acquisition of assets as disclosed on Note 11 to the financial statements includes an amount of Kshs. 586,587,756 for infrastructure and civil works. The latter	<i>The management wishes to state that the contractor has resumed works and the works are nearing completion.</i>	Chief Officer, Department of Water	Resolved	31/12/2022

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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)
	includes an amount of Kshs. 3,764,952 paid to a contractor in respect of construction of Obanda Water Pan at a contract sum of Kshs.4,578,568. Physical verification on 21 October, 2021 revealed that works were incomplete and the contractor was not on site. Consequently, the regularity and value for money of the amount of Kshs. 3,764,952 spent during the year ended 30 June, 2021 could not be confirmed.				
3.2.3	The expenditure on other infrastructure and civil works of Kshs. 586,587,756 includes an amount of Kshs. 5,700,000 paid in respect of construction of Post-Harvest Grain Handling Facility-Suba North Sub County. The contract was awarded in the financial year 2015/2016 at a contract sum of Kshs. 23,139,180 and was to be	<i>The management wishes to state that the delay in the completion of the project was attributed to late disbursement of funds from National Treasury. However, the project is at 99% completion and the contractor is</i>	Chief Officer, Department of Agriculture	Resolved	

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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)
	carried out in forty two (42) weeks with a commencement date of 8 June, 2016. Variations on bill of quantities were done to the tune of Kshs. 5,705,265 on 2 October, 2020 and there was a request for extension of contract by a period of seven (7) weeks by the contractor on 3 March 2021. However, review of records and physical verification on 17 November 2021 indicated that payments totalling Kshs. 20,450,395 had been paid to the contractor to date and the project was yet to be completed and handed over to the County Executive of Homa Bay. Consequently, the regularity and value for money for the expenditure of Kshs. 20,450,395 incurred so far on the project could not be confirmed.	<i>on site. Further, proof of approval of extension of the project timeline, project implementation work plans have been attached for audit verification. Photographs have also been attached to show the current status of the project.</i>			

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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)
5.0	As reported in the previous years, the Department of Trade and Industrialization had in June, 2014 contracted a firm to supply and install a nine (9) ton-per-hour animal feed processing mill for the Homa Bay Feeds Industries Limited at a cost of Kshs.42, 245,280. However, an audit inspection conducted in November, 2021 revealed that the equipment had not been installed in spite of payments totaling Kshs. 16,000,000 having been made to the contractor in the previous year. As a result, the regularity and validity of the expenditure on the project could not be confirmed and the resident of Homa Bay may not enjoy the benefits of the equipment.	<i>The management wishes to state that Animal feeds equipment was delivered awaiting installation and commissioning. The delivery note and relevant documentation has been attached for a verification.</i>	Chief officer, department of trade and industry	resolved	

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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)
6.1	Review of projects implementation status report as at 30 June, 2021 provided for audit review revealed that projects budgeted at Kshs. 2,311,837,168 were to be implemented while the County Executive implemented projects amounting to Kshs. 1,539,640,946 during the year ended 30 June, 2021	<i>The management wishes to state that the under expenditure in the budget as observed by the auditor was occasioned by late disbursement of funds from the National Treasury amounting to Kshs. 573,023,250 being equitable share for the months June 2021 and was received on 2nd July, 2021 and donor funds amounting to kshs. 199,172,972 released to the County after 30 June 2021</i>	CEC-M Finance	resolved	
1.0	Audit review of human resource records revealed that the county executive has been operating without an approved staff establishment to ensure that appropriate systems, procedures, structures, skilled and competent	<i>The management wishes to concur with the Auditors observation that the County Government of</i>	Human Resource Manager	Unresolved	

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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)
	staff are in place at the optimal level to deliver its mandate to the people of Homa Bay county. Consequently, it was not possible to ascertain whether the total staff in the employment of the Homa Bay county executive is at the optimal operating level.	<i>Homa Bay has no approved staff establishment.</i> <i>The National Government through the Ministry of Public Service, Youth and Gender Affairs Launched an Inter-Agency Technical Committee (IATC) for the Capacity Assessment and Rationalization of the Public Service (CARPS) Programme as a joint initiative between the National and County</i>			

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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)
		<i>Governments with overall objective of ensuring that government functions are properly structured and capacity built to facilitate transformation of the Public Service for efficient and effective service delivery both at the National and County Governments. The revised comprehensive institutional framework which includes the Private Sector</i>			

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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)
		<i>and other key stakeholders for the CARPS Programme was gazetted by the Cabinet Secretary for the Ministry of Public Service, Youth and Gender Affairs on 22nd July, 2016 via gazette notice No.5556.</i> <i>The reporting to the Intergovernmental Steering Committee by the various Committees is ongoing and an implementation framework will be</i>			

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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)
		<i>agreed upon in due course by the various stakeholders.</i> <i>Hence, the County has been waiting for the advisory on the same by the Intergovernmental steering committee for it to come up with an approved staff establishment.</i> <i>However, the County Government of Homa Bay is at an advanced stage of developing an approved staff establishment. We have already</i>			

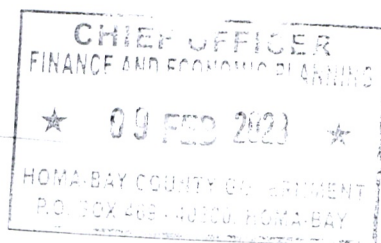
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<i>identified the Kenya School of Government as the main consultant to guide the process.</i>			

CEC, County Treasury

Sign.....

Date.....



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13. ANNEXES

**ANNEX 1 – ANALYSIS OF TRANSFERS FROM THE COUNTY REVENUE
FUND ACCOUNT FOR FINANCIAL YEAR 2021-2022**

DATE	RECURRENT	DEVELOPMENT	CONDITIONAL GRANTS	TOTAL
13.07.2021	279,386,663.00			279,386,663.00
16.07.2021		127,000,000.00		127,000,000.00
16.07.2021		216,000,000.00		216,000,000.00
13.07.2021			65,675,301.00	65,675,301.00
06.09.2021	90,000,000.00			90,000,000.00
06.09.2021	304,747,699.00			304,747,699.00
08.09.2021	100,000,000.00			100,000,000.00
17.09.2021	118,661,112.00			118,661,112.00
17.09.2021	306,338,888.00			306,338,888.00
	1,199,134,362.00	343,000,000.00	65,675,301.00	1,607,809,663.00
06.10.2021	114,190,961.00			114,190,961.00
06.10.2021	306,076,736.00			306,076,736.00
25.10.2021		419,000,000.00		419,000,000.00
02.11.2021	28,940,256.00			28,940,256.00
02.11.2021	35,000,000.00			35,000,000.00
02.11.2021	282,765,730.00			282,765,730.00
24.11.2021	30,234,679.00			30,234,679.00
24.11.2021	300,945,934.00			300,945,934.00
02.12.2021	146,000,000.00			146,000,000.00

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09.12.2021		54,003,933.00		54,003,933.00
09.12.2021		76,996,067.00		76,996,067.00
24.12.2021		74,308,214.00		74,308,214.00
24.12.2021		125,691,786.00		125,691,786.00
	1,244,154,296.00	750,000,000.00	-	1,994,154,296.00
10.01.2022	37,072,348.00			37,072,348.00
10.01.2022	305,913,926.00			305,913,926.00
20.01.2022		14,000,000.00		14,000,000.00
15.02.2022	3,000,000.00			3,000,000.00
15.02.2022	45,867,086.00			45,867,086.00
15.02.2022	60,000,000.00	128,000,000.00		188,000,000.00
15.02.2022	280,192,428.00			280,192,428.00
07.03.2022	44,235,918.00			44,235,918.00
07.03.2022	104,350,000.00			104,350,000.00
07.03.2022		150,000,000.00		150,000,000.00
07.03.2022	282,555,285.00			282,555,285.00
	1,163,186,991.00	292,000,000.00	-	1,455,186,991.00
05.04.2022	51,165,751.00			51,165,751.00
05.04.2022	99,500,000.00			99,500,000.00
05.04.2022	281,894,847.00			281,894,847.00
06.04.2022		47,688,211.00		47,688,211.00
06.04.2022		83,311,789.00		83,311,789.00

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04.05.2022	24,000,000.00			24,000,000.00
04.05.2022		55,000,000.00		55,000,000.00
12.05.2022	17,000,000.00			17,000,000.00
12.05.2022	49,388,210.00			49,388,210.00
12.05.2022	51,705,120.00			51,705,120.00
12.05.2022		125,611,790.00		125,611,790.00
12.05.2022	281,509,188.00			281,509,188.00
15.06.2022		26,098,105.00		26,098,105.00
15.06.2022	51,800,000.00			51,800,000.00
15.06.2022	79,500,000.00			79,500,000.00
15.06.2022		191,751,773.00		191,751,773.00
15.06.2022	281,332,719.00			281,332,719.00
29.06.2022			81,736,525.00	81,736,525.00
29.06.2022	150,500,000.00			150,500,000.00
29.06.2022		468,500,000.00		468,500,000.00
	1,419,295,835.00	997,961,668.00	81,736,525.00	2,498,994,028.00
	SUMMARY			
	EXCHEQUER Q1	1,607,809,663.00		
	EXCHEQUER Q2	1,994,154,296.00		
	EXCHEQUER Q3	1,455,186,991.00		
	EXCHEQUER Q4	2,498,994,028.00		
	TOTAL	7,556,144,978.00		

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**ANNEX 2 – ANALYSIS OF CONDITIONAL GRANTS RECEIVED FOR
FINANCIAL YEAR 2021-2022**

CONDITIONAL GRANTS FROM NATIONAL GOVT	ORIGINAL BUDGET	FINAL BUDGET	AMOUNT RECEIVED	BALANCE
YOUTH POYTECHNIC	-			
LEASING OF MEDICAL EQUIPMENTS	153,297,872	153,297,872		153,297,872
KENYA ROAD BOARD (RMLF)	-	-		
AGRICULTURAL SECTOR DEV SUPPORT PROGRAMME(ASDSP II)	31,096,673	31,096,673	3,000,000	18,986,707
TOTAL	184,394,545	184,394,545	3,000,000	172,284,579
LOANS AND GRANTS FROM DEV.PARTNEERS				
DANIDA	14,936,625	14,936,625	7,468,813	7,467,812
TRANSFORMING HEALTH CARE PROJECT (THUSCP)	70,450,834	70,450,834	-	70,450,834
NARIGP	279,115,289	279,115,289	100,631,783	178,483,506
KENYA DEVOLUTION SUPPORT PROGRAMME(KDSP)	-	-		
KENYA URBAN SUPPORT PROJECT(KUSP-UDG)	-	65,000,000	81,175,301	(16,175,301)
KENYA URBAN SUPPORT PROJECT(KUSP-UIG)	-	-		
UNFPA	8,864,000	8,864,000		8,864,000
KENYA INFORMAL SETTLEMENT IMPROVEMENT PROJECT (KISIP)	50,000,000	50,000,000		
TOTAL	423,366,748	488,366,748	189,275,897	249,090,851

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**ANNEX 3– SUMMARY OF TRANSFERS TO COUNTY ASSEMBLY FOR THE
YEAR ENDED 30 JUNE 2022**

	DETAILS OF TRANSFER	RECURRENT	DEVELOPMENT
DATE	TRANSFERS	KSHS	KSHS
01.07.2021	TRANSFER TO COUNTY ASSEMBLY	67,778,121	
08.07.2021	TRANSFER TO COUNTY ASSEMBLY	98,000,000	
06.09.2021	TRANSFER TO COUNTY ASSEMBLY	42,439,102	
08.09.2021	TRANSFER TO COUNTY ASSEMBLY	37,560,898	
05.10.2021	TRANSFER TO COUNTY ASSEMBLY	41,459,602	
07.10.2021	TRANSFER TO COUNTY ASSEMBLY	78,540,398	
03.11.2021	TRANSFER TO COUNTY ASSEMBLY	57,474,165	
05.11.2021	TRANSFER TO COUNTY ASSEMBLY	9,115,327	
05.11.2021	TRANSFER TO COUNTY ASSEMBLY	33,410,508	
29.11.2021	TRANSFER TO COUNTY ASSEMBLY	10,915,706	
29.11.2021	TRANSFER TO COUNTY ASSEMBLY	29,224,993	
29.11.2021	TRANSFER TO COUNTY ASSEMBLY	59,859,301	
31.12.2021	TRANSFER TO COUNTY ASSEMBLY	11,035,991	
31.12.2021	TRANSFER TO COUNTY ASSEMBLY	31,602,496	
31.12.2021	TRANSFER TO COUNTY ASSEMBLY	57,361,513	
12.01.2022	TRANSFER TO COUNTY ASSEMBLY	5,000,000	
12.01.2022	TRANSFER TO COUNTY ASSEMBLY	20,000,000	
16.02.2022	TRANSFER TO COUNTY ASSEMBLY	110,000,000	
10.03.2022	TRANSFER TO COUNTY ASSEMBLY	45,000,000	
21.03.2022	TRANSFER TO COUNTY ASSEMBLY	35,000,000	
22.04.2022	TRANSFER TO COUNTY ASSEMBLY	10,732,950	
22.04.2022	TRANSFER TO COUNTY ASSEMBLY	13,454,133	
22.04.2022	TRANSFER TO COUNTY ASSEMBLY	25,812,917	
22.04.2022	TRANSFER TO COUNTY ASSEMBLY	30,000,000	
23.05.2022	TRANSFER TO COUNTY ASSEMBLY	11,269,209	
25.05.2022	TRANSFER TO COUNTY ASSEMBLY	20,000,000	
25.05.2022	TRANSFER TO COUNTY ASSEMBLY	33,150,679	
25.05.2022	TRANSFER TO COUNTY ASSEMBLY	15,580,112	
15.06.2022	TRANSFER TO COUNTY ASSEMBLY	10,782,309	
15.06.2022	TRANSFER TO COUNTY ASSEMBLY	69,217,691	
29.06.2022	TRANSFER TO COUNTY ASSEMBLY	56,367,122	
	TOTAL	1,177,145,243	
	GRAND TOTAL	1,177,145,243	

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ANNEX 4– ANALYSIS OF PENDING ACCOUNTS PAYABLE FOR THE YEAR ENDED 30 JUNE, 2022

Supplier of Goods or Services	Outstanding Balance 2020/2021	Additions for the Year 2021/2022	Amount Paid To-Date	Outstanding Balance 2021/2022	Comments
	A	B	C	d=a+b-c	
	Kshs.	Kshs.	Kshs.	Kshs.	
Construction of buildings					
1. Construction of buildings	166,546,335	67,456,000	157,954,168	76,048,167	
Sub-Total	166,546,335	67,456,000	157,954,168	76,048,167	
Construction of civil works					
2. Construction of civil works	354,166,995	646,890,804	342,412,373	658,645,426	
Sub-Total	354,166,995	646,890,804	342,412,373	658,645,426	
Supply of goods					
3. Supply of Goods	9,168,145	130,134,000	13,364,469	125,937,676	
Sub-Total	9,168,145	130,134,000	13,364,469	125,937,676	
Supply of services					
4. Supply of services	6,638,387	24,567,000	9,508,220	21,697,167	
Sub-Total	6,638,387	24,567,000	9,508,220	21,697,167	
Grand Total	536,519,863	869,047,804	523,239,230	882,328,436	

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**ANNEX 5 – SUMMARY OF NON-CURRENT ASSET REGISTER FOR THE
YEAR ENDED 30 JUNE, 2022**

Asset class	Historical Cost b/f (KShs) 2020/2021	Additions during the year (KShs)	Disposals during the year (KShs)	Transfers in/(out) during the year (KShs)	Historical Cost c/f (KShs) 2021/2022
Office equipment, furniture and fittings	13,846,440	24,541,759	-	-	38,388,199
Specialised Plant, Equipment and Machinery	159,611,029	246,513,678	-	-	406,124,707
Other Assets in form of Services					
Construction of Roads	1,057,122,719	898,459,937	-	-	1,955,582,656
Other Infrastructure and civil works	1,568,975,084	576,900,005	-	-	2,145,875,089
Refurbishment of Buildings- Non- Residential	77,832,406	61,789,564	-	-	139,621,970
Construction of Buildings- Non- Residential	431,569,149	406,410,170	-	-	837,979,319
Total	3,308,956,827	2,214,615,113	-	-	5,523,571,940

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ANNEX 6– INTER-ENTITY TRANSFERS FOR THE YEAR ENDED 30 JUNE, 2022

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Amount transferred Kshs	Amount Confirmed as received Kshs
1	County Assembly	245,778,121	320,000,000	315,000,000	296,367,122	1,177,145,243	1,177,145,243
3	KUSP-UDG	65,685,635				65,685,635	65,685,635
3	NARIGP	6,853,899	100,229,263			107,485,682	107,485,682
4	Village Youth Polytechnic					-	-
5	ASDP II	25,542,272				25,542,272	25,542,272
6	Road Levy Fund					-	-
7	USER FEES					-	-
8	DANIDA						
	Total	343,859,927	420,229,263	315,000,000	296,367,122	1,375,858,832	1,375,858,832