

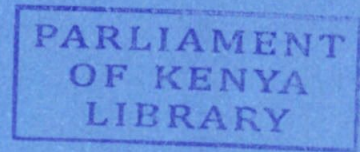
REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF



THE AUDITOR-GENERAL

ON

COUNTY REVENUE FUND

**FOR THE YEAR ENDED
30 JUNE, 2024**

COUNTY GOVERNMENT OF UASIN GISHU

PAPERS LAID	
DATE	6/3/2025
TABLED BY	Dep. Moy Whip
COMMITTEE	
CLERK AT THE TABLE	Maadim



COUNTY REVENUE FUND
COUNTY GOVERNMENT OF UASIN GISHU
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2024

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

OFFICE OF THE AUDITOR GENERAL
ELDORET REGIONAL OFFICE

29 NOV 2024

RECEIVED
P. O. Box 2774 - 30100, ELDORET

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

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County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

1. Acronyms and glossary of terms

a) Acronyms

CA	County Assembly
COB	Controller of Budget
CRF	County Revenue Fund
FY	Financial Year
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OSR	Own Source Revenue
PFMA	Public Finance Management Act
PSASB	Public Sector Accounting Standards Board
ROR	Receiver of Revenue
Kshs	Kenya Shillings
ROR	Receiver of Revenue
CECM	County Executive Committee Member
CO	Chief Officer
HE	His Excellency
CAIPS	County Aggregate Industrial Park
FLOCCA	
NAVCDP	National Agricultural Value Chain Development Project
Comparative FY	Comparative Prior Financial Year
Fiduciary Management	The key management personnel who had financial responsibility

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

2. Key Entity Information and Management

a) Background information

Article 207 of the Constitution of Kenya provides for the establishment of the County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government.

b) Key Management Team

The County Revenue Funds day-to-day management is under the following key organs:

No.	Designation	Name
1.	CECM Finance and Economic planning	MICAH KIPKOSGEI ROGONY
2.	C.O Finance	ELIUD CHEMAGET
3.	Director Accounting Services/Finance	SILAS K.RONOH

c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 20xx and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	CECM Finance and Economic Planning	MICAH K.ROGONY
2.	Accounting Officer in charge of Finance	ELIUD K.CHEMAGET
3.	Director Accounting Services/Finance	SILAS K.RONOH

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

d) Fiduciary Oversight Arrangements

Finance committee activities

- Investigate, inquire into and report on all matters related to coordination, control and monitoring of the County budget;
- Discuss and review the estimates and make recommendations to the House;
- Examine the County Fiscal Strategy Paper presented to the House;
- Examine Bills related to the County budget, including Appropriations Bills;

Public Accounts and Investment committee

- Examination of the accounts showing the appropriations of the sum voted by the House to meet the public expenditure and of such other accounts laid before the House as the Committee may think fit; and
- Examination of the working of the county public investments.
- The Public Accounts and Investments Committee shall further:
 - (a) Examine the reports and accounts of the public investments;
 - (b) Examine the reports, if any, of the Auditor General on the public investments; and
 - (c) Examine in the context of the autonomy and efficiency of the public investments, whether the affairs of the public investments, are being managed in accordance with sound financial or business principles and prudent commercial practices.

Budget and Appropriation committee

- Evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlays; and
- Consider all matters related to economic policies, planning, projects and programmes as proclaimed by the County Executive through reports, papers and speeches made by the Governor and those officers appointed by him or her; and all matters related to finance in the County Government other than the specific documents dealing with issues of the annual budget as specified in the Public Finance Management Act, 2012

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

e) County Headquarters

P.O. Box 40 - 30100
County Hall Building
Uganda Road
Eldoret, KENYA

f) County Contacts

Telephone: (254) -053 - 2016215
053- 20162125
053- 2016600
E-mail: info@uasingishu.go.ke
Website: www.uasingishu.go.ke

g) County Bankers

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
NAIROBI, KENYA

h) Independent Auditor

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

i) Principal Legal Adviser

The County Attorney
County Hall Office
P.O. Box 40,
Eldoret

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

3. Statement by the CECM Finance

County governments in Kenya are one of the two arms of government. The other arm is the National Government. Article 1(4) of the Constitution says that people exercise their sovereign power at the national and the county level. Article 6(1) divides the territory of Kenya into the counties specified in the First Schedule. The governments at the national and county levels are distinct and inter-dependent.

The Fourth Schedule of the Constitution contains information on the devolved services in Kenya. It stipulates the division of functions between the national and the county governments in Kenya. The devolved functions in Kenya performed by county governments are as follows.

Agriculture, including crop and animal husbandry, livestock sale yards, county abattoirs (slaughterhouses), plant and animal disease control, and fisheries. County health services, including, in particular – county health facilities and pharmacies, ambulance services, promotion of primary health care, licensing and control of undertakings that sell food to the public, veterinary services (excluding regulation of the profession which is a national government function), cemeteries, funeral parlours and crematoria, and refuse removal, refuse dumps and solid waste disposal. Control of air pollution, noise pollution, other public nuisances, and outdoor advertising. Cultural activities, public entertainment and public amenities, including – betting, casinos and other forms of gambling, racing, liquor licensing, cinemas, video shows and hiring, libraries, museums, sports and cultural activities and facilities, and county parks, beaches and recreation facilities. County transport, including – County roads (Class D, E and Unclassified Roads), street lighting, traffic and parking, public road transport, and ferries and harbours (excluding the regulation of international and national shipping and matters related thereto). Animal control and welfare, including – licensing of dogs, and facilities for the accommodation, care, and burial of animals. Trade development and regulation, including – markets, trade licences (excluding regulation of professions), fair trading practices, local tourism, and cooperative societies.

County planning and development, including – statistics, land survey and mapping, boundaries and fencing, housing, and electricity and gas reticulation and energy regulation. Education – only pre-primary education (ECD), village polytechnics, home craft centres and childcare facilities. Implementation of specific national government policies on natural resources and environmental conservation, including soil and water conservation, and forestry. County public works and

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

services, including – storm water management systems in built-up areas, and water and sanitation services. Fire fighting services and disaster management.

Control of drugs and pornography. Ensuring and coordinating the participation of communities and locations in governance at the local level and assisting communities and locations to develop the administrative capacity for the effective exercise of the functions and powers and participation in governance at the local level.

It is my pleasure to present the Uasin Gishu County Revenue Fund financial statements which presents the financial performance for the year ended 30th June 2024

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 the County Governments. Article 183 provides for the functions of the county executive committee in Kenya being, implementation of county legislation, and implementation of national legislation within the county if the legislation so requires, management and coordination of the functions of the county administration and its departments and performance of any other functions conferred on it by the Constitution or national legislation. 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 financial reports are utilized in informing policy decisions regarding operations, management and service delivery and also ensure the most effective and efficient use of resources. It further reviews the performance of county departments and agencies in regard to budget allocations and execution as outlined in their annual work plans. This consolidated report presents only key achievements in the period under review; the County also finances its operations through own generated revenues. The key local revenue sources for County Government of Uasin Gishu includes 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.

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

I take this opportunity to thank H.E. the Governor and the Deputy Governor for their support. I also thank my colleagues, the County Executive Committee Members in charge of other departments whom we have worked hand in hand to ensure that County Government of Uasin Gishu achieves its mission. I thank all staff in the entire County for their continued commitment and dedication through hard work in delivering services to the people of Uasin Gishu County.


.....
CECEM Finance and Economic Planning
County Government of Uasin Gishu

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

4. Management Discussion and Analysis

Public Finance Management Act, (PFM) 2012 section 109 (1), (2) and (3) requires each County Government to establish and administer the County Revenue Fund in accordance with Article 207 of the Constitution and that the County Treasury for each county government shall ensure that all money raised or received by or on behalf of the county government is paid into the County Revenue Fund.

Section 164 of the Public Finance Management (PFM) Act of 2012, requires the accounting officer to prepare the annual financial statements at the end of each financial year in respect of the entity. The county Revenue fund report has been prepared in the format prescribed by the Accounting standards board.

During the year under review the county Government received total revenue of Kshs 10,260,299,785 comprising of Exchequer releases of Kshs.7, 751,986,826. Transfers from other government agencies of Kshs 991, 399,562, Own Source Revenue of Kshs.1, 404,777,904 and Return to CRF issues of Kshs.112, 135,493. The total Targeted revenue for the year was Kshs. 1,578,147,614 thus there was 89% of the budget revenue realization. The total Expenditure incurred during the year was Kshs.10, 665,405,070 including transfers to County Assembly of Kshs 956,275,539.

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

5. Overview of the County Revenue Fund Operations

Background

Article 207 of the Constitution of Kenya provides for the establishment of a County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government. As outlined under Section 109 of the Public Finance Management (PFM) Act, 2012 the County Treasury is responsible for administration of the County Revenue Fund. The County Revenue Fund is maintained as the County Exchequer Account at the Central Bank of Kenya.

Receipts into the County Revenue Fund

County Government revenue is received through appointed County Receiver of Revenue by the County Executive Committee Member for Finance to the County Treasury pursuant to Section 157 (1) of the PFM Act 2012. Receipts include Exchequer releases, grants from development partners, proceeds from domestic and foreign borrowings, and other miscellaneous deposits in the County Revenue Fund Account.

Transfers from the County Revenue Fund

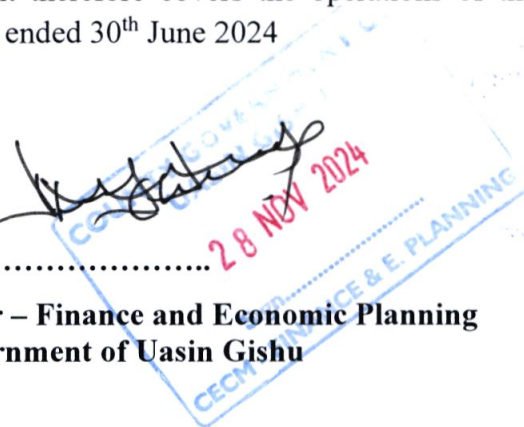
The withdrawal of funds from the County Revenue Fund is authorized by the County appropriation Act. The County Treasury is required to seek the Controller of Budget's approval for withdrawal of funds from the County Revenue Fund to the County Executive and County Assembly bank accounts. These entities are responsible for the administration of their respective approved budgets.

Financial Reporting requirements

The Accounting Officer for the County Revenue Fund is required to prepare and submit the financial statements to the Auditor-General and a copy to the Controller of Budget, and the Commission on Revenue Allocation.

This statement therefore covers the operations of the County Exchequer Account for the financial year ended 30th June 2024

.....
CEC Member – Finance and Economic Planning
County Government of Uasin Gishu



**County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024**

6. Statement of Management Responsibility

Article 207 of the Constitution, Sections 109 and 167 of the Public Finance Management Act, 2012 requires a County Revenue Fund established by the Constitution, an Act of Parliament or county legislation to prepare financial statements for the Fund for each financial year in a form prescribed by the Public Sector Accounting Standards Board and submit to the Auditor General and a copy to the Commission on Revenue Allocation and the Controller of Budget.

The Accounting Officer at the County Treasury is responsible for the preparation and presentation of the County Revenue Fund financial statements, which give a true and fair view of the state of affairs of the Fund as at the end of the financial year ended on June 30, 2024 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 Revenue Fund; (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the Financial Statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) Safeguarding the assets of the County Revenue Fund; (v) Selecting and applying appropriate accounting policies; and (iv) Making accounting estimates that are reasonable in the circumstances.

The Accounting Officer accepts responsibility for the County Revenue Fund'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 Accounting Officer is of the opinion that the County Revenue Fund's financial statements give a true and fair view of the state of the County Revenue Fund's transactions during the financial year ended June 30, 2024, and of its financial position as at that date.

The Accounting Officer further confirms the completeness of the accounting records maintained for the County Revenue Fund 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 Accounting Officer confirms that the County Revenue Fund has complied fully with applicable Government Regulations and the terms of external financing covenants. Further, Accounting Officer confirms that the County Revenue Fund's Financial Statements have been prepared in a form that complies with relevant Accounting Standards prescribed by the Public Sector Accounting Standards Board of Kenya.

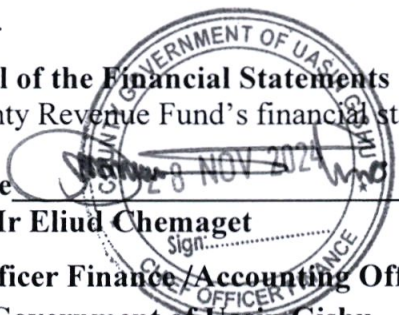
Approval of the Financial Statements

The County Revenue Fund's financial statements were approved and signed on _____ 2024

Signature _____

Name: **Mr Eliud Chemaget**

Chief Officer Finance / Accounting Officer
County Government of Uasin Gishu



REPUBLIC OF KENYA



Enhancing Accountability

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

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

REPORT OF THE AUDITOR-GENERAL ON COUNTY REVENUE FUND FOR THE YEAR ENDED 30 JUNE, 2024 - COUNTY GOVERNMENT OF UASIN GISHU

PREAMBLE

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

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

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

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Revenue Fund - County Government of Uasin Gishu set out on pages 1 to 11, which comprise of the statement of

Report of the Auditor-General on County Revenue Fund for the year ended 30 June, 2024 – County Government of Uasin Gishu

receipts and payments for the year ended 30 June, 2024, statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Revenue Fund - County Government of Uasin Gishu as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with Article 207 of the Constitution of Kenya and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccurate Opening and Closing Fund Balances

The statement of receipts and payment reflects a closing fund balance of Kshs.128,492,261 while the corresponding Note 11 to the financial statements reflects fund balance of Kshs.127,797,923 resulting to an unexplained variance of Kshs.694,338. The statement further reflects a fund comparative balance of Kshs.531,355,952 while Note 11 to the financial statements reflects a comparative fund balance of Kshs.533,091,927 resulting to unexplained variance of Kshs.1,735,975.

In the circumstances, the accuracy of the closing and opening fund balances could not be confirmed.

2. Inaccurate Own Source Revenue Amount

The statement of receipts and payments and Note 6 to the financial statements reflects own source revenue amount of Kshs.1,404,777,904. However, review of the cash book, bank statements and reports from the receiver of revenue revealed that a total amount of Kshs.1,404,074,950 was disbursed to the County Exchequer Account maintained at the Central Bank of Kenya, resulting to an unexplained variance of Kshs.702,954.

In the circumstances, the accuracy of receipts from own source revenue amount of Kshs.1,404,777,904 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The approved receipts budget was Kshs.13,286,616,749 against actual receipts of Kshs.10,260,805,404 resulting in an under-receipts of Kshs.3,025,811,346 or 23%. Similarly, the payments budget was Kshs.13,286,616,749 against actual payments of Kshs.10,665,405,070 resulting in an underperformance of Kshs.2,621,211,679 or 20%.

Further, it was observed that there were county revenue streams and payments whose performance was below the target, as shown in the table below;

Item	Final Budget	Actual on Comparable Basis	Budget Realization Difference	Percentage (%) of Realization
Transfers from other Government Agencies	1,802,509,457	991,899,562	810,609,895	55
Own Source Revenue	1,578,147,614	1,404,777,904	173,369,710	89
Transfers to County Executive	12,490,092,239	9,709,129,531	2,780,962,708	78
Transfers to County Assembly	796,524,510	956,275,539	(159,751,029)	120

Management has not provided reasons on why it was unable to achieve its targets.

In the circumstances, the under-receipts and under-payments of the approved County budget may have negative effect on service delivery to the residents of the County of Uasin Gishu.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several paragraphs were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, no report or recommendations from Uasin Gishu County Executive Management and oversight bodies were submitted for audit verification. Hence, the issues remain unresolved as at 30 June, 2024.

Other Information

The Management is responsible for the other information set out on page ii to x which comprise of Key Entity Information and Management, Statement by the County Executive

Committee Member of Finance, Management Discussion and Analysis, Overview of the County Revenue Fund Operations and Statement of Management Responsibilities. The other information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, and based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on the Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Delayed Exchequer Releases

The statement of receipts and payments reflects transfers from County Revenue Fund in form of exchequer releases of Kshs.7,751,986,826. Audit review of revenue records provided for audit revealed that funds amounting to Kshs.1,474,562,712 or 19% of the exchequer releases were received during the month of June, 2024, an indication of delayed disbursements of funds by The National Treasury as summarized below;

Date Received	Description	Amount (Kshs.)
26.06.2024	Exchequer	758,346,538
21.06.2024	Exchequer	716,216,174
TOTAL		1,474,562,712

This was contrary to section 17 (6) and (7) of the Public Finance Management Act, 2012 which requires the National Treasury, at the beginning of every quarter, and in any event not later than the fifteenth day from the commencement of the quarter, to disburse monies to county governments in accordance with a schedule prepared by the National Treasury in consultation with the Intergovernmental Budget and Economic Council, with the approval of the Senate, and published in the Gazette, as approved, not later than the 30th May in every year.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of the Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance

with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

24 December, 2024

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

8. Statement of Receipts and Payments for the Year Ended 30th June 2024.

		2023/2024	2022/2023
	Notes	Kshs.	Kshs.
Receipts			
Exchequer releases	1	7,751,986,826	8,714,366,985
Transfers from other government agencies	2	991,899,562	260,599,531
Other grants	3	0	-
Proceeds from Domestic Borrowing	4	0	-
Proceeds from Foreign Borrowing	5	0	-
Own Source Revenue	6	1,404,777,904	979,779,764
Return to CRF issues	7	112,141,112	2,836,514
Total Receipts		10,260,805,404	9,957,582,794
Payments			
Transfers to County Executive	8	9,709,129,531	9,302,865,639
Transfers to County Assembly	9	956,275,539	942,000,494
Other Transfers	10	0	
Total Payments		10,665,405,070	10,244,866,133
Net increase/ (decrease) in cash for the year		(404,599,666)	(287,283,339)
Add Opening fund balance b/f	11	533,091,927	818,639,291
Closing Fund balance for the year	11	128,492,261	531,355,952

Note; The difference in Closing fund balance of Kshs 128,492,261 and Kshs 127,797,922.55 in note 11 is due to revenue accounts closing, opening balances and bank charges

Name: Eliud Chemaget
Chief Officer - Finance
Date:.....

Name: Silas K. Ronoh
Director Accounting Services
ICPAK Member no. 8151
Date:

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

9. Statement of Comparison of Budget Actual Amounts for the Year Ended 30th June, 2024.

Receipt/Payments	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Realization Difference	% of Realization
	a	b	c=a+b	d	e=c-d	f=d/c %
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	
Exchequer releases	8,426,072,635		8,426,072,635	7,751,986,826	674,085,810	92
Transfers from other government agencies	1,802,509,457		1,802,509,457	991,899,562	810,609,895	55
Other conditional grants	1,479,887,043		1,479,887,043	0	1,479,887,043	0
Proceeds from Domestic Borrowing	0		0	0	0	
Proceeds from Foreign Borrowing	0		0	0	0	
Own Source Revenue	1,578,147,614		1,578,147,614	1,404,777,904	173,369,710	89
Return to CRF issues	0		0	112,141,112	(112,141,112)	
Total Receipts	13,286,616,749		13,286,616,749	10,260,805,404	3,025,811,346	77
Payments						
Transfers to County Executive	12,490,092,239		12,490,092,239	9,709,129,531	2,780,962,708	78
Transfers to County Assembly	796,524,510		796,524,510	956,275,539	(159,751,029)	120
Others	0		0	0	0	
Total Payments	13,286,616,749		13,286,616,749	10,665,405,070	2,621,211,679	80
Balance				(405,599,667)	404,599,667	

10. Significant Accounting Policies

a) 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 Section 167 of the PFM Act 2012.

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

b) Reporting entity

This report relates to financial operations of the County Revenue Fund domiciled at the County Treasury and bank account maintained at Central Bank of Kenya.

c) Receipts

Receipts include funds deposited in the County Revenue Fund pursuant to Article 207 of the Constitution of Kenya and Section 109 of the PFM Act 2012.

The receipts collected include Exchequer releases, own source revenue, grants from development partners, proceeds from domestic and foreign borrowings, and other miscellaneous deposits in the County Exchequer Account.

Transfers from the exchequer and own source revenue are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

d) Payments

Payments are based on the County Government Appropriation Act. The exchequer requests are received by County Treasury, which rationalizes the requests based on the available balance, consolidates the requests and forwards them to Controller of Budget (COB) for approval. Once the approval of COB is obtained, the funds are released to the County Assembly and County Executive operational accounts appropriately.

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

Significant Accounting Policies (Continued)

e) Fund Balances

Fund balances comprise bank balances in County Exchequer Account held at Central Bank of Kenya.

f) 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 .There were no restrictions on cash during the year.

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

11. Notes to the Financial Statements

1. Exchequer releases

The following is an analysis by revenue type of the receipts collected in the County Revenue Fund:

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Equitable Share (a)	7,751,986,826	8,714,366,985
Level 5 hospitals (b)	0	0
Others (<i>Specify</i>) (c)	0	0
Total (d=a+b+c)	7,751,986,826	8,714,366,985

2. Transfers from other government agencies**

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Road Maintenance Levy	0	-
Development of Youth Polytechnics-State Department of TVETS	0	-
World Bank -Transforming Health Systems for Universal Care Project (THUSP)-Ministry of Health	0	7,950,000
Word Bank-NARIGP-State Department of Crop Development	0	-
World Bank Kenya Climate Smart Agriculture (KCSAP) -State Department of Crop Development	0	84,379,280
0DANIDA Grant -Primary Health care in devolved context -Ministry of Health	11,550,000.00	12,412,500
IDA (World Bank) Credit: Water & Sanitation Development Project (WSDP)-Min. Water, Sanitation, and Irrigation	0	-
SIDA Agricultural Sector Development Support Programme II (ASDSP II)-State Department of Crop Development	4,560,429	7,661,223
Word Bank-Emergency Locust Response Project (ILRP) State Department of Crop Development	0	-
Word Bank-Kenya Informal settlement improvement project (KISIP 11)-State Department of Housing & Urban Development	530,000,000	50,000,000
UNFPA-9th County Programme Implementation -Ministry of Health	0	-
EU Grant (Instruments for Devolution Advice and Support- (IDEAS)-State Department of Devolution	0	6,663,885
KfW German Development Bank- Drought Resilience Programme in Northern Kenya (DRPNK)-Min. Water, Sanitation, and Irrigation	0	-
IDA World Bank National Agricultural Value Chain Development Project (NAVCDP) -State Department of Crop Development	198,925,441	67,192,729
(IDA) World Bank Credit-Financing locally Led climate programme (FFLoCA)I CCIS Grant State Department of ..	184,363,692	22,000,000
Kenya Urban Support Programme	0	2,339,914
CAIPS	62,500,000	
Total	991,899,562	260,599,531

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

3. Other grants**

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Donor 1 <i>(Specify)</i>	-	-
Donor 2 <i>(Specify)</i>	-	-
Donor 3 <i>(Specify)</i>	-	-
Others <i>(Specify)</i>	-	-
	-	-

4. Proceeds from Domestic borrowing.

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Borrowing within General Government	-	-
Borrowing from Monetary Authorities (Central Bank)	-	-
Other Domestic Depository Corporations (Commercial Banks)	-	-
Borrowing from Other Domestic Financial Institutions	-	-
Borrowing from Other Domestic Creditors	-	-
Domestic Currency and Domestic Deposits	-	-
Others <i>(Specify)</i>	-	-
Total	-	-

Notes to the Financial Statements (Continued)

5. Proceeds from Foreign Borrowing

Description	Insert current FY	Insert Comparative FY
	Kshs.	Kshs.
Foreign Borrowing – Drawdowns Through Exchequer	-	-
Foreign Borrowing - Direct Payments	-	-
Foreign Currency and Foreign Deposits	-	-
Others <i>(Specify)</i>	-	-
Total	-	-

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

6. Own Source Revenue

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Cess	129,402,588.10	124,171,718.83
Land rate	104,014,832.29	104,760,334.40
Single/Business permits	210,817,708.30	215,321,972.15
Property rent	17,778,237.00	30,346,955.75
Parking fees	264,006,338.93	260,577,195.63
Market fees	25,125,959.00	19,251,535.00
Advertising	117,113,702.00	80,079,400.24
Hospital fees	42,862,000.00	37,472,079.00
Public health service fees	15,800,148.00	15,007,412.00
Physical planning and development	17,004,775.70	21,805,680.20
Hire of County Assets	2,666,235.00	2,902,604.15
Conservancy administration	27,208,900.00	27,871,902.36
Administration control fees and charges	16,718,973.00	18,379,299.35
Park fees	0	0
Proceeds from sale of assets	399,104,244.00	0
Other fines, penalties, and forfeiture fees	9,511,303.55	18,161,687.35
Miscellaneous	5,641,958.90	3,669,987.77
Others (<i>Specify</i>)	0	0
Total	1,404,777,903.77	979,779,763.88

Notes to the Financial Statements (Continued)

7. Return to CRF Issues

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Recurrent Account (County Executive)	667,417,40	72,539
Development Account (County Executive)	111,468,075.65	2,693,964
Imprest Account (County Executive)	0	70,011
Recurrent Account (County Assembly)	5,619.20	-
Others (<i>Specify</i>)	0	-
Total	112,141,112.25	2,836,514

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

8. Transfers to County Executive

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Recurrent Account	7,798,576,090	6,065,173,558
Development Account	1,910,553,441	3,237,692,080
Special Purpose Accounts	0	-
Others (<i>Specify</i>)	0	-
Total	9,709,129,531	9,302,865,638

County Government of Uasin Gishu
 County Revenue Fund
 For the financial year ended 30th June 2024

Notes to the Financial Statements (Continued)

9. Transfers to County Assembly

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Recurrent Account	796,410,737	903,023,777
Development Account	159,864,802	38,976,717
Special purpose accounts	0	-
Others (<i>Specify</i>)	0	-
Total	956,275,539	942,000,494

10. Other Transfers

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Agency Notices	-	-
Others (<i>Specify</i>)	-	-
Total	-	-

11. Fund balance

Description	2023/2024	2022/2023
	Kshs.	Kshs.
County Exchequer Account - (CBK 1000171685)	127,797,922.55	533,091,927
Total	127,797,922.55	533,091,927

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

Notes to the Financial Statements (Continued)

12. Disclosure of Balances in Revenue Collection Accounts

County Government Own source revenue is recognized in the financial statements when it has been swiped to CRF. Revenue collection account balances are disclosed as at the end of the reporting period as below.

Name Of Bank, Account No. & Currency	Amount in bank account currency*	Ex. rate (if in foreign currency)	2023/2024	2022/2023
			Kshs	Kshs
National bank - 1001111955700			(345.75)	0
Equity bank - 109026411251			(297.85)	151,939.85
KCB bank - 1141856689			1,487,157.00	127,442.38
Co-operative's bank - 1141672927900			131.87	85.83
Family bank - 8200011728			35.74	278.82
Spire bank - 405448501			0	0
MPESA -646464			0	401,516
Total			1,486,681.00	681,262.87

**County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024**

12. Annexes

Annex 1: Progress on follow up of Auditor’s Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor;

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Own source Revenue		Resolved	
1	Disbursement from Receiver of Revenue	Reconciliation was done	Resolved	
2	Late disbursements of Transfers from other Government Agencies	Delay in disbursement of funds by National Treasury	Unresolved	National Treasury
1	Inaccurate opening and closing fund balances	Reconciliation was done	Resolved	
2	Inaccurate Own Source Revenue Amount	Reconciliation was done	Resolved	
	Budgetary Control and Performance	Delay in disbursement of funds by National Treasury	Resolved	

.....
Name : Eliud Chemaget
Chief Officer Finance
Date.....

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

Annex 2. Analysis of Receipts from The National Treasury Exchequer Releases

Period 2023-2024	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
Equitable Share	1,390,301,985	2,106,518,159	1,390,301,985	2,864,864,697	7,751,986,826
Level 5 Hospitals	0	0	0	0	0
DANIDA - Universal Healthcare in Devolved Units Programme	0	0	0	11,550,000	11,550,000
World Bank – THUSCP	0	0	0	0	0
National Agricultural & Rural Inclusive Growth Project (NARIGP)	0	0	0	0	0
Kenya Devolution Support Programme	0	0	0	0	0
Youth Polytechnic support grant	0	0	0	0	0
IDA World Bank National Agricultural Value Chain Development Project (NAVCDP) -State Department of Crop Development	0	0	175,836,141	23,089,300	198,925,441
World Bank-Kenya Informal settlement improvement project (KISIP 11)-State Department of Housing & Urban Development	0	0	0	530,000,000	530,000,000
Kenya Urban Support Programme	0	0	0	0	0
Agriculture Sector Development Support Project (ASDSP)	1,538,264	500,000	1,022,165	1,500,000	4,560,429
Kenya Climate Smart Agriculture Project (KCSAP)	0	0	0	0	0
IDA) World Bank Credit-Financing locally Led climate programme (FFLoCA)1 CCIS Grant	0	0	0	184,363,692.	184,363,692
CAIPS	0	0	0	62,500,000	62,500,000
Total	1,391,840,249	2,107,018,159	1,567,160,291	3,677,867,689	8,743,886,388

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

Annex 3. Analysis Of Receipts from Own Source Revenue per Quarter

Period 2023/2024	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
Cess	17,945,265.20	32,366,663.50	46,144,290.95	32,946,368.45	129,402,588.10
Land rate	12,300,114.55	7,997,532.60	47,479,612.45	36,237,572.69	104,014,832.29
Single/Business permits	7,893,910.00	1,492,446.00	115,972,063.00	85,459,289.30	210,817,708.30
Property rent	5,888,682.00	5,788,802.00	2,701,335.00	3,399,418.00	17,778,237.00
Parking fees	60,104,952.00	59,153,985.93	84,142,991.00	60,604,410.00	264,006,338.93
Market fees	5,695,894.00	5,732,133.00	7,170,602.00	6,527,330.00	25,125,959.00
Advertising	5,449,618.00	5,825,399.00	60,579,220.00	45,259,465.00	117,113,702.00
Hospital fees	10,854,838.00	11,985,077.00	13,475,766.00	6,546,319.00	42,862,000.00
Public health service fees	2,265,457.00	1,137,567.00	6,694,330.00	5,702,794.00	15,800,148.00
Physical planning and development	3,329,580.70	2,205,542.00	4,743,649.00	6,726,004.00	17,004,775.70
Hire of County Assets	425,994.00	664,269.00	1,104,243.00	471,729.00	2,666,235.00
Conservancy administration	1,157,880.00	395,540.00	13,030,640.00	12,624,840.00	27,208,900.00
Administration control fees and charges	2,240,285.00	1,091,520.00	7,305,363.00	6,081,805.00	16,718,973.00
Park fees	0	0	0	0	0
Proceeds from sale of assets	0	399,104,244	0	0	399,104,244.00
Other fines, penalties, and forfeiture fees	3,044,617.00	1,486,828.00	3,110,383.80	1,869,474.75	9,511,303.55
Miscellaneous	581,297.10	1,394,775.90	165,736.00	3,500,149.90	5,641,958.90
Others (<i>Specify</i>)	0	0	0	0	0
Total	139,178,384.55	537,822,324.93	413,820,225.20	313,956,969.09	1,404,777,903.77

County Government of Uasin Gishu
County Revenue Fund
For the financial year ended 30th June 2024

Annex 4: Analysis of Transfers from the County Revenue Fund

Period -2023-2024	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
County Executive -Rec	961,826,927.00	1,727,396,241.00	1,773,265,996.00	3,336,086,926.20	7,798,576,090.20
County Executive -Dev	387,472,788.00	438,650,887.00	385,921,046.00	698,508,720.00	1,910,553,441.00
County Assembly -Rec	160,896,250.00	312,502,573.00	132,396,930.00	190,614,984.00	796,410,737.00
County Assembly -Dev	0	27,193,959.00	45,058,369.00	87,612,474.00	159,864,802.00
Special Purpose A/c (Specify)	0	0	0	0	0
Total	1,510,195,965	2,505,743,660	2,336,642,341	4,312,823,104.2	10,665,405,070.20