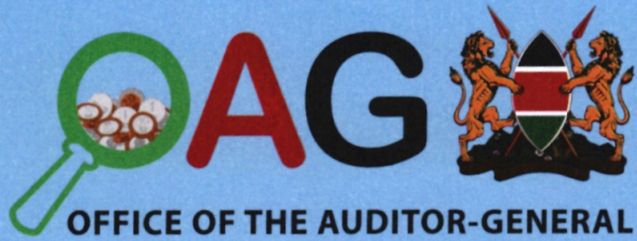


REPUBLIC OF KENYA



*Enhancing Accountability*

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**REPORT**

PARLIAMENT  
OF KENYA  
LIBRARY

**OF**

**THE AUDITOR-GENERAL**

**ON**

**COUNTY EXECUTIVE OF  
NYAMIRA**

**FOR THE YEAR ENDED  
30 JUNE, 2023**



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**COUNTY GOVERNMENT OF NYAMIRA-EXECUTIVE**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2023**

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

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## 1. Acronyms and Glossary of Terms

### a) *Acronyms*

|       |  |
|-------|--|
| ADP   | Annual Development Plan                          |
| AIE   | Authority to Incur Expenditure                   |
| CA    | County Assembly                                  |
| CARA  | County Allocation of Revenue Act                 |
| CECM  | County Executive Committee Member                |
| CE    | County Executive                                 |
| CG    | County Government                                |
| CIDP  | County Integrated Development Plan               |
| CRA   | Commission on Revenue Allocation                 |
| CRF   | County Revenue Fund                              |
| CT    | County Treasury                                  |
| IPSAS | International Public Sector Accounting Standards |
| OCOB  | Office of the Controller of Budget               |
| OAG   | Office of the Auditor General                    |
| PFM   | Public Finance Management                        |
| PSASB | Public Sector Accounting Standards Board         |
| NT    | National Treasury                                |
| WB    | World Bank                                       |
| Kshs  | Kenya Shillings                                  |
| H.E   | His Excellence                                   |
| HON   | Honourable                                       |
| MCA   | Member of County Assembly                        |
| CPA   | Certified Public Accountant                      |
| ICT   | Information Communication Technology             |
| CECM  | County Executive Committee Member                |
| CCO   | County Chief Officer                             |
| FIF   | Facility Improvement Fund                        |

### b) *Glossary of Terms*

|                      |   |
|----------------------|---|
| Comparative FY       | Comparative Prior Financial Year                              |
| Fiduciary Management | The key management personnel who had financial responsibility |

**2. Key Nyamira County Executive Information and Management**

**a) Background information**

The County is constituted as per the Constitution of Kenya is headed by the County Governor, who is responsible for the general policy and strategic direction of the County. The County Executive is comprised of the following departments:

| No. | Department  | Major Responsibility   |
|-----|---|--|
| 1.  | Finance and Economic Planning                                 | The overall mandate of the Department is “to facilitate the management of resources, coordinate the County development planning, policy formulation and implementation for economic development.   |
| 2.  | Agriculture and Livestock and Fisheries                       | The Mandate of the department is to create an enabling environment for sustainable development and management of crops, livestock and fisheries resources to ensure the county’s food and nutrition security.  |
| 3.  | Transport , Infrastructure and Public Works                   | The mandate of the Department of Transportation and Works includes responsibly for the administration, supervision, control, regulation, management and direction of all matters relating transportation and public works.                               |
| 4.  | Health Services   | The health sector is mandated to provide quality health services to the people of Nyamira in accordance with the constitution and other statutory and policy requirement.  |
| 5.  | Trade, Tourism, Industrialization and Cooperative Development | Economic empowerment through creation of conducive business environment, mobilization of Savings and investments   |
| 6.  | Public Service Management                                     | The general departmental mandate of Public Service Management is to oversee the overall coordination, governance systems and general administration of county government entities for the purpose of enhancing effective and efficient service delivery. |

| No. | Department   | Major Responsibility  |
|-----|--|---|
| 7.  | Lands, Housing and Physical Planning                               | The core mandate of the department is to enforce the legislations, policies and principles of various directorates.   |
| 8.  | Education and Vocational Training                                  | <ul style="list-style-type: none"> <li>▪ Administration and management of education programmes at ECDE and Youth Polytechnics, Home Craft Centres and Child care facilities</li> <li>▪ Quality assurance, supervision and maintenance of Standards in ECDE Centres, Youth Polytechnics and Home Craft Centres and Child Care Institutions</li> <li>▪ Teacher Management, development and utilization,</li> <li>▪ Mobilization of curriculum support materials,</li> <li>▪ Auditing of institutional accounts,</li> <li>▪ Provision of bursaries and grants to institutions,</li> <li>▪ Mobilization of resources for infrastructure development,</li> <li>▪ Providing policy guidelines and advisory services.</li> </ul> |
| 9.  | Gender, Sports ,Culture and Social Services                        | The Department of Gender, Youth, Sports, Culture & Social Services has been mandated to develop and empower the youth, promote sports, culture and also improve the provision of social services whereas ensuring gender is mainstreamed in all its programmes.   |
| 10  | Environment , Natural Resources, Energy, Mining and Climate Change | <ul style="list-style-type: none"> <li>• Provision of policy guidelines, financial resources, and sector services (environmental management, forestry, health, sensitization and awareness creation, social services – Community Forest Associations (CFA), Water Resource Users Associations (WRUA), Energy, Mining among others);</li> <li>• Technical support and facilitation e.g. tree nursery establishment and support, adoption of appropriate technologies;</li> <li>• Project planning and implementation e.g. Bamboo project and Carbon Credit Schemes;</li> </ul>   |

| No. | Department                  | Major Responsibility  |
|-----|-----------------------------|---|
|     |                             | <ul style="list-style-type: none"> <li>• Partnership and investment e.g. African Development Bank (ADB) water supply system augmentation in Keroka Town, Kenya Forest Research Institute (KEFRI) advisory role on bamboo and tree nursery establishment and management; Solar power generation at Sironga</li> <li>• Environmental conservation e.g. tree planting, landscape stratification and zoning</li> <li>• Development and promotion of new technologies and research in liaison with research institutions e.g. Kenya Agricultural Research Institute (KARI), Kisii University, KEFRI NGOs; KPLC, Kengen</li> <li>• Advocacy and capacity building on the functions of the sector e.g. tree planting, choice of tree species to plant on water sources, alternative energy sources, waste management; brick making</li> <li>• Monitoring of the ongoing projects e.g. tree nursery establishment, replacement of eucalyptus species from water sources with suitable indigenous species and bamboo;</li> <li>• Implementation of rural electrification and promotion of alternative energy sources.</li> </ul> |
| 11  | County public service board | <ul style="list-style-type: none"> <li>➤ Establish and abolish offices in the county the county public service board.</li> <li>➤ Appoint persons to hold or act in offices of county public service including in the boards of cities and urban areas within the county and to confirm appointments.</li> <li>➤ Exercise disciplinary control over, and remove, persons holding or acting in those offices.</li> <li>➤ Prepare regular reports for submission to the county assembly on the execution of the functions of the board.</li> </ul>   |

| No. | Department             | Major Responsibility  |
|-----|------------------------|---|
|     |                        | <ul style="list-style-type: none"> <li>➤ Promote in the county public service the values and principles referred to article 10 and 232.</li> <li>➤ Evaluate and report to the county assembly on the extent to which the values and principles referred to in article 10 and 32 are complied with in the county public service.</li> <li>➤ Facilitate the development of coherent, integrated human resources planning and budgeting for personnel emoluments in the counties.</li> <li>➤ Advise the county government on human resources management and development.</li> <li>➤ Advise county government on implementation and monitoring of the national performance management system in counties.</li> <li>➤ Make recommendations to the secretary to the salaries and remuneration commission on behalf of the county government, on the remuneration, pensions and gratuities for the county public service employees.</li> </ul> |
| 12  | Office of the governor | <ul style="list-style-type: none"> <li>❖ To provide overall leadership and direction to the county Government as whole</li> <li>❖ Ensuring policy implementation</li> <li>❖ Provide cross-cutting services inclusive of Legal, Economic and political advisor</li> </ul>  |

**b) Key Management team**

The County Government of Nyamira is constituted as per the Constitution of Kenya and it is headed by the County Governor, H.E. Amos Nyaribo who is responsible for the general policy and strategic direction of the County.

Nyamira County is charged with the responsibility of providing a variety of services to residents within its area of jurisdiction. These include the services that were hitherto provided by the defunct Municipal Council and the ones that have been transferred from the national government. The Governor is supported by County Executive Committee in carrying out the mandate as stipulated in the Constitution. The County Executive Committee Member for Finance, ICT and Economic Planning, CPA Emily Moraa Ongaga is in charge of the County Treasury. The County Treasury is mandated with the responsibility of year in reporting on the financial and non-financial operations of the county government’s affairs.

**Vision**

To be a leading County Government in effective and efficient utilization of resources, provision of essential services, industrial growth and development initiatives for improved quality of life for all.

**Mission**

To foster the County Government’s economic growth through intensive and efficient utilization of local.

**Core Values**

- a) Nyamira County upholds the values of;
- b) **I. Professional integrity:** All members of staff shall uphold the highest standards of professional competence and integrity.
- c) **II. Participatory approach:** The County Government is committed to consultative and all inclusive planning and budgeting processes.
- d) **III. Customer focus:** The County Government is committed to uphold customer driven and customer focused service delivery.
- e) **IV. Innovation and visionary:** The County Government is committed to innovative, creative and visionary planning and financial management.
- f) **V. Transparency and accountability:** The County Government conducts its business in a transparent and accountable manner
- g) **VI. Partnership:** The County Government endeavours to promote and embrace partnerships and participatory process of implementing its activities.

The Nyamira County Executive’s day-to-day management is under the following key organs:

| S/NO | NAME              | DESIGNATION     | DATE OF HOLDING OFFICE                    |
|------|-------------------|-----------------|---|
| 1.   | H.E Amos Nyaribo  | Governor        | 29th Dec.2020 -30 <sup>th</sup> June,2023 |
| 2.   | H.E. James Gesami | Deputy Governor | Dec. 2020 to 30 <sup>th</sup> June,2023   |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

|     |                             |   |   |
|-----|-----------------------------|---|---|
| 3.  | Mr. Jones<br>Moko omwenga   | CECM, Transport and<br>Infrastructure                                     | 26th March. 2021 to 30th<br>June, 2023                          |
| 4.  | DR. Timothy Ombati          | CECM, Health Services   | 26 <sup>th</sup> Oct.2022 to 30 <sup>th</sup> June,<br>2023     |
| 5.  | Mr. Benard Maina            | CECM, Trade, Tourism,<br>Industrialization and<br>Cooperative Development | 26th October 2022 to 30th<br>June, 2023                         |
| 6.  | Dr.Geoffrey Nyakoe          | CECM, Public service<br>Management  | 26th March 2022 to 30th<br>June, 2023                           |
| 7.  | CPA Emilly Moraa Ongaga     | CECM,Finance,ICT<br>Economic Planning and<br>Resource Mobilization        | 26 <sup>th</sup> March. 2022 to 30 <sup>th</sup><br>June, 2023  |
| 8.  | Mr.Stephen Oboso            | CECM, Lands, Housing and<br>Physical Planning                             | 26th October 2022 to 30 <sup>th</sup><br>June, 2023             |
| 9.  | Mrs.Alice Manoti            | CECM, Agriculture,<br>Livestock and Fisheries                             | 26 <sup>th</sup> October 2022 to 30 <sup>th</sup><br>June, 2023 |
| 10. | Mr.Kennedy Ongwenyi         | CECM, Education   | 26th October. 2022 to 30th<br>June, 2023                        |
| 11. | Dr. Grace Bosibori Nyamongo | CECM, Gender, Sports &<br>Culture   | 25th Feb. 2021 to 30th<br>June, 2023                            |
| 12. | Mr.John Matiangi            | CECM, Environment and<br>Natural Resources                                | 26 <sup>th</sup> October 2022 to 30 <sup>th</sup><br>June, 2023 |

**c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

| No. | Designation   | Name                    |
|-----|---|-------------------------|
| 1.  | CECM Finance and Economic<br>Planning                               | CPA Emilly Moraa Ongaga |
| 2.  | Accounting Officer Department of<br>Finance and Accounting Services | CPA Dominic Barare      |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

| No.  | Designation  | Name                       |
|------|--|----------------------------|
| 3    | Accounting Officer Department of Economic Planning, Resource Mobilization and ICT              | CPA Azenath K. Maobe       |
| 3.   | Accounting Officer-Department of Public Service Management                                     | Mrs Rael Momanyi           |
| 4.   | Accounting Officer-Department of Health Services (Primary Health Care)                         | Mr. Wilson Moenga Momanyi  |
| 5.   | Accounting Officer-Department of Health Services (Medical Services)                            | Mr. Andrew Ongere Nyakundi |
| 6.   | Accounting Officer-Department of Trade, Tourism, Industrialization and Cooperative Development | Mr Dennis Ondigo Onduko    |
| 7.   | Accounting Officer- Department of Lands, Housing and Physical Planning                         | Mr Josphat Gori            |
| 8.   | Accounting Officer - Department of Agriculture - Crop Production                               | Mr Mwencha Nyasimi         |
| 9.   | Accounting Officer - Department of Agriculture - Livestock and Fisheries                       | Mr. Lucas Odida            |
| 10.  | Accounting Officer- Department of Education and Vocational Training                            | Mrs. Mercy Motanya         |
| 11.  | Accounting Officer- Department of Gender, Sports and Culture                                   | Mrs Zipporah Kemunto Orina |
| 12.  | Accounting Officer-Department of Environment and Natural Resources                             | Mr Joshua Marwanga         |
| 13.  | Accounting Officer-Department of County Executive Office                                       | Mr Mwencha Nyasimi         |
| 14.  | Accounting Officer-Department of County Public Service Board                                   | Mr. Donald Okoyo           |
| 15.  | Accounting Officer-Nyamira Municipality  | Mr Earnest Mokuia          |
| 16.  | Accounting Officer-Department of Roads, Transport and Public works                             | Eng. Josphat Oruru Matini  |
| 17.  | Clerk to County Assembly   | Mr. Daniel Orina           |
| 18.  | Head of Accounting Services- Executive   | CPA Purity Mora Nyamboga   |
| 19.  | Head of Supply Chain Management- Executive   | Mrs Peres Nyakerario Mose  |
| 20.. | Director Internal auditor - Executive  | CPA Ann Nyanchama Ongera   |
| 21.  | Head of Internal Audit-Assembly  | Mrs. Joyce Onyiego         |

| No. | Designation                              | Name                        |
|-----|--|-----------------------------|
| 22. | Head of Supply Chain Management-Assembly | Mr Alloice Kingara          |
| 23. | Director Finance & Accounts-Assembly     | CPA Leonard Kevin Nyamasege |

**d) Fiduciary Oversight Arrangements**

The oversight mandate of the County Government is bestowed on the County Assembly of Nyamira which is headed by the Speaker Hon. Enock Ogori Okero and deputised by Hon. Thaddeus Nyabaro. The Accounting Officer for the County Assembly is the Clerk. The current office holder is Mr Daniel Orina.

The house has twenty (20) elected members and sixteen (16) nominated members. The assembly carries its mandate through the whole house or through various committees. The committees include;

**i) Finance and Economic Planning.**

This Committee was formed under Standing Order 191 of the County Assembly of Nyamira Standing Orders. The following eleven members were appointed to serve in this committee:

| SN | Name                     | Designation      |
|----|--------------------------|------------------|
| 1  | Hon. Charles Keganda     | Chairperson      |
| 2  | Hon. Dolphine Nyangara   | Vice Chairperson |
| 3  | Hon. Dennis Kebaso       | Member           |
| 4  | Hon. Josephine Atunga    | Member           |
| 5  | Hon. Elijah Abere        | Member           |
| 6  | Hon. Samuel Ogeto        | Member           |
| 7  | Hon. Rueben Minda Riechi | Member           |
| 8  | Hon. Dickson Machungo    | Member           |
| 9  | Hon. Henry Obwaya        | Member           |
| 10 | Hon. Josiah Mang'era     | Member           |
| 11 | Hon. Martha Marwa        | Member           |

**ii) County Public Investment and Accounts Committee.**

This Committee was formed under Standing Order 186 of the County Assembly of Nyamira Standing Orders. The following five members were appointed to serve in this committee:

| <b>SN</b> | <b>Name</b>             | <b>Designation</b> |
|-----------|-------------------------|--------------------|
| 1         | Hon. Kennedy Nyameino   | Chairperson        |
| 2         | Hon. Dickson Machungo   | Vice chairperson   |
| 3         | Hon. Charles Keganda    | Member             |
| 4         | Hon. Priscilla Nyatichi | Member             |
| 5         | Hon. Duke Masira        | Member             |

**iii) County Budget and Appropriations Committee.**

This Committee was formed under Standing Order 187 of the County Assembly of Nyamira Standing Orders. The following eleven members were appointed to serve in this committee:

| <b>SN</b> | <b>Name</b>             | <b>Designation</b> |
|-----------|-------------------------|--------------------|
| 1         | Hon. George Abuga       | Chairperson        |
| 2         | Hon. Zipporah Matundura | Vice Chairperson   |
| 3         | Hon. Elijah Osiemo      | Member             |
| 4         | Hon. Nyambega Gesesa    | Member             |
| 5         | Hon. Lameck Sikweya     | Member             |
| 6         | Hon. Dennis Kebaso      | Member             |
| 7         | Hon. James Mating`a     | Member             |
| 8         | Hon. Jemiah Nyakangi    | Member             |
| 9         | Hon. Janerose Nyakundi  | Member             |
| 10        | Hon. Julius Nyangana    | Member             |
| 11        | Hon. Doris Nyamanga     | Member             |

- **Development partner oversight activities**

The development partners oversight their fund through private audits on the funds and regular visits.

## Governance Statement

*Nyamira* County is constituted as per the Constitution of Kenya, 2010. The County is headed by the Governor, who is responsible for the general policy and strategic direction of the County.

The County is made up of a County Assembly, County Executive and 3 number of County Government Entities. The County Executive is structured in terms of departments, headed by a County Executive Committee Member (CECMs). The CECMs support the Governor and the Deputy Governor in executing the mandate of the County Government as stipulated in the Constitution. The County Secretary heads county public service and is responsible for arranging the business of county executive committee.

## The County Executive

The following are the officers entrusted with the leadership and management of the County Government of Nyamira's affairs.



**NYAMIRA GOVERNOR**  
**H.E HON. AMOS KIMWOMI NYARIBO**

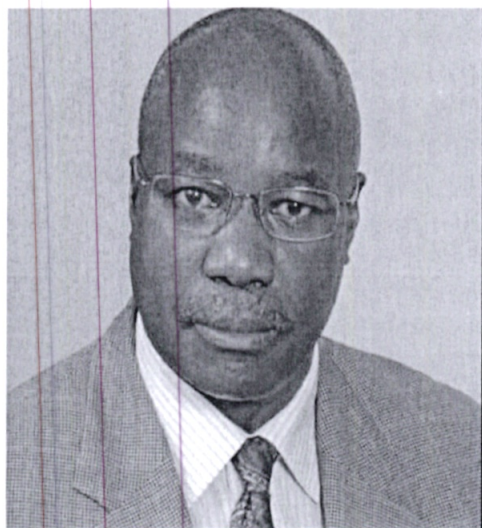
H.E. Amos Kimwomi Nyaribo is the incumbent Governor of Nyamira County Government, having taken office in 2020 and re-elected in August 2022.

He holds Bachelor of Commerce, finance option and a chartered Accountant and has previously worked as a trade development officer and as an accounts manager in the government of Kenya.

Before joining the County leadership, he previously served as a Senior Economist with the World Bank Group and as a top manager in various institutions.

Before being elected the Governor he served as Deputy Governor from 2013 to 2020

He hails from Magwagwa ward, Nyamira county.



**NYAMIRA DEPUTY GOVERNOR  
 H.E DR. JAMES GESAMI**

H.E Dr. James Ondicho Gesami holds a Masters of Medicine and Bachelor of Surgery from the University of Nairobi.

H.E Dr James Ondicho Gesami, a medical doctor by profession, long term administrator and former MP West Mugirango (2007-2017) he is the second Deputy Governor of Nyamira County.

Before joining politics, H.E Dr. Gesami had worked for 37 years in the Government of Kenya in different capacities, including senior positions up to the portfolio of Assistant Minister in the Ministry of Public Health and Sanitation and various senior positions in the health sector.

He hails from Bogichora ward, Nyamira county.



**MRS. ALICE MANOTI  
 CECM FOR AGRICULTURE LIVESTOCK  
 AND FISHERIES DEPARTMENT**

***Academic qualifications***

She is a graduate on Animal sciences from Egerton University.

***Professional Experience***

Mrs. Manoti has vast experience in the public service sector spanning close to 30 years.

She has worked in various stations in National Government, rising to rank of DLPO the later for a world bank project at Ogembo (KAPPAP).

She has previously worked as a chief officer for water and sanitation, Public Works and roads and PSM formerly Public Administration and Coordination of decentralized Units (PACDU) in the County Government of Nyamira.

She hails from Magombo ward, Nyamira County.



**MR. STEVEN KENNEDY OBOSO**  
**CECM FOR LANDS, HOUSING, PHYSICAL**  
**PLANNING AND URBAN DEVELOPMENT**

***Academic Qualifications***

Mr. Oboso completed his Bachelors in Law (LLB) from the University of Nairobi in 1989 and proceeded to the Kenya school of Law the following year for his Diploma.

***Professional Experience***

He started practicing law in the year 1991 and has a long standing career as an Advocate of the High Court of Kenya  
 He worked in the Nyamira County Public Service Board as a member between 2013-2017.

He hails from Bosamaro ward, Nyamira county.



**MR. JOHN OMAMBIA MATIANG'I**  
**CECM, DEPARTMENT OF ENVIRONMENT,**  
**WATER, MINING , NATURAL RESOURCE**  
**AND CLIMATE CHANGE.**

***Academic qualifications***

He holds a Master of Education degree (MED) in Education Administration from the Eastern University of Baraton (July 2013) and a Bachelor of Education- Arts degree from the University of Nairobi (October 2008). He is currently pursuing Doctorate of Philosophy (Ph.D.) in Education Administration from the University of Nairobi.

***Professional Experience***

He has cumulatively 31 years of successful, career progression and experience in public service. He has risen through the ranks to his most recent position of Deputy Director of Education in the Directorate of Project Coordination and Delivery in the Ministry of Education.

He hails from Esise ward, Nyamira county.



**CPA EMILLY MORAA ONGAGA  
EXECUTIVE COMMITTEE MEMBER:  
FINANCE, ICT AND ECONOMIC PLANNING**

#### *Academic Qualifications*

CPA. Emily Moraa Ongaga holds a Master in business Administration MBA (Finance Option) and Post Graduate Diploma In Education from Egerton University and a Bachelor of Arts (Economics & Sociology) degree from the University of Nairobi.

#### *Professional Qualifications*

She is a member of the Institute of Certified Public Accountants of Kenya (ICPAK), Institute of Certified Public Secretaries of Kenya (ICSK), Association of Women Accountants of Kenya (AWAK) and Certified Human Resource Professionals.

#### *Professional Experience*

Prior to her appointment, she served as CECM – Finance ICT and Economic planning in Nyamira county in the year 2021 to 2022 and as the Director Corporate Services in the National Commission for Science, Technology and Innovation. She also has a wealth of experience from various institutions spanning twenty five years.

She also worked with various Donors, including IDRC, CTBTO, The British Council, European Commission, UNESCO, UNFPA UN Women and The Finnish Embassy.

She hails from Nyansiongo ward, Nyamira county.



**MR. JONES MOKO OMWENGA**  
**EXECUTIVE COMMITTEE**  
**MEMBER: TRANSPORT, ROADS AND**  
**PUBLIC WORKS**

*Academic Qualifications*

He has a Master of Business Administration (Finance) from Jomo Kenyatta University of Agriculture & Technology and a Bachelor of Education degree from Kenyatta University.

*Professional Experience*

Prior to his appointment he has served as the County Executive Committee member for Education & Vocational Training, Trade, Tourism, Industrialization & Cooperatives and Finance & Economic Planning departments respectively in the County Government of Nyamira and Banking sector

He hails from Itibo ward, Nyamira county.



**MR. BERNARD MAINA**  
**CECM FOR TRADE, TOURISM, INDUSTRY**  
**AND COOPERATIVE DEVELOPMENT.**

*Academic Qualifications*

He holds a Bachelor of Science (BSC) degree from the University of Nairobi and professional Certificate in Retail Banking from Retail Banking Academy International.

*Professional Experience*

He is skilled in Business Development, Customer experience, Relationship building and Management, Credit origination and analysis SME banking, Foreign Exchange (FX) and Operations risk management from private sector

He hails from Magwagwa ward, Nyamira county.



**DR. TIMOTHY MOKUA OMBATI THE CECM FOR HEALTH SERVICES**

***Academic Qualifications:***

He is a medical practitioner having studied Bachelor's Degree in Medicine and surgery from Kampala International University, Masters in Health Systems Management from Kenya Methodist University and ongoing with Masters in public health at Kisii University.

***Professional Experience:***

Worked as a general practitioner in various Hospitals within Nyamira County and rose to Medical Superintendent and also offered voluntary services to UNHCR at Hagadera sololo mission hospital and Ethiopia's Oromia state

He hails from Manga ward, Nyamira county.



**MR. KENNEDY ANGWENYI COUNTY CECM FOR THE DEPARTMENT OF EDUCATION AND VOCATIONAL TRAINING**



***Academic Qualifications***

He holds a bachelor of Education in history and religious studies from Kenyatta University.

***Professional Experience***

He has an outstanding career in civil servant with twenty eight (28) years of experience serving as an administrator and as well as a tutor.

He hails from Rigoma ward, Nyamira county.

|  |   |
|--|---|
|  <p><b>DR. GRACE BOSIBORI NYAMONGO</b><br/> <b>COUNTY EXECUTIVE COMMITTEE</b><br/> <b>MEMBER: GENDER, SPORTS, CULTURE &amp; SOCIAL SERVICES</b></p> | <p><i>Academic Qualifications</i></p> <p>Dr. Grace Bosibori Nyamongo holds a PhD in Women Studies from York university, Toronto Canada, Post Graduate Diploma in Gender &amp; Development Studies from University of Nairobi, Post Graduate Diploma in public Relations and Post Graduate Diploma in curriculum development both from Kenyatta University, holds a Master of Arts in Religious Studies from Nairobi University and Bachelor of Arts in Education from Kenyatta University.</p> <p><i>Professional Experience</i></p> <p>Prior to her appointment CECM Dr. Nyamongo worked at the university of Nairobi as a Research Associate/Lecturer and at the Center for African Women Studies. Her work experience spans to a total of thirty two years.</p> <p>She hails from Kiabonyoru ward, Nyamira county.</p> |
|  <p><b>DR. GEOFFREY MORARA NYAKOE CECM FOR PUBLIC SERVICE MANAGEMENT</b></p>  | <p><i>Academic Qualifications</i></p> <p>Dr Geoffrey Nyakoe holds a PHD in Human Resource Management</p> <p><i>Professional experience</i></p> <p>He has worked as a consultant in strategic management, organizational development and social economic development. He has previously lectured at the University of Nairobi and Jomo Kenyatta University of Agriculture and Technology. The working experience spanning over 15 years in both the public and private sectors.</p> <p>He hails from Bonyamatuta ward, Nyamira county.</p>   |



**DR. JACK MAGARA**  
**COUNTY SECRETARY AND HEAD OF**  
**COUNTY PUBLIC SERVICE**

***Academic Qualifications***

Dr Magara is a PhD candidate and a holder of Masters of Public Health, Advanced Postgraduate Certificate in Health Policy Planning and Development from Tokai University School of Medicine in Japan.

***Professional experience***

He has undergone several leadership and management trainings locally and internationally and as a career civil servant, he has previously served with the Ministry of Health rising from a Dental Officer Intern to Senior Assistant Director of Medical Services.

Dr Magara also served as a District Medical Officer of Health in various parts of the country including Nyamira South and Nyamira North before taking up responsibility of County Director of Health in Nyamira and later served as County Chief Officer for Health Services in Nyamira.

He is a fellow of the Academy of Dentistry International (FADI).

He hails from Homabay County.

## Contacts of the Nyamira County Government

### (a) Nyamira County Headquarters

Nyamira County Building,  
P.O. Box 434-40500  
Nyamira, Kenya.

- **County Executive Contacts**

Telephone: (254) -0738727272,0735232323

E-mail: [info@nyamira.go.ke](mailto:info@nyamira.go.ke).

Webs : [www.nyamira.go.ke](http://www.nyamira.go.ke)

- **County Executive Bankers**

1. Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

**NAIROBI, KENYA**

2. Kenya Commercial Bank

Nyamira branch

Po Box 403-40500

Nyamira, Kenya

3. Equity bank of Kenya

Nyamira Branch

P.O. 650- 40500

Nairobi, Kenya

4. Co-operative bank of Kenya

P.O. 48231- 0100

Nairobi, Kenya

5. National Bank of Knya

P.o Box 454

Nyamira

- **Independent Auditors**

Auditor-General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

**NAIROBI, KENYA**

- **Principal Legal Adviser**

The Attorney General

State Law Office and Department of Justice

Harambee Avenue

P.O. Box 40112

City Square 00200

**NAIROBI, KENYA**

**3. Foreword by the CECM Finance and Economic Planning**

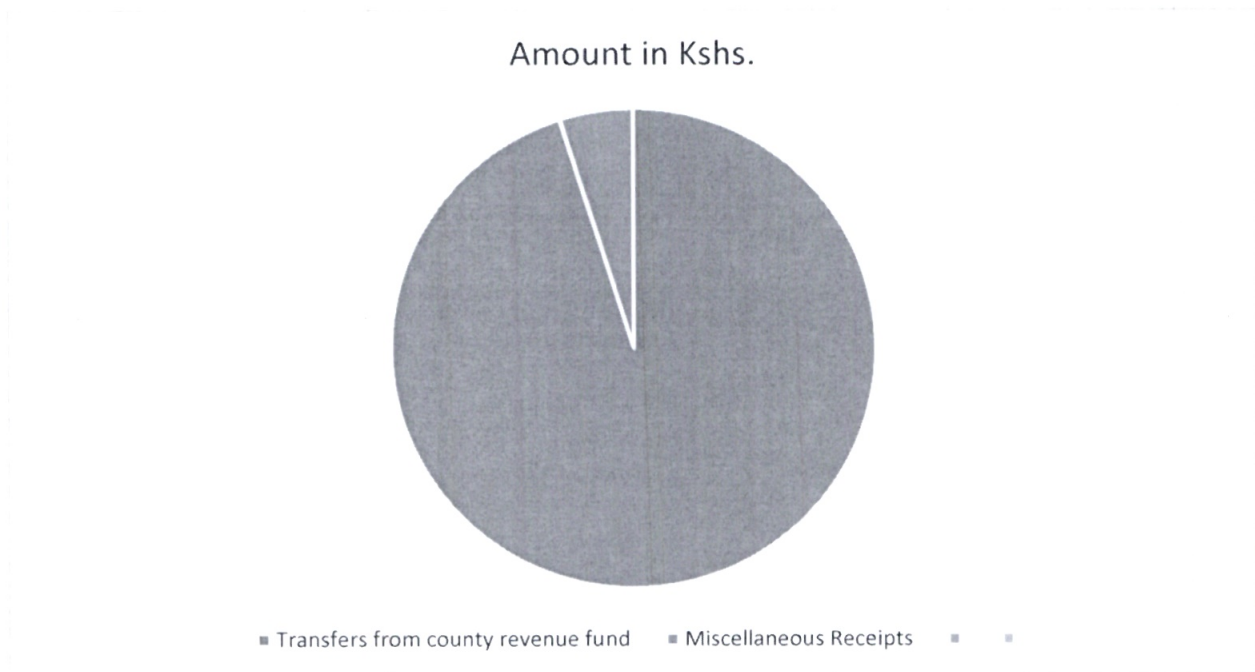
It is my pleasure to present the annual Report on the Financial Statements of the County Government of Nyamira - Executive for the year ended 30th June, 2023.

During the year under review, the County Government of Nyamira recorded a deficit of Kshs. (99,608,320) being net of total expenditure of Kshs. 5,817,844,520 against total revenue of Kshs. **5,718,236,200.**

**a) Revenue**

The County - Executive was able to realize Kshs 5,718,236,200 in actual revenues against a projection of Kshs 7,094,885,582 for the year under review. The Actual revenue consisted of:

| <b>Income Source</b>               | <b>Amount in Kshs.</b> |
|------------------------------------|------------------------|
| Transfers from county revenue fund | 5,438,497,002          |
| Miscellaneous Receipts             | 279,739,198            |
| <b>Total</b>                       | <b>5,718,236,200</b>   |



This is presented in the bar chart above

b) **Payments**

The County - Executive incurred a total expenditure of Kshs 5,817,844,520 of this, Kshs 4,356,685,032 and Kshs. 1,461,159,488 were applied on recurrent and development activities respectively. During the year under review, the County government of Nyamira - Executive continued to undertake development projects at a slow base due to the late disbursement of funds from National Government. The financial problems experienced were as a result of depressed economy nationally being caused by the Cost of leaving.

Some of the projects undertaken in the year 2022 / 2023 are shown in the Pictorial below:



RATANDI – NYAMIYA ROAD

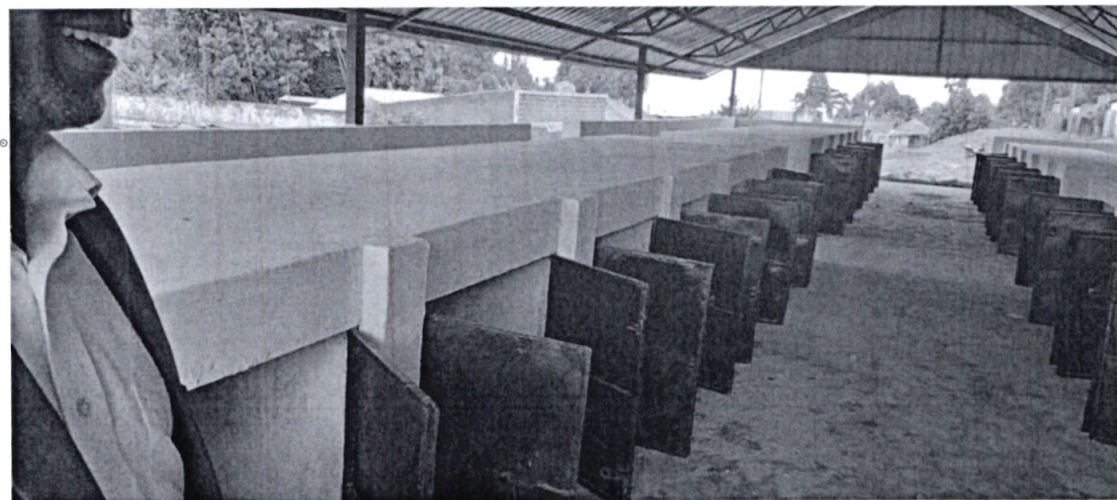


RIAMANYONYO – RIAMOSOTA ROAD



**MANGA STUDIUM AND PAVILLION**

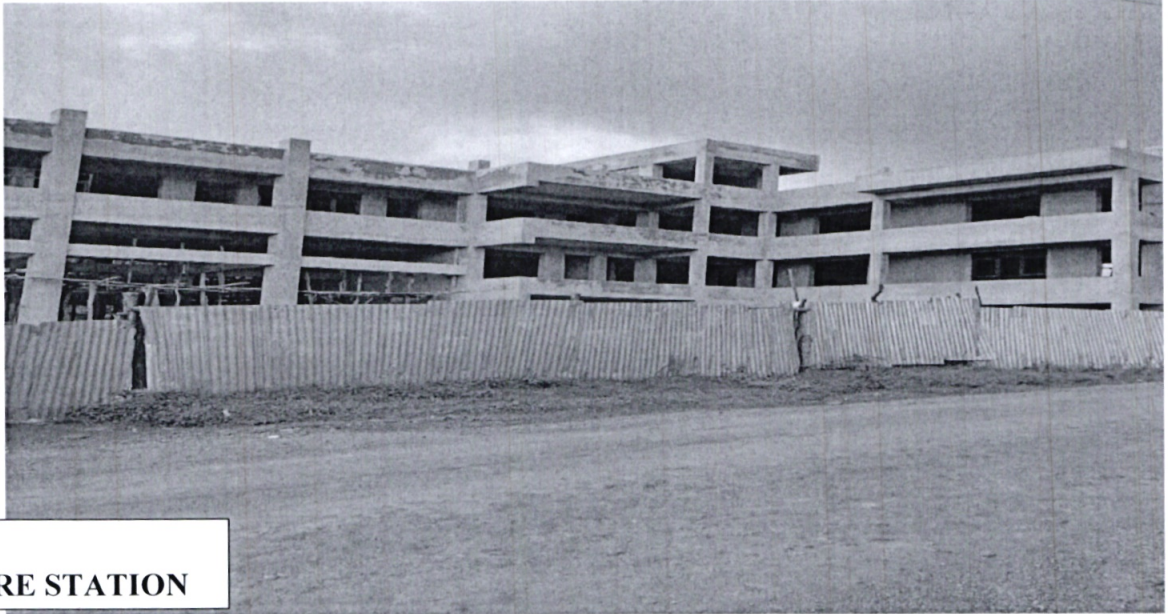




**KIANGOSO MARKET**



KEROKA ABLUTION BLOK



**FIRE STATION**



**UPGRADING OF PUBLIC WORKS  
OFFICES –CDF OFFICES –NYAMIRA  
HOSPITAL JUNCTION ROAD**



**GESORE ECDE**



**ESIANYI ECDE**



**NYAIRICHA ECDE**



**RIOMBATI VTC**



**BOCHARIA ECDE PIT LATRINE**

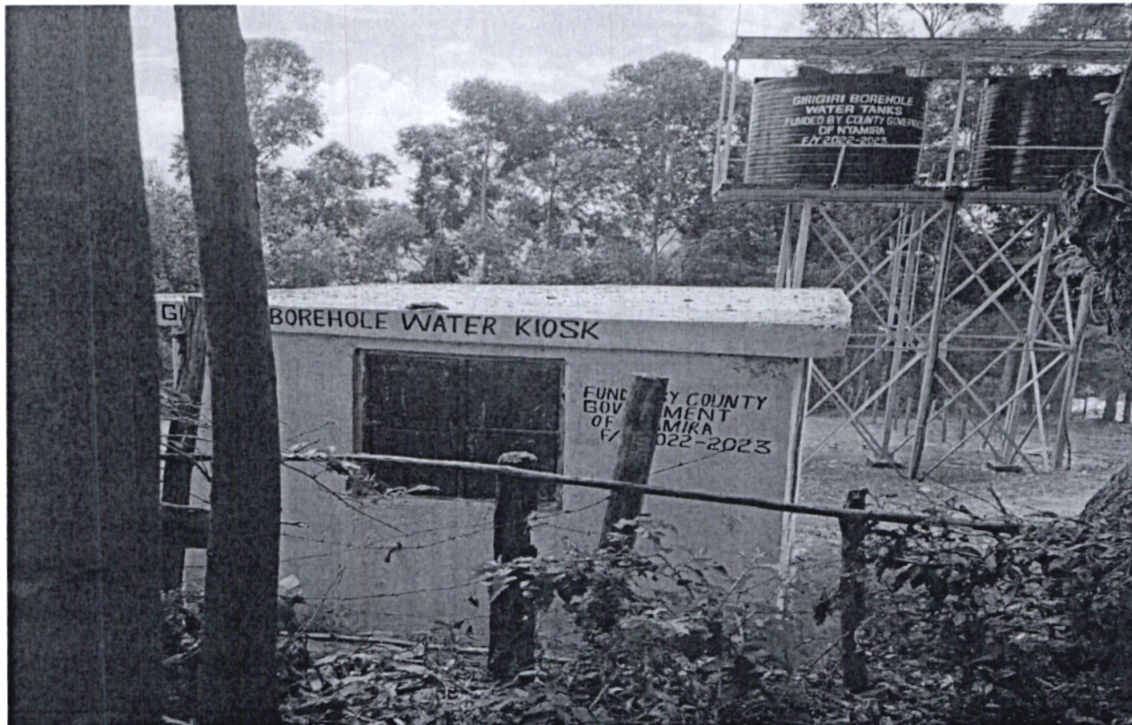




**BOCHARIA ECDE CLASSROOM**



**IKOBE BOREHOLE**



GIRIGIRI BORE HOLE

Devolution has presented the best opportunity in realising shared development and prosperity. The County has put in place measures to ensure devolution works for the benefit of the people. Various policy documents, regulations and bills have been formulated with the sole aim of strengthening implementation structures, institutions and stamping out wastage of resources. These include county integrated development plan, departmental strategic plans and annual work plans.

Finally, I wish to thank the Governor, the Speaker, Members of County Assembly, Executive Committee members and the chief officers for their continued support and leadership in driving the County Government of Nyamira's development agenda. I also thank the entire County Government of Nyamira's staff members and stakeholders who worked tirelessly towards achieving the set and desired targets. My gratitude also goes to the County Assembly members for their guidance through the current in quarter under review. On behalf of the County Executive Committee members, I wish to thank the National Government of Kenya for the continued support to Nyamira County Government during the quarter in under review and we look forward to enjoying more support.

.....

**Dr. Geoffrey Morara Nyakoe**  
**County Executive Committee Member,**  
**Finance & Economic Planning**

#### **4. Statement of Performance against County Predetermined Objectives**

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer when preparing financial statements of each County Government entity does so in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board and the statement should include statement of the county government entity's performance against predetermined objectives.

Strategic development objectives Adopted from Nyamira County

The County's 2018-2023 CIDP has identified 19 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 Nyamira County's 2023-2027 CIDP are:

##### **Strategic development objectives**

- The County's 2018-2022 CIDP has identified xxx 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 Vision 2030, 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 2018-2022 County's CIDP are to:
  - Improve customer service delivery by 95%
  - Improve the food security and eradicate poverty in the county
  - Improved livestock productivity and safe animal products
  - Improved fisheries productivity and safe fish products
  - To provide a spatial framework for Infrastructure and socioeconomic development of the County

- To Enhance Housing Development and Infrastructure Through integrated management
- Ensure passable and safe road network
- Ensure timely maintenance of vehicles and machinery to minimize down town
- Ensure all tender documents are prepared on timely as per request and development is controlled
- To support and increase efficiency in service delivery.
- Increase the quantity and quality infrastructure in the county through financial and technical support to department (Promote reliable and accessible ICT services to the citizens of Nyamira County)
- To Enhance access and quality Early Childhood Development and Education services.
- To integrate ICT in the youth polytechnic curriculum and adopt e-learning technology for education teaching and learning delivery systems
- Programme Objective: To Reduce Incidences Of Mortality And Improve Quality Of Life Of Individuals, Households and Community.
- To Reduce Incidence Of Preventable Diseases And Mortality In The County
- To Improve Service Delivery By Providing Supportive Functions To Implementing Units Under The Health Services Department
- Enhance efficiency and effectiveness in service delivery
- Strengthen policy formulation, economic planning resource allocation, specialized community funding and awareness
- To ensure quality financial resources enhancement, control and advisory
- To ensure quality financial resources enhancement, control and advisory
- To enhance efficient and effective service delivery
- continuously enhance human resource competencies and skills and achieve 100% compliance to legal statutory and policy requirements
- Strengthen Institutional framework for administration of decentralized units
- To strengthen Humanitarian Response and Improve Resilience of Vulnerable Groups and Communities
- To enhance resource mobilization through proactive engagement with development partners

- Enhancing institutional efficiency and effectiveness in implementation and service delivery. Adherence to set up legal framework
- Appreciation and promotion of cultural expression and heritage.
- To increase safety in alcohol consumption
- To Promote and develop a reading culture.
- To control Betting, lotteries and gaming.
- To promote and develop the film industry.
- To promote and develop sports talent.
- To Provide adequate and standard sports facilities
- To strengthen child welfare, protection structures and systems.
- To promote gender equity and equality
- To promote Social inclusion and equity in society
- Increase accessibility to clean and safe water for domestic and industrial use from estimated 35 % to 60 % by year 2022 and to <0.5Km
- To promote environmental conservation, health and safety through sustainable development approaches
- To support cross cutting rapid results initiatives in all sectors
- to create awareness to the public on government projects, programmes and service delivery

**THE PROGRESS MADE IN ATTAINING THE OBJECTIVES OF THE CIDP 2018-2022  
FOR NYAMIRA COUNTY.**

| S/No | Strategic Objective as per CIDP (present the objectives on a high and strategic level)  | Targeted Outcome                                    | Performance/Progress made up since inception from the latest CIDP   |
|------|---|---|---|
| 1    | To Enhance access and quality Early Childhood Development and Education services.   | Holistic development of the child.                  | Construction of 47 more ECDE classes, reduction of absenteeism by 47%, induction of 900 ECDE teachers on CBC, improvement of hygiene where 47 toilets were constructed, supply of teaching, learning materials and indoor and outdoor playing materials 408 ECDE centers, 1 policy drafted and enrollment increased by 3.6% in all the ECDE centers.  |
| 2    | To integrate ICT in the youth polytechnic curriculum and adopt e-learning technology for education teaching and learning delivery systems | To ensure quality training.                         | constructed 17 classes, refurbished 33 classes, constructed pit latrines in the 33 VTC centers, provision of furniture in all 33 VTC centers, utilities paid monthly, supply of teaching ,learning materials and assorted tools to all 33 VTC centers across the county, participation of skills development in all 33 VTC centers, Facilitation of co-curricular activities in all the 33 Centers, 940 youth empowered and 99,500 benefited from the bursary fund.   |
| 3    | To Reduce Incidences Of Mortality And Improve Quality Of Life Of Individuals, Households and Community.                                   | Improved access to diagnostic and Curative Services | Maternal mortality reduced from 385/100,00 to 349 per 100,000 live births; infant mortality went down to 27 per 1000 live births from 58 per 1000 live births; proportion of deliveries conducted by skilled attendants increased from 52% to 72.8% and proportion of women of reproductive age (WRA) receiving family planning (FP) increased from 65% to 87.8%, four facilities with functional radiology units, establishment of a functional dialysis center,6 theatres completed and equipped,1 operational dental unit,1 ICU equipped,1 hospital with oxygen generating plant,111 facilities stocked with essential commodities and medical supplies, availability of 12 functional ambulances,21 new primary health facilities,10 motor bikes procured and installation of water tanks |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

|   |  |   |  |
|---|--|---|--|
| 4 | To Reduce Incidence Of Preventable Diseases And Mortality In The County  |   | a remarkable improvement in HIV interventions with the prevalence of HIV reducing to 3.9% from a high of 6.4% in 2017 due to concerted efforts that has been put over the years, a greater % of 77.8 women using modern family planning methods, construction of 24 staff houses in the Health facilities, operationalization of 27 maternity units,72% of births are attended to by skilled health personnel,95% of pregnant mothers are on insurance cover,86% of children are fully immunized, procurement of 24 vaccine fridge, in improving care, treatment and health promotion activities.      |
| 5 | To Improve Service Delivery By Providing Supportive Functions To Implementing Units Under The Health Services Department | Health service access and efficiency improved   | improving service delivery by providing supportive functions to implementing units under the health department by enactment of health policy and bill, recruitment of new 573 health workers, training of 576 health workers and procurement of 16 ICT equipment to aid in the performance of functions  |
| 6 | Enhance efficiency and effectiveness in service delivery   | Improved service delivery   | enactment of health policy and bill, recruitment of new 573 health workers, training of 576 health workers and procurement of 16 ICT equipment to aid in the performance of functions.   |
| 7 | Strengthen policy formulation, economic planning resource allocation, specialized community funding and awareness        | Improved livelihood due to proper allocation of the resources on planned programmes and their targets | 5 updated county profiles and achieved only 1 established &functional CIDC and the SCIDC because the figure was overestimated, only 1 established and functional was achieved,30 Budget quarterly implementations was achieved, the rest is still ongoing, no county indicator handbook was prepared due to inadequate funding, only 1 Mid and End Term Review of the County Integrated Development Plan and its Strategic Plans was achieved, the rest still ongoing. No Long-Term Development Plan 2022-2032 was prepared due to inadequate funding, only 12 Strategic Plans 2018-2022 were prepared |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

|    |  |  |   |
|----|--|--|---|
| 8  | To ensure quality financial resources enhancement, control and advisory  | Better managed and controlled public financial management system                             | 94.6% of accounted for funds,100% of Financial and budget Execution Services to be implemented,13.4 % of Reduced audit queries. 60 Timely delivery of goods and services90 % was achieved due to Late disbursement of funds from National Treasury,94% of Financial and budget Execution Services was implemented due to Late disbursement of funds from National Treasury, Reduced percentage of audit queries was fully achieved, Timely delivery of goods and services was fully achieved. |
| 9  | To ensure quality financial resources enhancement, control and advisory  | Better managed and enhanced resource mobilization for better service delivery                | increased revenue collections collected revenue of 840,346,305 which was below the set target of, this was due to COVID-19 Pandemic that affected revenue streams; challenges in revenue automation; over casting revenue.  |
| 10 | To enhance efficient and effective service delivery  | Customer satisfaction in service delivery  | 60 remunerations, constructed 50 fully operational offices; the construction is still ongoing, developed 20 policies & bills; awaiting approvals from assembly.   |
| 11 | Continuously enhance human resource competencies and skills and achieve 100% compliance to legal statutory and policy requirements | Improved human resource capacity in terms of skills and competencies and enhanced compliance | Payment of arrears worth 30M to ECDE officers in the department of education All staff put under nssf & Nhif systems, Improved civic education, More HR trainings, All staff were placed on enhanced medical cover and last expense cover, whereby they are able to choose a facility to access medical services, Historical arrears on promotion for officers from the department of environment were cleared  |
| 12 | Strengthen Institutional framework for administration of decentralized units   | Well administered and coordinated decentralized units  | Filling human resource files tracing has been going on to ensure that all officers have files and those whose files were not opened are being profiled for further investigation in collaboration with the CPSB   |

County Government of Nyamira  
 County Executive – Nyamira  
 Annual Report and Financial Statements for the year ended June 30 2023

|    |   |  |   |
|----|---|--|---|
| 16 | Appreciation and promotion of cultural expression and heritage.   | Improved appreciation of cultural expression and heritage                                      | establishment of County choir, band and troupes and purchase of 15 cultural equipment. To increase safety in alcohol consumption through licensing 800 outlets selling alcohol, empowering vulnerable groups across the county through mapping of 10 plwds in 10 wards, supporting 1000 plwds and holding of 5 plwds cerebrations. To Promote and develop a reading culture through construction of a library and to control Betting, lotteries and gaming by reducing 70,000 persons participating in betting, lottery and gaming. |
| 17 | To promote and develop sports talent.   | Improved and increased participation in sports   | identifying, mentoring and nurturing of 171 talents, purchase of 36 sports equipment, 2 benchmarking visits, rewarding of 500 sports disciplines/men and women, holding of 50 sports activities/tournaments, participating of 10 sports activities outside the county, establishment of 10 county staff sports teams, mainstreaming of 2 PLWDs categories in sports activities, 2 gender mainstreamed in sports activities, construction of talent academy and development of Stadia.   |
| 18 | To strengthen child welfare, protection structures and systems.   | A county where children enjoy their full rights responsibly and achieve their full potentials. | establishment of child advisory committees previously known as AACs, recruitment of 42 VCOs, creation of child rights awareness and support of 295 children by presidential secondary school bursaries(pssb)  |
| 19 | To promote gender equity and equality   | Increased gender equity and equality in the county   | <i>through 10</i> trainings and capacity building sessions for staffs and other Stakeholders, 15 bills, policies and plans preparation, Strategic Plans preparation, annual budgets preparation, holding 100 Meetings and Workshops for staff members and remunerating 52 staffs.   |
| 20 | Increase accessibility to clean and safe water for domestic and industrial use from estimated 35 % to 60 % by year 2022 and to <0.5Km | Additional 20,000 Households (100,000 persons) having access to clean and safe water           | constructing 40 water supply schemes and achieved constructing 5, drilling and developing 70 boreholes and achieving 40, developing and protecting 300 water springs and achieving 370, desilting 6 dams and achieving 4 and by forming a targeted 140 Water Users Associations and at the end of the period achieving 60.  |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

|    |   |  |   |
|----|---|--|---|
| 21 | To promote environmental conservation, health and safety through sustainable development approaches   | County Forest Cover increased by 15%   | establishing 5 tree nurseries per sub-county and reforestation of 5 hill tops.  |
| 22 | Full access to affordable, adequate and reliable energy for socio-economic transformation   | Electricity coverage increased from 49.5% to 70%                               | 100% of street lights installation, rating exceeded expectations  |
| 23 | Ensure passable and safe road network   | Improved transportation of goods and people                                    | Constructed 4Km of roads to bitumen standard; Achieved 100% targeted building of culverts. Constructed 400km of roads to bitumen standards. This is exceeded expectation of its target, Rehabilitated 1200Km of roads against targeted 750KM. |
| 2  | Ensure all tender documents are prepared on timely as per request and development is controlled   | Improved physical and social infrastructure in urban areas                     | Constructed 3 offices; 317 tender documents were prepared which the exceeded expectations; 317 projects were managed; 450 buildings were approved; 431 public facilities were inspected; 17 disaster training were conducted.                 |
| 26 | To support and increase efficiency in service delivery.   | Improved and efficient administrative, financial and planning support services | 100% compensation of employees; 61 reports done which exceeded expectations; 4 bills and policies prepared; 5000 monitoring and evaluation reports were made; 50% of staff were trained.  |
| 27 | Increase the quantity and quality infrastructure in the county through financial and technical support to department (Promote reliable and accessible ICT services to the citizens of Nyamira County) | 70% access to ICT services in Nyamira County                                   | point to point internet connectivity, Inventory system backed by ICT, emails to all staff and WIFI connectivity.  |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

|    |   |  |   |
|----|---|--|---|
| 28 | To provide a spatial framework for Infrastructure and socioeconomic development of the County | Improved developments within the County              | 1 functional spatial plan, 10 Local physical development plans, 2 zone plan, 20 reduced land conflicts, well documented registers and secure public land. At the end of plan period, the sector achieved 60% of functional spatial plan through Inception report, 60% of Local physical development plans through preparation of 9 LPDP as part of the MSP, 10% Of Reduced land conflicts Well documented registers and secure of public land this is due to Inadequate funding for survey and beaconing and no achievement was made on zone plan due to no budget allocation   |
| 29 | To Enhance Housing Development and Infrastructure Through integrated management               | Integrated development of housing and infrastructure | provide 2,000, construction of modern civil servant's houses, operational Governors and D/Governors official residence and county headquarters offices, 200 improved housing stock, 20 innovative building technologies, 12 Duly executed lease agreements, 50 kms Constructed and functional sewage system, 1 Functional Enforcement and Compliance Unit, 1 Functional Draft County Addressing Act and 30 Constructed motorbike sheds. At the end of plan period, the sector achieved 20% of construction of modern civil servants houses, operational Governors and D/Governors official residence and county headquarters offices due to re-allocation of funds to other program affect the project, 16 improved housing stock due to slow pace of transfers of devolved houses by IGRTC affect the takeover of the houses by county, 60% of innovative building technologies due to Inadequate funding and re-allocation of funds, 100% Duly executed lease agreements hence all requests made processed and all lease agreements were signed, no construction of sewage system due to no budget allocation. 100% opening of access roads was done, no Functional Enforcement and Compliance Unit and Draft County Addressing Act was done due to no allocation of funds and Constructed motorbike sheds was fully achieved |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

|    |   |  |   |
|----|---|--|---|
|    | Improve the food security and eradicate poverty in the county | Improved food production and farming practices | provided subsidized fertilizers as a flagship project during the implementation period. To enhance food security farmers were provided with certified seeds.  |
| 30 | Improved livestock productivity and safe animal products      | improved profitability in livestock management | provision of subsidized AI services to farmers, federation of various milk cooperative societies to a dairy union, disease control through vaccinations of livestock against notifiable diseases like foot and mouth, improvement of cold supply chain through provision of bulk milk coolers to enhance value addition of the commodity and rehabilitation of dips along the livestock routes. |
| 31 | Improved fisheries productivity and safe fish products        | Improved profitability in fisheries management | Fingerlings were provided to fish farmers to enhance fish production and diversify income generation at the farm level. Further, to impart knowledge on modern farming methods green houses have been constructed in all the 30 wards.  |

**1) Department of Finance, ICT and Economic Planning**

| <b>Objective</b>  | <b>Outcome</b>  | <b>Indicator</b>                     | <b>Performance</b>   |
|---|---|--------------------------------------|--|
| Enhance efficiency and effectiveness in service delivery  | Improved service delivery   | Number of delivery services provided | achieved 100% remunerations, developed 20 policies & bills   |
| Strengthen policy formulation, economic planning resource allocation, specialized community funding and awareness | Improved livelihood due to proper allocation of the resources on planned programmes and their targets | Number of policy documents developed | The sector fully achieved the 5 updated county profiles and achieved only 1 established & functional CIDC and the SCIDC because the figure was overestimated, only 1 established and functional was achieved, 30 Budget quarterly implementations was achieved, the rest is still ongoing, no county |

| Objective   | Outcome  | Indicator                              | Performance  |
|---|--|--|--|
|   |  |  | indicator handbook was prepared due to inadequate funding, only 1 Mid and End Term Review of the County Integrated Development Plan and its Strategic Plans was achieved ,the rest still ongoing. No Long-Term Development Plan 2022-2032 was prepared due to inadequate funding, only 12 Strategic Plans 2018-2022 were prepared Because the no was exaggerated .5 Joint venture on Economic block fully achieved, only 1 Quick Win Programme on the SDGs was achieved the rest are ongoing, no Social intelligence interrogation and Reporting was achieved due to inadequate funding,3Kenya Devolution Support Programme was achieved, Target to prepare 25 Budget Policy Documents ( ADP, CBROP, CFSP, SECTOR REPORT AND PBB) was achieved |
| To ensure quality financial resources enhancement, control and advisory | Better managed and controlled public financial management system | Number of financial resources enhanced | 94.6% of accounted for funds,100% of Financial and budget Execution Services to be implemented,13.4 % of Reduced audit queries.  |

| Objective   | Outcome   | Indicator | Performance   |
|---|---|-----------|---|
|   |   |           | 60 Timely delivery of goods and services<br>90 % was achieved due to Late disbursement of funds from National Treasury,94% of Financial and budget Execution Services was implemented due to Late disbursement of funds from National Treasury, Reduced percentage of audit queries was fully achieved,<br>Timely delivery of goods and services was fully achieved.  |
| To ensure quality financial resources enhancement, control and advisory | Better managed and enhanced resource mobilization for better service delivery |           | We collected revenue of 840,346,305 which was below the set target of 1.1B,this was due to COVID-19 Pandemic that affected revenue streams; challenges in revenue automation; over casting revenue. There has been 60 % use of the automation of revenue<br>More trainings have taken place<br>Finance bill prepared and approved<br>Automation of new revenue system procured and implemented<br>Efficient revenue reporting and management<br>Stakeholder sensitization and engagement undertaken |

| Objective  | Outcome                                      | Indicator                       | Performance  |
|--|--|---------------------------------|--|
| Increase the quantity and quality infrastructure in the county through financial and technical support to department ( Promote reliable and accessible ICT services to the citizens of Nyamira County) | 70% access to ICT services in Nyamira County | Number of ICT services provided | <ul style="list-style-type: none"> <li>Improvement on the internet connectivity</li> </ul> |

**2) Department of Agriculture, Livestock and Fisheries Development**

| Objective   | Outcome  | Indicator                                       | Performance   |
|---|--|---|---|
| Improve customer service delivery by 95%                      | Improved customer service                      | Number of customer services provided            | 20 trainings and capacity building sessions for staffs and other Stakeholders, 2 bills, policies and plans prepared, Strategic Plans preparation, annual budgets preparation, holding 100 Meetings and Workshops for staff members and remunerating new staffs. |
| Improve the food security and eradicate poverty in the county | Improved food production and farming practices | Number of food production and farming practiced | The department provided subsidized fertilizers as a flagship project during the implementation period. To enhance food security farmers were provided with certified seeds.   |

| <b>Objective</b>   | <b>Outcome</b>                                 | <b>Indicator</b>   | <b>Performance</b>  |
|--|--|--|---|
| Improved livestock productivity and safe animal products | Improved profitability in livestock management | Number of livestock production practiced                     | The department engaged a task force which came up with recommendations on how to commercialize the industry and therefore implementing the following recommendations; provision of subsidized AI services to farmers, federation of various milk cooperative societies to a dairy union, disease control through vaccinations of livestock against notifiable diseases like foot and mouth, improvement of cold supply chain through provision of bulk milk coolers to enhance value addition of the commodity and rehabilitation of dips along the livestock routes. |
| Improved fisheries productivity and safe fish products   | Improved profitability in fisheries management | Number Improve fisheries productivity and safe fish products | Fingerlings were provided to fish farmers to enhance fish production and diversify income generation at the farm level.   |

**3) Department of Environment, Water, Energy, Mining, Climate change and Natural Resources**

| <b>Objective</b>  | <b>Outcome</b>   | <b>Indicator</b>                     | <b>Performance</b>   |
|---|--|--------------------------------------|--|
| Increase accessibility to clean and safe water for domestic and industrial use from estimated 35 % to 60 % by year 2022 and to <0.5Km | Additional 20,000 Households (100,000 persons) having access to clean and safe water | Number of water schemes constructed  | Construction 40 water supply schemes and achieved constructing 5, drilling and developing 70 boreholes and achieving 40, developing and protecting 300 water springs and achieving 370, desilting 6 dams and achieving 4 and by forming a targeted 140 Water Users Associations and at the end of the period achieving 60. |
| To promote environmental conservation, health and safety through sustainable development approaches                                   | County Forest Cover increased by 15%   | Number of tree nurseries constructed | Established 5 tree nurseries per sub-county and reforesting 5 hill tops.   |

#### **4) Department of Education and Vocational Training**

| <b>Objective</b>  | <b>Outcome</b>                    | <b>Indicator</b>  | <b>Performance</b>   |
|---|-----------------------------------|---|--|
| To Enhance access and quality Early Childhood Development and Education services. | Holistic development of the child | Number of constructed ECDE CENTERS and employed ECDE teachers | Construction of 47 more ECDE classes, reduction of absenteeism by 47%, induction of 900 ECDE teachers on CBC, improvement of hygiene where 47 toilets were constructed, supply of teaching, learning materials and indoor and outdoor playing materials 408 ECDE centers, 1 policy |

| Objective   | Outcome                     | Indicator   | Performance  |
|---|-----------------------------|---|--|
|   |                             |   | drafted and enrollment increased by 3.6% in all the ECDE centers.  |
| To integrate ICT in the youth polytechnic curriculum and adopt e-learning technology for education teaching and learning delivery systems | To ensure quality training. | Number of constructed VTC Centres and learning delivery systems | The department constructed 17 classes, refurbished 33 classes, constructed pit latrines in the 33 VTC centers, provision of furniture in all 33 VTC centers, utilities paid monthly, supply of teaching ,learning materials and assorted tools to all 33 VTC centers across the county, participation of skills development in all 33 VTC centers, Facilitation of co-curricular activities in all the 33 Centers, 940 youth empowered and 99,500 benefited from the bursary fund. |

**Department of gender**

| Objective   | Outcome  | Indicator                       | Performance   |
|---|--|---------------------------------|---|
| Enhancing institutional efficiency and effectiveness in implementation and service delivery.<br>Adherence to set up legal framework | Increased access to services across the county | Number of legal frameworks done | They set up legal framework through 10 trainings and capacity building sessions for staffs and other Stakeholders, 15 bills, policies and plans preparation, Strategic Plans preparation, annual budgets preparation, holding 100 Meetings and Workshops for staff members and remunerating 52 staffs |
| Appreciation and promotion of   | Improved appreciation of                       | Number of promotional           | To increase safety in alcohol consumption through licensing   |

**County Government of Nyamira**  
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| <b>Objective</b>  | <b>Outcome</b>   | <b>Indicator</b>                           | <b>Performance</b>  |
|---|--|--|---|
| cultural expression and heritage.                               | cultural expression and heritage   | cultural expression and heritage practiced | 800 outlets selling alcohol, empowering vulnerable groups across the county through mapping of 10 plwds in 10 wards, supporting 1000 plwds and holding of 5 plwds cerebrations. To Promote and develop a reading culture through construction of a library and to control Betting, lotteries and gaming by reducing 70,000 persons participating in betting, lottery and gaming.  |
| To promote and develop sports talent.                           | Improved and increased participation in sports   | Number of sports talents developed         | Promote and develop sports talent through identifying, mentoring and nurturing of 171 talents, purchase of 36 sports equipment, 2 benchmarking visits, rewarding of 500 sports disciplines/men and women, holding of 50 sports activities/tournaments, participating of 10 sports activities outside the county, establishment of 10 county staff sports teams, mainstreaming of 2 plwds categories in sports activities, 2 gender mainstreamed in sports activities, construction of talent academy and development of Stadia. |
| To strengthen child welfare, protection structures and systems. | A county where children enjoy their full rights responsibly and achieve their full potentials. |  | In the plan period, the gender equity and empowerment of women targeted to promote gender equity and equality through holding of 56 gender mainstreaming sensitisations, reactivating of 3 County Gender Technical Working Group (GTWG), training of 5 Area Gender Technical Working Groups (GTWG), 90 women fora on existing funds and   |

| Objective                             | Outcome  | Indicator                                     | Performance   |
|---------------------------------------|--|---|---|
|                                       |  |   | programmes targeting them e.g. NGAAF,AGPO,YEDF,UWEZO, forming of 2000 groups and holding of 100 sensitization fora on saving culture and entrepreneurship.  |
| To promote gender equity and equality | Increased gender equity and equality in the county | Number of gender equality and equity promoted | In the plan period, the children development protection and participation targeted to strengthen child welfare, protection structures and system through establishment of child advisory committees previously known as aacs, recruitment of 42 vcos, creation of child rights awareness and support of 295 children by presidential secondary school bursaries(pssb) |

**5) Department of Public Service Management**

| Objective  | Outcome  | Indicator                                | Performance   |
|--|--|--|---|
| To enhance efficient and effective service delivery  | Customer satisfaction in service delivery  | Number of staff enumerated               | Achieved 60 remunerations, constructed 50 fully operational offices; the construction is still ongoing, developed 20 policies & bills; awaiting approvals from assembly.  |
| Continuously enhance human resource competencies and skills and achieve 100% compliance to legal statutory and policy requirements | Improved human resource capacity in terms of skills and competencies and enhanced compliance | Number of human resource skills improved | Over 500 officers promoted About 100 officers for the department of Health& PSM Recruitment of critical technical staff done for departments of environment, municipality, public works and finance & planning.PSM also recruited PWD's for the |

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| Objective  | Outcome   | Indicator                                      | Performance   |
|--|---|--|---|
|  |   |  | department Health and PSM to address inclusivity.<br>Training & development of about 200 staff trained under the KDSP programme<br>20 attachees trained   |
| Strengthen Institutional framework for administration of decentralized units | Well administered and coordinated decentralized units | Number of institutional framework administered | <ul style="list-style-type: none"> <li>• Payment of arrears worth 30M to ECDE officers in the department of education</li> <li>• All staff put under nssf &amp;Nhif systems</li> <li>• Improved civic education</li> <li>• More HR trainings</li> <li>• All staff were placed on enhanced medical cover and last expense cover, whereby they are able to choose a facility to access medical services</li> <li>• Historical arrears on promotion for officers from the department of environment were cleared</li> <li>• Staff welfare association approved by the</li> </ul> |

| Objective | Outcome | Indicator | Performance   |
|-----------|---------|-----------|---|
|           |         |           | <p>cabinet and is pending registration</p> <ul style="list-style-type: none"> <li>• Staff rationalization to ensure officers are placed in departments where their services is ongoing, 70 achieved so far</li> <li>• Skills Audit carried out in lands &amp; public works to ensure all departments comply</li> <li>• Filling human resource files tracing has been going on to ensure that all officers have files and those whose files were not opened are being profiled for further investigation in collaboration with the CPSB</li> <li>• Revenue from administration and third-party institutions like the payroll rose since the collection is</li> </ul> |

| Objective   | Outcome                                | Indicator | Performance  |
|---|--|-----------|--|
|   |  |           | system inbuild, we collect 100% of all process.  |
| I)To strengthen Humanitarian Response and Improve Resilience of Vulnerable Groups and Communities<br>ii)To enhance resource mobilization through proactive engagement with development partners<br>iii)To support cross cutting rapid results initiatives in all sectors to | Accelerate social economic development |           | Strategies in place through; <ul style="list-style-type: none"> <li>✓ Staff return Audit revealed 45 officers not in any departmental returns, salaries stopped to allow for investigations</li> <li>✓ in partnership with EACC,24officers of interest were identified and salaries stopped to allow EACC complete investigation.</li> </ul> |

**6) Department of Lands Housing Physical Planning and Urban Development**

| Objective   | Outcome                                 | Indicator                                | Performance   |
|---|---|--|---|
| To provide a spatial framework for Infrastructure and socioeconomic development of the County | Improved developments within the County | Number of frameworks documents developed | Provided 1 functional spatial plan, 10 Local physical development plans, 2 zone plan, 20 reduced land conflicts , well documented registers and secure public land. At the end of plan period, the sector achieved 60% of functional spatial plan through Inception report, 60% of Local physical development plans through preparation |

| Objective   | Outcome  | Indicator   | Performance  |
|---|--|---|--|
|   |  |   | of 9 LPDP as part of the MSP, 10% of Reduced land conflicts Well documented registers and secure of public land this is due to Inadequate funding for survey and beaconing and no achievement was made on zone plan due to no budget allocation  |
| To Enhance Housing Development and Infrastructure Through integrated management | Integrated development of housing and infrastructure | Number of integrated housing and infrastructure developed | The sector achieved 20% of construction of modern civil servants houses, operational Governors and D/Governors official residence and county headquarters offices due to re-allocation of funds to other program affect the project, 16 improved housing stock due to slow pace of transfers of devolved houses by IGRTC affect the takeover of the houses by county, 60% of innovative building technologies due to Inadequate funding and re-allocation of funds, 100% Duly executed lease agreements hence all requests made processed and all lease agreements were signed, no |

| Objective | Outcome | Indicator | Performance   |
|-----------|---------|-----------|---|
|           |         |           | construction of sewage system due to no budget allocation. 100% opening of access roads was done, no Functional Enforcement and Compliance Unit and Draft County Addressing Act was done due to no allocation of funds and Constructed motorbike sheds was fully achieved |

**7) Department of Transport, Roads, Public Works and Disaster Management**

| Objective   | Outcome  | Indicator  | Performance   |
|---|--|--|---|
| Ensure passable and safe road network   | Improved transportation of goods and people                                    | Number of KM roads rehabilitated and maintained  | Rehabilitated 1200Km of roads against targeted 750KM  |
| Ensure all tender documents are prepared on timely as per request and development is controlled | Improved physical and social infrastructure in urban areas                     | Number of improved physical and social infrastructure in urban areas                     | Constructed 3 offices; 317 tender documents were prepared, 317 projects were managed; 450 buildings were approved; 431 public facilities were inspected; 17 disaster training were conducted. |
| To support and increase efficiency in service delivery.   | Improved and efficient administrative, financial and planning support services | Number of improved and efficient administrative, financial and planning support services | 100% compensation of employees; 61 reports done; 4 bills and policies prepared; 5000 monitoring and evaluation reports were made; 50% of staff were trained.                                  |

11) Department of Health Services

| Objective  | Outcome  | Indicator                                   | Performance  |
|--|--|---|--|
| <p>To Reduce Incidences of Mortality and Improve Quality of Life of Individuals, Households and Community.</p> | <p>Improved access to diagnostic and Curative Services</p> | <p>Number of provided curative services</p> | <p>Curative and rehabilitative services aimed to reduce incidences of mortality and improve quality of life of individuals, households and community by ensuring Maternal mortality reduced from 385/100,00 to 349 per 100,000 live births; infant mortality went down to 27 per 1000 live births from 58 per 1000 live births; proportion of deliveries conducted by skilled attendants increased from 52% to 72.8% and proportion of women of reproductive age (WRA) receiving family planning (FP) increased from 65% to 87.8%, four facilities with functional radiology units, establishment of a functional dialysis center, 6 theatres completed and equipped, 1 operational dental unit, 1 ICU equipped, 1 hospital with oxygen generating plant, 111 facilities stocked with essential commodities and medical supplies, availability of 12</p> |

**County Government of Nyamira**  
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| Objective  | Outcome                                | Indicator                   | Performance   |
|--|--|-----------------------------|---|
|  |  |                             | functional ambulances,21 new primary health facilities,10 motor bikes procured and installation of water tanks.   |
| To Reduce Incidence of Preventable Diseases And Mortality In The County  | Halt and Reverse communicable diseases |                             | Recruitment of additional 573 staffs, opening of 27 new maternity units, enhanced referrals by community health workers, additional immunizing sites, community dialogue sessions with community gatekeepers as well as the Linda Mama Initiative.  |
| To Improve Service Delivery By Providing Supportive Functions To Implementing Units Under The Health Services Department | Improved service delivery              | Number of improved services | Ensuring a remarkable improvement in HIV interventions with the prevalence of HIV reducing to 3.9% from a high of 6.4% in 2017 due to concerted efforts that has been put over the years, a greater % of 77.8 women using modern family planning methods, construction of 24 staff houses in the Health facilities, operationalization of 27 maternity units,72% of births are attended to by skilled health personnel,95% of |

| Objective | Outcome | Indicator | Performance  |
|-----------|---------|-----------|--|
|           |         |           | pregnant mothers are on insurance cover,86% of children are fully immunized, procurement of 24 vaccine fridge, in improving care, treatment and health promotion activities. |

*The Data and information provided are as per the CIDP*

## **5. Environmental and Sustainability Reporting**

### **1. Sustainability strategy and profile**

The County Government of Nyamira carries all its activities in a sustainable manner to ensure resources are exploited for both the current and future generations. The county strive to ensure its natural resources are exploited in a manner that is sustainable and among the measure that the county has undertaken in this regard includes: cutting down of eucalyptus trees along our rivers banks, control of murraming activities through assurance of licence and encouraging use of renewable energy such as solar energy. The key document used for our sustainability efforts includes; Nyamira Climate Change Policy, Nyamira Climate Finance Policy, Nyamira Climate Change Action Plan and Nyamira Adaptation Plan.

### **2. Environmental performance**

The County Government of Nyamira has a draft solid waste management policy as well as environmental management policy. The former outline a frame work on how solid waste is managed right from the source, collection, transportation and disposal. The later outlines how the environment should be managed and the rights citizens have to a clean and safe surroundings. It as well gives highlights the obligations citizens have towards taking care of the same environment.

The County Government also has a Transition Implementation Plan (TIPs) that stipulates how forest activities are managed between the County Government and Kenya Forestry Services. Noisy pollution and control guidelines are explained in the Environmental policy and each citizen's responsibility on the same well explained.

Overly the County Government is obliged to the major law that is the Environmental Management and Coordination Act 2005 (EMCA2005).The County Laws are developed in line with this ACE and are therefore consistence to overall National Laws relation with the management of the environment.

### **3. Employee welfare**

The County Government use a human resource manual/policy that takes into account a gender ratio whereby a third of every new recruitment is comprised of women, continuous training being offered to employees on need basis to enhance skills, careers and as well as performance appraisals which are done through performance contracting.

The county Government do provide opportunities to regular trainings to improve skills and managing careers, appraisal and reward systems. The County also has a policy on safety and compliance with Occupational Safety and Health Act of 2007, (OSHA.).

The County has a talent academy where they staff are trained for talent is retention and continue offering the services needed by the citizenry.

### **4. Market place practices-**

#### **a) Responsible Supply chain and supplier relations-**

The management has made efforts to equitably offer opportunities to youths, women and persons living with disability. Procurement opportunities are given to bidders as per the guiding procurement laws (PPAD 2015) and equity is in practice ever. There is frequent interaction between bidders and management through pre bidding conferences, site visits, opening of tenders and trainings.

#### **b) Responsible ethical practices-**

The County Government has a functional Ethical and Integrity Committee to check and guide out on our practises. Additionally all our new recruits are required to threshold spelt out in Chapter Six of the Constitution.

#### **c) Stewardship of goods and services**

All goods procured, donated, received and or are being held under trust for the public by the County Government of Nyamira go through stringent inspection before being taken into custody and are held securely and safely to meet the objectives that they are intended for.

### **5. Community Engagements**

The Government in its endeavours to ensure it operates within the Law engages the public through various forms including civil education and Public engagements.

Among various documents that we have constantly engaged the public includes: Strategy Paper ADP, CPRO, CIDP, Finance Bill and budget. In addition the County has engaged the community in giving their views on proposed; Sironga Industrial park, Nyamira spatial plan, Sironga Airstrip, Esanige stadium and a proposed Level five hospital at Matutu.

## **6. Statement of Management Responsibilities**

Section 164 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 in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The County Executive Committee (CEC) member for Finance and Economic planning of the County Government is responsible for the preparation and presentation of the County Executive's financial statements, which give a true and fair view of the state of affairs of the County Executive for and as at the end of the financial year ended on June 30, 2023. 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 Executive; (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 Executive; (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 Executive'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 Executive's financial statements give a true and fair view of the state of the County Executive's transactions during the financial year ended June 30, 20xx, 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 Executive 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 Executive has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Executive’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 Executive’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 Executive’s financial statements were approved and signed by the CEC member for finance on 28<sup>th</sup> September, 2023.



.....  
**Dr. Geoffrey Morara Nyakoe**

CECM Finance, ICT and Economic Planning

## 7. Statement of Compliance

The County Government is regulated by various laws and regulations. As a County Government, we are committed to ensuring that we have complied with all the laws and regulations governing County Governments.

- a) Financial reporting – Section 166 of the PFM Act (2012) requires the County Treasury to submit quarterly reports to the County Assembly and deliver copies to the Controller of Budget, National Treasury and the Commission on Revenue Allocation (CRA), no later than one month after the end of each quarter. Nyamira County complied with these requirements and submitted the quarterly reports within the stipulated timelines.
  
- b) Fiscal responsibilities – Section 107 of the PFM Act (2012) stipulates the requirements of the County Treasury in enforcing fiscal responsibility.
  - “The County Government’s recurrent expenditure will not exceed the County Government’s total revenue” in **FY 2022/2023** Nyamira County will comply with this requirement whereby the recurrent budget was **Kshs 4,909,497,903 against** total revenues of **Kshs 7,094,885,582**.
  
  - “A minimum of thirty percent of the County Government’s budget will be allocated to the development expenditure” in **FY 2022/2023**, **Kshs 2,187,062,879 (30 %)** was allocated to development budget against a total budget of **Kshs 7,094,885,582**.

# REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

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NAIROBI

## **REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF NYAMIRA FOR THE YEAR ENDED 30 JUNE, 2023**

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### 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 the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on the 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.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, 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 of County Executive of Nyamira set out on pages 1 to 63 which comprise the statement of financial assets and liabilities

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*Report of the Auditor-General on County Executive of Nyamira for the year ended 30 June, 2023*

as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, because of the significance of the matters discussed 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 County Executive of Nyamira as at 30 June, 2023 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 Public Finance Management Act, 2012.

## **Basis for Adverse Opinion**

### **1.0 Inaccuracies in the Financial Statements**

The financial statements presented by the County Executive of Nyamira had the following inaccuracies:

#### **1.1. Statement of Cash Flows**

The statement of cash flows reflects cash and cash equivalents of an amount of Kshs.454,717,850 which includes an amount of Kshs.694,858 in respect of increase in deposits and retentions balance and as disclosed in Note 10 to the financial statements. Review of supporting documents in respect of cash and cash equivalents as at 30 June, 2023 reflects certificate of bank balance and bank reconciliation cash book balance of Kshs.75,769,253 and Kshs.77,472,612 in respect of Nyamira County Deposit account respectively. However, review of bank reconciliation statements revealed that the bank balance included deposits balance of Kshs.11,404,909 received after 30 June, 2023 and hence not part of the cash balance.

In the circumstances, the accuracy and completeness of cash and cash equivalents of an amount of Kshs.454,717,850 and Kshs.694,858 in respect of increase in deposits and retentions could not be confirmed.

#### **1.2. Statement of Comparison of Budget and Actual Amounts Combined**

Review of the statement of comparison of budget and actual amounts combined, reflects an amount of Kshs.7,094,885,582 in respect of final revenue and expenditure budget which includes original budget and adjustments of amounts of Kshs.5,921,849,700 and Kshs.1,173,035,882 respectively. However, the budget adjustments was not supported with supplementary budgets.

In the circumstances, the accuracy and completeness of an amount reflected in the statement could not be confirmed.

## **2.0 Unreconciled Transfers from County Revenue Fund**

As disclosed in Note 1 to the financial statements, the statement of receipts and payments reflects an amount of Kshs.5,438,497,002 in respect of transfers from County Revenue Fund (CRF) which includes amounts of Kshs.4,566,049,030 and Kshs.872,447,972 in respect for CRF transfers to County Executive and County Assembly respectively. However, review of CRF bank statements account revealed total amount of Kshs.6,089,804,538 resulting to unexplained and unreconciled variance of Kshs.651,307,536.

In the circumstances, the accuracy and completeness of an amount of Kshs.5,438,497,002 in respect of transfers from the CRF could not be confirmed.

## **3.0 Compensation of Employees**

The statements of receipts and payments reflects an amount of Kshs.2,637,804,452 in respect of compensation of employees as disclosed in Note 3 to the financial statements. However, the following anomalies were observed; -

### **3.1. Variance Between the Financial Statement and Supporting Schedules**

The statements of receipts and payments reflects an amount of Kshs.2,637,804,452 in respect of compensation of employees. However, review of supporting documents including payroll and payment vouchers revealed an amount of Kshs.2,697,895,105 resulting to unexplained and unreconciled variance of Kshs.60,090,5653.

In the circumstances, the accuracy and completeness of an amount of Kshs.2,637,804,452 in respect of compensation of employees could not be confirmed.

### **3.2. Unsupported in Payment of Personal Allowances Paid as Part of Salary**

Included in the amount for compensation of employees is an amount of Kshs.709,386,963 in respect of personal allowances paid as part of salary. However, review of the payroll revealed that some health workers received extraneous and health workers allowance amounting to Kshs.2,600,000 and Kshs.13,550,000 respectively during the year. Similarly, some staffs were also paid house allowance and special house allowance amounting to Kshs.788,600 and Kshs.537,801 respectively during the year. The Management did not provide supporting documents explanations and approved circular on salary structure supporting the payments of these salary allowances.

In the circumstances, the accuracy and completeness of an amount of Kshs.709,386,963 in respect of personal allowances paid as part of salary could not be confirmed.

## **4.0 Use of Goods and Services**

The statement of receipts and payments reflects use of goods and services of an amount of Kshs.605,566,674 as disclosed in Note 4 to the financial statements. The following matters were note; -

#### **4.1. Domestic Travel and Subsistence Expenses**

The amount includes an amount of Kshs.197,870,963 in respect of domestic travel and subsistence. However, review of the expenditure supporting schedules revealed total amount of Kshs.406,331,116 resulting to an unexplained and unreconciled variance of Kshs.208,460,153. Further, an amount of Kshs.154,250,238 in respect to changes in retention was included as domestic travel and subsistence expenditure. The supporting schedule included expenditure incurred through reallocations from thirty-five (35) sub-components and a total of Kshs.8,652,500 were paid after the cut off period of 30 June, 2023. In addition, review of the domestic travel and subsistence supporting documents revealed that payments totaling to Kshs.5,181,800 had their payment vouchers not supported with attendance lists from training activities meetings and non-disclosure of venue for retreats and reports from the retreats.

In the circumstances, the accuracy and completeness of the expenditure of an amount of Kshs.197,870,963 in respect of domestic travel and subsistence could not be confirmed.

#### **4.2. Foreign Travel and Subsistence**

Included in the use of goods and services amount of Kshs.605,566,674 is an amount of Kshs.2,634,776 in respect of foreign travel and subsistence. However, review of the supporting expenditure schedules revealed amounts totaling to Kshs.3,834,776 resulting to an unexplained and unreconciled variance of Kshs.1,200,000. Further review of the supporting schedule revealed that total amount of Kshs.1,697,598 relates to training expenses. In addition, an amount of Kshs.1,200,000 was paid for the supply and delivery of air tickets from Nairobi-Kisumu – Mombasa which relates to domestic travel and not foreign travel.

In the circumstances, the accuracy and completeness of the expenditure of an amount of Kshs.2,634,776 in respect of foreign travel could not be confirmed.

#### **4.3. Printing, Advertising and Information Supplies and Services**

The use of goods and services amount also includes an amount of Kshs.21,023,739 in respect of printing, advertising and information supplies and services. However, review of the expenditure supporting schedules revealed total amount of Kshs.31,193,469 resulting to an unexplained and unreconciled variance of Kshs.10,169,730. Further, review of the supporting expenditure schedules revealed that amounts totaling to Kshs.9,519,730 were paid to various staffs in respect of domestic travel and subsistence which were not supported with authority for reallocations.

In the circumstances, the accuracy and completeness of the expenditure of an amount of Kshs.21,023,739 in respect of printing, advertising and information supplies and services could not be confirmed.

#### **4.4. Rent and Rates**

As disclosed in Note 4 to the financial statements, the statement of receipts and payments reflects use of goods and services includes an amount of Kshs.7,281,570 in respect of rent and rates which further includes total payments of Kshs.2,908,630. However, review of the supporting documents including invoices revealed that the expenditure of an amount of Kshs.2,908,630 relates to expenditure incurred in the previous audited financial year 2021/2022 which were not included as pending bills detailed at Annex 3 of the previous year audited financial statements. Further, payment of an amount of Kshs.240,000 was incurred on 26 April, 2023 for lease agreement that had expired.

In the circumstances, the accuracy and regularity of the expenditure of amounts of Kshs.7,281,570 in respect of rent and rates could not be confirmed.

#### **4.5 Hospitality Supplies and Services**

As disclosed in Note 4 to the financial statements, the statement of statement of receipts and payments reflected the use of goods and services which included an amount of Kshs.28,670,068 in respect of hospitality supplies and services. However, review of the expenditure supporting schedules revealed total amount of Kshs.55,808,048 resulting to an unexplained and unreconciled variance of Kshs.27,137,980. Further, review of the supporting expenditure schedules revealed amounts totaling to Kshs.27,438,780 were paid to various staffs in respect of domestic travel and subsistence which were not supported with authority for reallocations.

In the circumstances, the accuracy and completeness of the expenditure of an amount of Kshs.28,670,068 in respect of hospitality supplies and services could not be confirmed.

#### **4.6. Unsupported Purchase of Pharmaceuticals and Non-Pharmaceuticals**

Included in the use of goods and services amount is specialized materials and services of an amount of Kshs.109,354,934 as disclosed in Note 4 to the financial statements. Review of the supporting documents including payment vouchers revealed that amounts totaling to Kshs.48,831,238 were made to the Mission for Essential Drugs and Supplies (MEDS) for supply of various pharmaceuticals and non-pharmaceuticals. However, the payment vouchers were not supported by requisition from user health facilities, inspection and acceptance reports and distribution lists.

In the circumstances, the accuracy and completeness of the expenditure of amounts of Kshs.48,831,238 in respect of specialized materials and services could not be confirmed.

#### **4.7. Office and General Supplies and Services**

As disclosed in Note 4 to the financial statements, the statement of statement of receipts and payments reflects use of goods and services of an amount of Kshs.605,566,674 which includes an amount of Kshs.41,119,448 in respect of office and general supplies

and services. However, review of the supporting expenditure schedules revealed that amounts totaling to Kshs.4,595,925 were paid to various staffs in respect of domestic travel and subsistence which were not supported with authority for reallocations.

In the circumstances, the accuracy and completeness of the expenditure of the amount of Kshs.4,595,925 in respect of office and general supplies and services could not be confirmed.

#### **4.8. Other Operating Expenses**

As disclosed in Note 4 to the financial statements, the statement of statement of receipts and payments reflects use of goods and services of an amount of Kshs.605,566,674 which includes an amount of Kshs.35,036,563 in respect of other operating expenses. However, review of the supporting expenditure schedules revealed that amounts totaling to Kshs.12,878,550 were paid to various staffs in respect of domestic travel and subsistence which were not supported with authority for reallocations.

In the circumstances, the accuracy and completeness of the expenditure of an amount of Kshs.12,878,550 in respect of other operating expenses could not be confirmed.

#### **4.9. Training Expenses**

As disclosed in Note 4 to the financial statements, the statement of statement of receipts and payments reflects use of goods and services of an amount of Kshs.605,566,674 which includes an amount of Kshs.62,341,903 in respect of training expenses. However, review of the expenditure schedules revealed that an amount of Kshs.3,533,300 in respect to hire of training facilities were paid to staff which relates to domestic travel and subsistence expenses which were not supported with authority for reallocations. Further review of the supporting documents including payment vouchers, revealed that the expenditure was not supported by training need assessments from individual staff trained as required by Section H.3 (1) of the Public Service Commission Human Resource manual of May, 2016 which states that training in the Public Service shall be based on Training Needs Assessment. Further, section H.3 (3) states that selection of trainees for all training programmes will be based on identified needs and will emphasize on training for performance improvement that address individual, organizational and national goals. Further, review of the expenditure schedules revealed that an amount of Kshs.3,533,300 in respect to hire of training facilities were paid to staff which relates to domestic travel and subsistence expenses which were not supported with authority for reallocations.

In the circumstances, the accuracy and completeness of the expenditure of amounts of Kshs.62,341,903 in respect of training expenses could not be confirmed.

#### **4.10. Insurance Costs**

The statement of receipts and payments reflects use of goods and services of an amount of Kshs.605,566,674 which includes insurance costs of an amount of Kshs.12,970,660 and as disclosed in Note 4 to the financial statements. The amount was insurance

premium paid to an underwriter firm, for an estimated value of risk covered of Kshs.311,400,050 under seven policies. Further, review of the vehicle inventories showed that the insurance cover included ten motor vehicles valued at Kshs.41,520,000 with an estimated premium of an amount of Kshs.1,729,421. However, the County Executive did not provide ownership documents for the ten vehicles.

In the circumstances, the accuracy and validity of the expenditure of amounts of Kshs.1,729,421 in respect of insurance costs could not be confirmed.

## 5. Transfers to Other Government Entities

As disclosed in Note 5 to the financial statements, the statement of receipts and payments reflects transfers to other government entities of an amount of Kshs.1,202,660,606 which includes an amount of Kshs.872,447,972, Kshs.138,212,634, Kshs.122,000,000 and Kshs.70,000,000 in respect of transfers to County Assembly, Municipality of Nyamira, scholarships and other education benefits and Mortgage respectively. However, review of the supporting documents including recurrent account bank statements revealed transfers of an amount of Kshs.2,339,915 resulting to an unexplained and unreconciled variance of Kshs.135,872,719. Further, review of the Nyamira County mortgage account bank statements confirms transfers of an amount of Kshs.91,196,549 resulting to an unexplained and unreconciled variance of Kshs.21,196,549. In addition, the transfers to scholarships and other education benefits were not supported with expenditure transfers schedules and bank statements.

In the circumstances, the accuracy and completeness of the transfers of an amount of Kshs.1,202,660,606 in respect of transfers to other government entities could not be confirmed.

## 6. Other Grants and Transfers

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects other grants and transfers of an amount of Kshs.376,232,494 which includes an amount of Kshs.66,000,000, Kshs.27,624,743, Kshs.272,326,114 and Kshs.10,281,637 in respect of transfers to climate change, other county health facilities, NAGRIP and Nyamira County ASDP account SPA. However, review of the supporting schedules and recurrent bank statements revealed unexplained and unreconciled variances of Kshs.81,274,694 as detailed below:

| Items                                       | Amounts in Financial Statements (Kshs) | Amounts in Supporting Schedules (Kshs) | Variance (Kshs)   |
|---|--|--|-------------------|
| Transfers to Climate Change                 | 66,000,000                             | 55,000,000                             | 11,000,000        |
| Transfers to other County health facilities | 27,624,743                             | 0                                      | 27,624,743        |
| Transfers to NAGRIP                         | 272,326,114                            | 235,176,113                            | 37,150,001        |
| Nyamira County ASDSP Account SPA            | 10,281,637                             | 4,781,687                              | 5,499,950         |
|   | <b>376,232,494</b>                     | <b>294,957,800</b>                     | <b>81,274,694</b> |

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Further, the other grant and transfers of an amount of Kshs.272,326,114 and Kshs.10,281,637 in respect of Transfers to NAGRIP, ASDP account SPA and Transfers to other County health facilities were not supported with expenditure requisition bank statements and expenditure returns

In the circumstances, the accuracy and completeness of an amounts of Kshs.376,232,494 in respect of other grants and transfers of could not be confirmed.

## **7. Social Security Benefit**

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects an amount of Kshs.388,425,737 in respect of social security benefits (Government Pension and Retirement benefits). However, review of the supporting schedule revealed total amount of Kshs.207,040,743 resulting to an unexplained and unreconciled variance of Kshs.181,384,994. Further, review of the details of the supporting schedules revealed that most payments relates to Sacco deductions, welfare, subscription to professional bodies, PAYE and salaries.

In the circumstances, the accuracy and completeness of an amounts of Kshs.388,425,737 in respect of social security benefits (Government Pension and Retirement benefits) could not be confirmed.

## **8. Acquisition of Assets**

### **8.1. Construction and Civil Works**

As disclosed in Note 8 to the financial statements, the statement of statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.99,964,393 in respect of construction and civil works. However, review of the supporting expenditure schedules and payment vouchers revealed that amounts totaling to Kshs.3,062,410 were paid to various staffs, which relates to domestic travel and subsistence which were not supported with authority for reallocations.

In the circumstances, the regularity, accuracy and completeness of the expenditure of an amount of Kshs.3,062,410 in respect of construction and civil works could not be confirmed.

### **8.2 Purchase of Certified Seeds, Breeding Stock and Live Animals**

As disclosed in Note 9 to the financial statements, the statement of statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.1,421,000 in respect of purchase of certified seeds, breeding stock and live animals. However, review of the expenditure supporting schedules revealed total amount of Kshs.5,021,000 resulting to an unexplained and unreconciled variance of Kshs.3,600,000. Further, review of the supporting expenditure schedules

revealed that amounts totaling to Kshs.3,600,000 were paid to two firms which relates to construction and civil works which were not supported with authority for reallocations.

In the circumstances, the regularity, accuracy and completeness of the expenditure of an amount of Kshs.1,421,000 in respect of purchase of certified seeds, breeding stock and live animals could not be confirmed.

## **9. Unsupported Outstanding Imprest**

The statement of assets and liabilities reflects a Nil balance in respect of receivables which includes outstanding imprests. However, review of the imprest register revealed that Kshs.7,752,100 was surrendered but the corresponding supporting payment vouchers were not provided for audit review. Further, review of the bank reconciliation statements provided for audit in support of cash and cash equivalents revealed that total payments of Kshs.237,389,047 were made in cash book but not in the bank (unpresented cheques) which includes payments to staff which relates to unsurrendered imprests.

In the circumstances, the accuracy and completeness of the Nil balance in respect of unsurrendered imprest could not be confirmed.

## **10. Cash and Cash Equivalents Balance**

### **10.1 County Revenue Fund Account**

As disclosed in Note 9A to the financial statements, the statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.454,717,851 which includes balance of Kshs.203,884,728 in respect of the County Revenue Fund Account. The bank reconciliation statement for the account as at 30 June, 2023 reflects payments of Kshs.133,167,927 in cashbook not in bank statements (unpresented cheques). However, details of the payments including dates when the transaction were incurred were not provided for audit review.

### **10.2 Recurrent Account**

As disclosed in Note 9A to the financial statements, the statement of assets and liabilities reflects cash and cash equivalents of balance of Kshs.454,717,851 which includes balance of Kshs.1,043 in respect of the County Recurrent Account. However, the bank reconciliation statement as at 30 June, 2023 reflects payments totalling to Kshs.237,389,047 which were made in cashbook but not in the bank in the period between 4 July, 2023 and 14 July, 2023. Further, the supporting detailed schedule for the payments were not provided for audit review.

### **10.3 Development Account**

As disclosed in Note 9A to the financial statements, the statement of assets and liabilities reflects cash and cash equivalents of balance of Kshs.454,717,851 which includes

balance of Kshs. 208,431 in respect of the Development Account. The bank reconciliation statement as at 30 June 2023 reflects payments made in cashbook but not in the bank statement totalling to Kshs.130,646,014. However, the cashbook and the bank reconciliation statement did not reflect the dates and references of the transactions. Further, the reconciliation statement reflects payment in bank not in cashbook of Kshs.20,833,830 which does not indicate the payee, date and reference of the transaction.

#### **10.4 Nyamira County Climate Change Fund Operations Account**

As disclosed in Note 10A to the financial statements, the statement of assets and liabilities reflects cash and cash equivalents of balance of Kshs.454,717,851 which includes balance Kshs.29,838,024 in respect of the Nyamira County Climate Change Fund Operations Account. The bank reconciliation statement as at 30 June, 2023 reflects payments made in cashbook but not in the bank statement totalling to Kshs.1,594,996. However, the cashbook and the bank reconciliation statement did not reflect the dates of the transactions, payees and amount paid.

#### **10.5. Nyamira County Salaries Account**

As disclosed in Note 10A to the financial statements, the statement of assets and liabilities reflects cash and cash equivalents of balance of Kshs.454,717,851 which includes balances of Kshs.1,066,349 in respect of the Nyamira County Salaries Account. The management explained that the amount was salaries that had not been forwarded to the employees accounts. However, the details of their names and personal numbers of the employees were not been provided for audit verification. It was further noted that the cash books are not regularly checked by the supervising accountants.

In the circumstances, the accuracy and completeness of the cashbook balance of Kshs.454,717,851 could not be confirmed.

#### **11. Unsupported Deposits Balance**

The statement of assets and liabilities as at 30 June, 2023 reflects deposits and retention balance of Kshs.77,472,613. However, review of the supporting schedule provided for audit reflects Kshs.78,226,580, resulting to an unexplained and unreconciled variance of Kshs.753,967. Further, the schedule did not indicate for each creditor, the details of contract number, project name, fee note or interim payment certificate or reference of the payment from which the retention money was deducted.

In the circumstance, the accuracy and validity of the deposits and retention balance of Kshs.77,472,613 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the County Executive of Nyamira 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 adverse opinion.

## **Emphasis of Matter**

### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts - recurrent and development combined reflects final receipt budget and actual comparable basis amounts of an amount of Kshs.7,094,885,582 and Kshs.5,718,136,200 respectively resulting in under-funding of revenue of Kshs.1,376,749,382 or 15% of the budget. Similarly, the statement reflects final budget expenditure and actual on comparable basis of amounts of Kshs.7,094,885,582 and Kshs.5,817,844,520 respectively resulting into under-absorption of Kshs.1,277,041,062 or 18% of the budget.

The under-funding and under-expenditure could have affected the planned activities and may have impacted negatively on service delivery to the residents of Nyamira County.

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. There were no other key audit matters to report in the year under review.

## **Other Matter**

### **1. Unremitted Retirement Contributions by County Executive of Nyamira**

Review of Annex 2 to the financial statements reflects pending accounts payable of Kshs.1,108,584,438 as at 30 June, 2023. However, the balance excluded an amount of Kshs.82,484,098 in respect of un remitted pension contribution owed to LAPFUND for the period between April, 2013 and December, 2022. Review of the correspondences provided for audit revealed that out of the unremitted balance, accrued interest accounts for balance of Kshs.76,209,527.

Further, the County Government owes LAPFUND Kshs.310,956,550, being pension contributions arising from the four Defunct Local Authorities, namely, Town Council of Keroka, County Council of Nyamira, Town Council of Nyamira and Town Council of Nyansiongo as tabulated in the table below:

| <b>Defunct Local Authorities</b> | <b>Principal Amount (Kshs)</b> | <b>Interest (Kshs)</b> | <b>Amount (Kshs)</b> |
|----------------------------------|--------------------------------|------------------------|----------------------|
| Town Council of Keroka           | 20,997,297.33                  | 38,848,752.30          | 59,846,049.63        |
| County council on Nyamira        | 20,045,275.10                  | 32,021,314.70          | 52,066,589.80        |
| Town Council of Nyamira          | 64,433,140.52                  | 117,478,272.80         | 181,911,413.32       |
| Town Council of Nyansiongo       | 6,111,298.45                   | 11,021,198.80          | 17,132,497.25        |
| <b>Total</b>                     | <b>111,587,011.4</b>           | <b>199,369,538.60</b>  | <b>310,956,550</b>   |

The County Government has neither provided a budget for the unremitted funds nor engaged LAPFUND to find a solution for the pension contributions arising from the four Defunct Local Authorities.

In the circumstance, the County government is in breach of the law and the amount owed to LAPFUND is likely to escalate due to the interest factor.

## **2. Pending Bills**

Annex 2 to the financial year reflects balance of Kshs.339,703,949 in respect of pending accounts payable. However, review of the invoices and Completion certificates of certified works revealed a re-computed balance of Kshs.582,053,849, resulting to an unexplained variance of Kshs.301,747,746 with pending payment vouchers totalling to Kshs.502,634,421 not provided for audit verification. Further, review of the Annex 2 to the financial statements revealed that the balance of Kshs.28,413,675 was in respect of recurrent and development expenditures for previous financial year 2021-2022. Failure to clear pending bills in the year to which they relate distorts the budget of the following year as they constitute a first charge on the budget. The County therefore runs the risk of incurring significant and unquantified interest costs and penalties associated with delays in settling the invoiced bills.

In the circumstance, the accuracy and completeness of the balance of pending bills of Kshs.339,703,949 could not be confirmed.

## **3. Unresolved Prior Year Matters**

As disclosed under the progress on follow up of auditor's recommendations section of the financial statements, the prior year audit issues remained unresolved as at 30 June, 2023. Management has not provided satisfactory reasons for the delay in resolving the issues.

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

### **Conclusion**

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Adverse Opinion and Basis for Conclusion on

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Lawfulness and Effectiveness in Use of Public Resources sections of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

## **Basis for Conclusion**

### **1. Regularity on Legal Fees**

Annex 8 of the financial statements reflects contingent liabilities of Kshs.34,462,950. However, the schedule comprises 10 fee notes and 2 Nos (decree) court awards for cases that have been determined and are not contingent nature. This implies that the County is obliged to make payment and avoid further expenses in penalties. Further, the County has one hundred and twenty-two (122) active court cases and seventy (70) matters accrued and pending obligations of an amount that is yet to be determined. cannot be confirmed

### **2. Composition of Employees**

#### **2.1 Non-Compliance with Fiscal Responsibility Principles**

The payment on compensation of employees of Kshs.2,637,804,452 constitute 46% of total revenue of Kshs.5,718,236,200 collected during the year under review. This is 11% above the limit contrary to Regulation 25(1) (a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which requires that the County Executive Committee members with the approval of the County Assembly shall set a limit on the county government's expenditure on wages and benefits for its public office pursuant to Section 107(2) of the Act and, (b) the limit set under paragraph shall not exceed 35 per cent of the county government total revenue.

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

#### **2.2. Non-Compliance with Law on Ethnic Composition**

The County has a total staff of three thousand nine hundred and fifty five (3955) officers. However, the staff number comprised of three thousand seven hundred and thirty four (3734) members of staff from the dominant ethnic group forming 94.4% of the total staff composition. This is contrary to Section 65 (1) (e) of the County Government Act, 2012 which states that in selecting candidates for appointment, the County Public Service Board shall consider the need to ensure that at least thirty percent of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the county. It is not clear what action the management is taking to remedy the anomaly.

In the circumstance, the County government was in breach of the law.

#### **2.4. Non-Deduction of the Pay as You Earn Tax**

Review of the payroll for the month of June, 2023, revealed that twenty-six (26) officers with an annual gross pay of Kshs.10,130,440, were not remitting Pay as You Earn (PAYE)

tax despite being eligible. This is contrary to Regulation 22(2)(a) of the Public Finance Management (County Government) Regulation 2015 which requires accounting officers to comply with any tax, levy, duty, pension, commitments and audit commitments as may be provided for by legislation. However, no income tax exemption certificate has been provided to support their non-payment of PAYE to the Kenya Revenue Authority.

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

### **2.5. Non-Compliance with the Third Rule on Basic Salary**

Review of the payroll for the month of June 2023 revealed that thirty-two (32) officers were earning Nil basic salary and a net salary less than one third of their respective basic pays. This is contrary to Section 19(3) of the Employment Act, 2012 and Section C.1(3) Human Resource Policies and Procedures Manual for the Public Service, 2016 which provides that the total amount of all deductions which may be made by an employer from the wages of his or her employee at any one time shall not exceed two-thirds of such wages or such additional or other amounts as may be prescribed.

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

### **2.6. Delay in Confirmation of Staff in Employment**

Review of the payroll for the month of June, 2023 revealed that one thousand seven hundred and eighteen (1,718) or 43% of the employees, have been on probation for a period between six (6) months and 33 years without confirmation. This is contrary to Section B.13 (1) of the County Human Resource Manual 2013 which states that, "an officer shall be put on probation for a period of 6 months as provided for in the Employment Act, 2007. No explanation has been provided for this anomaly.

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

### **3. Irregular Transfers to the County Assembly**

The statement of statement of receipts and payments reflects transfers to other Government entities of Kshs.1,202,660,607 which includes a balance of Kshs.872,447,972 in respect to transfers to the County Assembly of Nyamira, which is equivalent to 15% of the County government's total revenue of Kshs.5,718,236,200. However, the amount transferred exceeds the 7% limit as provided in Regulation 25(1)(f) of the Public Finance Management (County Governments) Regulations, 2015 which states that the approved expenditure of a County Assembly shall not exceed seven(7)% per cent of the total revenue of the county Government or twice the personnel emoluments of that County Assembly, whichever is lower.

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

#### **4. Acquisition of Assets**

##### **4.1. Non-Compliance with Public Finance Management Act, 2012**

Review of the statement comparison of budget of budget and actual amounts reflects final budget of Kshs.2,187,062,879 in respect to development budget and actual comparable basis of Kshs.1,674,391,072. However, review of the IFMIS payment details in respect of development reveal payments amounts of Kshs.375,860,058, Kshs.59,456,832 and Kshs.8,413,867 in respect of other grants, payment to various staffs and other operating expenses totalling to Kshs.443,730,756 or 27% relocated to recurrent expenditure contrary to Section 43(1)(6) of the Public Finance Management Act, 2012 which states ,inter alia, that an accounting officers may not reallocated funds which are appropriated for recurrent/capital expenditure except to defray other recurrent/capital expenditure.

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

##### **4.2. Unbudgeted Expenditure on Construction of Roads**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.129,304,872 in respect of construction of roads which further includes payments of an amount of Kshs.41,138,169 to contractors for the construction of roads. However, review the expenditure were neither approved in the annual budget for 2022/2023 revealed and were not reported in Annex 2 of the previous year 2021/2022 audited financial statements in respect of pending bills.

In the circumstances, the regularity of an amounts of Kshs.41,138,169 in respect of construction of roads could not be confirmed.

##### **4.3 Over Payment on the Supply of Purchased Vehicles**

As disclosed in Note 8 to the financial statements, the statement of financial statements reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.31,151,451 in respect of purchase of vehicles and other transport equipment which further Includes an amount of Kshs.23,665,751 in respect of supply and delivery of three (3) vehicles of model Isuzu MU-X, 1.9L diesel turbo with Intercooler, 4X4 Automatic transmission from a local company. Further, review of the procurement documents revealed the vehicles were purchased vide local purchase order (LPO) No. 2511523 on 26 May, 2023. However, review of supporting documents including invoices showed that the vehicles were purchased at a cost of Kshs.7,485,700 each, totalling to Kshs.22,457,100 which is less the paid amount of Kshs.23,665,751 resulting to overpayment of an amount of Kshs.1,208,651. Further, there was no LPO supporting purchase of the fourth vehicle and Management did not provide log books for the acquired vehicles for audit review.

In the circumstances, the existence, accuracy, completeness and ownership of the vehicles could not be confirmed

#### **4.4. Delay of the Development of Nyamira County Spatial Plan Project**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects of acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.51,727,854 in respect of acquisition of intangible assets which further includes an amount of Kshs.25,499,991 paid to a local company for the provision of consultancy services for preparation and development of Nyamira County Spatial Plan (2020-2030) at contract sum was Kshs.74,999,973 for a contract period of eighteen (18) months from 15 July, 2020 to 15 January, 2022. The contract was to be paid in four (4) phases of 30% on Submission of inception report,30% submission of situational report,30% submission of draft plan and 10% approval of the final plan. However, although the contract period had expired,70% of the work had not been executed and no explanation was provided for the delay. Further, at the time of audit in November, 2023, the firm had not submitted the draft and final plans despite the contract period having been extended to 15 December, 2023. In addition, review of the invoice supporting the payment of Kshs.25,499,991 was for Phase II i.e. submission of the situational report, indicating that the firm was over-paid by Kshs.3,000,000. Delay in completion of contracts on time will lead to increase in avoidable costs of interest, penalties and deny public the benefit that would have accrued from the completion of the project in time.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.5. Irregular Procurement of the Supply, Delivery, Installation and Commissioning of Solar Powered Street Lights within Nyamira Municipality**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.99,964,393 in respect of construction of civil works which further includes amounts of Kshs.5,990,000 and Kshs.5,270,100 totalling to Kshs.11,260,000 paid to two local contractors respectively for the supply and installation of solar street lights in Nyamira Municipality. However, review of the supporting documents including certificate of completion revealed that the supply and installation of solar street lights were carried out and completed at the same time indicating the contract was split contrary to Regulation 43(1) of Public Procurement and Asset Disposal Regulation, 2020.

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

#### **4.6. Undelivered Vaccines**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.1,421,000 in respect of purchase of certified seeds, breeding stock and live animals paid to Kenya Veterinary Vaccine Production Institute on 16 June, 2023 for the supply of 12,000 vaccine doses at Kshs.1,260,000 for foot and mouth disease and 23,000 vaccine doses at Kshs.161,000 for lumpy skin disease totalling to 35,000 doses of Kshs.1,421,000. However, review of the supporting documents including delivery note

No. 37314 dated 11 June, 2023 revealed that only 5,040 doses of lumpy skin disease vaccine was delivered resulting to balance of 17,960 doses of lumpy skin and 12,000 doses of foot and mouth disease not delivered totalling to 29,960 doses of amounts of Kshs.1,385,720 as detailed below:

| No | Vaccine        | Rate (Kshs) | Number Ordered | Number Received | Balance       | Value of Balance (Kshs) |
|----|----------------|-------------|----------------|-----------------|---------------|-------------------------|
| 1  | Foot and mouth | 105         | 12,000         | 0               | 12,000        | 1,260,000               |
| 2  | Lumpy skin     | 7           | 23,000         | 5,040           | 17,960        | 125,720                 |
|    | <b>Total</b>   |             | <b>35,000</b>  | <b>5,040</b>    | <b>29,960</b> | <b>1,385,720</b>        |

Further, stores ledger, counter receipt and issue voucher were not provided for audit review. Audit verification on 28 October, 2023 revealed that the doses had not been delivered four (4) months from the date of payment. Further, the supplier was paid in advance before delivery contrary to Section 162 (1) of Public Procurement and Asset Disposal Act, 2015 which states that, an accounting officer of a procuring entity shall ensure that all inventory, stores and assets purchased are received, but shall not be used until taken on charge and as a basis for ensuring that all procured items are properly accounted for and put in proper use as intended by the procuring entity. Regulation 98(2) of Public Finance Management Act, 2015, states that, advance payment shall not be paid to supplier of services and goods unless provided for in the contractual terms and conditions contained in a valid contract signed between the procuring entity and the supplier.

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

#### **4.7. Grounded Motor Vehicles and Machinery**

Review of supporting including motor vehicle records provided for audit revealed that the County owns fifty nine (59) grounded motor vehicles and machinery of estimated value of Kshs.14,380,000. However, the County has not prepared an annual disposal plan of items declared as unserviceable, surplus or obsolete, obsolescence stores, asset or equipment. This is contrary to Regulation 176(1) of the Public Procurement and Asset Disposal Regulations, 2020 stipulates that an accounting officer of a procuring entity shall ensure that an annual assets disposal plan is prepared of items declared as unserviceable, surplus or obsolete, obsolescent store, assets and equipment.

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

#### **4.8. Delayed Completion of Construction of Eye Hospital at Nyamwetuereko**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.99,964,393 in respect of construction and civil works which further includes the completion of construction of eye hospital at Nyamwetuereko Health Centre.

The contract was awarded to a local contractor at a contract sum of Kshs.35,104,864 for contract period of 20 months with completion date of March, 2022. Review of the financial records including the payment vouchers and procurement records revealed that the contractor had been paid cumulative sums of Kshs.15,127,212 translating to 43.09% of the contract sum .However, audit verification on 28 October, 2023 revealed that the project was 43% of the work done. Further, review of records indicated that the contractor vide letter reference no.SL/CGN/T028/2019-2020/EXT/01 dated 7 March, 2022 requested for an extension of the contract period citing a delay of 8 months before the official handing over of the site due to Covid 19 pandemic. An approval for extension from the Project Implementation Committee through the head of procurement department was however not availed for audit verification and it is not clear whether the contract period will be extended or the contract terminated all together.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.9. Delayed Completion of Construction of Inpatient Block at Manga Sub County**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.99,964,393 in respect of construction and civil works which further includes Kshs.6,276,510 construction and completion of inpatient wards block at Manga Sub-county Hospital for the year under review. The contract was awarded to a local contractor at a contract sum of Kshs.34,237,845 for contract period of thirty-six (36) weeks commencing 28 March, 2019 with an initial completion date of December, 2019 March, 2022. Further, review revealed that on 8 November, 2019, the Project Manager issued a warning notice to the contractor because of abandoning the works and later a default notice on 9 November, 2021 stating that the contract should be terminated on grounds of breach of contract, however the completion date was revised to 25 September, 2023. Audit verification of the project inspection on 31 October, 2023, revealed that the contractor was not on site and the work was 41% complete.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.10. Abandoned Construction and Completion of Nyamira County Referral Hospital Covid -19**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.99,964,393 in respect of construction and civil works which further includes construction of Nyamira County Referral Hospital Covid-19 Isolation complex. The contract was awarded at Kshs.95,860,834 for contract period of sixteen (16) weeks with an initial completion date of February, 2021. Review of the financial records including the payment vouchers and procurement records revealed that the Project Implementation Committee approved the extension of the contract period to 26 August, 2022 vide letter dated 14 January, 2022 reference REF TRPW/CGN/RT001/2020-2021/(72).The

contractor had been paid cumulative sums of Kshs.65,777,029 or 68.6% of the contract sum with the County Quantity Surveyor report dated 13 September, 2023 indicating the work is only 29% complete. However, audit verification of the project on 30 October, 2023 revealed that the contractor was not on site and the works remained incomplete and abandoned with construction works only done on ground slab and columns. Further, review of the correspondences revealed that the contractor has sued the County Government for failing to settle an invoice of Kshs.6,001,142. In addition the Contractor's performance security bond of Kshs.4,793,041 and advance payment guarantee of Kshs.19,172,166 both placed at Prime Bank expired on 26 August, 2022.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.11. Abandoned Construction of Twin Houses at Motagara Health Centre**

As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects acquisition of assets of an amount of Kshs.607,154,558 which includes an amount of Kshs.99,964,393 in respect of construction and civil works which further includes the Construction and completion of a twin staff house at Motagara health facility at a contract sum of Kshs.3,990,155 for a period of 180 with an initial completion date of December, 2019. Review of records indicated that the Project Implementation Committee approved the extension of the contract period to 31 January, 2023 vide letter dated 16 November, 2019 reference TRW/T013-2018/2019. At the time of audit in November, 2023, the Contractor had been paid Kshs.2,180,815 which is equivalent to 55% of the contract sum. Physical verification of the Project on 9 November, 2023 revealed that that the contractor was not on site and works remained incomplete: Further, review of the Project file revealed that the Project implementation committee for the project is currently not in place and the performance security bond was not listed as a requirement in the tender documents. The project therefore remained abandoned.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.12 Stalled Construction of Nyabite Retail Market**

The County Government of Nyamira awarded a contract for the construction of Nyabite Retail Market at a contract sum of Kshs.4,515,300 on 13 April 2016. The contract period was expected to be three (3) months from the date of agreement. Further, the market was to accommodate about fifty-two(52) traders. However, the contractor commenced work on 4 February, 2019 due to delay in budgetary provision and the contractor did 75% as at 7 July, 2020 and was paid Kshs.2,715,168. After the payment, the contractor vacated the site. A warning notice was issued on 30 July, 2020 by the County Quantity Surveyor to the contractor to resume work and which not responded to. Audit verification on 2 November, 2023 revealed that the floor, wall surface and worktop stalls were incomplete and the site remained abandoned.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.13. Delayed Completion of Nyamira County Headquarters**

As previously reported, the County Government entered into a contract with a local contractor for the construction of Nyamira County Headquarters at a contract sum of Kshs.382,970,401. The contract period was three (3) years starting 31 December 2018, when the contractor took possession of the project site to 31 December, 2021. The contract period was later extended by six (6) months to 30 June, 2022. As at 30 June, 2023, a total of Kshs.197,438,129 or 52% of the contract sum against 51% of the work done. However, audit verification conducted on 31 October, 2023 revealed that no work was going on and the contractor was not on site. Further, the performance security balance of Kshs.19,148,520 issued from an Insurance Company expired on 30 June, 2022 and has not been renewed which exposes the County Government of Nyamira to greater loss if the contract is not fully or well executed as required by Section 2 of the Public Procurement and Asset Disposal Act, 2015. In addition, the project's motor vehicle and its ownership documents were not provided for audit.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.14. Delayed Completion of Outpatient Department and Inpatient Wards at Ekerenyo Sub-County Hospital**

The County Executive awarded contract for the construction and completion of outpatient department and inpatient wards block at Ekerenyo Sub-county Hospital at a contract sum of Kshs.34,589,321, which was signed on the 12 August, 2020. Review of the contract file indicated that there was a request for contract extension period of fifty (52) weeks from the 28 October, 2022 to 28 October, 2023, vide a letter REF. TRPW/CGN/T027/2019-2020{19} dated 5 August, 2022. However, there was no evidence that the request was granted. Audit verification of the project carried out on 31 October, 2023, revealed that the contractor was not on site and no work was ongoing. The report of the implementation committee, indicated that the contractor had been paid Kshs.12,480,341 or 36% of the contract sum against 36% of work done. The contract period has since expired and work not completed. The Management failed to provide explanation for the delay in completion of the project.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

#### **4.15. Delayed Completion of Road Upgrade**

County Government of Nyamira awarded contract to a local firm for the upgrading of the Public works offices - CDF offices - Nyamira hospital junction road including gravelling to bitumen standard. The contract sum was Kshs.82,859,330 for a period of twelve (12) months from 30 April, 2021 to 4 April, 2022. the contractor vide letter dated 8 September, 2022, requested for an extension of time for twenty six( 26) weeks with

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*Report of the Auditor-General on County Executive of Nyamira for the year ended 30 June, 2023*

effect from 30 June, 2023 to a revised completion date of 30 December, 2023 which was granted. Audit verification of the road on 2 November, 2023 revealed that the Contractor was not on site and had completed 65% of the work with accumulative amount of Kshs.54,112,427 having been paid. Further, the contractor has not submitted the performance bond to cover the period of the remaining works which exposes the County Government of Nyamira to greater loss if the contract is not fully or well executed as required by Section 2 of the Public Procurement and Asset Disposal Act, 2015.

In the circumstance, the County may not obtain value for money and the expected benefits from the projects to the residents of Nyamira County may not be realized.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, 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 Governance sections of my report, based on the audit procedures performed, I confirm that internal controls, risk management and governance were not effective.

### Basis for Conclusion

#### 1. Over-Employment in Departmental Positions

Review, the human resource records revealed that the County of Nyamira advertised various vacancies vide advertisement No. NCPSTB/CECM/01/09/2022 of 1 September, 2022. The total number of positions advertised were 95. However, the county employed a total number of one hundred and twenty four (124), resulting in over-employment of twenty –nine (29) people whose total monthly wage bill is Kshs.6,270,480. This is contrary to Section B.6 (3) (i) of the County Public Service Human Resource Manual 2013 which states that, "In the recruitment process, due consideration will be given to appropriate organizational structure in each department. Further, the County does not maintain an approved staff establishment.

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

## **2. Unsupported Change in Date of Birth of Staff in the County Payroll**

Review, the human resource records and payroll revealed that the County of Nyamira had one staff whose date of birth was indicated as 11 January, 1960. However, review of the payroll for the month of October, 2023 revealed that her date of birth was changed to 7 January, 1965. Management indicated and explained that there was a mix up of dates in her documents which was not supported with documents including National Identity card, birth certificates and academic certificates.

In the circumstance, the integrity of the County payroll is at risk of manipulation.

## **3. Non-Implementation of the Recommendations of Legislative Oversight Committees**

A review of the reports of the County Executive by the Public Investment and Accounts Committee of the County Assembly of Nyamira for financial years ended 30 June, 2017 and 30 June, 2020 respectively revealed unresolved issues raised by the committee on pending bills, maintenance of the fixed assets register and ethnic diversity in staff establishment. However, the County Executive did not provide report on how the raised issue were implemented.

In the circumstance, non-implementation of the legislative oversight committees is a breach of the law.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 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 Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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's ability continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to 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 County Executive'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**

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 continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the 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 to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi


16 February, 2024


**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

**9. Statement of Receipts and Payments for the year ended 30th June 2023**

|  |              | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|--|--------------|-----------------------|-----------------------|
|  | <b>Notes</b> | <b>Kshs</b>           | <b>Kshs</b>           |
| <b>Receipts</b>                        |              |                       |                       |
| Transfers from the CRF                 | <b>1</b>     | 5,438,497,002         | 4,724,512,833         |
| Miscellaneous receipts                 | <b>2</b>     | 279,739,198           | 452,737,420           |
| <b>Total receipts</b>                  |              | <b>5,718,236,200</b>  | <b>5,177,250,253</b>  |
|  |              |                       |                       |
| <b>Payments</b>                        |              |                       |                       |
| Compensation of employees              | <b>3</b>     | 2,637,804,452         | 2,958,585,401         |
| Use of goods and services              | <b>4</b>     | 605,566,673           | 839,336,416           |
| Transfers to other government entities | <b>5</b>     | 1,202,660,606         | 754,783,831           |
| Other grants and transfers             | <b>6</b>     | 376,232,494           | 350,201,360           |
| Social security benefits               | <b>7</b>     | 388,425,737           | 68,187,740            |
| Acquisition of assets                  | <b>8</b>     | 607,154,558           | 785,160,231           |
| <b>Total payments</b>                  |              | <b>5,817,844,520</b>  | <b>5,756,254,979</b>  |
|  |              |                       |                       |
| <b>Deficit</b>                         |              | <b>(99,608,320)</b>   | <b>(579,004,726)</b>  |

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 28<sup>th</sup> September, 2023 and signed by:

.....  
  
**Name: CPA Oyugi Barare**  
**Dominic**  
**Chief Officer: Finance and**  
**Accounting Services**  
**ICPAK M/No: 15694**

.....  
  
**Head of Accounting Unit:**  
**CPA Purity M. Nyamboga**  
**ICPAK M/No: 20795**

County Government of Nyamira  
 County Executive – Nyamira  
 Annual Report and Financial Statements for the year ended June 30 2023

10. Statement of Assets and Liabilities as at 30th June 2023

|  |       | FY 2022 / 2023            | FY 2021 / 2022            |
|--|-------|---------------------------|---------------------------|
|  | Notes | Kshs                      | Kshs                      |
| <b>Financial assets</b>                |       |                           |                           |
| <b>Cash and cash equivalents</b>       |       |                           |                           |
| Bank balances                          | 9A    | 454,717,850               | 553,631,312               |
| Cash balances                          | 9B    | 0                         | 0                         |
| <b>Total cash and cash equivalents</b> |       | <b><u>454,717,850</u></b> | <b><u>553,631,312</u></b> |
|  |       |                           |                           |
| <b>Total financial assets</b>          |       | <b><u>454,717,850</u></b> | <b><u>553,631,312</u></b> |
|  |       |                           |                           |
| <b>Financial liabilities</b>           |       |                           |                           |
| Deposits and retentions                | 10    | (77,472,613)              | (76,777,755)              |
|  |       |                           |                           |
| <b>Net financial assets</b>            |       | <b>377,245,237</b>        | <b>476,853,557</b>        |
| <b>Represented by</b>                  |       |                           |                           |
| Fund balance b/fwd.                    | 11    | 476,853,557               | 1,055,858,283             |
| Surplus/deficit for the year           |       | <b>(99,608,320)</b>       | (579,004,726)             |
|  |       |                           |                           |
|  |       | <b>377,245,237</b>        | <b>476,853,557</b>        |

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 28<sup>th</sup> September, 2023 and signed by:



.....  
**Name: CPA Oyugi Barare**  
**Dominic**  
**Chief Officer: Finance and**  
**Accounting Services**  
**ICPAK M/No: 15694**



.....  
**Head of Accounting Unit:**  
**CPA Purity M. Nyamboga**  
**ICPAK M/No: 20795**

County Government of Nyamira  
 County Executive – Nyamira  
 Annual Report and Financial Statements for the year ended June 30 2023

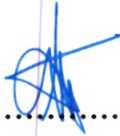
11. Statement of Cash Flows for the Year ended 30<sup>th</sup> June 2023

|   |       | FY 2022 / 2023       | FY 2021 / 2022       |
|---|-------|----------------------|----------------------|
|   | Notes | Kshs                 | Kshs                 |
| <b>Receipts from operating income</b>                     |       |                      |                      |
| Transfers from the CRF                                    | 1     | 5,438,497,002        | 4,724,512,833        |
| Miscellaneous receipts                                    | 2     | 279,739,198          | 452,737,420          |
| <b>Total receipts from operating income</b>               |       | <b>5,718,236,200</b> | <b>5,177,250,253</b> |
|   |       |                      |                      |
| <b>Payments for operating expenses</b>                    |       |                      |                      |
| Compensation of employees                                 | 3     | 2,637,804,452        | 2,958,585,401        |
| Use of goods and services                                 | 4     | 605,566,673          | 839,336,416          |
| Transfers to other government entities                    | 5     | 1,202,660,606        | 754,783,831          |
| Other grants and transfers                                | 6     | 376,232,494          | 350,201,360          |
| Social security benefits                                  | 7     | 388,425,737          | 68,187,740           |
|   |       |                      |                      |
| <b>Total payments for operating expenses</b>              |       | <b>5,210,689,962</b> | <b>4,971,094,748</b> |
| <b>Net receipts/ (payments) from operations</b>           |       | <b>507,546,238</b>   | <b>206,155,505</b>   |
| <b>Adjusted for:</b>                                      |       |                      |                      |
| Increase/(decrease) in deposits and retentions            | 10    | 694,858              | 12,890,560           |
|   |       |                      |                      |
|   |       |                      |                      |
| <b>Net cash flow from operating activities</b>            |       | <b>508,241,096</b>   | <b>219,046,065</b>   |
| <b>Cash flow from investing activities</b>                |       |                      |                      |
| Acquisition of assets                                     | 8     | 607,154,558          | 785,160,231          |
|   |       |                      |                      |
| <b>Net cash flows from investing activities</b>           |       | <b>(607,154,558)</b> | <b>785,160,231</b>   |
|   |       |                      |                      |
| <b>Net increase in cash and cash equivalents</b>          |       | <b>(98,913,462)</b>  | <b>(566,114,166)</b> |
| <b>Cash and cash equivalents at beginning of the year</b> |       | <b>553,631,312</b>   | <b>1,119,745,478</b> |
|   |       |                      |                      |
| <b>Cash and cash equivalents at end of the year</b>       |       | <b>454,717,850</b>   | <b>553,631,312</b>   |

**County Government of Nyamira**  
**County Executive – Nyamira**  
**Annual Report and Financial Statements for the year ended June 30 2023**

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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 28<sup>th</sup> September, 2023 and signed by:



.....  
**Name: CPA Oyugi Barare Dominic**  
**Chief Officer Finance**  
**ICPAK Member Number: 15694**



.....  
**Name: CPA Purity M. Nyamboga**  
**Head of Accounting Services**  
**ICPAK Member Number: 20795**

**NYAMIRA COUNTY EXECUTIVE**  
**Annual Report and Financial Statements**  
**For the year ended June 30 2023**

**12. Statement of Comparison of Budget & Actual Amounts (Recurrent and Development Combined) for the year ended 30<sup>th</sup>**

**June 2023**

| 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 %          |
|                                     | Kshs                 | Kshs                 | Kshs                 | Kshs                       | Kshs                          |                  |
| <b>Receipts</b>                     |                      |                      |                      |                            |                               |                  |
| Transfers from the CRF              | 4,944,452,428        | 972,887,082          | 5,917,339,510        | 5,438,497,002              | 478,842,508                   | 92%              |
| Miscellaneous receipts              | 977,397,272          | 200,148,800          | 1,177,546,072        | 279,739,198                | 897,806,874                   | 24%              |
| <b>Total</b>                        | <b>5,921,849,700</b> | <b>1,173,035,882</b> | <b>7,094,885,582</b> | <b>5,718,236,200</b>       | <b>1,376,649,382</b>          | <b>81%</b>       |
| <b>Payments</b>                     |                      |                      |                      |                            |                               |                  |
| Compensation of employees           | 2,722,441,069        | 211,951,400          | 2,934,392,469        | 2,637,804,452              | 296,588,018                   | 90%              |
| Use of goods and services           | 647,795,960          | 71,194,501           | 718,990,461          | 605,566,673                | 113,423,786                   | 84%              |
| Transfers to other government units | 865,716,570          | 475,647,514          | 1,341,364,084        | 1,202,660,606              | 138,703,478                   | 90%              |
| Other grants and transfers          | 653,000,000          | 123,661,500          | 776,661,500          | 376,232,494                | 400,429,007                   | 48%              |
| Social security benefits            | 13,703,857           | 385,225,155          | 398,929,012          | 388,425,737                | 10,503,275                    | 97%              |
| Acquisition of assets               | 1,019,192,244        | (94,644,188)         | 924,548,056          | 607,154,558                | 317,393,498                   | 66%              |
| <b>Total</b>                        | <b>5,921,849,700</b> | <b>1,173,035,882</b> | <b>7,094,885,582</b> | <b>5,817,844,520</b>       | <b>1,277,041,062</b>          | <b>82%</b>       |
| <b>Deficit</b>                      |                      |                      |                      | <b>(99,608,320)</b>        |                               |                  |

**Explanation Note**

(a) The changes between the original and final budget are as a result of reallocations and 1<sup>st</sup> and 2<sup>nd</sup> supplementary within the budget as per IPSAS 1.9.23.

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- (b) The under collection of Miscellaneous receipts by 76% was due to un tapped own revenue sources and un received grants.
- (c) The under expenditure of Use of goods and services by 16% due to late performance of suppliers and service providers.
- (d) The under expenditure of Other grants and transfers by 52% due to non-receipts of grants from donors.
- (e) The under expenditure in acquisition of assets by 34% and other grants and transfers by 13% due to late performance of contractors and delays in release of exchequer.

The County Executive's financial statements were approved on 28<sup>th</sup> September 2023 and signed by:



.....  
**Name: CPA Oyugi Barare Dominic**  
**Chief Officer Finance and Accounting services**  
**ICPAK Member Number: 15694**



.....  
**Name: CPA Purity M. Nyamboga**  
**Head of Accounting Services**  
**ICPAK Member Number: 20795**

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13A Statement of Comparison of Budget & Actual Amounts – Recurrent for the year ended 30<sup>th</sup> June 2023

| 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 %          |
|                                     | Kshs                 | Kshs                 | Kshs                 | Kshs                       | Kshs                          |                  |
| <b>Receipts</b>                     |                      |                      |                      |                            |                               |                  |
| Transfers from the CRF              | 3,470,841,482        | 924,698,846          | 4,395,540,328        | 4,017,469,627              | 378,070,701                   | 91%              |
| Miscellaneous receipts              | 413,133,575          | 100,800,000          | 513,933,575          | 226,475,501                | 287,458,074                   | 44%              |
| <b>Total</b>                        | <b>3,883,975,057</b> | <b>1,025,498,846</b> | <b>4,909,473,903</b> | <b>4,243,945,128</b>       | <b>665,528,775</b>            | <b>88%</b>       |
| <b>Payments</b>                     |                      |                      |                      |                            |                               |                  |
| Compensation of employees           | 2,722,441,069        | 211,951,400          | 2,934,392,469        | 2,637,804,452              | 296,588,018                   | 90%              |
| Use of goods and services           | 511,795,960          | 55,766,149           | 567,562,109          | 463,336,673                | 104,225,436                   | 82%              |
| Transfers to other government units | 625,716,570          | 29,235,398           | 654,951,968          | 595,506,048                | 59,445,920                    | 91%              |
| Other grants and transfers          | 1,000,000            | 264,041,128          | 265,041,128          | 264,612,122                | 429,007                       | 100%             |
| Social security benefits            | 13,703,857           | 385,225,155          | 398,929,012          | 388,425,737                | 10,503,275                    | 97%              |
| Acquisition of assets               | 9,317,601            | 79,279,616           | 88,597,217           | 7,000,000                  | 81,597,217                    | 8%               |
| <b>Total</b>                        | <b>3,883,975,057</b> | <b>1,025,498,846</b> | <b>4,909,473,903</b> | <b>4,356,685,032</b>       | <b>552,788,873</b>            | <b>89%</b>       |
| <b>Deficit</b>                      |                      |                      |                      | <b>(112,739,904)</b>       |                               |                  |

- (a) The changes between the original and final budget are as a result of reallocations and 1<sup>st</sup> and 2<sup>nd</sup> supplementary within the budget as per IPSAS 1.9.23.
- (b) The under collection of Miscellaneous receipts by 66% was due to un tapped own revenue sources and un received grants.
- (c) The under expenditure of Use of goods and services by 16% due to late performance of suppliers and service providers.

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(d) The under expenditure in acquisition of assets by 92% due to late performance of contractors and delays in release of exchequer.

The County Executive’s financial statements were approved on 28<sup>th</sup> September 2023 and signed by



.....  
**Name: CPA Oyugi Barare Dominic**  
**Chief Officer Finance and Accounting services**  
**ICPAK Member Number: 15694**



.....  
**Name: CPA Purity M. Nyamboga**  
**Head of Accounting Services**  
**ICPAK Member Number: 20795**

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13B Statement of Comparison of Budget & Actual Amounts: Development for the year ended 30<sup>th</sup> June 2023

| Receipt/expense item                | Original Budget      | Adjustments        | Final Budget         | Actual on Comparable Basis | Budget Utilisation Difference | % of Utilisation |
|-------------------------------------|----------------------|--------------------|----------------------|----------------------------|-------------------------------|------------------|
|                                     | a                    | b                  | c=a+b                | d                          | e=c-d                         | f=d/c %          |
|                                     | Kshs                 | Kshs               | Kshs                 | Kshs                       | Kshs                          |                  |
| <b>Receipts</b>                     |                      |                    |                      |                            |                               |                  |
| Transfers from the CRF              | 1,473,610,946        | 48,188,236         | 1,521,799,182        | 1,421,027,375              | 100,771,807                   | 93%              |
| Miscellaneous receipts              | 564,263,697          | 99,348,800         | 663,612,497          | 53,263,697                 | 610,348,800                   | 8%               |
| <b>Total</b>                        | <b>2,037,874,643</b> | <b>147,537,036</b> | <b>2,185,411,679</b> | <b>1,474,291,072</b>       | <b>711,120,607</b>            | <b>67%</b>       |
| <b>Payments</b>                     |                      |                    |                      |                            |                               |                  |
| Use of goods and services           | 136,000,000          | 15,428,352         | 151,428,352          | 142,230,000                | 9,198,352                     | 94%              |
| Transfers to other government units | 240,000,000          | 446,412,116        | 686,412,116          | 607,154,558                | 79,257,558                    | 88%              |
| Other grants and transfers          | 652,000,000          | -140,379,628       | 511,620,372          | 111,620,372                | 400,000,000                   | 22%              |
| Acquisition of assets               | 1,009,874,643        | -173,923,804       | 835,950,839          | 600,154,558                | 235,796,281                   | 72%              |
| <b>Totals</b>                       | <b>2,037,874,643</b> | <b>147,537,036</b> | <b>2,185,411,679</b> | <b>1,461,159,488</b>       | <b>724,252,191</b>            | <b>67%</b>       |
| <b>Deficit</b>                      |                      |                    |                      | <b>13,131,584</b>          |                               |                  |

(a) The changes between the original and final budget are as a result of reallocations and 1<sup>st</sup> and 2<sup>nd</sup> supplementary within the budget as per IPSAS 1.9.23.

(b) The under collection of Miscellaneous receipts by 92% was due to un tapped own revenue sources and un received grants.

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(c) The under expenditure in acquisition of assets by 28% and Other grants and transfers by 28 %was due to delays in release of exchequer and grants and under collection of county own revenue.

The County Executive’s financial statements were approved on 28<sup>th</sup> September 2023 and signed by



.....  
**Name: CPA Oyugi Barare Dominic**  
**Chief Officer Finance and Accounting services**  
**ICPAK Member Number: 15694**



.....  
**Name: CPA Purity M. Nyamboga**  
**Head of Accounting Services**  
**ICPAK Member Number: 20795**

**13. Budget Execution by Programmes and Sub-Programmes for the year ended 30<sup>th</sup> June 2023**

| Description   | Original budget    | Adjusted budget   | Final Budget       | Actual on comparable basis | % Budget utilization |
|---|--------------------|-------------------|--------------------|----------------------------|----------------------|
|   | 2022 / 2023        | 2022 / 2023       | 2022 / 2023        | 2022 / 2023                | 2022 / 2023          |
|   | Kshs               | Kshs              | Kshs               | Kshs                       | Kshs                 |
| <b>Policy planning, general administration and support services</b> | <b>619,269,522</b> | <b>29,786,400</b> | <b>589,483,122</b> | <b>579,652,486</b>         | <b>9,830,636</b>     |
| General administration and support services                         | 610,883,276        | 29,786,400        | <b>581,096,876</b> | 572,157,749                | <b>8,939,127</b>     |
| Policy and planning   | 8,386,246          | -                 | <b>8,386,246</b>   | 7,494,737                  | <b>891,509</b>       |
| <b>Crop, agribusiness and land management services</b>              | <b>255,585,348</b> | <b>32,717,996</b> | <b>288,303,344</b> | <b>276,627,184</b>         | <b>11,676,161</b>    |
| CROP DEVELOPMENT SERVICES   | 238,585,348        | 41,427,996        | <b>280,013,344</b> | 272,473,683                | <b>7,539,662</b>     |
| Agribusiness  | 17,000,000         | 8,710,000         | <b>8,290,000</b>   | 4,153,501                  | <b>4,136,499</b>     |
| <b>FISHERIES DEVELOPMENT AND PROMOTION SERVICES</b>                 | <b>3,001,616</b>   | <b>1,000,000</b>  | <b>2,001,616</b>   | <b>855,400</b>             | <b>1,146,216</b>     |
| AQUACULTURE PROMOTION SERVICES                                      | 3,001,616          | 1,000,000         | <b>2,001,616</b>   | 855,400                    | <b>1,146,216</b>     |
| <b>Livestock promotion and development</b>                          | <b>16,297,004</b>  | <b>3,163,635</b>  | <b>13,133,369</b>  | <b>4,740,828</b>           | <b>8,392,541</b>     |
| LIVESTOCK PRODUCTS VALUE ADDITION AND MARKETING                     | 5,069,140          | 2,000,000         | <b>3,069,140</b>   | 983,800                    | <b>2,085,340</b>     |
| ANIMAL HEALTH DISEASE AND MANAGEMENT                                | 11,227,864         | 1,163,635         | <b>10,064,229</b>  | 3,757,028                  | <b>6,307,201</b>     |
| <b>Physical planning and surveying services</b>                     | <b>17,317,822</b>  | <b>26,000,000</b> | <b>43,317,822</b>  | <b>37,773,259</b>          | <b>5,544,563</b>     |

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| Description   | Original budget    | Adjusted budget   | Final Budget       | Actual on comparable basis | % Budget utilization |
|---|--------------------|-------------------|--------------------|----------------------------|----------------------|
|   | 2022 / 2023        | 2022 / 2023       | 2022 / 2023        | 2022 / 2023                | 2022 / 2023          |
|   | Kshs               | Kshs              | Kshs               | Kshs                       | Kshs                 |
| PHYSICAL PLANNING   | 17,317,822         | 26,000,000        | 43,317,822         | 37,773,259                 | 5,544,563            |
| <b>Management and development of towns</b>                          | <b>922,930</b>     | <b>500,000</b>    | <b>422,930</b>     | <b>415,200</b>             | <b>7,730</b>         |
| TOWN MANAGEMENT AND COORDINATION                                    | 922,930            | 500,000           | 422,930            | 415,200                    | 7,730                |
| <b>General administration, planning and support services</b>        | <b>83,727,665</b>  | -                 | <b>83,727,665</b>  | <b>82,458,731</b>          | <b>1,268,934</b>     |
| Human resource and support services                                 | -                  | -                 | -                  | -                          | -                    |
| Administration and support services                                 | 80,996,773         | -                 | 80,996,773         | 80,071,611                 | 925,162              |
| Policy and planning   | 2,730,892          | -                 | 2,730,892          | 2,387,120                  | 343,772              |
| <b>Roads development and management</b>                             | <b>117,063,783</b> | <b>26,407,487</b> | <b>143,471,270</b> | <b>122,107,632</b>         | <b>21,363,638</b>    |
| Construction of roads and bridges                                   | 100,063,783        | 21,607,487        | 121,671,270        | 116,882,732                | 4,788,538            |
| Rehabilitation and maintenance of Roads                             | 600,000            | 4,800,000         | 5,400,000          | 5,224,900                  | 175,100              |
| Infrastructural development and fire safety                         | 16,400,000         |                   | 16,400,000         |                            | 16,400,000           |
| <b>Policy planning, general administration and support services</b> | <b>41,166,152</b>  | -                 | <b>41,166,152</b>  | <b>40,458,614</b>          | <b>707,538</b>       |
| General administration and support services                         | 40,094,452         | -                 | 40,094,452         | 39,801,041                 | 293,411              |

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| Description   | Original budget      | Adjusted budget   | Final Budget         | Actual on comparable basis | % Budget utilization |
|---|----------------------|-------------------|----------------------|----------------------------|----------------------|
|   | 2022 / 2023          | 2022 / 2023       | 2022 / 2023          | 2022 / 2023                | 2022 / 2023          |
|   | Kshs                 | Kshs              | Kshs                 | Kshs                       | Kshs                 |
| Policy and planning services  | 1,071,700            | -                 | 1,071,700            | 657,573                    | 414,127              |
| <b>Trade, cooperative and investment development and promotion</b>    | <b>14,859,378</b>    | <b>9,000,000</b>  | <b>23,859,378</b>    | <b>9,128,986</b>           | <b>14,730,393</b>    |
| Cooperative promotion   | 1,208,340            | 3,000,000         | 4,208,340            | 2,884,225                  | 1,324,115            |
| Trade promotion   | 13,651,038           | 6,000,000         | 19,651,038           | 6,244,761                  | 13,406,278           |
| <b>Tourism development and promotion</b>                              | <b>1,314,420</b>     | -                 | <b>1,314,420</b>     | <b>679,200</b>             | <b>635,220</b>       |
| Tourism promotion and management                                      | 1,314,420            | -                 | 1,314,420            | 679,200                    | 635,220              |
| <b>General adm, planning &amp; support services</b>                   | <b>1,310,290,200</b> | -                 | <b>1,310,290,200</b> | <b>1,278,495,871</b>       | <b>31,794,329</b>    |
| Administration support services                                       | 1,309,361,871        | -                 | 1,309,361,871        | 1,277,704,411              | 31,657,460           |
| Health Policy Planning and financing                                  | 928,329              | -                 | 928,329              | 791,460                    | 136,869              |
| <b>Curative health services</b>                                       | <b>275,829,561</b>   | -                 | <b>275,829,561</b>   | <b>266,753,850</b>         | <b>9,075,711</b>     |
| Medical services  | 270,000,000          | -                 | 270,000,000          | 263,601,230                | 6,398,770            |
| Facility infrastructural services                                     | 5,829,561            | -                 | 5,829,561            | 3,152,620                  | 2,676,941            |
| <b>General administration, policy planning &amp; support services</b> | <b>314,455,770</b>   | <b>20,120,000</b> | <b>334,575,770</b>   | <b>332,584,873</b>         | <b>1,990,897</b>     |

County Government of Nyamira  
 County Executive – Nyamira  
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| Description   | Original budget    | Adjusted budget    | Final Budget       | Actual on comparable basis | % Budget utilization |
|---|--------------------|--------------------|--------------------|----------------------------|----------------------|
|   | 2022 / 2023        | 2022 / 2023        | 2022 / 2023        | 2022 / 2023                | 2022 / 2023          |
|   | Kshs               | Kshs               | Kshs               | Kshs                       | Kshs                 |
| General administration  | 312,840,678        | 20,165,900         | <b>333,006,578</b> | 331,426,853                | <b>1,579,725</b>     |
| Plannning policy  | 1,615,092          | 45,900             | <b>1,569,192</b>   | 1,158,020                  | <b>411,172</b>       |
| <b>ECDE and CCC development services.</b>                     | <b>210,042,471</b> | <b>162,168,228</b> | <b>47,874,243</b>  | <b>38,211,261</b>          | <b>9,662,982</b>     |
| ECDE and CCC management services                              | 210,042,471        | 162,168,228        | <b>47,874,243</b>  | 38,211,261                 | <b>9,662,982</b>     |
| <b>Vocational development and training services</b>           | <b>21,754,281</b>  | <b>95,278,669</b>  | <b>117,032,950</b> | <b>112,785,175</b>         | <b>4,247,775</b>     |
| Vocational management management services                     | 21,754,281         | 95,278,669         | <b>117,032,950</b> | 112,785,175                | <b>4,247,775</b>     |
| <b>Information and communication technology services</b>      | <b>13,100,000</b>  | -                  | <b>13,100,000</b>  | <b>1,630,300</b>           | <b>11,469,700</b>    |
| ICT infrastructural services                                  | 13,100,000         | -                  | <b>13,100,000</b>  | 1,630,300                  | <b>11,469,700</b>    |
| General administration , policy planning and support services | <b>838,240,377</b> | <b>39,500,000</b>  | <b>798,740,377</b> | <b>772,825,628</b>         | <b>25,914,749</b>    |
| General 14dministration support services                      | 551,532,604        | 17,500,000         | <b>534,032,604</b> | 533,940,232                | <b>92,372</b>        |
| Policy development and support services                       | 258,971,903        | 22,000,000         | <b>236,971,903</b> | 225,160,574                | <b>11,811,329</b>    |
| Supply chain management                                       | 3,049,570          | -                  | <b>3,049,570</b>   | 1,719,700                  | <b>1,329,870</b>     |
| legal services  | 23,599,850         | -                  | <b>23,599,850</b>  | 11,692,122                 | <b>11,907,728</b>    |

**County Government of Nyamira**  
**County Executive – Nyamira**  
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| Description   | Original budget    | Adjusted budget   | Final Budget       | Actual on comparable basis | % Budget utilization |
|---|--------------------|-------------------|--------------------|----------------------------|----------------------|
|   | 2022 / 2023        | 2022 / 2023       | 2022 / 2023        | 2022 / 2023                | 2022 / 2023          |
|   | Kshs               | Kshs              | Kshs               | Kshs                       | Kshs                 |
| Communication services  | 1,086,450          | -                 | <b>1,086,450</b>   | 313,000                    | <b>773,450</b>       |
| General administration , policy planning and support services | <b>431,521,474</b> | <b>43,604,360</b> | <b>387,917,114</b> | <b>372,298,408</b>         | <b>15,618,706</b>    |
| Economic planning and coordination                            | 418,071,565        | -                 | <b>282,750,830</b> | 269,644,916                | <b>13,105,914</b>    |
| Budget formulation and management                             | 3,449,909          | -                 | <b>3,449,909</b>   | 2,101,800                  | <b>1,348,109</b>     |
| community development and special funding                     | 10,000,000         | 91,716,375        | <b>101,716,375</b> | 100,551,692                | <b>1,164,683</b>     |
| General administration , policy planning and support services | <b>6,658,642</b>   | -                 | <b>6,658,642</b>   | <b>5,138,600</b>           | <b>1,520,042</b>     |
| Accounting and financial services services                    | 3,323,155          | -                 | <b>3,323,155</b>   | 2,757,150                  | <b>566,005</b>       |
| Audit services  | 3,335,487          | -                 | <b>3,335,487</b>   | 2,381,450                  | <b>954,037</b>       |
| General administration , policy planning and support services | <b>25,285,542</b>  | <b>93,637,686</b> | <b>118,923,228</b> | <b>118,505,110</b>         | <b>418,118</b>       |
| External Resource mobilization                                | -                  | 26,148,800        | <b>26,148,800</b>  | 26,000,000                 | <b>148,800</b>       |
| Internal Resource mobilization                                | 25,285,542         | 67,488,886        | <b>92,774,428</b>  | 92,505,110                 | <b>269,318</b>       |
| General administration , policy planning and support services | <b>47,671,880</b>  | -                 | <b>47,671,880</b>  | <b>37,863,497</b>          | <b>9,808,383</b>     |
| County results coordination and liason services               | 14,171,880         | -                 | <b>14,171,880</b>  | 11,365,029                 | <b>2,806,851</b>     |

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 County Executive – Nyamira  
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| Description   | Original budget    | Adjusted budget   | Final Budget       | Actual on comparable basis | % Budget utilization |
|---|--------------------|-------------------|--------------------|----------------------------|----------------------|
|   | 2022 / 2023        | 2022 / 2023       | 2022 / 2023        | 2022 / 2023                | 2022 / 2023          |
|   | Kshs               | Kshs              | Kshs               | Kshs                       | Kshs                 |
| Executive management and liason services                      | 12,600,000         | -                 | <b>12,600,000</b>  | 8,696,901                  | <b>3,903,099</b>     |
| Intergovernmental & Public Relations                          | 20,900,000         | -                 | <b>20,900,000</b>  | 17,801,567                 | <b>3,098,433</b>     |
| General administration , policy planning and support services | <b>65,572,764</b>  | <b>39,242,617</b> | <b>26,330,147</b>  | <b>19,264,698</b>          | <b>7,065,449</b>     |
| Field coordination and administration                         | 48,040,458         | 42,278,217        | <b>5,762,241</b>   | 3,354,700                  | <b>2,407,541</b>     |
| Human resource management                                     | 1,067,584          | 175,000           | <b>892,584</b>     | 559,950                    | <b>332,634</b>       |
| Human resource management                                     | 16,085,482         | 1,562,500         | <b>17,647,982</b>  | 13,874,548                 | <b>3,773,434</b>     |
| Human resource development                                    | 379,240            | 1,648,100         | <b>2,027,340</b>   | 1,475,500                  | <b>551,840</b>       |
| General administration , policy planning and support services | <b>28,407,744</b>  | <b>3,500,000</b>  | <b>24,907,744</b>  | <b>14,946,893</b>          | <b>9,960,851</b>     |
| Community Development   | 251,469            | 15,500,000        | <b>15,751,469</b>  | 11,846,298                 | <b>3,905,171</b>     |
| Cultural promotion heritage                                   | 28,156,275         | 19,000,000        | <b>9,156,275</b>   | 3,100,595                  | <b>6,055,680</b>     |
| General administration , policy planning and support services | <b>139,126,982</b> | <b>1,503,600</b>  | <b>137,623,382</b> | <b>126,878,918</b>         | <b>10,744,464</b>    |
| General administration and support services                   | 123,073,892        | -                 | <b>123,073,892</b> | 116,255,653                | <b>6,818,239</b>     |
| Policy and planning   | 16,053,090         | 1,503,600         | <b>14,549,490</b>  | 10,623,265                 | <b>3,926,225</b>     |

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| Description   | Original budget    | Adjusted budget    | Final Budget       | Actual on comparable basis | % Budget utilization |
|---|--------------------|--------------------|--------------------|----------------------------|----------------------|
|   | 2022 / 2023        | 2022 / 2023        | 2022 / 2023        | 2022 / 2023                | 2022 / 2023          |
|   | Kshs               | Kshs               | Kshs               | Kshs                       | Kshs                 |
| General administration , policy planning and support services | <b>11,715,460</b>  | <b>6,789,957</b>   | <b>4,925,503</b>   | <b>1,100,351</b>           | <b>3,825,152</b>     |
| Other energy sources promotion                                | 11,715,460         | 6,789,957          | <b>4,925,503</b>   | 1,100,351                  | <b>3,825,152</b>     |
| General administration , policy planning and support services | <b>32,515,563</b>  | <b>26,731,243</b>  | <b>5,784,320</b>   | <b>4,935,880</b>           | <b>848,440</b>       |
| Major towns water services                                    | 11,000,000         | 10,000,000         | <b>1,000,000</b>   | 609,916                    | <b>390,084</b>       |
| Rural water services  | 21,515,563         | 16,731,243         | <b>4,784,320</b>   | 4,325,964                  | <b>458,356</b>       |
| General administration , policy planning and support services | <b>113,418,779</b> | <b>651,716,570</b> | <b>765,135,349</b> | <b>191,796,485</b>         | <b>573,338,864</b>   |
| Pollution and waste management                                | 111,998,690        | 651,716,570        | <b>763,715,260</b> | 190,594,465                | <b>573,120,795</b>   |
| Agroforestry promotion  | 1,420,089          | -                  | <b>1,420,089</b>   | 1,202,020                  | <b>218,069</b>       |
| <b>County Assembly</b>  | <b>833,070,587</b> | <b>94,000,000</b>  | <b>927,070,587</b> | <b>872,447,972</b>         | <b>54,622,615</b>    |
| Recuurent   | 608,070,587        | 127,000,000        | <b>735,070,587</b> | 735,070,587                | -                    |
| Development   | 225,000,000        | 33,000,000         | <b>192,000,000</b> | 137,377,385                | <b>54,622,615</b>    |
| <b>Health Department FIF</b>                                  | -                  | <b>349,502,500</b> | <b>349,502,500</b> |                            | <b>349,502,500</b>   |
| <b>Municipality</b>   | <b>32,645,983</b>  | <b>132,145,014</b> | <b>164,790,997</b> | <b>94,483,230</b>          | <b>70,307,767</b>    |

County Government of Nyamira  
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| Description        | Original budget      | Adjusted budget      | Final Budget         | Actual on comparable basis | % Budget utilization |
|--------------------|----------------------|----------------------|----------------------|----------------------------|----------------------|
|                    | 2022 / 2023          | 2022 / 2023          | 2022 / 2023          | 2022 / 2023                | 2022 / 2023          |
|                    | Kshs                 | Kshs                 | Kshs                 | Kshs                       | Kshs                 |
| Reccurent          | 17,645,983           | 2,235,398            | <b>19,881,381</b>    | 18,843,315                 | <b>1,038,066</b>     |
| Development        | 15,000,000           | 129,909,616          | <b>144,909,616</b>   | 75,639,915                 | <b>69,269,701</b>    |
|                    |                      |                      | -                    |                            | -                    |
| <b>Grand Total</b> | <b>5,921,849,700</b> | <b>1,173,035,882</b> | <b>7,094,885,582</b> | <b>5,817,844,520</b>       | <b>1,277,041,062</b> |

#### **14. Significant Accounting Policies**

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

##### **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 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.

##### **b) Reporting Nyamira County Executive**

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

##### **c) Recognition of receipts and payments**

###### **iv) Recognition of receipts**

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

##### **ii) Transfers from the County Revenue Fund (CRF)**

Transfer from CRF 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 a notification received by the Nyamira County Executive.

###### **v) Proceeds from sale of assets**

Proceeds from the sale of assets are recognised in the statement of receipts and payments when the related monies from the sale are received by the Nyamira County Executive.

**Significant Accounting Policies (Continued)**

**d) Recognition of payments**

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

**vi) Compensation of employees**

Salaries and Wages, Allowances, and statutory contributions 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.

**vii) Interest on borrowing**

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

**viii) 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.

**ix) 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 of Nyamira County Executive and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

**Significant Accounting Policies (Continued)**

**e) 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.

**f) 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 these financial statements.

**g) 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.

***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 30<sup>th</sup> June 2023, this amounted to KShs 77,472,213 compared to KShs 76,777,755 in prior period as indicated on note 11.

**Significant Accounting Policies (Continued)**

**h) Imprests and Advances**

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.

**i) Third Party Deposits and Retention**

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.

**j) 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.

**k) 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. 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.

**Significant Accounting Policies (Continued)**

**l) Contingent Liabilities**

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 Nyamira County Executive; 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, and 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. Other important disclosures 8 and Annex 8 of this financial statement is a register of the contingent liabilities in the year.

**m) 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 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.

**Significant Accounting Policies (Continued)**

**n) 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 31<sup>st</sup> May 2022 for the period 1<sup>st</sup> July 2022 to 30 June 2023 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.

**o) Comparative figures**

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

**p) 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.

**q) Prior Period Adjustment**

During the year, errors that have been corrected are disclosed *under note* – explaining the nature and amounts.

**r) Related Party Transactions**

Related party means parties are related if one party has the ability to:

- a) Control the other party or
- b) Exercise significant influence over the other party in making financial and operational decisions, or if the related party Nyamira County Executive and another Nyamira County Executive are subject to common control.

Related party transaction is a transfer of resources or obligations between related parties regardless of whether a price is charged.

15. Notes to the Financial Statements

1. Transfer from the CRF

|  | FY 2022 / 2023       | FY 2021 / 2022       |
|--|----------------------|----------------------|
| Description                            | Kshs                 | Kshs                 |
| Total exchequer releases for quarter 1 | 628,474,993          | 847,331,106          |
| Total exchequer releases for quarter 2 | 1,334,255,450        | 1,283,835,009        |
| Total exchequer releases for quarter 3 | 1,017,575,378        | 847,331,106          |
| Total exchequer releases for quarter 4 | 2,458,191,181        | 1,746,015,612        |
| <b>Total</b>                           | <b>5,438,497,002</b> | <b>4,724,512,833</b> |

There in an increase of 15 % from the prior year because the previous year disbursement was received in the current year and there was an increase of equitable share.

2. Miscellaneous Receipts

|  | FY 2022 / 2023     | FY 2021 / 2022     |
|--|--------------------|--------------------|
| Description                                    | Kshs               | Kshs               |
| Proceeds from Domestic and foreign grants (2A) | 279,739,198        | 452,737,420        |
|  |                    |                    |
| <b>Total</b>                                   | <b>279,739,198</b> | <b>452,737,420</b> |

2A .Proceeds from Domestic and foreign grants included:

| Description   | 2022/2023          | 2021/2022          |
|---|--------------------|--------------------|
|   | Kshs.              | Kshs.              |
| World Bank –Transforming Health Systems for Universal Care Project (THUSP)-Ministry of Health   | 0                  | 76,304,392         |
| Word Bank-NARIGP-State Department of Crop Development   | 235,142,146        | 186,748,014        |
| DANIDA Grant –Primary Health care in devolved context – Ministry of Health  | 15,475,500         | 5,329,500          |
| SIDA Agricultural Sector Development Support Programme II (ASDSP II)-State Department of Crop Development   | 4,781,637          | 17,436,316         |
| Word Bank-urban Development Grant (UDG) – Department of Housing & Urban Development   | 1,194,560          | 0                  |
| Word Bank-Urban Institutional Grant(UIG) – Department of Housing & Urban Development  | 1,145,355          | 0                  |
| (IDA) World Bank Credit-Financing locally Led climate programme (FFLoCA)I CCIS Grant State Department of Environment energy water mining and climate change | 22,000,000         | 0                  |
| Own source revenue  | 0                  | 166,905,985        |
| Returned CRF Issues   | 0                  | 13,213             |
| <b>Total</b>  | <b>279,739,198</b> | <b>452,737,420</b> |

### 3. Compensation of Employees

|   | FY 2022 / 2023       | FY 2021 / 2022       |
|---|----------------------|----------------------|
| Description   | Kshs                 | Kshs                 |
| Basic salaries of permanent employees                       | 1,825,156,594        | 2,054,322,043        |
| Basic wages of temporary employees                          | 36,386,599           | 13,568,717           |
| Personal allowances paid as part of salary                  | 709,386,963          | 634,835,610          |
| Personal allowances paid as reimbursements                  | 0                    | 138,929,455          |
| Employer contribution to compulsory national social schemes | 66,689,496           | 111,226,670          |
| Pension and other social security contributions             | 184,800              | 548,463              |
| Social benefit schemes outside government                   | 0                    | 5,154,443            |
| <b>Total</b>  | <b>2,637,804,452</b> | <b>2,958,585,401</b> |
| <b>Number of Employees</b>                                  | <b>3,924</b>         | <b>4,044</b>         |

### 4. Use of Goods and Services

|  | FY 2022 / 2023     | FY 2021 / 2022     |
|--|--------------------|--------------------|
| Description  | Kshs               | Kshs               |
| Utilities, supplies and services                             | 7,606,561          | 32,291,559         |
| Communication, supplies and services                         | 6,906,380          | 4,653,900          |
| Domestic travel and subsistence                              | 197,870,963        | 235,840,040        |
| Foreign travel and subsistence                               | 2,634,776          | 7,937,815          |
| Printing, advertising and information supplies & services    | 21,023,739         | 34,885,923         |
| Rent and Rates   | 7,281,570          | 6,042,790          |
| Training expenses  | 62,341,903         | 86,964,234         |
| Hospitality supplies and services                            | 28,670,068         | 24,743,635         |
| Insurance costs  | 12,970,660         | 106,863,658        |
| Specialized materials and services                           | 109,354,934        | 111,925,759        |
| Office and general supplies and services                     | 41,119,448         | 35,653,366         |
| Fuel, oil and lubricants                                     | 49,284,844         | 49,300,452         |
| Other operating expenses (including bank charges)            | 35,036,563         | 76,589,830         |
| Routine maintenance – vehicles and other transport equipment | 14,824,028         | 9,585,610          |
| Routine maintenance – other assets                           | 8,640,237          | 16,057,845         |
| <b>Total</b>   | <b>605,566,674</b> | <b>839,336,416</b> |

Notes to the Financial Statements (Continued)

5. Transfer to other Government entities

|  | FY 2022 / 2023       | FY 2021 / 2022     |
|--|----------------------|--------------------|
| Description                                    | Kshs                 | Kshs               |
| <b>Transfers to county government entities</b> |                      |                    |
| County Assembly                                | 872,447,972          | 701,140,292        |
| Municipality of Nyamira                        | 138,212,634          | 53,643,539         |
| Scholarships and other educational benefits    | 122,000,000          | 0                  |
| Mortgage                                       | 70,000,000           | 0                  |
|  | <b>1,202,660,606</b> | <b>754,783,831</b> |

The above amount was transferred to the County entities, being part of its equitable share to fund operations as required by law.

Notes

- The scholarships and other educational benefits amounts of Kshs 122,000,000 was transferred to a fund which facilitates bursaries to needy secondary schools students' education.
- The transfer of Kshs 70,000,000 to mortgage fund was used to give loans to staff and state officers

6. Other Grants and Transfers

|   | FY 2022 / 2023     | FY 2021 / 2022     |
|---|--------------------|--------------------|
| Description                                 | Kshs               | Kshs               |
| Scholarships and other educational benefits | 0                  | 110,706,800        |
| Transfers to Climate change                 | 66,000,000         | 0                  |
| Transfers to other county health facilities | 27,624,743         | 40,636,250         |
| Transfers to NAGRIP                         | 272,326,114        | 169,647,680        |
| Transfers to YOUTH POLY                     | 0                  | 915,000            |
| Nyamira County ASDSP Account SPA            | 10,281,637         | 28,295,630,        |
| <b>Total</b>                                | <b>376,232,494</b> | <b>350,201,360</b> |

**Notes to the Financial Statements (Continued)**

**Notes**

- The transfers of Kshs 27,624,743 to other county health facilities were for funding their operations.
- The transfer of Kshs. 272,326,114 to National Agricultural and Rural Inclusive Growth Project was a grant meant to support agriculture and value chain development.
- The grant of Kshs. 10, 281,637 to Agricultural Sector Development Support Programme was meant to support community based agricultural activities.
- The transfer of Kshs 66,000,000 to Climate change was used in capacity building and climate change facilitations.
- The significant increase from Ksh 350,201,360 to grant in the previous year was to Ksh 376,232,494 Transferred during the year under review was as a result of budgetary increase.

**7. Social Security Benefits**

| <b>Description</b>  | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|---|-----------------------|-----------------------|
|   | <b>Kshs</b>           | <b>Kshs</b>           |
| Social Security Benefits (Government pension and retirement Benefits) | 388,425,737           | 68,187,740            |
| Employer Social Benefits  | 0                     | 0                     |
| <b>Total</b>  | <b>388,425,737</b>    | <b>68,187,740</b>     |

The increases by 47% was occasioned by the pension contribution of staff plus county contribution to pension funds such as Lap fund Lap trust , NSSF and Gok PPs schemes.

Notes to the Financial Statements (Continued)

8. Acquisition of Assets

| <b>Non- financial assets</b>                                 | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|--|-----------------------|-----------------------|
|  | <b>Kshs</b>           | <b>Kshs</b>           |
| Construction of buildings                                    | 206,142,001           | 299,842,228           |
| Refurbishment of buildings                                   | 38,224,806            | 0                     |
| Construction of roads  | 129,304,872           | 162,599,038           |
| Construction and civil works                                 | 99,964,393            | 163,407,845           |
| Purchase of vehicles and other transport equipment           | 31,151,451            | 54,888,720            |
| Purchase of office furniture and general equipment           | 8,469,500             | 3,245,200             |
| Purchase of specialized plant, equipment and machinery       | 4,172,952             | 48,282,717            |
| Purchase of certified seeds, breeding stock and live animals | 1,421,000             | 8,405,140             |
| Research, studies, project preparation, design & supervision | 23,978,280            | 20,670,750            |
| Acquisition of ICT Equipment's                               | 12,597,449            | 5,964,620             |
| Acquisition of intangible assets                             | 51,727,854            | 17,853,973            |
| <b>Total acquisition of non- financial assets</b>            | <b>607,154,558</b>    | <b>785,160,231</b>    |
| <b>Total acquisition of financial assets</b>                 | <b>0</b>              | <b>0</b>              |
| <b>Total acquisition of assets</b>                           | <b>607,154,558</b>    | <b>785,160,231</b>    |

Notes to the Financial Statements (Continued)

9. Cash and Bank Balances

9A. Bank Balances

| Name of Bank, Account Name & currency                | Account Number | Indicate whether Rec, Dev, Dep e.t.c | 2022 / 2023<br>KShs | 2021 / 2022<br>KShs |
|--|----------------|--------------------------------------|---------------------|---------------------|
| CBK -Recurrent Account- Kshs                         | 1000170522     | Recurrent                            | 1,043               | 8,063               |
| CBK-County Revenue Fund Account -Kshs                | 1000170891     | Deposits                             | 197,133,728         | 34,843              |
| CBK-Development Account - Kshs                       | 1000170549     | Development                          | 208,431             | 5,150               |
| CBK -Retention Account- Kshs                         | 1000323938     | Deposit                              | 77,472,613          | 76,777,755          |
| CBK-RML Fund account - Kshs                          | 1000291885     | Development                          | 163                 | 9,607,487           |
| CBK-NRIG PRJ. Fund Account –Kshs                     | 1000365595     | Both                                 | 1                   | 33,968              |
| CBK-Village POLY.PRJ. Fund account –Kshs             | 1000367954     | Both                                 | 19,041              | 19,041              |
| CBK-THS UC (SPA). Fund Account Kshs                  | 1000340018     | Both                                 | 14,223,901          | 59,932,957          |
| CBK-UDG KUSP Account - Kshs                          | 1000394374     | Development                          | 16,459,771          | 128,256,457         |
| CBK-ASDSP Account Kshs                               | 1000365617     | Both                                 | 0                   | 0                   |
| CBK-AUIG (SPA) Account- Kshs                         | 1000404841     | Both                                 | 1,255,978           | 1,090,043           |
| CBK-County KDSP- Kshs                                | 1000454172     | Both                                 | 44,312,300          | 141,716,375         |
| CBK - Nyamira County Primary Health Care (SPA)- Kshs | 1000573074     | Both                                 | 9,442,110           | 5,329,500           |
| CBK –CCF (SPA) ACCOUNT- Kshs                         | 10004546069    | Both                                 | 11,000,000          | 0                   |
| KCB Revenue Account- Kshs                            | 1141208989     | Deposit                              | 0                   | 84,420              |
| KCB Revenue Account – Health –Kshs                   | 1238881378     | Deposit                              | 0                   | 138,158             |

County Government of Nyamira

County Executive – Nyamira

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| Name of Bank, Account Name & currency                | Account Number | Indicate whether Rec, Dev, Dep e.t.c | 2022 / 2023        | 2021 / 2022        |
|--|----------------|--------------------------------------|--------------------|--------------------|
| KCB-ASDSP A/C Kshs                                   | 1236606132     | Both                                 | 5,236              | 12,297,330         |
| Coop. Revenue Account – Kshs                         | 01141348689700 | Deposit                              | 5,147,036          | 66,931             |
| NBK Nyamira County Revenue account                   | 01071253735500 | Deposit                              | 2,702,510          | 0                  |
| KCB NAGRIP A/C                                       | 11253449872    | Both                                 | 10,653,675         | 104,760,203        |
| KCB Nyamira County Salaries Account Kshs             | 1150304227     | Deposit                              | 1,066,349          | 563,524            |
| KCB Nyamira County Education Support Fund – Ksh      | 1182983871     | Recurrent                            | 0                  | 7,124,141          |
| KCB Emergency Fund Account Kshs                      | 1272997286     | Both                                 | 0                  | 12,916             |
| VTC Various Accounts (Annex 7)                       | Various        | Both                                 | 0                  | 533,750            |
| Health Facilities Various Bank Accounts (Annex6 )    | Various        | Both                                 | 33,775,941         | 5,036,340          |
| Equity –Nyamira UDG KUSP                             | 05202800023457 | Both                                 | 0                  | 201,960            |
| Nyamira County Climate change operation fund Account | 026000032893   | Both                                 | 29,838,024         | 0                  |
| <b>Total</b>   |                |                                      | <b>454,717,851</b> | <b>553,631,312</b> |

Notes to the Financial Statements (Continued)

**10. Deposits and Retention**

|   | FY 2022 / 2023    |                   | FY 2021 / 2022    |                   |
|---|-------------------|-------------------|-------------------|-------------------|
|   | Kshs              |                   | Kshs              |                   |
| Deposits  |                   |                   |                   |                   |
| Retention Monies                                  |                   | 77,472,613        |                   | 76,777,755        |
| <b>Total</b>                                      |                   | <b>77,472,613</b> |                   | <b>76,777,755</b> |
| <b>Ageing analysis for</b>                        |                   |                   |                   |                   |
|   | <b>Current</b>    |                   | <b>Comparati</b>  |                   |
| <b>Ageing analysis: (deposits and retentions)</b> | <b>FY2022 /</b>   | <b>% of the</b>   | <b>ve</b>         | <b>% of the</b>   |
|   | <b>2023</b>       | <b>Total</b>      | <b>FY2021 /</b>   | <b>Total</b>      |
|   |                   |                   | <b>2022</b>       |                   |
| Under one year                                    | 39,390,182        | 51                | 42,390,182        | 55                |
| 1-2 years   | 30,664,014        | 40                | 23,568,910        | 31                |
| 2-3 years   | 6,503,416         | 8                 | 9,562,899         | 12                |
| Over 3 years                                      | 915,001           | 1                 | 1,255,764         | 2                 |
| <b>Total (tie to above total)</b>                 | <b>77,472,613</b> | <b>100</b>        | <b>76,777,755</b> | <b>100</b>        |

Deposits and retentions are funds retained and refundable once certificate of no defects are issued to contractors

**11. Fund Balance Brought Forward**

|                                    | FY 2022 / 2023     | FY 2021 / 2022       |
|------------------------------------|--------------------|----------------------|
|                                    | Kshs               | Kshs                 |
| Bank Accounts                      | 553,631,312        | 1,119,745,478        |
| Cash in Hand                       | 0                  | 0                    |
| Third party deposits and retention | (76,777,755)       | (63,887,195)         |
| <b>Total</b>                       | <b>476,853,557</b> | <b>1,055,858,283</b> |

Notes to the Financial Statements (Continued)

12. Increase/ (Decrease) in Deposits and Retention

|   | FY 2022 / 2023 | FY 2021 / 2022    |
|---|----------------|-------------------|
| Description   | Kshs           | Kshs              |
| Deposits and Retention s as at 1 <sup>st</sup> July (A) | 76,777,755     | 63,887,195        |
| Deposits and Retention as at 30 <sup>th</sup> June (B)  | 77,472,613     | 76,777,755        |
|   | <b>694,858</b> | <b>12,890,560</b> |

16. Other Important Disclosures

1. Pending Accounts Payable (See Annex 1)

|                             | Balance b/f<br>Insert<br>Comparative<br>FY 2021 / 2022 | Additions for<br>the year | Paid during the<br>year | Balance c/f<br>2022 / 2023<br>FY |
|-----------------------------|--|---------------------------|-------------------------|----------------------------------|
| Description                 | Kshs   | Kshs                      | Kshs                    | Kshs                             |
| Construction of Buildings   | 58,438,381   | 236,907,150               | (244,366,807)           | 50,978,724                       |
| Construction of Civil Works | 98,718,061   | 106,757,925               | (123,405,083)           | 82,070,903                       |
| Supply of Goods             | 69,298,470   | 212,345,160               | (205,365,606)           | 76,278,024                       |
| Supply of Services          | 50,722,464   | 275,396,827               | (195,742,993)           | 130,376,298                      |
| <b>Total</b>                | <b>277,177,376</b>                                     | <b>831,407,062</b>        | <b>(768,880,489)</b>    | <b>339,703,949</b>               |

2. Pending Staff Payables (See Annex 2)

|                       | Balance b/f<br>FY 20221/<br>2022 | Additions for<br>the year | Paid during<br>the year | Balance c/f<br>FY 2022 /<br>2023 |
|-----------------------|----------------------------------|---------------------------|-------------------------|----------------------------------|
| Description           | Kshs                             | Kshs                      | Kshs                    | Kshs                             |
| Senior management     | 5,368,883                        | 0                         | 5,368,883               | 0                                |
| Middle management     | 0                                | 0                         | 0                       | 0                                |
| Unionisable employees | 35,017,500                       | 0                         | 35,017,500              | 0                                |
| <b>Total</b>          | <b>40,386,383</b>                |                           | <b>40,386,383</b>       | <b>0</b>                         |

3. External Assistance

|  | FY 2022 / 2023     | FY 2021 / 2022     |
|--|--------------------|--------------------|
| Description                                      | Kshs               | Kshs               |
| External Assistance received as Loans and Grants | 279,739,198        | 285,818,222        |
| <b>Total</b>                                     | <b>279,739,198</b> | <b>285,818,222</b> |

a) External assistance relating to loans and grants

|                                       | FY 2022 / 2023     | FY 2021 / 2022     |
|---------------------------------------|--------------------|--------------------|
| Description                           | Kshs               | Kshs               |
| External Assistance received as Loans | 279,739,198        | 285,818,222        |
| <b>Total</b>                          | <b>279,739,198</b> | <b>285,818,222</b> |
|                                       |                    |                    |

**Other Important Disclosures Continues**

**c) Classes of providers of external assistance**

|                     | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|---------------------|-----------------------|-----------------------|
| <b>Description</b>  | <b>Kshs</b>           | <b>Kshs</b>           |
| Multilateral Donors | 274,957,560           | 268,381,906           |
| Bilateral Donors    | 4,781,638             | 17,436,316            |
| <b>Total</b>        | <b>279,739,198</b>    | <b>285,818,222</b>    |

The external assistance was for Economic development or welfare objective, Emergency relief and value addition.

**d) Purpose and use of external assistance.**

|  | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|--|-----------------------|-----------------------|
| <b>Description</b>                     | <b>Kshs</b>           | <b>Kshs</b>           |
| Compensation of Employees              | 35,000,120            | 5,029,727             |
| Use of Goods and Services              | 149,489,592           | 288,565,934           |
| Transfers to Other Government Entities | 27,624,743            | 0                     |
| Other Grants and Transfers             | 67,624,743            | 0                     |
| <b>Total</b>                           | <b>279,739,198</b>    | <b>293,595,661</b>    |

**4. 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.

**Other Important Disclosures Continues**

**Related party transactions**

|   | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|---|-----------------------|-----------------------|
|   | <b>Kshs</b>           | <b>Kshs</b>           |
| Key Management Compensation (Governor, CEC Members And Cos) | 107,684,280           | 103,164,000           |
| <b>Total Key Management Compensation</b>                    | <b>107,684,280</b>    | <b>103,164,000</b>    |
| <b><u>Transfers To Related Parties</u></b>                  |                       |                       |
| Transfers to County Assembly                                | 872,447,972           | 701,140,292           |
| Transfers to other county Government Entities               | 706,445,128           | 350,201,360           |
| Expenses paid on Behalf Of County Water Service Providers   | 5,576,269             | 10,496,381            |
| <b>Total Transfers To Related Parties</b>                   | <b>1,584,469,369</b>  | <b>1,061,838,033</b>  |
| <b><u>Transfers From Related Parties</u></b>                |                       |                       |
| Transfers From the CRF                                      | 5,438,497,002         | 4,724,512,833         |
| Transfers From domestic and foreign grants                  | 279,739,198           | 285,818,222           |
| County Revenue  | 0                     | 166,905,985           |
| Transfer To CRF   | 0                     | 13,213                |
| <b>Total Transfers From Related Parties</b>                 | <b>5,718,236,200</b>  | <b>5,177,250,253</b>  |

**5. Establishment of other County Government Entities**

The PFM Act, 2012 section 182 enables the County Government to establish and dissolve County Corporations/ entities. For purposes of follow up on financial reporting, audit and disclosure, outlined below is a list of entities established by the County Government since inception.

| <b>Entity</b>                  | <b>Date Established/Date taken over</b> | <b>Location</b>    | <b>Accounting Officer responsible</b> |
|--------------------------------|---|--------------------|---------------------------------------|
| Emergence Fund                 | 2020                                    | County HQ          | Chief officer finance                 |
| Education support fund         | 2016                                    | County HQ          | Chief officer education               |
| Car mortgage scheme –executive | Aug 2015                                | County HQ          | Chief officer finance                 |
| Car mortgage scheme Assembly   | 2013                                    | County assembly HQ | Clerk to assembly                     |

**Other Important Disclosures Continues,**

**7. Leasing of Medical Equipment**

Amounts relating to leased medical equipment is included in the County Allocation Revenue Act and is budgeted for by the Counties. This amount is deducted at source and therefore not included in the exchequer. Since this is not a cash item, it is not included in the statement of receipts and payments in the current financial year, amounts relating to leased medical equipment was Kshs 200,000,000 and Kshs 200,000,000 for the previous financial year.

**8. Contingent Liabilities**

| <b>Contingent Liabilities</b>                   | <b>FY 2022 / 2023</b> | <b>FY 2021 / 2022</b> |
|---|-----------------------|-----------------------|
|   | <b>Kshs</b>           | <b>Kshs</b>           |
| Court Case Against the Nyamira County-Executive | 34,462,950            | 306,000,000           |
| <b>Total</b>                                    | <b>34,462,950</b>     | <b>306,000,000</b>    |

**17. 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.

| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
| 1.                                   | <p><b>Failure to Reconcile Transfers to Other Government Entities</b><br/>                     The statement of receipts and payments and Note 5 to the financial statements reflects transfers to other Government entities totalling to Kshs.754, 783,831 which included transfers to the County Assembly of Nyamira of Kshs.701, 140,292. However, the statement of receipts and payments of the County Assembly reflected transfers from the County Treasury totalling to Kshs.784, 723,483 resulting to an reconciled variance of Kshs.83, 583,191. In the circumstances, the accuracy and completeness of the amount of Kshs.754,783,831 in respect of transfers to other Government entities could not be confirmed.</p> |                     | Not Resolved                     | 2023/2024 FY                               |
| 2.0                                  | <p><b>Other Receipts</b><br/>                     The statement of receipts and payments and Note 2 to the financial statements reflects other receipts totalling to Kshs.452,737,420. Review of receipt records revealed the following:</p>  |                     |                                  |  |
| 2.1                                  | <p><b>Long Outstanding Land Rates</b><br/>                     Included in other receipts amount is Kshs.166,905,984 in respect of County own generated receipts out of which an amount of Kshs.12,321,770 was in respect of land rates. However, review of land rates and related records provided for audit revealed accumulated land rates arrears balance of Kshs.74,883,703 which had been outstanding since the year 2010. No measures seem to have been taken by the County Government to collect the outstanding land rates. In the circumstances, the accuracy and collectability of these long outstanding land rates could not be confirmed</p>  |                     | Not Resolved                     | 2023/2024 FY                               |
| 2.2                                  | <p><b>Lack of Updated Valuation Roll</b><br/>                     Included in other receipts is an amount of Kshs.13,483,191 in respect of plot rent and land rates.</p>  |                     | Resolved                         | 2023/2024 FY                               |

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| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | <p>However, review of records revealed that the County Executive was still using valuation roll of 2006 inherited from the defunct local authorities in the collection of plot rent and land rates. In addition, no evidence was provided to show that measures had been put in place to update the valuation roll and to enhance revenue collection, despite the fact that the value of land in Nyamira County has risen significantly.</p> <p>In the circumstances, the accuracy and completeness of the other receipts could not be confirmed.</p>  |                     |                                  |  |
| 3.0                                  | <p><b>Compensation of Employees</b></p> <p>The statement of receipts and payments and Note 3 to the financial statements indicated that an amount of Kshs.2, 958,585,401 was spent on compensation of employees. Review of personnel records revealed that an amount of Kshs.54, 710,761 was processed manually (outside the IPPD system). Manual processing of payroll involves 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.</p> <p>Further, the balance includes salaries and allowances totalling to Kshs.986, 584 paid to two (2) officers who were among the forty-seven (47) officers employed during the year under review. One of the officers was appointed to the position of Senior Inspector (Water and Sanitation) in the Ministry of Environment, Water, Mining and Natural Resources, while the other was employed as a Civil Engineer in Ministry of Lands, Housing and Urban Development. However, the payment to the two (2) officers included basic salary arrears and uniform allowances of Kshs.727, 084 and Kshs.80, 000 respectively, for which the relevant supporting documents were not provided for audit. As a result, the accuracy and completeness of the payments totalling to Kshs.54, 710,761 on compensation of employees could not be confirmed.</p> |                     | Resolved                         | 2023/2024 FY                               |

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| Reference No. on the external Report                          | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve)                    |              |  |   |   |  |              |              |
|---|--|---------------------|----------------------------------|---|--------------|--|---|---|--|--------------|--------------|
| 4.0   | <p><b>Unsupported Legal Expenses</b></p> <p>The statement of receipts and payments and Note 4 to the financial statements, indicates that payments totalling to Kshs.839, 336,416 were made in respect of use of goods and services. Included in the payments is other operating expenses balance of Kshs.76, 589,830 out of which Kshs.1, 885,000 was paid to two (2) law firms which unrepresented the County Executive in respect of four (4) cases. However, the files containing details of these cases were not provided for audit review. Further, a judgement was obtained against the County for an amount of Kshs.1, 340,033 being principal sum plus interest due to failure by the Nyamira County Public Service Board to abide by an earlier order of the Court relating to one of the cases. However, Management paid a balance of Kshs.1, 000,000 to the law firm but the balance of Kshs.340,033 had not been paid by 30 June, 2022 and therefore continued to accumulate interest at 12% per annum. It was not explained why the Service Board did not address the issue.</p> <p>In the circumstances, the propriety and value for money of the expenditure could not be confirmed.</p> |                     | Not Resolved                     | 2023/2024 FY  |              |  |   |   |  |              |              |
| 5.0   | <p>Unexplained Voided Transactions Review of the system payments revealed that during the year under review, nine hundred and two (902) transactions totalling to Kshs.619,903,593 were voided across all the County Government Departments as indicated below:</p> <table border="1" data-bbox="284 1400 986 1843"> <thead> <tr> <th data-bbox="284 1400 986 1545">Department</th> </tr> </thead> <tbody> <tr> <td data-bbox="284 1545 986 1585">County Public Service Board</td> </tr> <tr> <td data-bbox="284 1585 986 1659">Public Administration and Coordination of Decentralized Units</td> </tr> <tr> <td data-bbox="284 1659 986 1700">Municipality</td> </tr> <tr> <td data-bbox="284 1700 986 1774">Ministry of Youths, Sports, Gender, Culture and Services</td> </tr> <tr> <td data-bbox="284 1774 986 1814">Ministry of Roads, Transport and Public Works</td> </tr> <tr> <td data-bbox="284 1814 986 1843">Ministry of Lands, Housing and Urban Developm</td> </tr> </tbody> </table>   | Department          | County Public Service Board      | Public Administration and Coordination of Decentralized Units | Municipality | Ministry of Youths, Sports, Gender, Culture and Services | Ministry of Roads, Transport and Public Works | Ministry of Lands, Housing and Urban Developm |  | Not Resolved | 2023/2024 FY |
| Department  |  |                     |                                  |   |              |  |   |   |  |              |              |
| County Public Service Board                                   |  |                     |                                  |   |              |  |   |   |  |              |              |
| Public Administration and Coordination of Decentralized Units |  |                     |                                  |   |              |  |   |   |  |              |              |
| Municipality  |  |                     |                                  |   |              |  |   |   |  |              |              |
| Ministry of Youths, Sports, Gender, Culture and Services      |  |                     |                                  |   |              |  |   |   |  |              |              |
| Ministry of Roads, Transport and Public Works                 |  |                     |                                  |   |              |  |   |   |  |              |              |
| Ministry of Lands, Housing and Urban Developm                 |  |                     |                                  |   |              |  |   |   |  |              |              |

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|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | Ministry of Health  |                     | 163                              | 171,094,717                                |
|                                      | Ministry of Finance and Economic Planning   |                     | 65                               | 45,963,304                                 |
|                                      | Ministry of Environment, Energy, Natural Resources and Mining   |                     | 89                               | 43,907,813                                 |
|                                      | Ministry of Education and ICT   |                     | 49                               | 190,787,967                                |
|                                      | Ministry of Agriculture, Livestock and Fisheries  |                     | 30                               | 16,609,270                                 |
|                                      | County Executive Office   |                     | 174                              | 47,352,049                                 |
|                                      | <b>Total</b>  |                     | <b>902</b>                       | <b>619,903,593</b>                         |
|                                      | Review of system payments and other related documents provided by Management did not reveal adequate reasons for the voided payments which had been included in the approved list schedule for payment by the Controller of Budget. At the time of audit, payment amount of Kshs.377,819,144 of the voided payments had been processed and cleared leaving a balance of Kshs.242,084,449 which was still outstanding recorded as pending bills. In the circumstances, the propriety of the payments made could not be confirmed   |                     |                                  |  |
|                                      | <b>Other Matter</b>   |                     |                                  |  |
| 1                                    | <p><b>Budgetary Controls and Performance.</b></p> <p>The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.6,832,617,659 and Kshs.5,177,250,253, respectively, resulting to underfunding of Kshs.1,655,367,406 or 24%. Similarly, the Management made payments totalling to Kshs.5,756,254,979 against an approved budget of Kshs.6,832,617,659 resulting to under expenditure of Kshs.1,076,362,680 or 16%.</p> <p>Further, the statement of receipts and payments and Note 1 to the financial statements reflect Exchequer releases totalling to Kshs.Kshs.4,724,512,833 which includes an amount of Kshs.410,827,203 disbursed by The National Treasury on 28 July, 2022 as part of the budgeted funds for 2021/2022 financial year. The late Exchequer releases could have had adverse</p> |                     | Not Resolved                     | 2023/2024FY                                |

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| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>effects on the implementation of the planned activities during the year.<br/>                     The underfunding and underutilization of funds may have impacted negatively on the delivery of services to the public.</p>   |                     |                                  |  |
| 1.0                                  | <p><b>Basis for Conclusion</b><br/> <b>Failure to Submit Finance Bill to the County Assembly</b><br/>                     The statement of receipts and payments reflects County own generated receipts totalling to Kshs.166,905,985. However, the County Executive Member for Finance did not submit to the County Assembly revenue raising measures of the County Government contrary to Regulation 132(2) of the Public Finance Management (County Government) Regulations, 2015 which provides that the County Executive Committee Member for finance shall, on the same date that the revenue raising measures are pronounced, submit to the County Assembly the County Finance Bill, setting out the revenue raising measures for the County Government, together with a policy statement expounding on those measures. In the circumstances, Management was in breach of the law.</p> |                     | Not Resolved                     | 2023/2024FY                                |
| 2.0                                  | <p><b>Compensation of Employees</b><br/>                     The statement of receipts and payments and Note 3 to the financial statements reflects payments totalling to Kshs.2,958,585,401 in respect of compensation of employees. Review of records revealed the following anomalies.</p>   |                     | Not Resolved                     | 2018/2019 FY                               |
| 2.1                                  | <p><b>Non-Compliance with Public Finance Management (County Government) Regulation, 2015 on Fiscal Discipline</b><br/>                     The payments on compensation of employees of Kshs.2,958,585,401 constituted 57% of the total revenue of Kshs.5,177,250,253 collected</p>   |                     | Not Resolved                     | 2023/2024FY                                |

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| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>during the year under review. This is 22% above the limit contrary to Regulation 25(1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which provides that the County Executive Committee Member with the approval of the County Assembly shall set a limit on the County Government's expenditure on wages and benefits for its public officers pursuant to Section 107(2) of the Act and that the limit set shall not exceed thirty five (35) percent of the County Government's total revenue.</p>   |                     |                                  |  |
| 2.2                                  | <p>Non-Compliance with the County Government Act, 2012</p> <p>During the year under review, the County Public Service Board recruited forty-seven (47) members of staff in four (4) departments, all of whom were from one dominant ethnic community in the County, contrary to Section 65(1)(e) of the County Governments Act, 2012 which stipulates that in selecting candidates for appointment, the County Public Service Board shall consider the need to ensure that at least thirty percent of the vacant posts at entry level are filled by candidates who are not from one ethnic community in the County.</p> <p>Further, review of personal files revealed that two (2) officers among the forty-seven (47) recruited were appointed to the positions of Senior Inspector (Water and Sanitation) in the Ministry of Environment, Water, Mining and Natural Resources and Civil Engineer in Ministry of Lands, Housing and Urban Development. Although the two (2) officers</p> |                     | Not Resolved                     | 2023/2024 FY                               |

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| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>did not apply for the advertised vacancies, were not shortlisted and interviewed, they were issued with appointment letters. In addition, documents in the files showed that one of the officers did not have the qualifications required for the position he was appointed to, while the qualifications of the other could not be established as his personal file did not have evidence of qualifications contrary to contrary to Section 65(1) of the County Governments Act, 2012 which provides that in selecting candidates for appointment, the County Public Service Board shall consider the standards, values and principles set out in Articles 10, 27(4), 56(c) and 232(1) of the Constitution, the prescribed qualifications for holding or acting in the office; and the need for open and transparent recruitment of public servants.</p> |                     |                                  |  |
| 2.3                                  | <p><b>Irregular Payment of Salaries</b><br/>                     Included in the payments on compensation of employees is Kshs.1,848,366, being nine (9) months' salaries paid to twenty-one (21) employees who did not deliver any service to the public as they did not report for duty contrary to Section 149(1) of the Public Finance Management Act, 2012 which provides that an Accounting Officer is accountable to the County Assembly for ensuring that the resources of the entity for which the officer is designated are used in a way that is lawful and authorised and effective, efficient, economical and transparent. Although Management explained that the salaries were stopped in March, 2022, no further disciplinary action was taken</p>   |                     | Not Resolved                     | 2023/2024FY                                |

| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | against them towards recovery of the irregular payments.   |                     |                                  |  |
| 2.4                                  | <p><b>Non-Compliance with the Third Rule on Basic Salary</b></p> <p>Review of the payroll records for the month June, 2022 revealed that a total of one hundred and eighty-six (186) officers were earning less than one third of their respective basic pays contrary to Section 19(3) of the Employment Act, 2012 and Section C.1(3) Human Resource Policies and Procedures Manual for the Public Service, 2016 which provides that the total amount of all deductions which may be made by an employer from the wages of his or her employee at any one time shall not exceed two-thirds of such wages or such additional or other amount as may be prescribed.</p> <p>In the circumstances, Management was in breach of the law.</p> |                     | Not Resolved                     | 2023/2024 FY                               |
| 3.0                                  | <p><b>Non-Compliance with Public Finance Management Act, 2012</b></p> <p>The statement of receipts and payments and Note 4 to the financial statements reflects payments totalling to Kshs.839,336,416 in respect of use of goods and services which included payments in respect of other operating expenses amounting to Kshs.76,589,830. Review of records revealed that a balance of Kshs.15,000,000 was paid to a contractor in respect of a contract for provision of consultancy services for preparation of Nyamira County Spatial Plan (2020-2030) at a contract sum was Kshs.74,999,973 for a contract period of</p>   |                     | Not Resolved                     | 2023/2024 FY                               |

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| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | <p>eighteen (18) months from 15 July, 2020 to 15 January, 2022. The contract sum was to be paid in four (4) phases of 30% on submission of the approved inception report, 30% on submission of the situational report, 30% on submission of draft plan and 10% on the approval of the final plan. However, although the contract period had expired, 70% of the work had not been executed and no explanation was provided for the delay. Further, no explanation was provided on why the payment of Kshs.15,000,000 was made from recurrent vote, despite the project being capital in nature since it was in respect of the creation or renewal of assets contrary to Section 43(1)(6) of the Public Finance Management Act, 2012 which states, inter alia, that an accounting officers may not reallocated funds which are appropriated for recurrent/capital expenditure except to defray other recurrent/capital expenditure. In the circumstances, Management was in breach of the law</p> |                     |                                  |  |
| 4.0                                  | <p><b>Transfers to Other Government Entities</b><br/>                     The statement of receipts and payments and Note 5 to the financial statements reflected transfers to other government entities totalling to Kshs.754, 783,831. Review of payment records revealed the following:<br/> <b>4.1 Delayed Completion of Upgrading of Roads</b><br/>                     The balance includes transfers to the Municipality of Nyamira totalling to Kshs.53, 643,539, out of which an amount of Kshs.8,869,921 was paid to a contractor for the upgrading of Public Works Offices –</p>  |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>CDF Offices – Nyamira Hospital Junction road from gravel to bitumen standard. The total contract sum for the works was Kshs.82,859,330 for a contract period of twelve (12) months from the date of site handover on 30 April, 2021 to 04 April, 2022. Audit inspection carried out in the month of July, 2022 revealed that the road is approximately 21% complete but the contractor was not on site and no works were ongoing. Review of records indicated that the contractor requested for an extension of time for six (6) months up to 30 October, 2022 citing several reasons for delay of the works, which was however not granted</p>  |                     |                                  |  |
|                                      | <p><b>4.2 Delayed Completion of Upgrading of Works</b><br/> Review of payment records revealed that a payment of Kshs.27,203,897 was made to a contractor for the upgrading to Bitumen Standard of (B5) Borabu Inn – Golan Heights Resort – Juakali – Nyamira Boys – (B5) Nyabite Market Road – Phase I awarded on 04 June, 2019 at a total contract sum of Kshs.104,373,213. The contract period was twelve (12) months from the date of site handover which was done on 05 August, 2019 to 04 August, 2020. Audit inspection exercise carried out in July, 2022 revealed that the road is approximately 97% complete with Kshs.100,578,266 already paid to the Contractor, translating to 97% of the contract sum. Review of records indicated that the contract had been extended for twenty-six (26) weeks to 05 February, 2021 and a</p> |                     | Not Resolved                     | 2023/2024 FY                               |

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|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | further twenty-four (24) weeks to 20 August, 2021. The contractor cited late payment for works done as part of the reasons for the delay in completion of the contract.   |                     |                                  |  |
|                                      | <p><b>4.3 Stalled Construction Works of Fire Station</b></p> <p>The County Government of Nyamira awarded a contract for construction of a fire station on 14 December, 2021 to a contractor at a contract sum of Kshs.50,519,325. The contract period was expected to be seventy-eight (78) weeks from the date of site handover which was done on 25 January, 2022 to 25 June, 2023. Audit inspection carried out in July, 2022 revealed that the fire station is approximately 35% complete although no payment has been made. However, the Contractor was not on site and no activity was going on at the time of the audit inspection. It is therefore unlikely that the project will be completed by 25 June, 2023 as expected.</p> <p>In the circumstances, the County may not have obtained value for money and the expected benefits from the projects to the residents of Nyamira may not be realized.</p> |                     | Not Resolved                     | 2023/2024 FY                               |
| 5.0                                  | <p><b>Acquisition of Assets</b></p> <p>As disclosed in Note 8 to the financial statements, the statement of receipts and payments reflects payments totalling to Kshs.785,160,231 in respect of acquisition of</p>  |                     |                                  |  |

| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | assets. Review of payment records revealed the following:  |                     |                                  |  |
|                                      | <p><b>5.1 Construction of Buildings</b></p> <p>The balance includes an amount of Kshs.299,842,228 in respect of construction and buildings. However, examination of records revealed as follows:</p>   |                     |                                  |  |
|                                      | <p><b>5.1.1 Unutilized ECDE Classroom at Omoyo Primary School</b></p> <p>The balance includes an amount of Kshs.3,353,760 spent on construction of an Early Childhood Development and Education (ECDE) classroom at Omoyo Primary School. However, physical verification undertaken on 30 June, 2022 revealed that the project was complete but not in use. There was no satisfactory explanation from the Management on why the project was not serving its intended purpose.</p>   |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <p><b>5.1.2 Poor Workmanship on Construction ECDE Classroom and Pit Latrine at Etono Primary</b></p> <p>The balance includes an amount of Kshs.1,836,513 in respect of a contract for the construction of an ECDE classroom and a pit latrine at Etono Primary School at a contract sum of Kshs.3,679,718. The contract was awarded in the financial year 2018/2019. However, physical verification of the project undertaken on 30 June, 2022 revealed that the toilet was not fit for use and the school Management cordoned off the toilet to prevent disaster. Further, the classroom floor had visible cracks, an indication of poor workmanship.</p> |                     | Not Resolved<br><br>Not Resolved | 2023/2024 FY<br><br>2023/2024 FY           |

| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p><b>5.1.3 Abandoned Construction Works of ECDE Classroom at Gesore Primary</b><br/>                     The payments on construction of buildings further included a payment of Kshs.1,105,886 in respect of construction of an ECDE classroom at Gesore Primary School. The contract was awarded in the year 2020/2021 at a contract sum of Kshs.2,729,130. However, review of records revealed that the contractor failed to carry out the works as per the agreed work plan. Although Management indicated that the process of terminating the contract had been initiated by issuing a default notice to the contractor to pave way for retendering, documentation to support the same was not provided for audit. The project therefore, remains abandoned.</p> <p><b>5.1.4 Abandoned Construction Works of ECDE Classroom and Pit Latrine at Matiero Primary ECDE</b><br/>                     The payment also includes a balance of Kshs.3,275,200 in respect of a contract for the construction of an ECDE classroom and a pit latrine at Matiero Primary. The contract was awarded in the year 2019/2020 at a contract sum of Kshs.3,600,000. However, physical verification of the project revealed that the project was incomplete and the contractor was not on site. Management explained, without providing evidence, that the contract was terminated due to non-performance and re-tendering process has been initiated.</p> |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | <p><b>5.1.5 Delayed Completion of Construction Works of Inpatient Wards</b> The payment on construction of buildings includes an expenditure of Kshs.19,986,978 in respect of a contract for construction of inpatient wards with operating theatre block at Magwagwa Health Center. The contract was awarded at a contract sum of Kshs.64,551,975 for a period of 36 weeks (9 months) from 27 March, 2019 to 27 December, 2019. Review of the contract file revealed that the project completion date was extended to 30 June, 2022. However, physical verification of the project, in the month of June, 2022 and review of the Clerk of Works progress report, revealed that the works were at 75% complete. The reason for the delay in completion of the project was not explained.</p> |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <p><b>5.1.6 Delayed Commencement and Implementation of Contract</b><br/>The payments on construction of buildings also included Kshs.6,076,244 in respect of construction of Nyamira County Referral Hospital Covid-19 Isolation Complex for a negotiated contract sum of Kshs.95,860,834 awarded through restricted tendering method. The contract period was sixty (60) weeks from 27 January, 2021 to 26 August, 2022. By 30 June, 2022, the total payments to the contractor amounted to Kshs.40,620,175 or 42% of the contract sum. Further, Certificate No.3 for Kshs.25,156,851 had been submitted for payment by the time of audit. However, review of the contract documents revealed that the contract agreement between the County Government and the contractor</p>              |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | <p>was signed on the 25 September, 2020 and the order to commence works was issued on 27 January, 2021 resulting to unexplained four (4) months delay in commencement of works. The completion of works was extended by twenty (20) weeks to 26 August, 2022 without any explanation.</p> <p>In addition, the contractor suspended the works for a period of twenty-eight (28) weeks from 27 September, 2021 to 11 April, 2022 without approval of the Project Manager and the Contract Implementation Committee but the Project Manager and the Contract Implementation Committee/Team did not invoke Clause 27.1 to lodge a claim for liquidated damages as provided for in the standard tender document for procurement of works.</p> <p>Physical verification in the month of June, 2022 revealed that the project was incomplete as only construction works on slabs and pillars had been done and that the contractor was not on site.</p> |                     |                                  |  |
|                                      | <p><b>5.1.7 Delayed Completion of Nyamira County Headquarters</b></p> <p>The payments on construction of buildings also included an expenditure of Kshs.30,053,255 in respect of a contract for the construction of Nyamira County Headquarters. The contract sum was Kshs.382,970,401 with the contract completion period of three (3) years from 31 December, 2018, when the contractor took possession of the project site, to 31 December, 2021. The contract period was subsequently extended by six (6) months to 30 June, 2022.</p>   |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | As at 30 June, 2022, a total of Kshs.197,438,129 or 52% of the contract sum, had been paid. However, physical verification conducted on 30 June, 2022 revealed that the project was at 51% and the contractor was not on site. It was therefore impossible for the project to be completed within the extended contract period. Further, the performance security balance of Kshs.19,148,520 issued from an Insurance Company expired on 30 June, 2022. In addition, the project's motor vehicle and its ownership documents were not provided for audit. |                     |                                  |  |
|                                      | <b>5.1.8 Unutilized Nyaronde Market Shed</b><br>The payments on construction of buildings further included an expenditure of Kshs.4,103,840 on construction of Nyaronge Market Shed. However, physical verification during the month of June, 2022 revealed that the shed was complete but not in use.  |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <b>5.1.9 Unutilized Riakimai Market Shed</b><br>The payments on construction of buildings amount of Kshs.299,842,228 included payments of Kshs.3,888,041 on construction of Riakimai Market Shed. However, physical verification in June, 2022 revealed that the shed was complete but idle as it was constructed on a marshy, inaccessible parcel of land and there was no evidence of economic activity to warrant a market. Further, there was evidence of vandalization of the metal lockable cabinet doors and electrical works in the market shed   |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <b>5.1.10 Unutilized Modern Kiosks in Nyamira Town</b>  |                     | Not Resolved                     | 2023/2024FY                                |

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|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | The payments on construction of buildings also includes an amount of Kshs.2,259,680 spent on the construction of modern kiosks in Nyamira Town. However, physical verification in June, 2022 revealed that the kiosks were complete but not in use.  |                     |                                  |  |
|                                      | <b>5.1.11 Unutilized Nyamaiya Market Fence</b><br>The payment also includes an amount of Kshs.3,441,830 on construction of Nyamaiya Market Fence. However, physical verification in June, 2022 revealed that the fence was complete but the market was not in use.   |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <b>5.1.12 Irregular Payment of Works on Kemera Market VIP Latrine</b><br>The payment on construction of buildings included an amount of Kshs.1,683,310 spent on construction of Kemera Market VIP Latrine. However, physical verification in June, 2022 revealed that the project was incomplete despite the contractor having been paid the full contract sum of Kshs.1,683,310. The pending works included fixing door locks, tiling and installation of water tank.     |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <b>5.1.13 Delayed Completion of Construction Works</b><br>The payments on construction of buildings further included an expenditure of Kshs.8,221,892 in respect of construction of Manga football pitch and running track. The tender was awarded at a contract sum of Kshs.20,301,660 in the financial year 2018/2019 and the contract period was extended to 31 December, 2021. Review of the expenditure records revealed that the contractor had been paid a total of |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor  | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | Kshs.17,939,512 or 88% of the contract sum as at 30 June, 2022. However, physical verification of the project in the month of July, 2022 revealed that the project works remained incomplete. Outstanding works included fitting of goal posts, final drainage works at the edges of the pitch and levelling the field and the contractor was not on site.   |                     |                                  |  |
|                                      | <p><b>5.1.14 Unlabelled Projects</b></p> <p>The payments on construction of buildings further included payments totalling to Kshs.5,805,053 in respect of construction of Bodaboda sheds in different wards. However, physical verification done in the month of June, 2022 revealed that the labels on the projects did not include the financial years in which they were funded. As a result, it was not possible to relate the projects to the year under review.</p>  |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <p><b>5.1.15 Unutilized Staff Twin House at Kiendege Talent Academy</b></p> <p>The County Executive entered into a contract for the construction of a staff twin house at Kiendege Talent Academy at a contract sum of Kshs.3,934,509 in the financial year 2018/2019. The completion date was 30 June, 2021 with full payment having been made. However, physical verification in July, 2022 revealed that even though the project is complete, it has not been put to use. No satisfactory explanation was provided why the staff twin house was not yet occupied.</p> |                     | Not Resolved                     | 2023/2024 FY                               |
| 5.2                                  | <p><b>Construction and Civil Works</b></p> <p><b>5.2.1 Delayed Completion of Construction Works of Manga Stadium Pavilion</b></p>  |                     | Not Resolved                     | 2023/2024 FY                               |

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|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>The payment on acquisition of assets included payments on construction and civil works amounting to Kshs.163,407,845 out of which an expenditure of Kshs.20,265,147 was in respect of a contract for the erection of Manga Stadium Pavilion. The tender was awarded in the year 2018/2019 at contract sum of Kshs.83,721,867 and the Project was to run for one and a half years. The contractor had been paid a cumulative amount of Kshs.72,789,381 or 89% of the contract sum as at June, 2022. The Contractor was granted a contract extension by the County Executive vide letter dated 14 December, 2020 up to 31 March, 2021. However, physical verification of the project on 04 July, 2022 revealed that the project remained incomplete, there was no ongoing works and mechanical and electrical works contained in the bill of quantities had not been done.</p> |                     |                                  |  |
|                                      | <p><b>5.2.2 Delayed Extension Works of Water Pipeline along Nyamaiya-Miruka</b><br/>                     The payment on construction and civil works included Kshs.4,139,999 paid to a contractor in respect of a contract for the extension of water pipeline from Nyamaiya to Miruka. However, physical verification in June, 2022 revealed that the works were not complete and the contractor was not on site. Although the line was an extension of works done by Gusii Water and Sanitation Company Limited, it was not clarified if the completion of works by the County Executive arose out of any understanding with the Company.</p>   |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <p><b>5.2.3 Poorly Implemented Rehabilitation of Manga Water Supply</b> The payment on</p>  |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>construction and civil works amount of Kshs.163,407,845 also included an expenditure of Kshs.3,079,712 in respect of a contract for rehabilitation works of Manga Water Supply, which was awarded at a contract cost of Kshs.6,223,103. The masonry tank is situated at Sengera Manga Secondary School. However, there was no memorandum of understanding with the school concerning location of this facility within the school compound. Further, the project was not run by Gusii Water and Sanitation Company or the local community. In addition, the responsibility for revenue collection arising from sale of water and accountability for the same was not clear.</p> |                     |                                  |  |
|                                      | <p><b>5.2.4 Failure to Provide Specific Inspection and Acceptance Reports on the Springs Protection Projects</b><br/> The payments on construction and civil works included an expenditure of Kshs.3,199,558 incurred on implementing spring protection of Rianyarimbasi, Riongera, Riorioki, Kiangombe, Riameki, A and B, Riamogaka, Rameni, Riamosigisi and another seven (7) springs. However, even though one (1) inspection and acceptance report for all the projects as a group was provided, specific inspection and acceptance reports for each project were not provided for audit review.</p>  |                     | Not Resolved                     | 2023/2024 FY                               |
|                                      | <p><b>5.2.5 Supply, Installation and Commissioning of Solar Powered Street Lighting Project</b></p>   |                     | Not Resolved                     | 2023/2024 FY                               |

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|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | The payment on construction and civil works included an expenditure of Kshs.5,270,100 in respect of supply, delivery, installation and commissioning of solar powered street lighting project in Nyamira County at a contract sum of Kshs.10,540,200. The street lights were mounted in market centers across the County. However, bill of quantities for the project indicating the number of street lights to be erected was not provided for audit review. Physical verification of the project revealed that the market centers received inadequate number, with most centers having a single post, lighting a very limited area |                     |                                  |  |
| 5.3                                  | <b>Stalled Project of Levelling of Nyamaiya Stadium Roads</b><br>The County Executive made a payment of Kshs.3,100,000 in the financial year 2018/2019 to Mechanical Transport Fund for the levelling of Nyamaiya Stadium. The project implementation report as at 30 June, 2022 showed that the project was at a completion status of 10%. However, physical verification of the project on 04 July, 2022 revealed that the implementation of the project had stopped which Management attributed to land acquisition issues.   |                     | Not Resolved                     | 2023/2024 FY                               |
| 5.4                                  | <b>Partially Dysfunctional Revenue Automation System</b><br>Included in the acquisition of assets total payments is Kshs.17,853,973 in respect of acquisition of intangible assets out of which Kshs.11,000,000 was paid to a supplier for the supply, delivery, customization, commissioning and maintenance of a revenue   |                     | Not Resolved                     | 2023/2024 FY                               |

| Reference No. on the external Report | Issue/ Observation from Auditor   | Management comments | Status: (Resolved/ Not Resolved) | Timeframe: (date when expected to resolve) |
|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>collection and management system at a contract sum of Kshs.39,500,000. The revenue automation was to be carried out for sixty (60) days starting from 23 May, 2019 to 23 August, 2019 with the supplier having received the full payment of Kshs.30,750,000. Physical verification in November, 2022 revealed that the supplier supplied two hundred and seventy-seven (277) revenue gadgets (point of sales) out of which hundred and forty-four gadgets (144) were not functional affecting revenue collection. Management did not provide evidence or efforts to return to the supplier for repair as provided for in the contract agreement. In the circumstances, the expected benefits and value for money of the expenditure on acquisition of assets could not be confirmed.</p> |                     |                                  |  |
| 6.0                                  | <p><b>Non-Remittance of Statutory Deductions</b><br/>Review of other important disclosures indicated that a balance of Kshs.317,581,759 was outstanding in respect of pending accounts payable which included pending staff payables balance of Kshs.40,403,383. Included in this balance is Kshs.11,077,562 relating to accrued interests on unremitted contributions of Kshs.8,528,968 and actuarial deficits amount of Kshs.2,548,594 arising from delayed remittance of staff contributions to the Local Authorities Pension Trust (LAPTRUST) amounting to Kshs.1,598,624. The payment of interest on defrayment of delayed payments leads to nugatory payments which could have been avoided had the staff contribution been remitted on time. Further, records provided</p>           |                     | Not Resolved                     | 2023/2024 FY                               |

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|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>for audit revealed that the Management failed to remit the National Social Security Fund (NSSF) contributions amounting to Kshs.22,370,701 which dates back to 31 March, 2013. The amount attracted interest on late contributions and actuarial deficit of Kshs.20,511,373 and Kshs.2,548,594 respectively, contrary to Section 20(1) of the National Social Security Fund Act, 2013. In the circumstances, the interest charges could have been avoided and Management was in breach of the law.</p>   |                     |                                  |  |
| 7.0                                  | <p><b>Non-Compliance with the Law on Minimum Development Expenditure</b><br/>                     The statement of comparison of budget and actual amounts; development reflects actual total expenditure of Kshs.1,282,308,891 which is 22% of the total expenditure amount of Kshs.5,756,254,979 reflected in the statement of receipts and payments. The County Government’s development expenditure was less than the minimum limit of 30% set by Regulation 25(1)(g) of the Public Finance Management (County Governments) Regulations, 2015 which states that County Government actual expenditure on development shall be at least thirty percent. In the circumstances, Management was in breach of the law</p> |                     | Not Resolved                     | 2023/2024 FY                               |
| 1.0                                  | <p><b>Basis for Conclusion Weaknesses in Information Communication Technology Environment</b><br/>                     Review of the County Executive's Information Communication Technology (ICT) environment revealed that the County Executive did not have an approved Disaster</p>   |                     | Not Resolved                     | 2023/2024 FY                               |

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|--------------------------------------|---|---------------------|----------------------------------|--|
|                                      | <p>Recovery Plan to mitigate against loss of data and information in case of systems failures. There was no formally approved IT security policy to ensure data confidentiality, integrity and availability and backups storage in a secure offsite storage facility so as to recover data in case any disaster such as fire or any unforeseen circumstances. Further, there were no policies in place which cover physical access and environmental controls.</p> <p>In the circumstances, the integrity, security and reliability of the County Executive's financial data, including its Management Information System, could not be confirmed.</p>  |                     |                                  |  |
| 2.0                                  | <p><b>Lack of Human Resource Plans</b></p> <p>The County Public Service Board operated without Human Resource Plans as required by Section B2 of the Human Resource Policies and Procedures Manual for the Public Service, 2016 that requires every department to prepare human resource plans out of which annual recruitment plans will be developed and forwarded to County Public Service Board at the beginning of each financial year to enable it plan to fill the vacancies.</p> <p>Further, the County Executive did not maintain a skill inventory for all its employees in their respective departments to develop, update and maintain a skills inventory for all officers in their respective State Departments for purposes of identifying the available, and the required skills to guide training, recruitment and succession management decisions.</p> |                     | Not Resolved                     | 2023/2024 FY                               |

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|--------------------------------------|--|---------------------|----------------------------------|--|
|                                      | In the circumstances, the County Executive operated without optimum number of personnel. |                     |                                  |  |

Sign..... 

Date..... 16/01/2024

**Dr. Geoffrey Morara Nyakoe**  
**CECM, Finance and Economic Planning**

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18. Annexes

**Annex 1 – Analysis Of Transfers From the CRF**

| <b>Period 20xx</b>  | <b>Quarter 1<br/>(Kshs)</b> | <b>Quarter 2<br/>(Kshs)</b> | <b>Quarter 3<br/>(Kshs)</b> | <b>Quarter 4<br/>(Kshs)</b> | <b>Total<br/>(Kshs)</b> |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-------------------------|
| Equitable Share   | 1,258,158,309               | 847,331,106                 | 847,331,106                 | 2,593,346,718               | <b>5,546,167,239</b>    |
| DANIDA - Universal Healthcare in Devolved Units Programme       | 0                           | 0                           | 0                           | 15,475,500                  | <b>15,475,500</b>       |
| National Agricultural & Rural Inclusive Growth Project (NARIGP) | 53,980,732                  | 0                           | 145,762,182                 | 35,399,232                  | <b>235,142,146</b>      |
| Agriculture Sector Development Support Project (ASDSP)          | 0                           | 0                           | 4,781,637                   | 0                           | <b>4,781,637</b>        |
| Climate change  | 0                           | 0                           | 11,000,000                  | 11,000,000                  | <b>22,000,000</b>       |
| UIG   | 0                           | 0                           | 0                           | 1,145,355                   | <b>1,145,355</b>        |
| Kenya Urban Support Programme                                   | 0                           | 0                           | 0                           | 1,194,560                   | <b>1,194,560</b>        |
| Local revenue   | 6,508,000                   | 12,088,500                  | 29,654,000                  | 41,071,000                  | <b>89,321,500</b>       |
| <b>Total</b>  | <b>1,318,647,041</b>        | <b>859,419,606</b>          | <b>1,038,528,925</b>        | <b>2,698,632,365</b>        | <b>5,915,227,937</b>    |

Note: The above comprises transfers from the Exchequer based on CARA, comprising of equitable share, Level 5 and donor funds.

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**Annex 2 – Analysis Of Pending Accounts Payable**

| Supplier Of Goods Or Services   | Date contracted | Particulars | Original Amount      | Balance at the beginning of the year | Addition During the year | Amount paid During the year | Outstanding Balance | Comments |
|---|-----------------|-------------|----------------------|--------------------------------------|--------------------------|-----------------------------|---------------------|----------|
|   |                 |             |                      | a                                    | b                        | c                           | d=a+b-c             |          |
| <b>Construction Of Buildings</b>  |                 |             |                      |                                      |                          |                             |                     |          |
| 1. Various list attached  | 2020 to 2023    |             | 295,345,531          | 58,438,381                           | 236,907,150              | (244,366,807)               | 50,978,724          |          |
| <b>Sub-Total</b>  |                 |             | <b>295,345,531</b>   | <b>58,438,381</b>                    | <b>236,907,150</b>       | <b>(244,366,807)</b>        | <b>50,978,724</b>   |          |
| <b>Construction Of Civil Works</b>  |                 |             |                      |                                      |                          |                             |                     |          |
| 3. Various list attached  | 2020 to 2023    |             | 205,475,986          | 98,718,061                           | 106,757,925              | (123,405,083)               | 82,070,903          |          |
| <b>Sub-Total</b>  |                 |             | <b>205,475,986</b>   | <b>98,718,061</b>                    | <b>106,757,925</b>       | <b>(123,405,083)</b>        | <b>82,070,903</b>   |          |
| <b>Supply Of Goods</b>  |                 |             |                      |                                      |                          |                             |                     |          |
| 5. Various list attached  | 2020 to 2023    |             | 281,643,630          | 69,298,470                           | 212,345,160              | (205,365,606)               | 76,278,024          |          |
| <b>Sub-Total</b>  |                 |             | <b>281,643,630</b>   | <b>69,298,470</b>                    | <b>212,345,160</b>       | <b>(205,365,606)</b>        | <b>76,278,024</b>   |          |
| <b>Supply Of Services</b>   |                 |             |                      |                                      |                          |                             |                     |          |
| 7. Various list attached  | 2020 to 2023    |             | 326,119,291          | 50,722,464                           | 275396827                | (195,742,993)               | 130,376,298         |          |
| <b>Sub-Total</b>  |                 |             | <b>326,119,291</b>   | <b>50,722,464</b>                    | <b>275396827</b>         | <b>(195,742,993)</b>        | <b>130,376,298</b>  |          |
| <b>Grand Total</b>  |                 |             | <b>1,108,584,438</b> | <b>277,177,376</b>                   | <b>831,407,062</b>       | <b>(768,880,489)</b>        | <b>339,703,949</b>  |          |
| <b>Note: Pending bills comprise goods and services rendered and invoiced but not yet settled and does not include commitments</b> |                 |             |                      |                                      |                          |                             |                     |          |

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**Annex 3– Summary of Non-Current Asset Register**

| <b>Asset Class</b>                             | <b>Historical Cost b/f<br/>(Kshs)<br/>Previous Year</b> | <b>Additions during<br/>the year<br/>(Kshs)</b> | <b>Disposals during<br/>the year<br/>(Kshs)</b> | <b>Transfers in/(out)<br/>during the year<br/>(Kshs)</b> | <b>Historical Cost c/f<br/>(Kshs)<br/>2023</b> |
|--|---|---|---|--|--|
| Land   | 11,051,000  | 0   | 0   | 0  | 11,051,000                                     |
| Buildings And<br>Structures                    | 1,570,710,855   | 368,309,480                                     | 0   | 0  | 1,939,020,335                                  |
| Transport<br>Equipment                         | 468,156,899   | 31,151,451                                      |   | 0  | 499,308,350                                    |
| Office Equipment,<br>Furniture And<br>Fittings | 73,495,670  | 8,469,500                                       | 0   | 0  | 81,965,170                                     |
| ICT Equipment                                  | 65,350,147  | 12,597,449                                      | 0   | 0  | 77,947,596                                     |
| Machinery And<br>Equipment                     | 310,171,052   | 4,172,952                                       | 0   | 0  | 314,344,004                                    |
| Biological Assets                              | 27,810,308  | 1,421,000                                       | 0   | 0  | 29,231,308                                     |
| Intangible Assets                              | 98,002,032  | 51,727,854                                      | 0   | 0  | 149,729,886                                    |
| Infrastructure<br>Assets- Roads,<br>Rails      | 3,828,782,131   | 129,304,872                                     | 0   | 0  | 3,958,087,003                                  |
| Work In Progress                               | 0   | 0   | 0   | 0  | 0  |
| <b>Total</b>                                   | <b>6,453,530,093</b>                                    | <b>607,154,558</b>                              |   |  | <b>7,060,684,652</b>                           |

Note The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Executive

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Annex 7 – Inter-Entity Transfers

| Ref | Entity                                      | Quarter 1          | Quarter 2          | Quarter 3          | Quarter 4          | Cumulative amount transferred. KShs | Amount Confirmed as received. KShs | difference | explanation |
|-----|---|--------------------|--------------------|--------------------|--------------------|-------------------------------------|------------------------------------|------------|-------------|
| 1.  | County Assembly                             | 69,377,088         | 227,513,393        | 255,544,379        | 320,013,112        | 872,447,972                         | 872,447,972                        | 0          |             |
| 2.  | Scholarships and other educational benefits | 0                  | 0                  | 11,620,372         | 110,379,628        | 122,000,000                         | 122,000,000                        | 0          |             |
| 3.  | Transfer to AGRIP Fund (local bank)         | 53,980,731         | 6,500,000          | 145,762,182        | 66,083,200         | 272,326,114                         | 272,326,114                        | 0          |             |
| 4.  | Transfer to Health Facilities -Grants       | 0                  | 0                  | 12,818,723         | 14,806,020         | 27,624,743                          | 27,624,743                         | 0          |             |
| 5.  | Transfer to ASDSP (Agriculture Local Bank)  | 0                  | 5,500,000          | 4,781,637          | 0                  | 10,281,637                          | 10,281,637                         | 0          |             |
| 6.  | Transfer to Municipality                    | 34,553,159         | 34,553,159         | 34,553,158         | 34,553,158         | 138,212,634                         | 138,212,634                        | 0          |             |
| 7.  | Transfer to Mortgage                        | 0                  | 0                  | 0                  | 70,000,000         | 70,000,000                          | 70,000,000                         | 0          |             |
| 8.  | Transfer to Climate Change                  | 0                  | 0                  | 11,000,000         | 45,000,000         | 66,000,000                          | 66,000,000                         | 0          |             |
|     | <b>Total</b>                                | <b>157,910,978</b> | <b>274,066,552</b> | <b>476,080,451</b> | <b>660,835,118</b> | <b>1,578,893,100</b>                | <b>1,578,893,100</b>               | <b>0</b>   |             |

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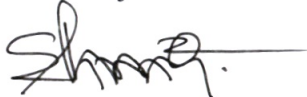
.....  
**Director of Finance**  
**County Executive**



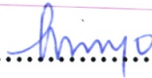
.....  
*Director Fund Administrator*  
**Bursary Fund**



.....  
*Director Project Administrator*  
**ASDSAP Project**



.....  
**Town Manager**  
**Nyamira Municipality**



.....  
**Director of Finance**  
**County Assembly**



.....  
*Director Project Administrator*  
**NARIGP Project**



.....  
**County Chief Officer**  
**Health Department**



.....  
*Director Fund Administrator*  
**Climate Change Fund**

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**Annex 8 – Contingent Liabilities Register**

|    | <b>Nature of contingent liability</b> | <b>Payable to</b>                           | <b>Currency</b> | <b>Estimated Amount Kshs</b> | <b>Expected date of payment</b> | <b>Remarks</b> |
|----|---------------------------------------|---|-----------------|------------------------------|---------------------------------|----------------|
| 1  | Legal fees                            | Nyachiro Nyagaka and company Advocates      | Kshs            |                              | 17,735,363                      |                |
| 2  | Legal fees                            | Nyachiro Nyagaka and company Advocates      | Kshs            |                              | 1,507,962                       |                |
| 3  | Legal fees                            | Nyachiro Nyagaka and company Advocates      | Kshs            |                              | 1,967,454                       |                |
| 4  | Legal fees                            | Nyachiro Nyagaka and company Advocates      | Kshs            |                              | 1,068,437                       |                |
| 5  | Legal fees                            | Nyachiro Nyagaka and company Advocates      | Kshs            |                              | 1,646,505                       |                |
| 6  | Legal fees                            | Nyachiro Nyagaka and company Advocates      | Kshs            |                              | 1,031,576                       |                |
| 7  | Legal fees                            | Eno and Campany Advocate                    | Kshs            |                              | 878,720                         |                |
| 8  | Court Award                           | M/s Momanyi Aunga & Company                 | Kshs            |                              | 688,300                         |                |
| 9  | Court Award                           | M/sOgutta Mboya, Ochwangi, Cohwal & Company | Kshs            |                              | 2,183,670                       |                |
| 10 | Court Award                           | Bitok & Company Advocate                    | Kshs            |                              | 1,065,490                       |                |
| 11 | Court Award                           | M/sOgutta, Ochwangi, Cohwal & Company       | Kshs            |                              | 4,298,206                       |                |
| 12 | Legal fees                            | Eno and Campany Advocate                    | Kshs            |                              | 391,267                         |                |
|    |                                       | <b>Total</b>                                |                 |                              | <b>34,462,950</b>               |                |

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**Annex: 9 Reporting of Climate Relevant Expenditures**

| Project Name  | Project Description  | Project Objectives   | Project Activities   |    |    |    |           | Source Of Funds                   | Implementing Partners   |
|---|--|--|--|----|----|----|-----------|-----------------------------------|---|
|   |  |  |  | Q1 | Q2 | Q3 | Q4        |                                   |   |
| Participatory Climate risk assessments, data and research | TWG trained and Number of Ward Planning Committees Trained, Data Collected | Train Technical Working Group and Ward planning committees | TWG trained and Number of Ward Planning Committees Trained, Data Collected |    |    |    | 6,957,299 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
| Community Engage  | Civic education of Farmers on Climate                                      |  |  |    |    |    | 3,464,498 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
| Community Engage  | Civic education to community members in urban markets                      |  |  |    |    |    | 3,761,600 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services  |

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| Project Name                              | Project Description  | Project Objectives             | Project Activities                               |    |    |    |           | Source Of Funds                   | Implementing Partners   |
|---|--|--------------------------------|--|----|----|----|-----------|-----------------------------------|---|
|   |  |                                |  | Q1 | Q2 | Q3 | Q4        |                                   |   |
|   |  |                                |  |    |    |    |           |                                   | # NGAO<br># Nyamira County Assembly   |
| Preparation of Climate Change Action Plan | Community engagement in Data Collection at Ward level CCAP 1st draft |                                |  |    |    |    | 3,643,400 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
|   | Data cleaning by TWG,  |                                |  |    |    |    | 495,700   | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
|   | Community Validation of CCCAP Draft                                  | Feedback on the 2nd CCAP draft | Final CCCAP with infused feedback from Community |    |    |    | 2,590,193 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |

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| Project Name                   | Project Description   | Project Objectives                            | Project Activities                                       |    |    |    |           | Source Of Funds                   | Implementing Partners   |
|--------------------------------|---|---|--|----|----|----|-----------|-----------------------------------|---|
|                                |   |   |  | Q1 | Q2 | Q3 | Q4        |                                   |   |
|                                | Tabling of CCCAP before the County Assembly Environment Committee | Feedback on the CCAP Final draft              | CCA Plan with infused feedback from County Assembly      |    |    |    | 2,080,400 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
| Training and capacity building | County Executive  | County executives, Chief Officers and trained | List of people trained and certificates of participation |    |    |    | 4,264,600 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
|                                | County Assembly   | MCA's trained                                 | List of people trained and certificates of participation |    |    |    | 5,217,000 | County Government and FLLoCA CCIS | # Department of Environment - Nyamira County Government<br># Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
| Formation and Equippin         | Purchase of computer accessories, office                          | Computer accessories and office furniture     | Computer   |    |    |    | 3,543,996 | County Government and             | # Department of Environment - Nyamira County Government   |

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| Project Name                             | Project Description        | Project Objectives                | Project Activities  |    |    |    |            | Source Of Funds | Implementing Partners  |
|--|----------------------------|-----------------------------------|---|----|----|----|------------|-----------------|--|
|  |                            |                                   |   | Q1 | Q2 | Q3 | Q4         |                 |  |
| g of the Climate Change Unit Directorate | furniture, program vehicle | purchase program vehicle procured | accessories and office furniture purchase are in use CCU. Program Vehicle procurement process completed |    |    |    |            | FLLoCA<br>CCIS  | # Kenya Forestry Services<br># NGAO<br># Nyamira County Assembly |
|  |                            |                                   |   |    |    |    | 36,018,957 |                 |  |

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Annex 10 Reporting on Disaster Expenditure

| Programme | Sub-programme | Disaster Type         | Category of disaster related activity that require expenditure reporting (response/recovery/mitigation/preparedness) | Expenditure item | Amount (Kshs.) | Comments  |
|-----------|---------------|-----------------------|--|------------------|----------------|-----------|
|           | Emergency     | Firefighting response | Firefighting response  | Emergency Fund   | 500,000        |           |
|           |               | Heavy rains           | Preparedness for the calamities by trainings   | Emergency Fund   | 0              | No budget |
|           |               | Drought               | Provision of emergency relief foods  | Emergency Fund   | 0              | No budget |
|           |               | war (clashes)         | Rescue teams   | Emergency Fund   | 0              | No budget |
|           |               | Cattle rustling       | security operations  | Emergency Fund   | 0              | No budget |
|           |               | land slides           | Rescue operations  | Emergency Fund   | 0              | No budget |
|           |               | Drowning              | Drowning rescues   | Emergency Fund   | 0              | No budget |
|           |               | Collapse of buildings | Provision of water and consumables   | Emergency Fund   | 0              | No budget |
|           |               | Road accidents        | Purchase and Maintenance of break in tools   | Emergency Fund   | 0              | No budget |
|           |               | Work related injuries | PPEs, First Aid Kits, Evacuators, Ambulances   | Emergency Fund   | 0              | No budget |
|           |               | Flood/Fire            | Firefighting response  | Emergency Fund   | 0              | No budget |
|           |               | Safety gears          | Purchase of safety gears   | Emergency Fund   | 0              | No budget |

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|                            | Maintenance of equipment | Fire               | Firefighting response       | Maintenance of firefighting equipment |  |
|----------------------------|--------------------------|--------------------|-----------------------------|---------------------------------------|--|
| Maintenance of machines    | Fire/road accidents      | fire response      | Maintenance of fire station | 500,000                               |  |
| Purchase of fire equipment | Fire                     | Fire               | Purchase of fireflyer       | 1,400,000                             |  |
| Allowances for rescue team | All disasters            | General operations |                             |                                       |  |
| <b>Total Expenditure</b>   |                          |                    |                             |                                       |  |