

REPUBLIC OF KENYA



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THE AUDITOR-GENERAL

ON

COUNTY REVENUE FUND

FOR THE YEAR ENDED
30 JUNE, 2025

COUNTY GOVERNMENT OF ELGEYO
MARAkwET

HP



COUNTY REVENUE FUND
COUNTY GOVERNMENT OF ELGEYO MARAKWET
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2025

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



County Government of Elgeyo Marakwet
County Revenue Fund
Annual Report and Financial Statements For the financial year ended 30th June 2025

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County Government of Elgeyo Marakwet
County Revenue Fund
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1. Acronyms and Definition of Key Terms

a. Acronyms

<i>ADP</i>	<i>Annual Development Plan</i>
<i>AIE</i>	<i>Authority to Incur Expenditure</i>
<i>CA</i>	<i>County Assembly</i>
<i>CARA</i>	<i>County Allocation of Revenue Act</i>
<i>CBK</i>	<i>Central Bank of Kenya</i>
<i>CECM</i>	<i>County Executive Committee Member</i>
<i>CE</i>	<i>County Executive</i>
<i>CG</i>	<i>County Government</i>
<i>CIDP</i>	<i>County Integrated Development Plan</i>
<i>COG</i>	<i>Council of Governors</i>
<i>CRA</i>	<i>Commission on Revenue Allocation</i>
<i>CRF</i>	<i>County Revenue Fund</i>
<i>CT</i>	<i>County Treasury</i>
<i>IPSAS</i>	<i>International Public Sector Accounting Standards</i>
<i>MCA</i>	<i>Member of County Assembly</i>
<i>OAG</i>	<i>Office of the Auditor General</i>
<i>OCOB</i>	<i>Office of the Controller of Budget</i>
<i>OSR</i>	<i>Own Source Revenue</i>
<i>PFM</i>	<i>Public Finance Management</i>
<i>PSASB</i>	<i>Public Sector Accounting Standards Board</i>
<i>NT</i>	<i>National Treasury</i>
<i>WB</i>	<i>World Bank</i>
<i>KRB</i>	<i>Kenya Roads Board</i>
<i>Kshs</i>	<i>Kenya Shillings</i>
<i>FY</i>	<i>Financial Year</i>

b. Definition of Key Terms

Fiduciary Management: *The key management personnel who had financial responsibility*

County Government of Elgeyo Marakwet
County Revenue Fund
Annual Report and Financial Statements For the financial year ended 30th June 2025

2. Key Entity Information and Management

a) Background information

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

b) Key Management Team

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

No.	Designation	Name
1.	CECM Finance and Economic planning	Alphaeus K Tanui
2.	Chief Officer Finance and Economic Planning	Kipruto Chesos P
3.	Director Accounting Services	JohnKeen Murkeu Jairo
4.	Head of Financial Reporting	David K. Chebii

c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2025 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	CECM Finance and Economic Planning	Alphaeus K Tanui
2.	Accounting Officer in charge of Finance	Kipruto Chesos P
3.	Director Accounting Services/Finance	JohnKeen Murkeu Jairo
4.	Head of Financial Reporting	David K. Chebii

d) Fiduciary Oversight Arrangements

The key fiduciary oversight arrangements include:

- The Internal Audit department responsible for ensuring proper recording of all books of Account.
- The Controller of Budget approves Exchequers requisitions in line with the Approved Budget
- The office of Auditor General is responsible for audit of County's financial statements
- The County Assembly is vested with oversight role of all activities in the County.
- Audit and finance committee
- Senate committee activities
- Development partner oversight activities

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

e) County Headquarters

P.O. Box 220-30700
Elgeyo Marakwet County Treasury Building, Iten
Eldoret -Iten Road
ITEN, KENYA

f) County Executive Contacts

Telephone: 053-4142277
E-mail: elgeyomarakwet.go.ke
Website: www.elgeyomarakwet.go.ke

g) County Bankers

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

h) Independent Auditor

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

i) Principal Legal Adviser

The Attorney General
State Law Office and Department of Justice
Harambee Avenue
P.O. Box 40112
City Square 00200
NAIROBI, KENYA

j) County Attorney

P.O. Box 220-30700
Elgeyo Marakwet County Treasury Building, Iten
Eldoret -Iten Road
ITEN, KENYA

County Government of Elgeyo Marakwet
County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

3. Statement by the CECM Finance

The annual report and financial statements for the year ended 30 June, 2025 for the County Revenue Fund have been prepared to comply with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya.

The County Government operates County Revenue Fund (CRF) account number 1000171723 held at Central Bank of Kenya.

The County Government of Elgeyo Marakwet operates on a Revenue Ceiling of Sh. 7,899,869,159 in the FY 2024/2025 comprising of:

Recurrent Expenditure	-Sh. 4,752,778,430
Development Expenditure	-Sh. 3,147,090,729
Total	Ksh. 7,899,869,159

The Revenue performance against the Approved budget for the FY 2024/2025 is tabulated below;

Revenue Sources	Approved Estimates (Net)	Actual (KSh) -30 Jun.2025	Percent of total (%)
Equitable Share	4,826,732,019	4,826,732,152	100%
Local Revenue –(Transfers from Revenue collection Account)	357,429,871	79,259,416	22%
Refund to CRF Issues(Unspent balance)	-	17,775,994	100%
Roll over funds b/f	1,154,737,550	-	0%
World Bank			
DANIDA	5,947,500	5,947,500	100%
Kenya climate Smart Agriculture program	10,918,919	-	0%
Kenya Livestock commercialization project	40,150,000	39,998,624	100%
Emergency Locust Response project	121,025,000	-	0%
Food Systems Resilience Project (FSRP)	173,076,923	70,127,132	41%
Financing Locally Led Climate Action Program (FLoCCA)	180,000,000	10,293,610	6%
Nutrition International (NI)	477,400	-	0%
Kenya Informal Settlement Improvement Program II – IDA	261,751,540	260,000,000	99%
Kenya Informal Settlement Improvement Program II- IFAD	239,000,000	-	0%
County Aggregated Industrial Park	250,000,000	-	0%
Other Grants and Loans			
Kenya Urban Support Programme	53,278,289	41,251,578	77%
KDSP-II	37,500,000	-	0%

County Government of Elgeyo Marakwet**County Revenue Fund****Annual Report and Financial Statements For the financial year ended 30th June 2025**

Community Health Promoters	37,200,000	-	0%
RMLF	150,644,148	52,755,391	3
Total	7,899,869,159	5,404,141,397	68%

During the year, total of Ksh. **5,404,141,397** was received in the County Revenue Fund comprising of;

Exchequer issues	Sh. 4,826,732,152
Transfers from other government entities	Sh. 480,373,835
Other Grants	Sh. 0.00
Transfer from Revenue collection accounts	Sh. 79,259,416
Return to CRF issues	Sh. <u>17,775,994</u>
Total	Ksh <u>5,404,141,397</u>

The Total Revenue of **Sh.79,259,416** from Own Source Revenue was transferred to County Revenue fund during the year. This comprise of;

Revenue from Non Exchange transactions	- Sh. 58,229,049
Revenue from Exchange transactions	- Sh. 21,030,367

The County has a separate FIF collection account for the health facilities. During the year, total revenue of **Sh.288,184,452** representing 78% of the Own Source Revenue was collected by the Health facilities being the FIF. The County government enacted the FIF Act 2023 and all the monies collected in the FIF account were not transferred to the CRF but retained in full by the respective facilities..

The funds for the FIF have been accounted and reported in the financial statements for the respective health facilities

The total transfers from County Revenue fund (CRF) as approved by the Controller of Budget during the financial year is summarized below;

Transfers to County Executive	- Sh. 5,013,283,841
Transfer to FLoCCA	- Sh. 106,532,665
Transfer to Iten Municipality	- <u>Sh. 40,259,300</u>
	Sh.5,160,075,806
Transfers to County Assembly	- Sh. <u>619,407,879</u>
Total Ksh.	<u>5,779,483,685</u>

In conclusion, the financial statements for County Revenue Fund for the County Government of Elgeyo Marakwet for the year ended 30 June, 2025 reflect the true and fair view.

.....
Ammanuel
CECM Finance and Economic Planning



County Government of Elgeyo Marakwet
 County Revenue Fund
 Annual Report and Financial Statements For the financial year ended 30th June 2025

County Government of Elgeyo Marakwet

4. Management Discussion and Analysis

The County Government of Elgeyo Marakwet operates on a Revenue Ceiling of Sh.7,899,869,159 in the FY 2024/2025 comprising of:

Recurrent Expenditure	-Sh. 4,752,778,430
Development Expenditure	-Sh. 3,147,090,729
Total	Ksh. 7,899,869,159

During the year, total of Ksh. 5,404,141,397 was received compared to Sh. 5,533,418,806 received in the previous financial year. The performance for the two comparative figures is tabulated below;

	<u>FY 2024/2025</u>	<u>FY 2023/2024</u>	<u>%</u>
Exchequer releases	4,826,732,152	4,417,336,932	109%
Receivables -Exchequer releases FY 2023/2024	-	384,116,256	100%
Transfers from other government agencies	480,373,835	452,652,429	106%
Other grants	-	7,500,000	0%
Own Source Revenue	79,259,416	257,311,269	31%
Return to CRF issues	17,775,994	14,501,920	123%
Total Receipts	5,404,141,397	5,533,418,806	98%

The total transfers from County Revenue fund (CRF) as approved by the Controller of Budget during the financial year is summarized below;

Transfers to County Executive	- Sh. 5,013,283,841
Transfer to FLoCCa	- Sh. 106,532,665
Transfer to Iten Municipality	- Sh.40,259,300
	Sh.5,160,075,806
Transfers to County Assembly	- Sh. 619,407,879
Total Ksh.	5,779,483,685

Reconciliation of County Revenue Fund

The movement of funds in the County Revenue Fund during the year is reconciled as follows;

	2024/2025	2023/2024
	Kshs.	Kshs.
Opening Cashbook Balance 1.7.2024	385,372,553	227,029,264
Add: Transfers to CRF		
Exchequer releases	4,826,732,152	4,417,336,932
Transfers from other government agencies	480,373,835	452,652,429
Other grants	-	7,500,000
Own Source Revenue	79,259,416	257,311,269
Return to CRF issues	17,775,994	14,501,920
Receivables -Exchequers FY 2023/2024	-	384,116,256
Total	5,404,141,397	5,533,418,806

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

Less: Transfers from CRF		
Transfers to County Executive	5,013,283,841	4,668,358,494
Transfers to County Assembly	619,407,879	706,717,023
Other Transfers (FLoCCA & Iten Municipality)	146,791,965	0
Total Payments	5,779,483,685	5,375,075,517
Closing Cashbook Balance 30.6.2025	10,030,265	385,372,553

The Cashbook balance as at 30 June 2025 is **Sh. 10,030,265**

5. Overview of the County Revenue Fund Operations

a) Background

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

b) Receipts into the County Revenue Fund

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

c) Transfers from the County Revenue Fund

The withdrawal of funds from the County Revenue Fund is authorized by the County appropriation Act. The County Treasury is required to seek the Controller of Budget's approval for withdrawal of funds from the County Revenue Fund to the County Executive and County Assembly bank accounts pursuant to Section 109 (6) of the PFM Act 2012. These entities are responsible for the administration of their respective approved budgets.

d) Financial Reporting requirements

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

This statement therefore covers the operations of the County Exchequer Account for the financial year ended 30th June 2025





CEC Member – Finance and Economic Planning
County Government of Elgeyo Marakwet

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

6. Statement of Management Responsibility

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

The Accounting Officer at the County Treasury is responsible for the preparation and presentation of the County Revenue Fund financial statements, which give a true and fair view of the state of affairs of the Fund as at the end of the financial year ended on June 30, 2025 This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Revenue Fund; (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the Financial Statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) Safeguarding the assets of the County Revenue Fund; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

The Accounting Officer accepts responsibility for the County Revenue Fund's financial statements, which have been prepared on the Accrual Basis Method of financial reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the County Revenue Fund's financial statements give a true and fair view of the state of the County Revenue Fund's transactions during the financial year ended June 30, 2025, and of its financial position as at that date.

The Accounting Officer further confirms the completeness of the accounting records maintained for the County Revenue Fund, which have been relied upon in the preparation of its financial statements, as well as the adequacy of the systems of internal financial control. The Accounting Officer confirms that the County Revenue Fund has complied fully with applicable Government Regulations and the terms of external financing covenants. Further, the Accounting Officer confirms that the County Revenue Fund's Financial Statements have been prepared in a form that complies with relevant Accounting Standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the Financial Statements

The County Revenue Fund's financial statements were approved and signed on **17th September, 2025.**

Signature _____

Name: Kipruto Chesos
Chief Officer Finance and Economic Planning
County Government of Elgeyo Marakwet



A handwritten signature in blue ink, located at the bottom right of the page.

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON COUNTY REVENUE FUND FOR THE YEAR ENDED 30 JUNE, 2025 - COUNTY GOVERNMENT OF ELGEYO MARAKWET

PREAMBLE

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

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

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

The three parts of the report 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

Qualified Opinion

I have audited the accompanying transitional IPSAS financial statements of County Revenue Fund – County Government of Elgeyo Marakwet set out on pages 1 to 19, which comprise of the statement of financial position as at 30 June, 2025 and the statement of

Report of the Auditor-General on County Revenue Fund for the year ended 30 June, 2025 - County Government of Elgeyo Marakwet

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of County Revenue Fund as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) including the transitional provisions permitted under IPSAS 33 and comply with the Public Finance Management Act, 2012, the County Government Act, 2012 and the Public Finance Management (County Governments) Regulations, 2015 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

Basis for Qualified Opinion

1. Misstatements in Exchequer Releases

The statement of financial performance reflects Exchequer releases received by the County of Kshs.4,826,732,152 as disclosed in Note 6 to the financial statements. However, schedule of Exchequer releases and financial records of The National Treasury disclosed Kshs.5,210,848,408 resulting to a variance of Kshs.384,116,256.

In the circumstances, the accuracy and completeness of Exchequer releases of Kshs.4,826,732,152 could not be confirmed.

2. Inaccuracies in Transfers from County Government Entities

The statement of financial performance reflects under revenue from non-exchange transaction, transfers from County Government agencies of Kshs.480,373,835 as disclosed in Note 7 to the financial statements. Included in the amount is Kshs.106,532,665 transferred to Elgeyo Marakwet Climate Change Fund. However, records at The National Treasury disclosed Kshs.19,235,888 comprising of Kshs.8,942,278 from IDA and Kshs.10,293,610 from KFW resulting to a variance of Kshs.87,296,777 that was not explained.

In the circumstances, the accuracy and completeness of transfer from County Government entities of Kshs.106,532,665 could not be confirmed.

3. Non-Disclosure of Returns to County Revenue Fund from Entities

The statement of financial performance reflects returns to County Revenue Fund from entities of Kshs.17,775,994 as disclosed at Note 9 to the financial statements. However, the corresponding entities in County Executive have not disclosed the returned amounts in their financial statements as detailed below;

Description	2024/2025
	Amount
County Executive	(Kshs)
Recurrent Account	3,868
Development Account	14,797,126
Other Salary Suspense Account	2,975,000
Total	17,775,994

In the circumstances, the accuracy and completeness of transfer from County Government entities of Kshs.17,775,994 could not be confirmed.

4. Variance in Receivable from Receiver of Revenue

The statement of financial position reflects Nil receivables as indicated in Note 16 to the financial statements. However, statement of financial position and Note 34 of receiver of revenue reflects payables due to the County Revenue Fund (CRF) balance of Kshs.1,241,339.

In the circumstances, the accuracy of the Nil receivables balance could not be confirmed.

5. Variance in Disbursement to County Revenue Fund

The statement of financial performance does not reflect amounts received from receiver of revenue. However, statement of revenue and disbursement of receiver of revenue reflects disbursement to County Revenue Fund of Kshs.79,259,416 as disclosed in Note 24 to the revenue statements.

In the circumstances, the accuracy and completeness of County Revenue Fund revenues could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.7,899,868,959 and Kshs.5,404,141,397 respectively resulting to an under-funding of Kshs.2,495,727,562 or 32% of the budget. Similarly, the Fund spent Kshs.5,779,483,685 against actual receipts of

Kshs.5,404,141,397 resulting to an over expenditure of Kshs.375,342,288 of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Matters

In the prior year audit report, two (2) issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in Use of Public Resources, and Effectiveness of Internal Controls, Risk Management and Governance. These included late and partial disbursement of Exchequer and budgetary control and performance. Review of the status during audit of the Fund in 2024/2025 revealed that the matters remained unresolved.

Other Information

The Management is responsible for the Other Information set out on page iii to x which comprise of Acronyms and Definition of Key Term, Key Entity Information and Management, Statement by CECM Finance, Management Discussion and Analysis, Overview of County Revenue Fund Operations and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

Delayed Disbursement of Exchequer

The statement of financial performance reflects total receipts of Kshs.5,404,141,397. However, included in the receipts was Kshs.1,276,784,640 received from Exchequer and other Government agencies between 18 June, 2025 and 17 July, 2025. The delayed disbursements of Kshs.1,276,784,640 affected the implementation of the planned programmes and activities for the year.

In the circumstances, value for money of Exchequer release of Kshs.1,276,784,640 could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

27 November, 2025

County Government of Elgeyo Marakwet
 County Revenue Fund
 Annual Report and Financial Statements For the financial year ended 30th June 2025

8. Statement of Financial Performance for the year ended 30 June 2025

Description	Notes	2024-2025
		Kshs.
Revenue from non-exchange transactions		
Exchequer releases	6	4,826,732,152
Transfers from other government agencies	7	480,373,835
Other grants	8	-
Return to CRF from County Entities	9	17,775,994
Non-Exchange Own Source Revenue	10	58,229,049
Revenue from exchange transactions		
Exchange Own Source Revenue	11	21,030,367
Total Revenue		5,404,141,397
Expenses		
Transfers to County Executive	12	5,013,283,841
Transfers to County Assembly	13	619,407,879
Other Transfers –FLoCCA & Iten Municipality	14	146,791,965
Total Expenses		5,779,483,685
Surplus for the year		(375,342,288)

.....
 Name...Kipruto Chesos.....
 Chief Officer - Finance and
 Economic Planning
 Date:...17th September, 2025..

.....
 Name...John Keen Murkeu Jairo.....
 Director Accounting Services
 ICPAK Member No: 8112
 Date:..17th September, 2025..

County Government of Elgeyo Marakwet
 County Revenue Fund
 Annual Report and Financial Statements For the financial year ended 30th June 2025

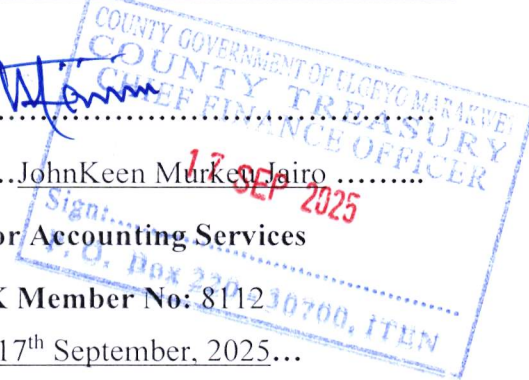
9. Statement of Financial Position as at 30th June 2025

Description	Note	2024-2025	Opening Statement 1st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	15	10,030,265	1,256,297
Receivables from Non-Exchange Transactions	16	-	384,116,256
Receivables from Exchange Transactions	17	-	-
Total Current Assets		10,030,265	385,372,553
Total Assets (A)		10,030,265	385,372,553
Liabilities			
Current Liabilities			
Accounts Payable	18	-	-
Total Current Liabilities		-	-
Total Liabilities (B)		-	-
Net Assets(A-B)		10,030,265	385,372,553
Represented by:			
Accumulated Surplus		10,030,265	385,372,553
Net Assets		10,030,265	385,372,553

.....
 Name...Kipruto Chesos.....
 Chief Officer - Finance and
 Economic Planning
 Date:...17th September, 2025...



.....
 Name...JohnKeen Murkey Jairo
 Director Accounting Services
 ICPAK Member No: 8112
 Date:...17th September, 2025...



County Government of Elgeyo Marakwet
County Revenue Fund
Annual Report and Financial Statements For the financial year ended 30th June 2025

10. Statement of Changes in Net Assets for the year ended 30 June 2025

Description	Accumulated Surplus
As at July 1, 2024	385,372,553
Surplus/ deficit for the Period	(375,342,288)
Additions during the Period	-
As at June 30, 2025	10,030,265

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

11. Statement of Cash Flows for the year ended 30 June 2025

		2024-2025
	Notes	Kshs
Cash flows from operating activities		
Receipts		
Exchequer releases		4,826,732,152
Transfers from other government agencies		480,373,835
Other grants		
Return to CRF from County Entities		17,775,994
Own Source Revenue		79,259,416
Total receipts		5,404,141,397
Payments		
Transfers to County Executive (operating activities)		5,013,283,841
Transfers to County Assembly (operating activities)		619,407,879
Other transfers (Self reporting entities)		146,791,965
Total Payments		5,779,483,685
Net cash flows from/(used in) operating activities		(375,342,288)
Cash flows from investing activities		-
Net cash flows from/(used in) investing activities		-
Cash flows from financing activities		-
Net cash flows from from/(used in) financing Activities		-
Net increase/(decrease) in cash & Cash equivalents		(375,342,288)
Cash and cash equivalents at 1 July,2024	15	385,372,553
Cash and cash equivalents at 30 June,2025	15	10,030,265

County Government of Elgeyo Marakwet
County Revenue Fund
Annual Report and Financial Statements For the financial year ended 30th June 2025

12. Statement of Comparison of Budget Actual Amounts for the Year Ended 30th June, 2025

Description	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Realization Difference	% of Realization
	A	B	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Budget carryovers from the previous year	-	587,317,132	587,317,132	-		0%
Receipts						
Exchequer releases	4,873,385,244	(46,653,225)	4,826,732,019	4,826,732,152	(133)	100%
Transfers from other government agencies	1,120,905,575	1,007,484,362	2,128,389,937	480,373,835.05	1,648,016,102	23%
Other grants	-	-	-	-	-	-
Return to CRF from County Entities	-	-	-	17,775,994	(17,775,994)	100%
Own Source Revenue	300,784,971	56,644,900.00	357,429,871	79,259,416	278,170,455	22%
Total Revenue	6,295,075,790	1,604,793,169	7,899,868,959	5,404,141,397	2,495,727,562	68%
Payments						
Transfers to County Executive	5,593,199,975	700,695,563	6,293,895,538	5,013,283,841	1,280,611,697	80%
Transfers to County Assembly	701,876,015	-59,381,152	642,494,863	619,407,879	23,086,984	96%
Other transfers	-	963,478,758	963,478,758	146,791,965	816,686,793	15%
Total Payments	6,295,075,990	1,604,793,169	7,899,869,159	5,779,483,685	2,120,385,474	73%
Surplus				-375,342,288		

Budget Notes

1. The adjustment of sh.1,604,793,169 represent additional funds added in supplementary budget
2. Total of Kh.1,648,016,102 from donor and Other Grants were not received during the period
3. The difference of Sh.278,170,455 in Own Source Revenue is the FIF not transferred to CRF but retained in the Health facilities following the enactment of FIF Act hence the achievement of the 22%
4. Sh.587,317,132 relate to roll overs from the previous year re-budgeted in the financial year 2024/2025
5. Sh.17,775,994 relate to unspent balance transferred to CRF as required by the PFM Act.

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	10,030,265
	Reason for differences	-
	Closing Cash and Cash Equivalent as per the statement of Cash flows	10,030,265

13. Notes to the Financial Statements

1. General Information

The County Revenue Fund is established by and derives its authority and accountability from Article 207 of the Constitution of Kenya 2010. The Fund is wholly owned by the Elgeyo Marakwet County Government and is domiciled in Kenya. The Fund's principal activity is to receive all money raised or received on behalf of the County Government. The County Revenue fund account for the County Government is held at the Central Bank of Kenya.

2. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Accrual-Basis IPSAS financial reporting under the Accrual-Basis of accounting, as prescribed by the PSASB and Section 167 of the PFM Act 2012. The Financial Statements are presented in Kenya Shillings, which is the functional and reporting currency of the Fund, all values are rounded off to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented. The financial statements are prepared on accrual basis while the cashflow statement is prepared using the direct method.

These Financial Statements were authorized for issue by the Accounting officer on 20th August, 2025

Basis of preparation

Reporting entity

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

Revenues

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

Expenses

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

3. Adoption of New and Revised Standards

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

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

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

Standard	Effective date and impact:
IPSAS 46 Measurement	<p><i>Applicable 1st January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 47- Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 48- Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>State the expected impact of the standard to the Entity if relevant</i></p>
IPSAS 49: Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>
IPSAS 50: Exploration For & Evaluation of	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p>

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

Standard	Effective date and impact:
Mineral Resources	<ol style="list-style-type: none"><li data-bbox="443 237 1445 304">i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.<li data-bbox="443 311 1445 416">ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26.<li data-bbox="443 423 1445 618">iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.

iii) Early adoption of standards

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

4. Significant Accounting Policies

a) Revenue recognition

i. Revenue from non-exchange transactions

Revenue Transfers

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

ii. Revenue from exchange transactions

Own Source Revenue

b) Budget information

The original budget for FY 2024/2025 was approved by the County Assembly on 25th June 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Entity upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Entity recorded additional appropriations of Sh.1,604,793,169 on the 2024/2025 budget following the governing body's approval. The Entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements.

c) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The Fund does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Financial assets

Classification of financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the fund's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through net assets

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

County Government of Elgeyo Marakwet
County Revenue Fund
Annual Report and Financial Statements For the financial year ended 30th June 2025

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Trade and other receivables

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

Impairment

The Fund assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL)

Financial liabilities

Classification

The Fund classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

d) 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

e) Events after the reporting period

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

f) Currency

The financial statements are presented in Kenya Shillings (Kshs) are rounded off to the nearest shilling.

5. Significant judgments and sources of estimation uncertainty

The preparation of the Fund's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

State all judgements, estimates and assumptions made if any.

County Government of Elgeyo Marakwet**County Revenue Fund****Annual Report and Financial Statements For the financial year ended 30th June 2025****6. Exchequer releases**

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

Description	2024-2025
	Kshs.
Equitable Share	4,826,732,152
Total	4,826,732,152

7. Transfers from other government agencies

Description	2024-2025
	Kshs.
Road Maintenance Levy	52,755,391
Development of Youth Polytechnics-State Department of TVETS	-
User Fees Foregone -Ministry of Health	-
World Bank -Transforming Health Systems for Universal Care Project (THUSP)-Ministry of Health	-
World Bank-NARIGP-State Department of Crop Development	-
World Bank Kenya Climate Smart Agriculture (KCSAP) -State Department of Crop Development	-
DANIDA Grant -Primary Health care in devolved context -Ministry of Health	5,947,500
IDA (World Bank) Credit: Water & Sanitation Development Project (WSDP)-Min. Water, Sanitation, and Irrigation	-
SIDA Agricultural Sector Development Support Programme II (ASDSP II)-State Department of Crop Development	-
World Bank-Emergency Locust Response Project (ILRP) State Department of Crop Development	-
World Bank-Kenya Informal settlement improvement project (KISIP 11)-State Department of Housing & Urban Development	260,000,000
UNFPA-9th County Programme Implementation -Ministry of Health	-
EU Grant (Instruments for Devolution Advice and Support- (IDEAS)-State Department of Devolution	-
KfW German Development Bank- Drought Resilience Programme in Northern Kenya (DRPNK)-Min. Water, Sanitation, and Irrigation	-
IDA World Bank National Agricultural Value Chain Development Project (NAVCDP) -State Department of Crop Development	-
(IDA) World Bank Credit-Financing locally Led climate programme (FFLoCA)l CCIS Grant State Department of	-
Kenya Livestock commercialization project	39,998,624
Food Systems Resilience Project (FSRP)	70,127,132
Financing Locally Led Climate Action Program (FLoCCA)	10,293,610
Kenya Urban Support Programme	41,251,578
Total	480,373,835

County Government of Elgeyo Marakwet
 County Revenue Fund
 Annual Report and Financial Statements For the financial year ended 30th June 2025

8. Other grants

Description	2024-2025
	Kshs.
Donor 1 (<i>Specify</i>)	-
Donor 2 (<i>Specify</i>)	-
Donor 3 (<i>Specify</i>)	-
Others (<i>Specify</i>)	-
Total	-

9. Return to CRF from County Entities

Description	2024-2025
	Kshs.
Recurrent Account (<i>County Executive</i>)	3,868
Development Account (<i>County Executive</i>)	14,797,126
Recurrent Account (<i>County Assembly</i>)	-
Development Account (<i>County Assembly</i>)	-
Others – Salary suspense account	2,975,000
Total	17,775,994

10. Non-Exchange Own Source Revenue

Description	2024-2025
	Kshs.
Cess	21,931,823
Land Rates	545,019
Single/Business Permits	20,590,117
Conservancy Administration	1,382,400
Administration Control Fees and Charges	169,900
Other Fines, Penalties, And Forfeiture Fees	635,316
Public Health Service Fees	3,439,561
Physical Planning and Development	2,468,250
Other Miscellaneous	7,066,664
Total	58,229,049

County Government of Elgeyo Marakwet
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 Annual Report and Financial Statements For the financial year ended 30th June 2025

11. Exchange Own Source Revenue

Description	2024-2025
	Kshs.
Property Rent	4,112,772
Parking Fees	4,517,719
Market Fees	6,777,596
Advertising	5,358,730
Hospital Fees	-
Hire of County Assets	-
Sale of assets	-
Park Fees	263,550
Total	21,030,367

12. Transfers to County Executive

Description	2024-2025
	Kshs.
Recurrent Account	3,715,888,122
Development Account	748,199,789
Special Purpose Accounts	549,195,930
Total	5,013,283,841

13. Transfers to County Assembly

Description	2024-2025
	Kshs.
Recurrent Account	619,407,879
Development Account	-
Special purpose accounts	-
Total	619,407,879

County Government of Elgeyo Marakwet
County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

14. Other Transfers

Description	2024-2025
	Kshs.
Others transfers -FLoCCA	106,532,665
Others transfers –Iten Municipality	40,259,300
Total	146,791,965

15. Cash and Cash equivalents

Description	2024-2025	Opening Statement 1st July 2024
	Kshs.	Kshs.
County Exchequer Account - (CBK Account number 1000171723)	10,030,265	385,372,553
Total	10,030,265	385,372,553

16. Receivables from Non-Exchange Transactions

Description	2024-2025	Opening Statement 1st July 2024
	Kshs	Kshs
Receivables –Equitable	-	384,116,256
Other exchange debtors (Specify)	-	-
Less: impairment allowance	-	-
Net receivables	-	384,116,256

Note: Receivables for prior year relate to exchequer funds not received during the year.

17. Receivables from Exchange Transactions

Description	2024-2025	Opening Statement 1st July 2024
	Kshs	Kshs
Receivables from exchange transactions	-	-
Other debtors (exchange transactions)	-	-
Less: impairment allowance	-	-
Total	-	-

County Government of Elgeyo Marakwet
County Revenue Fund
Annual Report and Financial Statements For the financial year ended 30th June 2025

18. Accounts Payable

Description	2024-2025	<i>Opening Statement 1st July 2024</i>
	Kshs	Kshs
Payables to County Executive	-	-
Payables to County Assembly	-	-
Other transfers	-	-
Total Accounts Payable	-	-

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

Notes to the financial statements

19. Disclosure of Balances in Revenue Collection Accounts

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

Name Of Bank, Account No. & Currency	Amount in bank account currency*	Ex. rate (if in foreign currency)	2024-2025	Opening Statement 1st July 2024
	Kshs	Kshs	Kshs	Kshs
KCB County Revenue collection A/C No. 1140751360	-	-	6,719	674,517.54
ACCESS Bank County Revenue collection A/C 0180130000044	-	-	1,025,635	2,161,478
Cash in Transit (Access to CRF)			2,208,985	311,472
Paybill –Mpesa			-	3,000
Total			3,241,339	3,150,468

County Government of Elgeyo Marakwet
 County Revenue Fund
 Annual Report and Financial Statements For the financial year ended 30th June 2025

14. Appendices

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (date expected the issue to be resolved)
1.0	Late and partial disbursement	The amount of Sh.932,501,898 represent the funds not received from the National Treasury and Donors. We confirm that the last tranche of Exchequer for the FY 2023/2024 totalling to Sh. 384,116,256 was received in July 2024.	Not resolved	3 months
2.0	Budgetary Control and Performance	The underperformance in the Budget implementation resulted from delay and non-disbursement funds and Other Grants from Donors.	Not resolved	3 months



Name: Kipruto Chesos
 Chief Officer Finance and Economic Planning

Date: 17th September 2025

County Government of Elgeyo Marakwet

County Revenue Fund

Annual Report and Financial Statements For the financial year ended 30th June 2025

Appendix 2. Analysis Of Receipts from The National Treasury Exchequer Releases

Period 2025	Quarter 1 (kshs.)	Quarter 2 (kshs.)	Quarter 3 (kshs.)	Quarter 4 (kshs.)	Total (kshs.)
Equitable Share	408,123,521	2,003,093,843	2,799,504,648	2,027,227,504	4,826,732,152
Level 5 Hospitals	-	-	-	-	-
DANIDA - Universal Healthcare in Devolved Units Programme	-	-	-	5,947,500	5,947,500
World Bank – THUSCP	-	-	-	-	-
National Agricultural & Rural Inclusive Growth Project (NARIGP)	-	-	-	-	-
Kenya Devolution Support Programme	-	-	-	-	-
Youth Polytechnic support grant	-	-	-	-	-
Abolishment of user fees in health centres and dispensaries	-	-	-	-	-
Kenya Urban Support Programme	-	-	-	41,251,578	41,251,578
Agriculture Sector Development Support Project (ASDSP)	-	-	-	-	-
Kenya Climate Smart Agriculture Project (KCSAP)	-	-	-	-	-
Water and Sanitation Development Project	-	-	-	-	-
Kenya Livestock commercialization project	-	-	-	39,998,624	39,998,624
Food Systems Resilience Project (FSRP)	-	-	-	70,127,132	70,127,132
Financing Locally Led Climate Action Program (FLoCCA)	-	-	-	10,293,610	10,293,610
Kenya Informal Settlement Improvement Program II –IDA	-	-	-	260,000,000	260,000,000
Road Maintenance Levy Funds (RMLF)	-	-	-	52,755,391	52,755,391
Total	408,123,521	1,594,970,322	796,410,805	2,507,601,339	5,307,105,987

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

(a) Non-Exchange own source revenue

Period 2025	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
Cess	4,481,652	5,334,254	5,891,087	6,224,830	21,931,823
Land rate	115,503	51,721	225,466	152,329	545,019
Single/Business permits	2,007,491	480,345	13,252,999	4,849,282	20,590,117
Public health service fees	198,300	619,395	1,761,250	860,616	3,439,561
Physical planning and development	602,850	572,900	709,820	582,680	2,468,250
Conservancy administration	207,000	13,500	858,600	303,300	1,382,400
Administration control fees and charges	14,400	400	100,100	55,000	169,900
Park fees					-
Other fines, penalties, and forfeiture fees	-	-	122,852	512,464	635,316
Miscellaneous	2,089,698	2,467,008	278,864	2,231,093	7,066,664
Total	9,716,894	9,539,523	23,201,037	15,771,594	58,229,049

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(b) Exchange own source revenue

Period 2025	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
Property rent	446,170	899,920	1,322,592	1,444,090	4,112,772
Parking fees	914,900	1,237,829	1,224,750	1,140,240	4,517,719
Market fees	1,731,015	1,972,596	1,581,695	1,492,290	6,777,596
Advertising	196,600	102,200	1,705,590	3,354,340	5,358,730
Hospital fees	-	-	-	-	-
Hire of County Assets	-	-	-	-	-
Administration control fees and charges	-	-	-	-	-
Park fees	70,050	122,150	23,450.00	47,900	263,550
Proceeds from sale of assets	-	-	-	-	-
Other fines, penalties, and forfeiture fees	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total	3,358,735	4,334,695	5,858,077	7,478,860.00	21,030,367

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Appendix 4: Analysis of Transfers from the County Revenue Fund

Period -2025	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
County Executive –Rec	361,709,635	779,061,615	928,997,514	1,646,119,358	3,715,888,122
County Executive –Dev	-	19,530,787	74,760,477	653,908,525	748,199,789
County Assembly –Rec	49,745,819	228,306,846	157,602,718	183,752,496	619,407,879
County Assembly –Dev	-	-	-	-	-
Special Purpose A/c-FLOCCA	-	57,943,765	48,588,900	-	106,532,665
Special Purpose A/c –KISIP	-	44,224,456	-	260,000,000	304,224,456
Special Purpose A/c –ELRP	-	38,258,327	-	-	38,258,327
Special Purpose A/c –CHP	-	-	24,917,500	9,482,500	34,400,000
Special Purpose A/c -KELCOP	-	-	-	39,998,624	39,998,624
Special Purpose A/c –FRSP	-	-	-	70,127,132	70,127,132
Special Purpose A/c –KUSP	-	-	-	40,259,300	40,259,300
Special Purpose A/c –RMLF	-	-	-	52,755,391	52,755,391
Special Purpose A/c –Village polytechnics	-	-	9,432,000	-	9,432,000
Total	411,455,454	1,167,325,796	1,244,299,109	2,956,403,326	5,779,483,685