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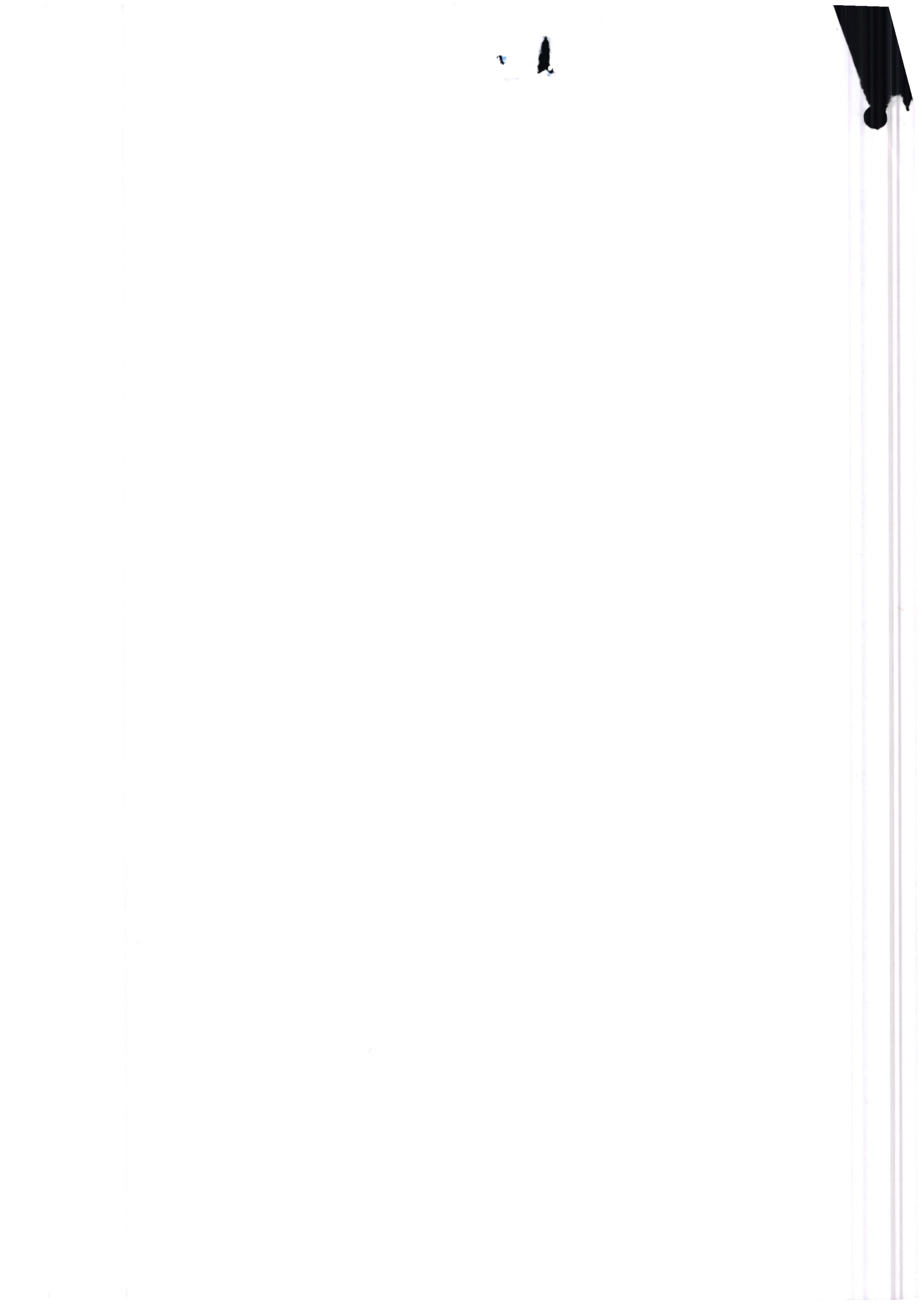
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THE AUDITOR-GENERAL

ON

**COUNTY ASSEMBLY OF
KIRINYAGA**

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





KIRINYAGA COUNTY ASSEMBLY

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2023**

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

**County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023**



County Government Of Kirinyaga
Kirinyaga County Assembly
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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
CIDP	County Integrated Development Plan
CRA	Commission on Revenue Allocation
CRF	County Revenue Fund
CT	County Treasury
IPSAS	International Public Sector Accounting Standards
MCA	Member of County Assembly
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

Glossary of Terms

Comparative year	previous year
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2. Key Entity Information and Management

(a) Background information

The County is constituted as per the constitution of Kenya is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes 32 Members of County Assembly elected to represent members of the public from their respective wards. The Mcas are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

(b) Key Management

The *Kirinyaga County Assembly* day-to-day management is under the following key organs:

No.	Designation	Name
1.	Speaker of the County Assembly	-Hon Julius Murimi Muteti
2.	Clerk of the County Assembly	-Kamau Aidi
3.	DEPUTY CLERK- Administration and Legislative	-Deputy Clerk-Elizabeth Njoroge
4.	DEPUTY CLERK-Finance and Administration	-Deputy Clerk Finance And Admin-Michael Munene Njogu
5.	HOD-Human Resource	Director Human Resource-Leah Ileri

(c) Fiduciary Management

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

No.	Designation	Name
1.	Accounting Officer- Clerk	-Kamau Aidi
2.	Deputy Clerk-Finance and Administration	-Cpa Michael Munene Njogu Mno 8031
3.	Principal Accountant	-Cpa Chris Mburu Kinyanjui Mno 15654
4.	Principal Auditor	-Cpa Peter Nyaga Njoroge Mno 5252

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Key Entity Information and Management (Continued)

(d) Fiduciary Oversight Arrangements

Assembly's operations are oversighted by:

- Audit committee
- Finance committee activities
- Public Accounts and Investment committee
- Budget and Appropriation committee

(e) Entity Headquarters

P.O. Box 55-10300

Kirinyaga County Assembly

Along Kutus-Karatina

(f) Entity Contacts

Telephone: (254)790523397

E-mail: kirinyagacountyassembly@gmail.com

Website: Info@kirinyagacountyassembly.go.ke

(g) Entity Bankers

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

2. Kenya Commercial Banks,
Kerugoya Branch,
P.O Box 90-10300
Kerugoya.

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(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

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

3. Governance Statement

The County Assembly

The County Assembly is constituted by the MCAs of Kirinyaga County Government. It is headed by the Speaker who is elected by the MCAs. The speaker is also the chairperson of the county assembly service board while the county assembly clerk is the secretary.

Section 10 (4) of the county governments 2012 provides that a county assembly shall observe the following order of precedence.

- a) The speaker of the county assembly.
- b) The leader of the majority party; and
- c) The leader of the minority party.

The Roles of the county assembly are outlined in Section 8 of the County Governments Act 2012 and they include:

- a) Vet and approve nominees for appointment to county public office as may be provided for in this Act or any other law.
- b) Perform the roles set out under Article 185 of the Constitution.
- c) Approve the budget and expenditure of the county government in accordance with Article 207 of the Constitution, and the legislation contemplated in Article 220(2) of the Constitution, guided by Articles 201 and 203 of the Constitution.
- d) Approve the borrowing by the county government in accordance with Article 212 of the Constitution.
- e) Approve county development planning; and
- f) Perform any other role as may be set out under the Constitution or legislation.

The County Assembly Executes its mandate, through committees which are broadly classified into two.

a) Select Committees

Select committees are generally responsible for overseeing the work of government departments and agencies.

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Kirinyaga County Assembly
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b) Sectoral Committees

The mandate of Sectoral Committees is in respect to the subject matter assigned by the Standing Orders and is exercised within the limits contemplated under Part 2 of the Fourth Schedule to the Constitution.

The County Assembly has the following Select and Sectoral committees:

- a) Committee of Powers and Privileges
- b) Audit Committee
- c) Public Accounts/Investment Committee
- d) Budget and Appropriations Committee
- e) 10 County Assembly Departmental Committee

a) Committee of Powers and Privileges

There is established committee known as the Committee of Powers and Privileges consisting of the Speaker, who shall be the chairperson of the Committee; and such other members of the county assembly as may be provided in the Standing Orders of the county assembly. The functions of the Committee of Powers and Privileges shall be to inquire into the conduct of a member whose conduct is alleged to constitute a breach of privileges accorded to the county assembly members by any legislation or standing orders and perform such other functions as may be specified by enabling legislation. The committee held 16 meetings in FY 2022/2023. The committee members as currently constituted are:

Member	Designation	Ward
Hon. Muteti Murimi	Speaker/Chairperson	N/A
Hon. Timothy Kariuki	Vice Chairperson	Njuki-ini
Hon. Benson Ngahu	Member	Gathigiriri
Hon. Joseph Kiragu	Member	Thiba
Hon. David Kinyua	Member	Mutira
Hon. Lydia Muriithi	Member	Specially Elected
Hon. Milker Thoithi	Member	Specially Elected

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b) Audit Committee

The audit committee was constituted in 2023. Its mandate is to advise the County Government on institutional risk management and compliance. The previous committee held 2 meetings in FY while the current audit committee has held 1 meeting in 2023. The current committee members during FY 2023 were:

Member	Designation
Mr. Mwangi Kumuta	Chairperson
M/s. Pamela Kiriungi	Member
Mr. John Kihanda	Member
M/s. Anne Gathambi	Member
Mr. Eliud Munene	Member

c) Public Accounts/Investment Committee

The committee was formed to provide oversight on the County's finances. The committee held quarterly mandatory meetings during the year. Additionally, it also held 5 extra sittings to deal with arising matters. The members who served in the committee during the year were:

Member	Designation	Ward
Hon. Peter Njiru	Chairperson	Wamumu
Hon. Beatrice Mitaru	Vice Chairperson	Specially Elected
Hon. Grace Kamau	Member	Specially Elected
Hon. Bernard Gichangi	Member	Specially Elected
Hon. James Wambu	Member	Kangai
Hon. Isaiah Mbogo	Member	Kabare
Hon. Harrison Bundi	Member	Specially Elected

**County Government Of Kirinyaga
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d) Budget and Appropriations Committee

The budget and appropriations committee provides guidance in the budgetary process. It is charged with the budget making process and ensuring that there is public participation in the budget process. The members who served in the committee during the period were:

Member	Designation	Ward
Hon. Geoffrey Murimi	Chairperson	Kiini
Hon. Lucy Njeri	Vice Chairperson	Specially Elected
Hon. Peter Karinga	Member	Tebere
Hon. Jinaro Njamumo	Member	Mutithi
Hon. Daniel Mbungu	Member	Ngariama
Hon. Fredrick Maina	Member	Inoi
Hon. Irene Gathuku	Member	Specially Elected

e) County Assembly Departmental Committees

The are 10 County Assembly Departmental Committees which play the oversight roles and their mandate as stipulated in the standing orders include;

The functions of a County Assembly Departmental Committee shall be to-

- (a) Investigate, inquire into, and report on all matters relating to the mandate, management, activities, administration, operations and estimates of the assigned County departments;
- (b) Study the programme and policy objectives of County departments and the effectiveness of the implementation;
- (c) Study and review all county legislation referred to it;
- (d) Study, assess and analyze the relative success of the County departments as measured by the results obtained as compared with their stated objectives;
- (e) Investigate and inquire into all matters relating to the assigned County departments as they may deem necessary, and as may be referred to them by the County Assembly;

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(f) To conduct approval hearings and report on all appointments where the Constitution of Kenya

or any law requires the County Assembly to approve, except those under Standing Order 182

(Committee on Appointments); and

(g) Make reports and recommendations to the County Assembly as often as possible, including

recommendation of proposed legislation.

COUNTY ASSEMBLY DEPARTMENTAL COMMITTEES'

1. Committee on Agriculture, Livestock, Veterinary and Fisheries

1. Hon. James Njiru Wambu - Chairperson
2. Hon. Irene Muthoni Gathuku - Deputy Chairperson
3. Hon. Fredrick Maina Karimi - Member
4. Hon. Peter Njiru Gitonga Member
5. Hon. Thomas Mwangi Member
6. Hon. Beatrice Njoki Mitaru Member
7. Hon. Daisy Githinji Member

2. Committee on Medical Services, Public Health and Sanitation

1. Hon. Isaiah Mbogo - Chairperson
2. Hon. Grace Kamau - Deputy Chairperson
3. Hon. Harrison Bundi
4. Hon. Joseph kiragu
5. Hon. Daniel Mbungu
6. Hon. Milker Thoithi
7. Hon. Kinyua Wangui

3. Committee on County Finance and Economic Planning

1. Hon Kenneth Mwendia - Chairperson
2. Hon. Susan Ndirangu - Deputy Chairperson
3. Hon. Jane Mugo - Member
4. Hon. Thomas Muriuki
5. Hon. Waziri Moses Migwi
6. Hon. Jeremiah Makimi
7. Hon. Charles Nyamu

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4. Committee on Sports, Culture and Social Services

1. Hon. Fredrick Maina - Chairperson
2. Hon. Isaiah Mbogo - Deputy Chairperson
3. Hon. Caroline Muriithi - Member
4. Hon. Thomas Muriuki
5. Hon. Kenneth Mwendia
6. Hon. Harrison Bundi
7. Hon. Jane Mugo

5. Committee on Lands, Physical Planning and Urban Development

1. Hon. Peter Karinga - Chairperson
2. Hon. Geoffrey Gakuru - Deputy Chairperson
3. Hon. Lucy Mwaniki Member
4. Hon. Jinaro Njamumo
5. Hon. Kinyua Wangui
6. Hon. James Wambu
7. Hon. Milker Thoithi

6. Committee on Transport, Roads and Public Works

1. Hon. Jeremiah Makimi - Chairperson
2. Hon. Bernard Gichangi - Deputy Chairperson
3. Hon. Joseph Kiragu Member
4. Hon. Charles Nyamu
5. Hon. Timothy Kathuri
6. Hon. Irene Gathuku
7. Hon. Lydia Muriithi

7. Committee on Gender and Youth

1. Hon. Benson Ngahu - Chairperson
2. Hon. Harrison Bundi - Deputy Chairperson
3. Hon. David Mathenge Member
4. Hon. Milker Thoithi
5. Hon. Grace Kamau
6. Hon. Isaiah Mbogo
7. Hon. Susan Ndirangu

8. Committee on Cooperative Development, Trade, Marketing, Tourism,

Industrialization and Enterprise Development

1. Hon. Joseph Kiragu - Chairperson
2. Hon. Jane Mugo - Deputy Chairperson
3. Hon. Jeremiah Makimi Member
4. Hon. Kinyua Wangui
5. Hon. Irene Gathuku
6. Hon. Peter Gitonga
7. Hon. Fredrick Maina

9. Committee on Education

1. Hon. Charles Nyamu - Chairperson
2. Hon. Lydia Muriithi - Deputy Chairperson
3. Hon. James Wambu Member
4. Hon. Bernard Gichangi
5. Hon. Beatrice Mitaru
6. Hon. Kenneth Mwendia
7. Hon. Geoffrey Gakuru

10. Committee on Environment, Water & Natural Resources

1. Hon. Timothy Kathuri - Chairperson
2. Hon. Peter Karinga Vice Chairperson
3. Hon. Lydia Muriithi - Member
4. Hon. Geoffrey Gakuru Member
5. Hon. Lucy Njeri
6. Hon. Eric Muchina
7. Hon. Bernard Gichangi

In addition to the above committees of the County Assembly, the County Assembly has an independent Audit Committee which was constituted in 2023 to comply with the PFM (County Government) regulations (2015) on the formation of audit committees for all Counties.

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Communication with all Stakeholders**

The County is committed to ensuring that all its stakeholders are provided with full and timely information about its programmes and performance. They are also given an opportunity to give feedback. In this regard, the County held an Annual consultative meeting in xxx where the different stakeholders were invited for information sharing. This communication is important in ensuring that stakeholder expectations are aligned to the County's service delivery charter.

The County Assembly also subjected the following bills and policy document through public participation (*a table with the bills may be included*)

S/N	BILL/ POLICY DOCUMENT
1	Kirinyaga County Climate Change Bill 2023
2	Kirinyaga County Inspectorate and Enforcement Bill 2023
3	Kirinyaga County Finance Bill 2023
4	Kirinyaga County Investment and Development Authority (Amendment) Bill 2023
5	Kirinyaga County Fiscal Strategy Pape (CFSP) 2023
6	Kirinyaga County 2023/2024 Financial Year Budget Estimates
7	Kirinyaga County Integrated Development Plan (CIDP) 2022-2027
8	Kirinyaga County Annual Development Plan (ADP) 2023/2024 FY
9	Kirinyaga County Annual Development Plan (ADP) 2024/2025 FY

Risk management

- **Are there effective arrangements for risk management and internal control?**

There is an approved Risk Management Policy in place detailing how risks are identified, assessed, treated and managed.

- **Are there formal processes to identify and assess risks?**

The Assembly assesses its risk levels by use of a 5 by 5 matrix on Impact and Likelihood. This is arrived by allocating the impact and likelihood a score between 1 and 5 depending on the assessment by risk owner.

- **Are there formal processes to analyse risks as a basis for how they should be managed?**

The Assembly maintains a risk appetite matrix that takes into account the severity of the residual risk and the relative strategic importance of the activity. This matrix provides guidance on the acceptability of the proposed activity. The Management considers the current portfolio of risk in coming to a decision whether to accept new risk.

- **Are there formal processes to assess changes in the internal and external environments which could give rise to risks?**

These are assessed through the guidelines and directives provided internally by the County assembly management or Externally by the regulatory bodies. An assessment on their impact to the assembly is thereafter assessed and necessary measures put in place

- **Risks identified and analysed in the period and how they were managed.**

The only identified risk that has had impact is delay in release of Funds by the exchequer that affects timely implementation of the programmes. All other were risks of very low impact

Compliance

The entity should identify the relevant laws and regulations that governs it and disclose its compliance to these laws. There should also be a disclosure whether reports emanating from such compliance are prepared and discussed at the relevant levels or other government offices.

4. Foreword by The Clerk of the Assembly

Clerk of the County Assembly comments

Include the following among others

2.1 Budget performance

The assembly has been able to utilize 97% of the budget

2.2 Operational Performance

Members of the Assembly have passed 28 bills, 2 ACTs this and some several policies and 24 motions this FY 2022/2023 which has enabled something operations of the county.

FY 2022/2023 Budget was approved on 25th June, 2022.

Assembly has 26 committees, which plays different roles of oversight, representations and the legislative to the peoples of kirinyaga.

Assembly oversight Role including checking and scrutinizing the implementation of county policies, projects, programme, activities and Financial reports.

2.3 Performance of key development projects

The assembly has implemented the following projects:—constructions of ward offices and drilling of boreholes ,Renovation of canteen and power house construction, Installation of Hansard machine in chambers ,construction of perimeter wall and completion of chambers and offices.

2.4 Comment on value-for-money achievements

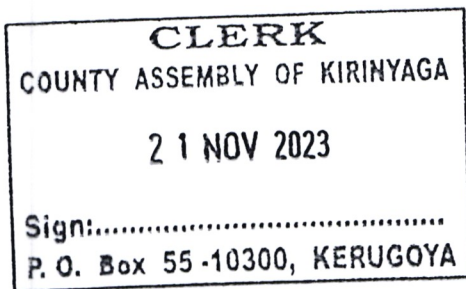
There was value for money on fulfilment of assembly roles oversight, legislative and representations :the members participated in representation on public participation, outreach programme and other activities, on oversight members were facilitated on checking and scrutinizing various projects and activities done by the county and members through the county assembly have passed bills, motions and ACTS for the county.

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2.5 Challenges and Recommended Way Forward**

The only major challenges is the release of the fund through exchequer by the treasury in time, this can be solved by national treasury improving disbursements funds , also through fastening the budget making process by county treasury and clearances by controller of budget.


Sign

Clerk of the County Assembly



5. Statement of Performance Against County Assembly Predetermined Objectives

INTRODUCTION

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 Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity's performance against predetermined objectives.

The key mandate of the Kirinyaga County Assembly is legislation, oversight, and representation. To achieve this, the assembly's program was document in terms of objective, key performance indicators, and output. Below were the expected outputs of the assembly in FY 2022/2023

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly	In FY 22/23 MCA were trained on legislative drafting, mandate of committees, effective oversight and budget making
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	40 % increase in efficient Assembly operation	Fourth edition standing orders were reviewed and resulted to efficiency in assembly procedures and efficiency in dispensing of assembly business
	Scrutinize	Input of	No. of legislative	County Assembly

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	proposed legislation by sectoral committees	respective committees in proposed legislation	proposals interrogated by the county assembly committees	committees interrogated 15 legislative proposals
	To facilitate public participation in the legislative process	Implementation of public participation	No of public participation forums facilitated	The County assembly held 21 public participation forums and received submissions from the public
	To conduct approval hearings	Committee sittings to conduct approval hearings	No. of approval hearing conducted	County Assembly committees conducted 14 approval hearings.
	Scrutinize and oversee county government action	Matters referred by committees to the County Assembly for consideration	No. of Credible oversight and accountability reports tabled in the Count Assembly	The County Assembly received and debated on 158 reports from the committees
	To facilitate conduct of site visits for oversight	Reports from committees	No of reports prepared and submitted to the county assembly	The County Assembly received 26 reports from committees on site visits conducted
	Provide office	Conducive and	No. of offices	In the FY

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	space for Members of the County Assembly at the ward level	reliable working space for MCAs in the ward	leased and equipped	2021/2023 the County Assembly provided ward offices for 20 elected Members of the County Assembly
Program 2	Objective	Outcome	Indicator	Performance
General administration and support	Staff capacity building	Increased ability for staff to offer secretariat services	No. of capacity building sessions held	Staff were trained on legislative drafting, keeping of records and budget process which resulted in better support for the legislative function
	To effectively manage transportation	Smooth running of the assembly business	Routine maintenance of assembly vehicles	Six assembly vehicles maintained and serviced quarterly
	Enhanced work environment for staff	Conducive working environment for staff	Improved service delivery	Wellness and safety of staff well catered for.
	Provide mortgage and car loan	Welfare of staff catered for	No. of staff facilitated with car loans and mortgage	Eight members of staff were facilitated with car and mortgage loans in the financial year 2021/2023

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	Provide Medical insurance, Group life insurance including GPA	Provision of adequate insurance cover	No. of staff and MCAs on medical, Group life insurance and GPA	65 members of staff and 34 MCAs put on insurance including speaker
	Provide Utilities, supplies and services	Provision of a clean and conducive working environment	No. of monthly power, water and communication bills issued and services	All monthly bills for water, power and communication services paid and receipts issued
	Provide adequate office supplies	Provision of adequate office supplies	Records of office supplies purchased and issued	All requests for office supplies met
Program 3	Objective	Outcome	Indicator	Performance
Human Resources	Compensation of employees	Adequately compensated staff	No. of staff paid in the year	All staff salaries paid on time
	Payment of Pension and retirement benefits	Settlement of retirement benefit claims	No. of retirement benefits claims settled	All retirement benefits claims settled
	Service gratuities	Payment of service gratuities to staff who have exited the service	No. of service gratuities paid out	All service gratuities budgeted for paid out
Program 4	Objective	Outcome	Indicator	Performance
Infrastructure And facilities	To strengthen the institutional capacity and	Renovation of the County Assembly	Project hand over reports	Completion of the phased renovation of the

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	infrastructure	Chambers		county assembly chambers
Program 5	Objective	Outcome	Indicator	Performance
Financial management and resource mobilization	To enhance financial accountability and transparency	Financial management tools enhanced	Financial management enhancement reports	Annual reports of financial management produced

6. Corporate Social Responsibility Statement/Sustainability Reporting

At the county assembly of Kirinyaga we understand that we have a responsibility to our society and we have made CSR an integral part of our organization's culture. However, our Corporate Social Responsibility Programme (CSR), the County Assembly works with employees and other stakeholders to identify areas that need participation and attention. As an institution, we are responsible for the community and environment in which we operate.

a. Sustainability strategy and profile

The CSR activities and policies are centered on improving the lives of the communities around given that one of our core responsibilities is representation of the people at the county level. We have developed our CSR programs with our employees in mind and we strive to focus our energies and resources allocated to CSR to activities that make our employees proud. We are very adaptive to the need of our communities and strive to ensure that we remain relevant and connect to the needs of our communities.

The County Assembly's CSR policy aims to meet and exceed the needs of our stakeholders such as, employees, Members of the County Assembly, suppliers and the community at large.

Our CSR programs are funded from resources allocated by the exchequer and before we engage in CSR, we ensure that our financial performance is capable of sustaining such initiatives. The County Assembly commits a substantial amount from its annual budgets to CSR activities.

b. Environmental performance

We are actively involved in environmental conservation programmes. We are aware that our some of activities affect the environment and for this reason, we embedded CSR in our operations, with the environment being at the center of our focus.

Together with the Ministry of Environment and other partners, the County Assembly has embraced the national tree planting campaign. This is part of our contribution to ensuring improved forest cover and biodiversity in our areas of work and our surroundings.

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The County Assembly has also worked with and other organizations to lead and sustain environmental clean-ups in the major towns within the county and to promote the use of alternatives to plastics.

We have further taken advantage of the latest technologies like the use of tablets, computers and smart phones to store and share our files to save on printing paper.

The county Assembly has also set the practice to strictly adhere to the laws and policies guiding the disposal and management of waste within the assembly precincts.

c. Employee Welfare

The County Assembly as a practice treats all its employees fairly and provides for a safe and conducive working environment. There is strict adherence to the public service code of conduct and professional standards guiding operations in public service. We actively encourage participation of CSR activities so that employees can volunteer their time and skills towards community service as well as contribute to develop a strategy for CSR initiatives for better outcomes in the community.

Hiring of staff is on merit with strict adherence to fair competition and merit as the basis of appointment and promotion within the County Assembly. We have managed also put in place measures to achieve the 2/3 gender principal and have attained a 50:50 ratio in terms of gender for our employees.

We do encourage our employees to develop their abilities and improve their skills and competencies by facilitating career planning through guidance, training, and mentorship and coaching programmes.

Career progression is based on performance, qualifications and other requirements as provided in the public service guidelines career progression guidelines

The safety and welfare of our employees is guaranteed with measures to be undertaken by both the management of the County Assembly and the employees provided for in our Human Resources

Manual. We also have a Health and Safety Committee in place to ensure the management complies with the provisions of the Health and Safety Act 2007 and to advise on the adequacy of the safety measures undertaken by the management.

d. Market Place Practices

The Public Procurement and Disposal Act regulate the procurement process in the County Assembly.

We have also adopted best practices to provide ample room for the implementation of sustainable procurement practices and innovation. These include supplier integration, supplier accreditation, training and capacity building, and information sharing. Through these, the County Assembly has not only met its target but also reduced procurement costs in the process.

We have also put in place measures to avoid disadvantaging small and medium sized enterprises. Professionalism, integrity, efficiency, fairness and honesty are at the core of all our procurement processes. We have in place a structured supplier assessment process designed to effectively evaluate the capabilities of potential and existing suppliers.

e. Community Engagements

We are keen to implement corporate social responsibility initiatives that help strengthen partnerships with our partners and with local communities

The County Assembly has constantly participated in programs aimed at supporting the healthcare of the communities by collaborating with the Rotary Club of Kirinyaga to undertake a free medical camp on annual basis.

We are also actively involved in the promotion of sports talents amongst the youth through our participation and sponsorships to various sports ventures. For the third year, running the County Assembly has been a proud sponsor of the Kerugoya Spikers women volleyball team.

We do also conduct school outreach programs and encourage student visits to the County Assembly as part of our efforts to promote education.

f. Market Place Practices

The organisation should outline its efforts to:

- a) Responsible competition practice.

Explain how the organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors

- b) Responsible Supply chain and supplier relations- explain how the organisation maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices.

- c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices

- d) Product stewardship- outline efforts to safeguard consumer rights and interests

g. Statement of Management Responsibilities

Sections 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer of a County Government Entity to prepare financial statements in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year ended 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 Assembly; (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 Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

**County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023**

The Clerk accepts responsibility for the County Assembly'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 Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2023, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly 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 Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

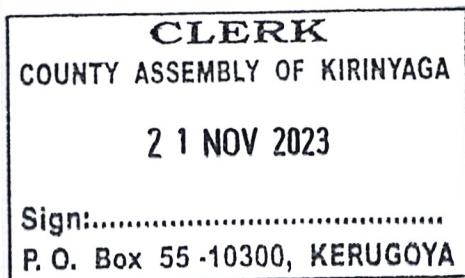
Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 7th September, 2023.

.....
Name:

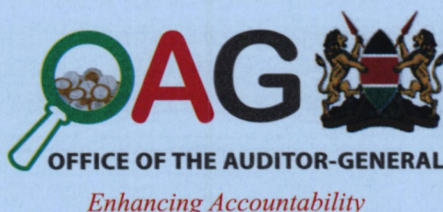


Clerk of the County Assembly



REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-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 ASSEMBLY OF KIRINYAGA FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose;
- 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

Qualified Opinion

I have audited the accompanying financial statements of County Assembly of Kirinyaga set out on pages 1 to 38, which comprise the statement of financial assets and liabilities 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 - recurrent and development combined for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Assembly of Kirinyaga 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 comply with County Governments Act, 2012 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Variance between the Financial Statements and Integrated Financial Management Information System (IFMIS) Balances

The statement of receipts and payments reflects total payments of Kshs.718,606,854. However, review of the ledger balances in the Integrated Financial Management System (IFMIS) records reflected a total expenditure of Kshs.728,328,236 resulting to unexplained and unreconciled variance of Kshs.9,721,382.

In the circumstances, the accuracy and completeness of total payments of Kshs.718,606,854 as at 30 June, 2023 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 Assembly of Kirinyaga 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

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts for development vote reflects the final receipts and actual on a comparable basis totalling Kshs.60,417,240 and Kshs.38,417,170 respectively resulting in underfunding of Kshs.22,000,070 (or 36%) of the budget.

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 judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Issues

In the audit report of the previous year, various issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources. However, at the time of the audit review, the Management had not resolved the issues nor given any explanation for the failure to implement the recommendations.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis of Conclusion

1. Non-Compliance with the One Third of Basic Salary Rule

Review of June, 2023 payroll revealed that eleven (11) members of staff were paid net salaries below a third of their basic pay, This is contrary to the provisions of Section 19(3) of the Employment Act, 2007 which stipulates that without prejudice to any right of recovery of any debt due, and notwithstanding the provisions of any other written law, the total amount of all deductions made by an employer from the wages of his employee at any one time shall not exceed two-thirds of such wages.

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

2. Non-Compliance with Ethnic Diversity

Review of records revealed that the total number of employees at the County Assembly in the year ended 30 June, 2023 was eighty-seven (87), out of which eighty-three (83) or 95% were from the dominant community. This is contrary to the provisions of Section 65(1)(e) of the County Governments Act, 2012 which requires County Government to ensure that at least thirty percent (30%) of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the County.

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

3. Failure to Adhere to Set Threshold for Wages and Benefits for Public Officers

The statement of receipts and payments reflects compensation of employees expenditure balance of Kshs.288,573,277 as disclosed in Note 3 to the financial statements, which is approximately 40% of the total revenue of Kshs.720,052,788. This is 5% above the set limit of 35% contrary to Regulations 25(1)(a) of Public Finance Management (County Governments) Regulations, 2015 which requires that County Executives Committee Members with the approval of the County Assembly shall set a limit on the county governments expenditure on wages and benefits for its public officers pursuant to Section 107(2) of the Act. In addition, Regulation 25(1)(b) provides that the limit set under paragraph (a) above shall not exceed thirty-five (35) percent of the County Government's total revenue.

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

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

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 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 the Management and those Charged with Governance

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as the 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, the Management is responsible for assessing the Assembly's ability to continue as a 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 Assembly or to cease operations.

The 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 Assembly'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 overall 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 ability of the Assembly 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 Assembly 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 Assembly 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

05 February, 2024

County Government Of Kirinyaga
 Kirinyaga County Assembly
 Annual Report and Financial Statements For the year ended 30th June 2023

8. Statement of Receipts and Payments for The Year Ended 30th June 2023

		2022-2023	2021-2022
	Note	KShs	KShs
Receipts			
Transfers from the County Treasury/Exchequer Releases	1	720,052,788	912,285,258
Proceeds from sale of assets			-
Other receipts	2		-
Total receipts		720,052,788	912,285,258
Payments			
Compensation of employees	3	288,573,277	305,677,976
Use of goods and services	5	254,226,475	297,859,850
Subsidies	6		-
Transfers to other government entities	7	101,428,343	3,327,408
Other grants and transfers	8	-	-
Social security benefits	9	30,602,372	26,545,325
Acquisition of assets	10	43,772,670	277,856,823
Finance costs	11	3,717	7,412
Other payments	12	-	-
Total payments		718,606,854	911,274,794
Surplus/deficit		1,445,934	1,010,464

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 7th September 2023 and signed by:

.....
 Clerk of the Assembly
 Name: KAMAU AIDI

.....
 DIRECTOR-Finance and Accounting
 Name: MICHAEL MUNENE
 ICPAK Member Number: 8031

CLERK
 COUNTY ASSEMBLY OF KIRINYAGA
 21 NOV 2023
 Sign:.....
 P. O. Box 55 -10300, KERUGOYA


COUNTY ASSEMBLY OF KIRINYAGA
 DIRECTOR - FINANCE & ACCOUNTING
 21 NOV 2023
 P.O. Box 55 - 10300,
 KERUGOYA.


County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

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

		2022-2023	2021-2022
Financial assets	Note	Kshs	Kshs
Cash and cash equivalents			
Bank balances	13A	991	5
Cash balances	13B	4,687,077	3,242,129
Total cash and cash equivalents		4,688,068	3,242,134
Accounts receivables-Amount retained by County treasury	14	18,560,781	44,614,794
TOTAL FINANCIAL ASSETS		23,248,849	47,856,928
FINANCIAL LIABILITIES			
Accounts Payables	15	18,072,016	44,126,029
NET FINANCIAL ASSETS		5,176,833	3,730,899
REPRESENTED BY			
Fund balance b/fwd.	16	3,730,899	2,720,435
Prior year adjustment	17		-
Surplus/(deficit) for the year		1,445,934	1,010,464
Total Net Financial Assets and Liabilities		5,176,833	3,730,899

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 7th September, 2023 and signed by:


.....
Clerk of the Assembly
Name: KAMAU AIDI


.....
DIRECTOR-Finance and Accounting
Name: MICHAEL MUNENE
ICPAK Member Number: 8031

CLERK
COUNTY ASSEMBLY OF KIRINYAGA
21 NOV 2023
Sign:.....
P. O. Box 55-10300, KERUGOYA

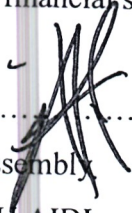
COUNTY ASSEMBLY OF KIRINYAGA
DIRECTOR - FINANCE & ACCOUNTING
21 NOV 2023
P.O. Box 55 - 10300,
KERUGOYA.


10. Statement of Cash Flows for The Period Ended 30th June 2023

		2022-2023	2021-2022
	Note	KShs	KShs
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	720,052,788	912,285,258
Other receipts	3		-
Payments for operating expenses			
Compensation of employees	4	(288,573,277)	(305,677,976)
Use of goods and services	5	(254,226,475)	(297,859,850)
Subsidies	6	-	-
Transfers to other government entities	7	(101,428,343)	(3,327,408)
Other grants and transfers	8	-	-
Social security benefits	9	(30,602,372)	(26,545,325)
Finance costs	11	(3,717)	(7,412)
Other payments	12		-
Adjusted for:			
Prior year adjustment	17		
Decrease/(increase) in accounts receivable:	18	26,054,013	(24,980,765)
Increase/(decrease) in accounts payable:	19	(26,054,013)	24,980,765
Net cash flows from operating activities		45,218,604	278,867,287
Cashflow from investing activities			
Proceeds from sale of assets	2		-
Acquisition of assets	10	(43,772,670)	(277,856,823)
Net cash flows from investing activities		43,772,670	277,856,823
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalent at BEGINNING of the year	13	3,242,134	2,231,670
Cash & cash equivalent at END of the year	13	4,688,068	3,242,134

**County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023**

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 7th September, 2023 and signed by:


.....
Clerk of the Assembly
Name: KAMAU AIDI


.....
DIRECTOR-Finance and Accounting
Name: MICHAEL MUNENE
ICPAK Member Number: 8031

CLERK
COUNTY ASSEMBLY OF KIRINYAGA

21 NOV 2023

Sign:.....
P. O. Box 55 -10300, KERUGOYA

COUNTY ASSEMBLY OF KIRINYAGA
DIRECTOR - FINANCE & ACCOUNTING

21 NOV 2023

P.O. Box 55 - 10300,
KERUGOYA.

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

11. Statement Of Comparison Of Budget & Actual Amounts: Recurrent And Development

Receipt/expenditure item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	Kshs	Kshs	e=a+b	e=d-c	Kshs
Receipts					
Exchequer releases	727,052,862	15,000,000	742,052,862	720,052,788	97%
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
Total	727,052,862	15,000,000	742,052,862	720,052,788	97%
Payments					
Compensation of employees	298,573,279	(10,000,000)	288,573,279	288,573,277	100%
Use of goods and services	237,535,482	18,000,000	255,535,482	254,226,475	100%
Subsidies	-	-	-	-	-
Transfers to other government entities	-	101,428,343	101,428,343	101,428,343	100%
Other grants and transfers	-	-	-	-	-
Social security benefits	38,602,373	(8,000,000)	30,602,373	30,602,372	100%
Acquisition of assets	152,341,728	(86,428,343)	65,913,385	43,772,670	66%
Finance costs	-	-	-	3,717	-100%
Other payments	-	-	-	-	-
Total	727,052,862	15,000,000	742,052,862	718,606,854	97%
Surplus/ deficit	-	-	-	1,445,934	-

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

(a) The Assembly received 97% allocation both recurrent and development funds

The entity financial statements were approved on 7th September, 2023 and signed by:



Name: **KAMAU ADDI**

Clerk of the Assembly

CLERK
COUNTY ASSEMBLY OF KIRINYAGA
2 1 NOV 2023
Sign:.....
P. O. Box 55-10300, KERUGOYA



Name: **MICHAEL MUNENE**

Director- Finance and accounting – County Assembly

ICPAK Member Number: **8031**

COUNTY ASSEMBLY OF KIRINYAGA
DIRECTOR - FINANCE & ACCOUNTING
2 1 NOV 2023
P.O. Box 55 - 10300,
KERUGOYA.

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

12. Statement Of Comparison Of Budget & Actual Amounts: Recurrent

Receipt/expense item	Original Budget		Adjustments		Final Budget c=a+b	Actual on Comparable Basis e=d-c	% Utilisation difference
	A		B				
Receipts							
Exchequer releases	580,207,279		101,428,343		681,635,622	681,635,618	100%
Proceeds from sale of assets	-		-		-	-	-
Other receipts	-		-		-	-	-
Total	580,207,279		-		681,635,622	681,635,618	100%
Payments							
Compensation of employees	298,573,279		(10,000,000)		288,573,279	288,573,277	100%
Use of goods and services	237,535,482		18,000,000		255,535,482	254,226,475	100%
Subsidies	-		-		-	-	-
Transfers to other government entities	-		101,428,343		101,428,343	101,428,343	100%
Other grants and transfers	-		-		-	-	-
Social security benefits	38,602,373		(8,000,000)		30,602,373	30,602,372	100%
Acquisition of assets	5,496,145		-		5,496,145	5,355,500	98%
Finance costs	-		-		-	3,717	-100%
Other payments	-		-		-	-	-
Total	580,207,279		-		681,635,622	680,189,684	99%
Surplus/ deficit	-		-		-	1,445,934	-

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

(a) The Assembly received 100% of the total allocations for the year 2022//2023.

The entity financial statements were approved on 7th September, 2023 and signed by:



Name: **KAMAU AIDI**

Clerk of the Assembly

CLERK
COUNTY ASSEMBLY OF KIRINYAGA
2 1 NOV 2023
Sign:.....
P. O. Box 55 -10300, KERUGOYA



Name: **MICHAEL MUNENE**

Director Finance and Accounting – County Assembly
ICPAK Member Number:8031

COUNTY ASSEMBLY OF KIRINYAGA
DIRECTOR - FINANCE & ACCOUNTING
2 1 NOV 2023
P.O. Box 55 - 10300,
KERUGOYA.

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

13. Statement Of Comparison Of Budget & Actual Amounts: Development

Receipt/expense item	Original Budget Kshs	Adjustments Kshs	Final Budget c=a+b	Actual on Comparable Basis e=d-c	% Utilization difference
Receipts					
Treasury/ exchequer releases	146,845,583	(86,428,343)	60,417,240	38,417,170	63%
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
Total	146,845,583	(86,428,343)	60,417,240	38,417,170	63%
Payments					
Compensation of employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Subsidies	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	-	-	-	-	-
Acquisition of assets	146,845,583	(86,428,343)	60,417,240	38,417,170	63%
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
Total	146,845,583	(86,428,343)	60,417,240	38,417,170	63%
Surplus/ deficit	-	-	-	-	-

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

(a) The Assembly received 63% of total Development allocation and utilised the same.

The entity financial statements were approved on 7th September, 2023 and signed by:

.....

Name: KAMAU AIDI

Clerk of the Assembly

.....

Name: MICHAEL MUNENE

Director Finance and Accounting – County Assembly
ICPAK Member Number: 8031

CLERK
COUNTY ASSEMBLY OF KIRINYAGA
21 NOV 2023
Signi.....
P. O. Box 55 -10300, KERUGOYA

COUNTY ASSEMBLY OF KIRINYAGA
DIRECTOR - FINANCE & ACCOUNTING
21 NOV 2023
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KERUGOYA.

County Government Of Kirinyaga
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14. Budget Execution By Programmes And Sub-Programmes

Programme/Sub-Programme	Final Budget Kshs	Indicators Kshs	Outcomes Kshs	Actual on comparable basis Kshs	Budget utilization difference Kshs
Programme 1	-	-	-	-	-
Legislation and Oversight	742,052,862	-	-	720,052,788	22,000,074
TOTALS	742,052,862			720,052,788	22,000,074

15. Significant Accounting Policies

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions. The statement of assets and liabilities, although not a requirement of the IPSAS Cash Standard, has been included to disclose information on receivables and payables.

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

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

2. Reporting entity

The financial statements are for the Kirinyaga County Assembly. The financial statements encompass the reporting entity as specified in section 164 of PFM Act 2012.

3. Recognition of receipts and payments

a) Recognition of receipts

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

Significant Accounting Policies (Continued)

i) Transfers from the Exchequer/ County Treasury

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

ii) Other Receipts

Other receipts relate to receipts such as tender fees among others. These are recognised in the financial statements when the associated cash is received.

b) Recognition of payments

The entity recognises all expenses when the event occurs, and the related cash has actually been paid out by the entity.

i) Compensation of employees

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

ii) Use of goods and services

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

iii) Acquisition of fixed assets

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

Significant Accounting Policies (Continued)

4. In-kind contributions

In-kind contributions are donations that are made to the *entity* 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 *entity* 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.

5. Third Party Payments

This relates to payments done directly to supplier on behalf of the county governments 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 government is detailed in the notes to this financial statement.

6. 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.

7. Restriction on cash

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation.

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2023, this amounted to KShs xxx compared to KShs xxx in prior period as indicated on note xxxx. *There were no other restrictions on cash during the year.*

Significant Accounting Policies (Continued)

8. 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.

9. 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.

10. 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 entity fixed asset register a summary of which is provided as a memorandum to these financial statements.

11. 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 *entity* at the end of the year. Pending bill 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)

12. 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 entity; or
- b) A present obligation that arises from past events but is not recognised because:
 - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The Entity 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. Annex 6 of this financial statement is a register of the contingent liabilities in the year.

13. Contingent Assets

The Entity 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 Entity 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)

14. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. Kirinyaga county assembly budget was approved as required by Law. The original budget was approved by the County Assembly on 18th August, 2023 for the period 1st July 2021 to 30 June 2023 as required by law. There was No supplementary budgets passed in the year. A high-level assessment of the *kirinyaga county assembly* actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

15. Comparative figures

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

16. Subsequent events

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

17. Prior Period Adjustment

During the year, errors that have been corrected are disclosed *under note 26* explaining the nature and amounts.

18. 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 entity and another entity 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.

16. Notes to the Financial Statements

1. Exchequer Releases

	2022-2023	2021-2022
	Kshs	Kshs
Transfers from the county treasury for Q1	85,193,341	119,592,339
Transfers from the county treasury for Q2	176,277,648	336,008,907
Transfers from the county treasury for Q3	183,084,498	215,327,699
Transfers from the county treasury for Q4	275,497,300	241,356,313
Cumulative amount	720,052,787	912,285,258

2. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Tender Fees Received	-	-
Other Receipts II	-	-
Other Receipts III	-	-
Other Receipts IV	-	-
Total	-	-

3. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
Basic salaries of permanent employees	185,491,131	161,706,813
Basic wages of temporary employees		-
Personal allowances paid as part of salary	103,082,146	84,481,348
Personal allowances paid as reimbursements		-
Personal allowances provided in kind		-
Employer contribution to compulsory national social schemes		-
Employer contribution to compulsory national health insurance schemes		-

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Pension and other social security contributions		27,458,873
Social benefit schemes outside government		17,442,808
Other personnel payments		-
Total	288,573,277	305,677,976

**County Government Of Kirinyaga
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Notes to the Financial Statements (Continued)

4. Proceeds From Sale Of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
Total	-	-

**County Government Of Kirinyaga
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Notes to the Financial Statements

5. Use Of Goods And Services

	2022- 2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	910,000	851,197
Communication, supplies and services	4,110,000	3,007,000
Domestic travel and subsistence	104,527,742	121,084,181
Foreign travel and subsistence	20,282,451	30,912,353
Printing, advertising and information supplies & services	22,967,988	28,608,493
Rentals of produced assets	925,000	1,017,620
Training expenses	8,429,536	8,441,928
Hospitality supplies and services	17,647,796	20,660,420
Insurance costs	21,000,660	3,476,349
Specialized materials and services	4,721,100	2,115,000
Office and general supplies and services	26,660,253	46,069,971
Fuel, oil and lubricants	3,378,712	6,379,676
Other operating expenses	8,975,470	15,342,422
Membership subscriptions	4,922,200	5,469,560
Routine maintenance – vehicles and other transport equipment	3,963,407	4,423,680
Routine maintenance – other assets	804,160	-
Total	254,226,475	297,859,850

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Notes to the Financial Statements (Continued)

6. Subsidies

Description	2022-2023	2021-2022
	Kshs	Kshs
Subsidies To County Corporations		
<i>See List Attached</i>	-	-
(Insert Name)	-	-
Subsidies To Private Enterprises		
<i>See List Attached</i>	-	-
(Insert Name)	-	-
Total	-	-

7. Transfers To Other Government Entities

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to national government entities		-
Transfers to other county assembly entities		
Car loan scheme fund		-
Mortgage	101,428,343	3,327,408
Others (insert name of budget agency)		-
Total	101,428,343	3,327,408

Notes to the Financial Statements (Continued)

8. Other Grants And Transfers

	2022-2023	2021-2022
	Kshs	Kshs
Scholarships and other educational benefits	-	-
Membership fees and dues and subscriptions to organizations	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Total	-	-

9. Social Security Benefits

	2022 - 2023	2021-2022
	Kshs	Kshs
Government Pension and Retirement Benefits	30,602,372	26,545,325
Social Security Benefits		-
Employer Social Benefits		-
Total	30,602,372	26,545,325

County Government Of Kirinyaga
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Notes To The Financial Statements (Continued)

10. Acquisition Of Assets

Non- financial assets	2022 - 2023	2021-2022
	Kshs	Kshs
Purchase of buildings		-
Construction of buildings		70,164,789
Refurbishment of buildings		-
Construction/Drilling of boreholes and other Workers		199,963,428
Construction and civil works	38,417,170	4,763,706
Overhaul and refurbishment of construction and civil works		-
Purchase of vehicles and other transport equipment		-
Overhaul of vehicles and other transport equipment		-
Purchase of household furniture and institutional equipment		-
Purchase of office furniture and general equipment	2,373,000	1,396,900
Purchase of specialized plant, equipment and machinery		-
Rehabilitation and renovation of plant, machinery and equip.		-
Purchase of certified seeds, breeding stock and live animals		-
Research, studies, project preparation, design & supervision		-
Rehabilitation of civil works		-
Acquisition of ICT Equipment	2,982,500	1,568,000
Acquisition of land		-
Acquisition of intangible assets		-
Total acquisition of non- financial assets		277,856,823
Financial assets		
Domestic public non-financial enterprises		-
Domestic public financial institutions		-
Total acquisition of financial assets		-
Total acquisition of assets	43,772,670	277,856,823

Notes To The Financial Statements (Continued)

11. Finance Costs

	2022- 2023	2021-2022
	Kshs	Kshs
Bank charges	3,717	7,412
Interest payments on foreign borrowings		-
Interest payments on guaranteed debt taken over by govt		-
Interest on domestic borrowings (non-govt)		-
Interest on borrowings from other government units		-
Total	3,717	7,412

12. Other Payments

	2022 - 2023	2021-2022
	Kshs	Kshs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Other Payments	-	-
	-	-

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Notes To The Financial Statements (Continued)

13. Cash and Bank Balances

13A. Bank Balances

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	2022 - 2023	2021-2022
			Kshs	Kshs
Central bank of Kenya, Acc. No.1000195622		Development		-
Central bank of Kenya, Acc. No.1000195614		Recurrent		-
Kenya commercial, Acc. No.1264256833		Deposit	991	5
Total			991	5

13B. Cash in Hand

	2022 - 2023	2021-2022
	Kshs	Kshs
Cash In Hand – Held In Domestic Currency	4,687,077	3,242,129
Cash In Hand – Held In Foreign Currency	-	-
Total	4,687,077	3,242,134

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Notes To The Financial Statements (Continued)

Cash in hand should be analysed as follows:

Description	2022 - 2023	2021-2022
	Kshs	Kshs
Location 1	4,687,077	3,242,129
Location 2		-
Location 3		-
Total	4,687,077	3,242,129

14. Receivables

Description	2022 - 2023	2021- 2022
	Kshs	Kshs
Government Imprests		-
Salary Advance		-
Clearance accounts-Amount retained by county treasury	18,560,781	44,614,794
Total	18,560,781	44,614,794

Breakdown Of Receivables Advance Per Department	2022 - 2023	2021-2022
Receivables	Kshs	Kshs
Department –Kirinyaga county Assembly	18,560,781	44,614,794
Department		-
Department		-
Sub-Total		-
Salary Advance		
Department		-
Department		-
Sub-Total		-
Grand Total	18,560,781	44,614,794

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Notes to the Financial Statements (Continued)

15. Third Party Deposits and Advances

Description	2022- 2023	2021-2022
	Kshs	Kshs
Deposits		-
Retentions	18,072,016	44,126,029
Total	18,072,016	44,126,029

16. Fund Balance Brought Forward

Description	2022- 2023	2021-2022
	Kshs	Kshs
Bank Accounts	3,730,899	2,720,435
Cash In Hand		-
Accounts Receivables		-
Accounts Payables		(-)
Total	3,730,899	2,720,435

17. Prior Year Adjustments

	Balance b/f FY 2022-2023 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f FY 2021-2022
Description Of The Error	Kshs	Kshs	Kshs
Bank Account Balances	-	-	-
Cash In Hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>Specify</i>)	-	-	-
	-	-	-

**County Government Of Kirinyaga
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18. Changes in Receivables

Description	2022-2023	2021-2022
	Kshs	Kshs
Opening Account Receivables As At 1 st July 2022	44,614,794	19,634,029
Closing Account Receivables As At 30th June 2023	18,560,781	44,614,794
Change In Account Receivables	26,054,013	24,980,765

19. Changes in Third Party Deposits and Retention-payables

Description	2022-2023	2021-2022
	Kshs	Kshs
Opening Accounts Payables As At 1 st July 2022	44,126,029	19,145,264
Closing Accounts Payables As At 30th June 2023	18,072,016	44,126,029
Change In Accounts Payables	26,054,013	24,980,765

County Government Of Kirinyaga
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Notes To The Financial Statements (Continued)

Other Disclosures

1. Pending Accounts Payable-retentions (See Annex 1)

	Balance b/f FY 2023-2023	Additions for the period	Paid during the year	Balance c/f FY 2023-2023
Description	Kshs	Kshs	Kshs	Kshs
Construction Of Buildings	44,126,029	2,814,568	(28,868,581)	18,072,016
Construction Of Civil Works	-	-	(-)	-
Supply Of Goods	-	-	(-)	-
Supply Of Services	-	-	(-)	-
Total	44,126,029	2,814,568	(28,868,581)	18,072,016

2. Pending Staff Payables (See Annex 2)

	Balance b/f FY 2023-2023	Additions for the period	Paid during the year	Balance c/f FY 2023-2023
Description	Kshs	Kshs	Kshs	Kshs
Senior Management	-	-	(-)	-
Middle Management	-	-	(-)	-
Unionisable Employees	-	-	(-)	-
Others	-	-	(-)	-
Total	-	-	(-)	-

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 Notes To The Financial Statements (Continued)

3. Other Pending Payables (See Annex 3)

	Balance b/f FY 2023-2023	Additions for the period	Paid during the year	Balance c/f FY 2023-2023
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	(-)	-
Amounts due to County Government entities	-	-	(-)	-
Amounts due to third parties	-	-	(-)	-
Total	-	-	(-)	-

4. External Assistance

	FY 2023-2023	FY 2021-2023
Description	Kshs	Kshs
External assistance received in cash	-	-
External assistance received as loans and grants	-	-
External assistance received in kind- as payment by third parties	-	-
Total	-	-

a) External assistance relating loans and grants

	FY 2023-2023	FY 2021-2023
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
Total	-	-

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 Notes To The Financial Statements (Continued)

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	FY 2022-2023	FY 2021-2022
Description		Kshs	Kshs
Undrawn External Assistance - Loans		-	-
Undrawn External Assistance - Grants		-	-
Total		-	-

c) Classes of providers of external assistance

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
Multilateral Donors	-	-
Bilateral Donors	-	-
International Assistance Organization	-	-
Ngos	-	-
National Assistance Organization	-	-
Total	-	-

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 Notes to the Financial Statements (Continued)

d. Non-Monetary External Assistance

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
Goods	-	-
Services	-	-
Total	-	-

e. Purpose and use of external assistance.

Payments Made By Third Parties	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
Compensation Of Employees	-	-
Use Of Goods And Services	-	-
Subsidies	-	-
Transfers To Other Government Units	-	-
Other Grants And Transfers	-	-
Social Security Benefits	-	-
Acquisition Of Assets	-	-
Finance Costs, Including Loan Interest	-	-
Repayment Of Principal On Domestic & Foreign Borrowing	-	-
Other Payments	-	-
Total	-	-

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 Notes To The Financial Statements (Continued)

f. External Assistance paid by Third Parties on behalf of the Entity by Source

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
National Government	-	-
Multilateral Donors	-	-
Bilateral Donors	-	-
International Assistance Organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

5. PAYMENTS BY THIRD PARTY ON BEHALF OF THE COUNTY ASSEMBLY

Classification by Source

	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
Total	-	-

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Classification of payments made by Third Parties by Nature of expenses

Payments made by third parties	FY 2022-2023	FY 2021-2022
Description	Kshs	Kshs
Compensation of employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to other government units	-	-
Other grants and transfers	-	-
Social security benefits	-	-
Acquisition of assets	-	-
Finance costs, including loan interest	-	-
Other payments	-	-
Total	-	-

6. 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 Assembly:

- i) Members of County Assembly.
- ii) Key management personnel that include the Clerk of the Assembly and heads of departments.
- iii) The County Executive.
- iv) County Ministries and Departments.
- v) Other County Government entities including corporations, funds and boards.
- vi) The National Government.
- vii) Other County Governments; and
- viii) State Corporations and Semi-Autonomous Government Agencies.

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 Related party transactions:

	20xx- 20xx	20xx- 20xx
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	-	-
Key Management Compensation (Clerk and Heads of departments)	-	-
Total Compensation to Key Management	-	-
<u>Transfers to related parties</u>	-	-
Transfers to other County Government Entities such as car and mortgage schemes	-	-
Transfers to County Corporations	-	-
Transfers to non-reporting entities e.g ECD centres, welfare centres etc	-	-
Total Transfers to related parties	-	-
<u>Transfers from related parties</u>		
Transfers from the County Executive- Exchequer	-	-
Payments made on behalf of the County Assembly by other Government Agencies	-	-
(Insert any other transfers received)	-	-
Total Transfers from related parties	-	-

7. Contingent Liabilities

Contingent liabilities	2023-2023	2021-2023
	Kshs	Kshs
Court case xxx against the entity	-	-
Bank guarantees in favour of subsidiary	-	-
contingent liabilities arising from PPPs	-	-
Total	-	-

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 17. Progress on Follow on Prior Year Auditor's Recommendations

18. Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
REPORT OF AUDITOR-GENERAL ON COUNTY ASSEMBLY	REPORT FY 2021/2022 On Financial Statements	All audit queries were dealt and final report issued by the Office of Auditor General.	Certificate Issued	Done
CEN/HUB/KIRINYAGA.CA/2021/2022/(27)	Variances between IFMIS and financial statements	Reconciliation is going on is a system Issues	Not resolved	30/6/2023
	1. Delay in projects completions	Issue being done by the office to see project are complete in time	Issue is being resolved	Done
	2. Unutilized projects	Issue being done by the office to see project are complete in time	Proper measure has being done	On going
	3. Failure to adhere to a third Rule on Basic Salary	Continuous process	Issue is being resolved	On going
	4. Irregular payments of subscriptions fees	Policy in place	resolved	Done
	5. Non-submission of the County Assembly service Board Financial Statements	The Assembly budget and Financial statements belong to the CASB and we can't have separated Financial statements.	Resolved	Done

County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023



.....
Clerk of the County Assembly

Date

CLERK
COUNTY ASSEMBLY OF KIRINYAGA
21 NOV 2023
Sign:.....
P. O. Box 55 -10300, KERUGOYA

**County Government Of Kirinyaga
Kirinyaga County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023**

19. Annexes

Annex 1 – Analysis of Pending Accounts Payable

Supplier of Goods or Services	Date Contracted	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	
Supply of goods							
CARAY BRANDS	05/06/2023	280,000.00	-	-	-	280,000.00	To be paid before 31/10/2023
CARAY BRANDS	09/06/2023	240,000.00	-	-	-	240,000.00	To be paid before 31/10/2023
JIMOR CREATIONS	09/05/2023	792,000.00	-	-	-	792,000.00	To be paid before 31/10/2023
CARAY BRANDS	14/06/2023	62,400.00	-	-	-	62,400.00	To be paid before 31/10/2023
MFI DOCUMENT SOLUTIONS	14/06/2023	966,357.00				966,357.00	To be paid before 31/10/2023
Supply of services							
AAR INSURANCE KENYA	19/06/2023	4,987,679.00	-	-	-	4,987,679.00	To be paid before 31/10/2023
KASARANI SPORTSVIEW HOTEL	19/06/2023	1,479,500.00	-	-	-	1,479,500.00	To be paid before 31/10/2023
AFRICAN CENTRE FOR CAPACITY BUILDING	21/06/2023	1,530,736.00	-	-	-	1,530,736.00	To be paid before 31/10/2023
LIONS RELIABLE	23/06/2023	312,000.00	-	-	-	312,000.00	To be paid before 31/10/2023
LIONS RELIABLE	23/06/2023	180,000.00	-	-	-	180,000.00	To be paid before 31/10/2023
KASARANI SPORTSVIEW HOTEL	26/06/2023	699,000.00	-	-	-	699,000.00	To be paid before 31/10/2023
PRIDEINN FLAMINGO	26/06/2023	1,011,730.00	-	-	-	1,011,730.00	To be paid before 31/10/2023

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Supplier of Goods or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
SEED AGENCIES	28/06/2023	157,760.00	-	-	-	157,760.00	To be paid before 31/10/2023
ICPAK	30/06/2023	477,000.00				477,000.00	To be paid before 31/10/2023
		13,176,162.00			-	13,176,162.00	To be paid before 31/10/2023

Annex 2 – Analysis of Pending Staff Payables

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2023	Outstanding Balance 2023-2023	Comments
Senior Management			a	b	c=a-b		
1.							
Sub-Total							
Middle Management							
2.							
Sub-Total							
Unionisable Employees							
3.							
Sub-Total							

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Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2023	Outstanding Balance 2023-2023	Comments
Others (<i>specify</i>)							
4.							
Sub-Total							
Grand Total							

NB/ there were no pending payables

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Annex 3 – Analysis Of Other Pending Payables

Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023-2023	Outstanding Balance 2023-2023	Comments
Amounts Due To National Govt Entities			a	b	c=a-b		
1.							
Sub-Total							
Amounts Due To County Govt Entities							
2.							
Sub-Total							
Amounts Due To Third Parties							
3.							
Sub-Total							
Others (<i>Specify</i>)							
4.							
5.							
6.							
Sub-Total							
Grand Total							

NB/ There were NO other pending liabilities

**County Government Of Kirinyaga
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Annex 4 – Summary Of Non-Current Asset Register**

Asset class	Historical Cost b/f (KShs) 2023-2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out)	Historical Cost c/f (KShs) 2023-2023
Land	21,000,000		-	-	21,000,000
Buildings and structures	38,781,768	18,428,163	-	-	57,209,931
Transport equipment	63,475,504		-	-	63,475,504
Office equipment, furniture and fittings	11,547,869	2,373,000	-	-	13,920,869
Ict equipment/Hansard	21,506,144	22,971,507	-	-	44,477,651
Machinery and equipment	550,000		-	-	550,000
Biological assets	-		-	-	
Infrastructure assets	-		-	-	
Heritage and cultural assets	-		-	-	
Intangible assets	-		-	-	
Work in progress	471,039,325		-	-	471,039,325
Total	627,900,610	43,772,670	-	-	671,673,280

County Government Of Kirinyaga
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Annex 5 – Analysis Of Accounts Receivables

(a) *Government Imprest*

Name Of Officer Or Institution	Date Imprest Taken	Amount Taken KShs	Amount Surrendered KShs	Balance KShs
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Total				

NB/ There was no imprest held by any officer by the end of the year.

County Government Of Kirinyaga
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 (b) Salary Advance

<i>Name Of Officer</i>	<i>Date Advanced</i>	<i>Amount Advanced</i> <i>Kshs</i>	<i>Amount Recovered</i> <i>Kshs</i>	<i>Balance</i> <i>Kshs</i>
<i>Name Of Officer</i>		-	-	-
<i>Name Of Officer</i>		-	-	-
<i>Name Of Officer</i>		-	-	-
<i>Name Of Officer</i>		-	-	-
Total				-

NB/ There were no salary advances by the end of year

**County Government Of Kirinyaga
Kirinyaga County Assembly**

**Annual Report and Financial Statements For the year ended 30th June 2023
Annex: 6 Reporting of Climate Relevant Expenditures**

Name of the Organization

Telephone Number

Email Address

Name of CEO/MD/Head

Name and contact details of contact person (in case of any clarifications)

Project Name	Project Description	Project Objectives	Project Activities	Source Of Funds				Implementing Partners
				Q1	Q2	Q3	Q4	

NB/ There were no such contract during the financial year

**County Government Of Kirinyaga
Kirinyaga County Assembly
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Annex 7 Disaster Expenditure Reporting Template

Date:						
Entity						
Period to which this report refers (FY)	Year	Quarter				
Name of Reporting Officer						
Contact details of the reporting officer:						
Email		Telephone				
Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

NB/ There were no such issues-disaster reported by the year

**County Government Of Kirinyaga
Kirinyaga County Assembly
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Annex 8: Contingent Liabilities Register

	Nature of contingent liability	Payable to	Currency	Estimated Amount Kshs	Expected date of payment	Remarks
1.						
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						
11.						
12.						

NB/ There were no contingent liabilities reported by the year

County Government Of Kirinyaga
 Kirinyaga County Assembly
 Annual Report and Financial Statements For the year ended 30th June 2023

Annex 9 – Bank Reconciliation/FO 30 Report

KIRINYAGA COUNTY ASSEMBLY		
BANK RECONCILIATION STATEMENT		
FOR THE MONTH OF JUNE 2023		
KCB BANK -KERUGOYA BRANCH -ACCOUNT NO.1264256833		
	<u>AMT-KSHS</u>	<u>TOTALS-KSHS</u>
BALANCE AS PER CASH BOOK		990.10
ADD		
Unpresented cheques	-	-
direct deposit		
cheques paid in bank but omitted in cashbook		
Credits in bank not in cashbook		
LESS		
Dishonoured Cheques		
Standing Charges		
Bank Charges		-
issued cheques Unrecorded in cashbook		
Balance as per bank statement		990.10
PREPARED BY,	CHECKED BY,	
NAME	NAME <i>M. M. M. M. M.</i>	
DESIGNATION-DIRECTOR ACC & FIN.	DESIGNATION-AIE HOLDER CERTIFICATE	
SIGNATURE	SIGNATURE <i>[Signature]</i>	
DATE	DATE	

CLERK
 COUNTY ASSEMBLY OF KIRINYAGA
 21 NOV 2023
 Sign:.....
 P. O. Box 55 -10300, KERUGOYA

COUNTY ASSEMBLY OF KIRINYAGA
 DIRECTOR - FINANCE & ACCOUNTING
 21 NOV 2023
 P.O. Box 55 - 10300,
 KERUGOYA.