

REPUBLIC OF KENYA

PARLIAMENT
OF KENYA
LIBRARY



OAG



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

PAPERS LAID	
DATE	16/04/2024
TABLED BY	MAJORITY LEADER
COMMITTEE	FINANCE & BUDGET
CLERK AT THE TABLE	C. CHEROP

THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF SAMBURU

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

Revised 30th June 2023

OFFICE OF THE AUDITOR GENERAL
UPPER EASTERN REGIONAL OFFICE - ISIOLO

01 DEC 2023

RECEIVED

P. O. Box 1027 - 60300, ISIOLO



SAMBURU COUNTY ASSEMBLY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

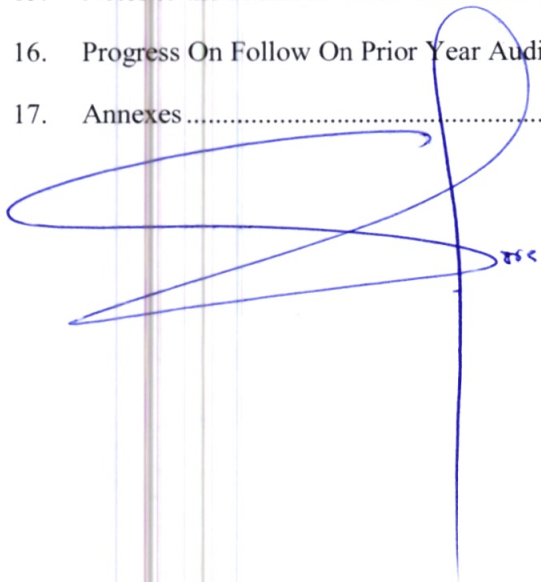
30TH JUNE 2023

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

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

TABLE OF CONTENTS

1. Acronyms and Glossary of Terms	ii
2. Key Entity Information and Management	iii
3. Governance Statement	vii
4. Foreword By the Clerk of The Assembly	xv
5. Statement Of Performance Against County Assembly Predetermined Objectives	xx
6. Corporate Social Responsibility Statement/Sustainability Reporting	xxii
7. Statement Of Management Responsibilities	xxiv
8. Report Of the Independent Auditor County Assembly of xxx for the year ended 30th June 2023	xxvi
9. Statement of Receipts and Payments for The Year Ended 30th June 2023	1
10. Statement Of Financial Assets and Liabilities As At 30th June 2023	3
11. Statement Of Cash Flows for The Period Ended 30th June 2023	4
12. Statement Of Comparison of Budget & Actual Amounts: Recurrent and Development for year ended 30th June 2023	6
12A Statement of Comparison Of Budget & Actual Amounts: Recurrent for the year ended 30th June 2023	8
12B Statement Of Comparison of Budget & Actual Amounts: Development for the year ended 30th June 2023	10
13. Budget Execution By Programmes And Sub-Programmes	12
14. Significant Accounting Policies	13
15. Notes to the Financial Statements	19
16. Progress On Follow On Prior Year Auditor's Recommendations	37
17. Annexes	38



1. Acronyms and Glossary of Terms

a) Acronyms

ADP	Annual Development Plan
AIE	Authority to Incur Expenditure
CA	County Assembly
CARA	County Allocation of Revenue Act
CECM	County Executive Committee Member
CE	County Executive
CG	County Government
CIDP	County Integrated Development Plan
CRA	Commission on Revenue Allocation
CRF	County Revenue Fund
CT	County Treasury
IPSAS	International Public Sector Accounting Standards
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

b) Glossary of Terms

Comparative FY Means the financial year preceding the current financial year.

(This list is an indication of acronyms and key terms; the County Assembly should include all from the annual report and financial statements prepared)

2. Key Entity Information and Management

(a) Background information

The County Assembly is constituted as per the constitution of Kenya and 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 constituted by twenty-seven (25 Members of the County Assembly (MCAs), comprising of fifteen (15) elected and twelve (10) nominated members representing the public from their respective wards. The MCAs are responsible for making laws for the effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.



(b) Key Management Team

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

No.	Designation	Name
1.	Speaker of the County Assembly	Hon. Stephen Lenamarle
2.	Clerk of the County Assembly	Hon. Patrick Leshore
3.	Directorate of Finance & Accounting services	Cpa Nelson Joseph Lesorogol
4.	Directorate of Legislative Procedures & Committee services	Simon Lamani Lekupe
5.	Directorate of Human Resources & Administration	Sein Faustine Leshornai
6.	Directorate of Communication and Information Services	Haron Moro Lelenguya

(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 	The Clerk	Patrick Kamais Leshore
2. 	Director Finance and Accounting	Nelson Joseph Lesorogol

Key Entity Information and Management (Continued)

(d) Fiduciary Oversight Arrangements

- County assembly service board CASB
- An Established Audit committee
- A risk management policy in place
- Established oversight committees i.e. finance committee, budget committee and public and accounts committee

(e) Samburu County Assembly Headquarters

P.O. Box 3-20600
County Assembly Headquarters.
Maralal, KENYA

(f) Samburu County Assembly Contacts

Telephone: (254) 721 818 492
E-mail: info@samburucountyassembly.go.ke
Website: <http://www.samburuassembly.go.ke/>

(g) Samburu County Assembly Bankers

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

(h) Independent Auditor

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

(i) Principal Legal Adviser

The Attorney General
State Law Office
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 Samburu 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.

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:

LEADERSHIP

SPEAKER : **STEPHENN LENAMARLE**
DEPUTY SPEAKER : **JACKSON LELENGEJU**

1. Leader of Majority : Hon. Christopher
2. Deputy Leader of Majority : Hon. Joseph Lekoren Loloju
3. Majority Whip : Hon. Stacy Nareyio Lekirimpoto
4. Deputy Majority Whip : Hon. Esther Lenolkulal
5. Leader of Minority : Hon. James Koileken Leleruk

SPEAKER’S PANEL

1. Hon. Stephen Lenamarle
2. Hon. Jackson Layan Lelengeju
3. Hon. Jonathan Lemoosa
4. Hon. Felix Caunda Lenamparasio
5. Hon. Stacy Nareyo Lekirimpoto

	Sectoral Committees	Areas of focus	Current membership
1	Finance, Economic Planning And ICT	County finance and planning, development including statistics; land survey and mapping; boundaries and fencing; housing and electricity and gas reticulation and energy regulation	Hon. Loloju Joseph Lekoren Hon. Lenyakopiro Charity Hon. Hassan Mohamed Asha Hon. Lealmusia Ali Hon.Lemartile Francis Hon. Lpesina Kelvin Hon. Leerte Patrick
2	Cooperative Development, Trade and Tourism	Trade development and regulation including the markets; trade licenses (excluding regulation of professions); fair trading practices, local tourism and cooperative societies	Hon.Lpesina Kelvin Hon.Stacy Nareyio Hon.Lenamatiyo Silapia Hon. Lealmusia Ali Hon. Lemartile Francis Hon.Leleruk James Koileken Hon. Lolosoli Rebecca Samaria
3	Culture, Gender, Social Services, Sports and Youth Affairs	All matters relating to labor, trade union relations, manpower or human resource planning, gender, culture and social welfare. All matters related to cultural activities, public entertainment and public amenities, including betting, casinos and other forms of gambling, racing, liquor licensing, cinemas, video shows and hiring, libraries, museums, sports and cultural activities and facilities and county parks, beaches and recreation facilities; fire fighting	Hon. Lenanguram James Hon. Lolosoli Rebecca Hon.Lorunyei Lawrence Hon. Osman Adan dube

		services and disaster management, control of drugs and pornography; and annual animal control and welfare, including licensing of dogs and facilities for the accommodation, care and burial of animals	Hon. Stacy Nareyo Hon. Lenyakopiro Charity Hon. Ngigi Stephen Kagiri
4	Lands, Physical Planning, Housing and Urban Development	All matters related to lands including; Physical planning, Housing and urban development coordination within the County Government.	Hon. Leerte Patrick Hon. Esther Lenolkulal Hon.Lelenkeju Jackson Layan Hon. Lealmusia Ali Hon. Lekuchula David Leinas Hon. Eunice Serah Lekirenyei Hon. Loloju Joseph Lekoren
5	Environment, Water and Natural Resources	All matters related to Environmental conservation and Natural resources including soil and water conservation and forestry and control of air pollution, noise pollution, other public nuisances and outdoor advertising	Hon. Lemartile Francis Ltirisen Hon. Hassan Mohamed Asha Hon. Esther Lenolkulal Hon. Leleruk James Koileken Hon.Lenanguram James Hon. Loregae Jane Nakinyi Hon. Lenamparasio Phelix
6	Agriculture, Livestock, Veterinary Services and Fisheries	All matters related to agriculture, including crop and animal husbandry, livestock sale yards, county abattoirs, plant and animal disease control and fisheries; implementation of specific national government policies on natural resources	Hon. Lenamparasio Phelix Hon. Lenamatiyo Silapia Hon. Christopher Ientukunye Hon. Leshimpiro Paul Husima Hon. Leitoro Jeremiah Loitemu

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

			Hon. Leerte Patrick Hon. Lolosoli Rebecca Samaria
7	Public Works, Roads and Transport	All matters related to County transport, including county roads, street lighting, traffic and parking, public transport and ferries and harbours, excluding the regulation of international and national shipping and matters related thereto; county public works and services including storm water management systems in built up areas and water sanitation services	Hon. Lekuchula David Leina Hon. Osman Adan dube Hon. Christopher lentukunye Hon. Lenamatiyo Silapia Hon. Lenanguram James Hon. Loregae Jane Nakinyi Hon. Lenamparasio Phelix
8	Medical Services, Public Health and Sanitation	All matters related to County health services including in particular county health facilities and pharmacies, ambulance services, promotion of primary health care, licensing and control of undertakings that sell food to the public, veterinary services (excluding regulation of the profession), cemeteries, funeral parlors and crematoria and refuse removal, refuse dumps and solid waste disposal	Hon. Leitoro Jeremiah Hon. Loregae Jane Nakinyi Hon. Lorunyei Lawrence Hon. Osman Adan dube Hon. Hassan Mohamed Asha Hon. Leshimpiro Paul Husima Hon. Ngigi Stephen Kagiri
9	Education and vocational training	All matters related to pre-primary education, village polytechnics, home craft centers and childcare youth and children welfare. Youth and children welfare.	Hon. Lorunyei Lawrence Hon. Eunice Serah Lekirenyei Hon. Lemoosa Maura lekuram Hon. Lelenkeju Jackson Layan Hon. Lenyakopiro Charity Hon. Loloju Joseph Lekoren

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

			Hon. Lpesina Kelvin
--	--	--	---------------------

Select Committees

The mandate of Select Committees is specifically outlined in the Standing Orders

	Name of Select Committee	Current members
1	County Assembly Business Committee	<ol style="list-style-type: none"> 1. Hon. Stephen Lenamarle 2. Hon. Jackson Lelenkeju 3. Hon. Lentukunye Christopher 4. Hon. Leleruk James 5. Hon. Stacy Nareyio 6. Hon. Charity Lenyakopiro 7. Hon. Jonathan Lemoosaa 8. Hon. Patrick Leerte 9. Hon. Paul Leshimpiro
2	Committee on Selection	<ol style="list-style-type: none"> 1. Hon.Chirstopher Lentukunye 2. Hon. James Koileken Leleru 3. Hon. Jeremiah Leitoto 4. Hon. Silapia Lenamatiyio 5. Hon. James Lenanguram 6. Hon.Francis Lemartile 7. Hon.David Lekuchula 8. Hon. Rebecca Lolosoli 9. Hon. Lpesina Kelvin Lemantaan
3	County Public Investments and Accounts Committee	<ol style="list-style-type: none"> 1. Hon. Leshimpiro Paul Husima 2. Hon. Ngigi Stephen Kagiri

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

		<ol style="list-style-type: none"> 3. Hon. Esther Lenolkulal 4. Hon. Lemartile Francis Ltirisen 5. Hon. Leitoro Jeremiah Loitemu
4	County Budget and Appropriations Committee	<ol style="list-style-type: none"> 1. Hon. Lemoosa Maura lekuram 2. Hon. Lenamparasio Phelix Caunda 3. Hon. Christopher lentukunye 4. Hon. Lenamatiyo Silapia 5. Hon. Leshimpiro Paul Husima 6. Hon. Lenyakopiro Charity Pleipa 7. Hon. Lekuchula David Leinas 8. Hon. Leleruk James Koileken 9. Hon. Leitoro Jeremiah Loitemu
5	Committee on Implementation	<ol style="list-style-type: none"> 1. Hon. Lealmusia Ali 2. Hon. Ngigi Stephen Kagiri 3. Hon. Leerte Patrick 4. Hon. Lenamatiyo Silapia 5. Hon. Lenyakopiro Charity Pleipa 6. Hon. Eunice Serah Lekirenyei 7. Hon. Loregae Jane Nakinyi
6	Committee on Delegated County Legislation	<ol style="list-style-type: none"> 1. Hon. Lolosoli Rebecca Samaria 2. Hon. Lenanguram James Ntiituk 3. Hon. Lorunyei Lawrence Sebastia

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

		<ol style="list-style-type: none"> 4. Hon. Stacy Nareyo Lekirimpoto 5. Hon. Esther Lenolkulal 6. Hon. Loloju Joseph Lekoren 7. Hon. Lpesina Kelvin Lemantaan
7	Committee on Appointments	<ol style="list-style-type: none"> 1. Hon. Stephen Lenamarle 2. Hon. Jackson Lelenkeju 3. Hon. Lentukunye Christopher 4. Hon. Leleruk James 5. Hon. Stacy Nareyo 6. Hon. Charity Lenyakopiro 7. Hon. Jonathan Lemoosaa 8. Hon. Patrick Leerte 9. Hon. Paul Leshimpiro
8	Procedure and Rules Committee	<ol style="list-style-type: none"> 1. Hon. Stephen Lenamarle 2. Hon. Jackson Layan Lelenkeju- 3. Hon. Lemoosa Maura lekuram 4. Hon. Osman Adan dube 5. Hon. Leshimpiro Paul Husima 6. Hon. Stacy Nareyo Lekirimpoto 7. Hon. Esther Lenolkulal 8. Hon. Leleruk James Koileken 9. Hon. Lenamparasio Phelix Caunda
9	Liaison Committee	<ol style="list-style-type: none"> 1. Hon. Lelenkeju Jackson Layan 2. Hon. Stephen Lenamarle

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

		<ol style="list-style-type: none"> 3. Hon. Lealmusia Ali 4. Hon. Lolosoli Rebecca Samaria 5. Hon. Leleruk James Koileken 6. Hon. Loloju Joseph Lekoren 7. Hon. Lenamparasio Phelix Caunda 8. Hon. Leitoro Jeremiah Loitemu 9. Hon. Lemartile Francis Ltirisen 10. Hon . Lekuchula David Leinas 11. Hon. Lorunyei Lawrence Sebastia 12. Hon. Lpesina Kelvin Lemantaan 13. Hon. Leerte Patrick 14. Hon. Lenanguram James Ntiituk 15. Hon, Christopher Lentukunye 16. Hon. Leshimpiro Paul Husima 17. Hon. Lemoosa Maura lekuram
10	Powers and Privileges Committee	<ol style="list-style-type: none"> 1. Hon. Stephen Lenamarle 2. Hon. Jackson Layan Lelenkeju 3. Hon. Hassan Mohamed Asha 4. Hon. Lekuchula David Leinas 5. Hon. Lenanguram James Ntiituk 6. Hon. Loregae Jane Nakinyi 7. Hon. Leitoro Jeremiah Loitemu

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

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 Samburu 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.

Risk management

- County Assembly of Samburu risk management policy, risk fraud policy, training needs assessment, occupational, safety, and health administration (OSHA) are in place. All the above are effective arrangements for risk management and internal controls, also they are formal processes to assess changes in the internal and external environment.

Compliance

County Assembly of Samburu is a people centred assembly with the best parliamentary practices, we enhanced stakeholder engagement and a professional approach to doing business to promote representation, legislation and oversight in achieving sustainable development for the great people of Samburu County.

The County Assembly of Samburu has embraced the following policies and guidelines.

4. The Kenya Vision 2030
5. Medium Term Plan III (2023 – 2027)
6. The County Integrated Development Plan, 2023-2027
7. County Assembly of Samburu Policies and guidelines
8. The County Assembly of Samburu Strategic plan 2019-2023
9. Annual Development plan

10. Foreword By the Clerk of The Assembly

11. Forward by the Clerk of the Assembly

These are the financial statements for the County Assembly of Samburu for the financial year ended 30th June 2023, that are prepared in accordance with the standards and formats prescribed by the International Public Sector Accounting Standards - IPSAS (Cash basis). The report shows the revenue received from the national equitable share versus the expenditure incurred by the county assembly of Samburu in provision of services as per the approved budget.

(i) Budget performance

3 RECEIPT/ EXPENSE ITEM	ORIGINAL BUDGET	ADJUSTME NTS	FINAL BUDGET	ACTUAL ON COMPARABLE BASIS	% Utilisati on
Exchequer Releases	666,331,727	0	666,331,727	664,192,066	99.68%
Payments	666,331,727	0	666,331,727	664,144,352	99.99%
SURPLUS /DEFICIT				47,714	

The percentage utilization of the exchequer releases was 99.68% while the percentage utilization of the payments was 99.99%. There was a surplus of Kshs 47,714. Exchequer releases were 99.99% funded as per the budget for the financial year 20222023.

(i) Operational Performance

The County Assembly also subjected three bills through public participation and other legislation achievements for the financial year as listed below.

Trainings/capacity building of members

1. Induction of all members
2. Training of liaison committee
3. Training of committee on delegated legislation
4. Training of public accounts committee
5. Budget and appropriation committee

Bills

1. Youth and women Enterprise Bill, 2022
2. Finance Bill, 2022

3. Appropriation Bill, 2023

Approvals

1. Approval of all CECMs (9)
2. Approval of chief Officer (22) by relevant sectoral committees
3. Approval of CIDP
4. Approval of CFSP
5. Approval of ADP
6. Approval of County Secretary
7. Approval of County Attorney

(ii) Performance of key development projects

- a) For the financial year ended 30 June 2023, the county assembly chambers and offices block that has been under construction from the year 2017 had incurred total cumulative payment of Kshs 424,893,738 representing (80.72%) of the total project cost. Six (6) ward offices fences were constructed during the year.

(iii) Comment on value-for-money achievements

From the above development projects, the assembly has enough office space for the members and staff to operate from. Additionally, the assembly has adequate committee rooms for the committees to operate from.

The assembly chamber is well equipped with furniture and requisite systems that make the assembly to function effectively.

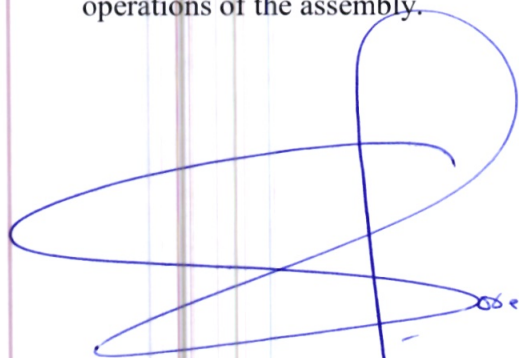
The cafeteria will ensure that the welfare of the staff and members is taken care of which will ensure high productivity of employees and members.

The Ward offices, fencing works and construction of 2 door pit latrines which are now complete, will save rent costs for the assembly while providing comfortable and convenient offices for the members to work from.

The construction of perimeter wall will enhance the security of assembly premises.

(iv) Challenges and Recommended Way Forward

- Inadequate ceilings set by commission on revenue allocation. This has in effect limited the assembly achievements.
- Ageing assembly vehicle pushing maintenance costs to unmanageable levels and increased vehicle down time. This has in return increased the cost of hiring vehicles
- Unresolved budget issues by the national commissions on benefits to members and members of staff
- Late forwarding and approval of supplementary budget for year 2022/2023 affected the operations of the assembly.
- Delay in disbursement of assembly exchequers from the national treasury slowed down the operations of the assembly.



.....
Name: *Patricia Lechore*
Clerk of the County Assembly

12. Statement of Performance Against County Assembly Predetermined Objectives

Guidance

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

Program	Objective	Outcome	Indicator	Performance
Legislation	To enhance Legislation process in the Assembly	Full knowledge of Assembly procedures and practices by all members	3 Bills Passed 1 Budget passed 1 CFSP adopted 1 ADP adopted	In FY 22/23 MCA's carried out exposure visits and ward visits. They also attended Assembly plenary and committees. They adhered to strict codes of Ethics and conduct for MCAs.
Oversight	To improve on the oversight function in the Assembly	Prudent distribution and absorption of County Resources Transparent and Effective oversight	Trainings carried out Oversight field visits undertaken	Realistic implementation of Quarterly work plans Adherence to Budget cycle Ensured financial commitments reflect the policy programs of the County

Samburu County Assembly

Annual Report and Financial Statements For the year ended 30th June 2023

				Increased public participation in the budget preparation phase
Representation	To enhance representation role of members of County Assembly	<p>Increase County legislation comprising of Citizen Priorities</p> <p>Increase Citizen priorities in County Development plans</p>	<p>99% Attendance of Assembly business</p> <p>97% on Budget implementation</p>	<p>Encouraged public participation in the Assembly processes</p> <p>MCA's encouraged to use various digital platforms to access and disseminate Assembly information</p>

13. Corporate Social Responsibility Statement/Sustainability Reporting

Samburu County Assembly exists to transform lives. This is our purpose; the driving force behind everything we do. It is what guides us to deliver our strategy, which is founded on three pillars: legislation, oversight and representation. The Assembly endeavoured to reach out to the public and show case the Assembly's activities where it organised and participated in various forums in order to interact with the public. This enabled the Assembly to inspire public confidence and trust to the public as well as establish networks and partnership with key stakeholders like media, business community, NGO's, community based organisation, religious based organisation, Judiciary, provincial administration and professionals. Below is a brief highlight of our achievements in each pillar

a) Sustainability strategy and profile –

The Assembly as part of its sustainability measures ensured that there is Monitoring and Evaluation framework that ensured implementation of the Strategic Plan and its review based on the set key performance indicators. The Assembly has a risk policy that identifies risk factors which hinder the implementation of strategic plan and develops appropriate mitigating strategy.

b) Environmental performance

The County Assembly of Samburu is duly registered with DOSH (Directorate of Occupational Safety and Health), it has appointed Occupational Safety and Health Committee which conducts assessment of work environment and recommends to the Management Committee on any improvements to be carried out.

c) Employee welfare

The County Assembly has a welfare committee that take care of general wellness of the Assembly staff and members. It also takes care of working conditions, benefits, sports, grievances and representation issues relating to the welfare of the staff. It has mandates like being voice of the people, handling wellness of the staff members, handling staff complains and sensitizing staff on the importance of the welfare as well as implementation of the policy. Also in place is a Safety and Health Committee, which deals with safety of the staff, and Members.

d) Market place practices-

The organisation should outline its efforts to:

a) Responsible Supply chain and supplier relations-

Samburu county assembly endeavours to maintain good relationship with its suppliers. We fast track the payment of suppliers by honouring their contracts as soon as we get funding from the national treasury. As a result, by end of this financial year we had minimal pending bills. Any advertisement made by the Assembly is usually done via the website or the local newspaper to reach as many citizens as possible.

b) Responsible ethical practices-

Samburu County Assembly is a Corruption free environment. We ensure responsible competition practices by advertising for various procurement tenders through our website and through the national newspaper. Suppliers are given an equal opportunity to apply for the tenders to promote fair competition. Evaluation is done and the award is given to the best-suited supplier

c) Stewardship of goods and services

County Assembly of Samburu has safeguarded all his goods and service providers through respective departments.

e) Community Engagements

The Assembly contributed to the Covid 19 fund kitty where a number of vulnerable households were given food and financial support to supplement their livelihood. They donated masks and sanitizers to help curb the Covid-19 pandemic.

The Assembly participated in peace reconciliation meetings in various wards that were affected by cattle rustling and insecurity during the year

14. 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, 20xx. 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.

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, 20xx, 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 year 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.

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 30th Sept 2023


.....
Name: Patricia Weshore
Clerk of the County Assembly

REPUBLIC OF KENYA

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



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF SAMBURU 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 the 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 Samburu set out on pages 1 to 37, 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 for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35

of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Inaccuracy in the Statement of Cash Flows

The statement of cash flows reflects Nil balance under increase /(decrease) in accounts payables. However, Note 19 which supports the balance reflects Kshs.24, 087,216 as a decrease in third party deposits and retentions. No explanation was given for the exclusion of the balance from the statement of cash flows.

In the circumstances, the accuracy of the statement of cash flows could not be confirmed.

2. Unconfirmed Transfers to Other Government Entities

The statement of receipts and payments and Note 7 to the financial statements reflect Kshs.18,800,000 as transfers to other government entities. The amount is disclosed in Note 7 as having been transferred to Car Loan Scheme Fund. Review of records and financial statements of Samburu County Assembly Mortgage and Car Loan Scheme Fund for the year under review does not reflect receipt of Ksh.18,800,000 from the County Assembly.

In the circumstance, the accuracy and completeness of the transfers to other government entities of Kshs.18,800,000 included in the statement of receipts and payments could not be confirmed.

3. Misclassification of Expenditure

Available records indicate that various expenditures totalling to Kshs.20,218,801 were wrongly classified. The expenditures were wrongly charged to account codes where the expenditure was not budgeted for as reflected in appendix I.

There was no evidence that journal vouchers were passed to correct the anomaly and no explanation was provided for failure to classify expenditure as per approved standard chart of accounts.

In the circumstances, the accuracy and propriety of the various expenditures totalling Kshs.20,218,801 included in the statement of receipts and payments could not be confirmed.

4. Un-Updated and Incomplete Asset Register

Annexure 4 to the financial statements reflects Kshs.741,933,723 in respect to summary of non-current assets balance. However, a total of Kshs.6,165,160 worth of assets were acquired during the year under review but were not included in the asset register. This understated the non-current assets balance by Kshs.6,165,160.

Further, the summary of non-current asset register in Annex 4 reflects total assets of Kshs.741,933,723 while the asset register provided for audit review reflects total assets of Kshs.475,489,601 resulting to unexplained variance of Kshs.266,444,122.

In the circumstances, the accuracy and completeness of the non-current assets balance of Ksh.741,933,723 disclosed in Annexure 4 to the financial statements could not be confirmed.

5. Unsupported Cash and Cash Equivalents Balance

Note 13A to the financial statements reflects cash and bank balance of Kshs.47,714. However, the bank reconciliation statements and cashbooks were not provided for audit review.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.47,714 could not be confirmed.

6. Unsupported Accounts Payables

The statement of assets and liabilities and Note 15 to the financial statements reflects a balance of Kshs.12,886,034 in respect of accounts payables (deposits and retentions). However, no records of outstanding deposits and retentions payable and aging analysis were provided for audit review.

In the circumstances, the accuracy of accounts payables of Kshs.12,886,034 could not be confirmed.

7. Un-Supported Expenditure

Note 5 to the financial statements reflects a balance of Kshs.219,017,609 being use of goods and services. Out of this balance, Kshs.13,800,000 was spent on foreign travel. Included in this component is an imprest of Kshs.1,524,028 paid to two officers for training in Dubai. However, documents in support of the travel, training and the justification thereof were not provided for audit review.

In the circumstances, the propriety of the expenditure of Kshs.1,524,028 included in use of goods and services in Note 5 to the financial statements 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 Samburu 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.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

Various prior year audit issues remained unresolved as at 30 June, 2023. Management has not provided reasons for the delay in resolving the prior year audit issues. Further, the unresolved prior year issues are not disclosed under the progress on follow up of auditor's recommendations section of the financial statements as required by the Public Sector Accounting Standards Board.

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 for Conclusion

1.0 Non-Compliance with the One-Third of Basic Salary Rule

During the year under review, a review of payroll records indicated that thirteen (13) employees earned a net salary of less than a third (1/3) of the basic salary contrary to Section 19 (3) of the Employment Act, 2007 which states that the total amount of deduction of the wages of an employee shall not exceed two-thirds (2/3) of such wages.

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

2.0 Overpayment of Board Member's Monthly Retainer Remuneration Package

Records available on benefits of the Members of the County Assembly Service Board (CASB) revealed that two officers were appointed as external members of CASB with effect from 20 December, 2022. Between January, 2023 and June, 2023 the officers drew extra benefits amounting to Kshs.20,000 each per month totalling to Kshs.240, 000 for the period. They were paid Kshs.155,000 retainer remuneration instead of Kshs.145, 000.

Further, Kshs.10,000 was paid to them as house allowance contrary to SRC circular REF.NO.SRC/TS/CGORT/3/6/VOL.IV(49), which recommends a monthly retainer remuneration package for a part-time board member of Kshs.145,000, transport allowance of Kshs.20,000, telephone Allowance of Kshs.4,000 and a sitting allowance of Kshs.8,000 per sitting. The approval from the Salaries and Remuneration Commission was not provided to justify the extra package.

In the circumstances, the propriety of additional expenditure of Kshs.240,000 could not be ascertained. In addition, Management was in breach of the law.

3.0 Non-Compliance with Law on Staff Ethnic Composition

As previously reported, the total number of employees of the County Assembly were seventy-four (74) out of which sixty-three (63) or 85 % of the total number were members of the dominant ethnic community in the county contrary to Section 65 (1) (e) of the County Governments Act which provides that in selecting candidates for appointment, the County Public Service Board shall consider the need to ensure that at least thirty percent of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the county.

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

4.0 Unauthorized Payments of Subscription Fees

Note 5 to the financial statements on use of goods and services reflects Kshs.19,606,695 in respect to other operating expenses which further includes Kshs.750,000 paid to Society of Clerks -At-The Table (SOCATT) and Kshs.5,139,655 paid to County Assembles Forum (CAF) as annual subscription fees. Review of the SOCATT and CAF records revealed that these bodies do not draw their mandate from the Constitution Kenya or an Act of Parliament. In addition, the final approved budget for the year 2022/2023 did not have a provision for the payment of these subscriptions.

The basis for the payments made to these organizations was therefore, not legally supported and is contrary to Public Finance Management (County Governments) Regulations No. 105 (1) which explains that an Accounting Officer may authorize payment vouchers provided such expenditure is in respect of and within the provision of the services in a County Treasury warrant and in accordance with the law and regulations.

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

5.0 Unauthorized Over Expenditure on Construction of the Speakers Residence

The Management entered into a contract for construction of the Speakers residence on 14 January, 2022 at a contract sum of Ksh.33, 934,103. This was later varied to Kshs.42,385,323 resulting into the contract sum exceeding the KSh.35, 000,000 ceiling set by the Salaries and Remuneration Commission in its circular referenced SRC/TS/COG/6/61/48 VOL.II (64) of 20 May 2019 by an amount of Kshs.7,385,323.

As at 13 April, 2023, an amount of Ksh.41, 685,322.6 had been paid to the contractor for the works. However, documents to confirm the approval of the over expenditure on speakers Residence by the Senate were not provided for audit review.

Further, the deadline of 30 June, 2022 for the completion of the residence had been surpassed and, therefore, the speaker was not enjoying the housing benefit as provided for by the Salaries and Remuneration Commission.

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Understaffing of Internal Audit Department

The County Assembly of Samburu organization structure provided for the position of an internal auditor and an assistant internal auditor in job group P and M respectively. However, the internal audit department had only one member of staff, an assistant internal auditor who was unable to carry out internal audit functions in the entire County Assembly contrary to Section 155 (1) to (5) of the Public Finance Management Act, 2012 which states that every County government entity shall ensure that it complies with this Act and has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board.

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

Responsibilities of 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 County Assembly's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to dissolve the County 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, the 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 County 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 County Assembly's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Assembly to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the County 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

21 December, 2023

Appendix 1- Misclassification of Expenditure

Date	Pv No	Description	Amount (Kshs.)	Account Charged	Correct Account
6-Jun-23	Pv 00	Reimbursement for Travel Cost	306,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
8-Jun-23	Pv 835	Claim for Travel Cost	43,994	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
8-Jun-23	Imp No 4254655	Surrender of Imp No 4254655	552,300	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
9-Jun-23	Pv 837	Public Participation on CIDP	160,506	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
10-Nov-22	Pv 228	Expenses incurred By Speaker on Official Duty to Mombasa	74,240	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
10-Nov-22	Pv 232	Official Duty to Nakuru	168,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
28-Mar-23	Pv 606	Being Reimbursement for Motor Vehicle Fuel	71,475	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
28-Mar-23	Pv	Claim for Night out	56,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
12-Apr-23	Pv 648	Travel Cost to Mombasa	85,600	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
13-Jun-23	Pv 839	Transport Cost	221,600	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
29-Jun-23	Pv 865	Claim for Night Out Allowances	262,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
6-Apr-23	Pv 636	Reimbursement for Transport Allowances	656,200	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
6-Apr-23	Pv 638	Reimbursement for Transport Allowances	96,200	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
8-May-23	Pv 685	Reimbursement for Transport Allowances	373,800	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence

Date	Pv No	Description	Amount (Kshs.)	Account Charged	Correct Account
22-Feb-23	Pv 569	Payment for Statutory Deduction for The Month of Feb 2023	4,159,024	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
30-Mar-23	Pv 621	Reimbursement for Transport Allowances	93,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
8-Jun-23	Imp No 4254669	Surrender of Imp No 4254669	284,800	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
22-Jun-23	Pv 850	Claim for Night Out	125,664	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
13-Oct-22	Pv 485	Claim from Transition Committee	485,400	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
8-Nov-22	Pv 199	Travel Cost to Mombasa	162,400	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
9-Nov-22	Pv 223	Claim for Travel	146,600	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
10-Nov-22	Pv 229	Travel to Mombasa On Official Duty	162,400	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
28-Nov-22	Imp No 4254598	Surrender of Imp No 4254598	28,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
9-Jun-23	Pv 838	Public Participation on Budget Estimates	980,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
13-Jun-23	Pv 848	Night Out Claim	164,100	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
22-Jun-23	Pv 849	Claim for Night Out	109,144	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
30-Jun-23	Pv 869	Claim for Night out	89,600	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
30-Jun-23	Pv 813	Office Expenses	35,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
30-Mar-23	Pv 617	Reimbursement for Transport Allowances	220,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence

Date	Pv No	Description	Amount (Kshs.)	Account Charged	Correct Account
8-Feb-23	Pv 541	Reimbursement for Office Standing Imprest	308,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
19-Apr-23	Pv 702	Claim for Night out	79,300	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
22-Jun-23	Imp No 4254665	Surrender of Imp No 4254665	754,400	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
16-May-23	Pv 782	Claim for Night Allowance	127,100	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
16-May-23	Pv 671	Claim for Night Out	262,500	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
17-May-23	Pv 783	Reimbursement for Travel Cost in Nairobi	162,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
18-May-23	Pv 789	Night Out Claim	56,717	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
30-Jun-23	Imp No 4254566	Surrender of Imp No 4254566	940,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
20-Dec-22	Pv348	Night Out Claim	44,100	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
20-Dec-22	Pv 319	Travel Cost to Nbi	108,800	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
20-Dec-22	Pv 326	Night Claim Mbsa	114,000	Personal allowances paid as Part of Salary	Domestic Travel and Subsistence
2-Feb-23	Pv 503	Cost of Car Hire	310,000	Motor Vehicle repairs and maintenance	Rentals of Produced Assets
23-May-23	45069	Furniture Set	254,880	Motor Vehicle repairs and maintenance	Purchase of Office Furniture and General Equipment
12-Jun-23	Pv	KRA Agency	200,779	Motor Vehicle repairs and maintenance	General Withholding Tax
12-Aug-22	Pv	KRA Agency	305,928	Motor Vehicle repairs and maintenance	General Withholding Tax

Report of the Auditor-General on County Assembly of Samburu for the year ended 30 June, 2023

Date	Pv No	Description	Amount (Kshs.)	Account Charged	Correct Account
22-Dec-22	Pv 367	Provision of Car Hire Services	390,000	Motor Vehicle repairs and maintenance	Rentals of Produced Assets
22-Dec-22	Pv 373	Provision for Car Hire Services	210,000	Motor Vehicle repairs and maintenance	Rentals of Produced Assets
6-Jan-23	Pv 385	General Office Equipment Maintenance; Maintenance of Printers	172,490	Motor Vehicle repairs and maintenance	Routine Maintenance - Other Assets
6-Feb-23	22	Diesel Fuel	747,400	Motor Vehicle repairs and maintenance	Fuel, oil and Lubricants
4-Apr-23	Pv 628	Reimbursement for Purchase of Fuel	49,000	Motor Vehicle repairs and maintenance	Fuel, oil and Lubricants
25-May-23	Pv 808	Stapler; Giant Size	287,500	Motor Vehicle repairs and maintenance	Communication, Supplies and Services
11-Apr-23	15	Furniture Set	612,740	Refurbishment of Buildings	Purchase of Office Furniture and General Equipment
14-Nov-22	Pv 240	Claim Pigeon Hole Refurbishment	56,920	Foreign travel	Other operating expenses
14-Nov-22	Pv 239	Claim for Official Duty to Nakuru	67,200	Foreign travel	Domestic travel
14-Nov-22	Pv 237	Claim on Official Duty to Nakuru	142,800	Foreign travel	Domestic travel
22-Nov-22	Pv 172	Payment for Police Officers	69,000	Foreign travel	Specialized supplies and services
22-Nov-22	Pv 193	Claim for Travel	62,000	Foreign travel	Domestic travel
22-Nov-22	Pv 191	Reimbursement	10,500	Foreign travel	Domestic travel
22-Nov-22	Pv 267	Reimbursements	183,000	Foreign travel	Domestic travel
14-Dec-22	Pv333	Official Travel to Mombasa	421,500	Foreign travel	Domestic travel
15-Dec-22	Pv 336	Claim for Night out	606,200	Foreign travel	Domestic travel
15-Dec-22	Pv 337	Claim for Night out	320,850	Foreign travel	Domestic travel
21-Dec-22	Pv 359	Official Duty to Nairobi	292,000	Foreign travel	Domestic travel
16-Feb-23	Pv 512	Claim for Night out	421,000	Foreign travel	Domestic travel
14-Nov-22	Pv 241	Claim for Official Duty to Nairobi	153,920	Foreign travel	Domestic travel
15-Dec-22	Pv 290	Payment for Travel Cost	142,400	Foreign travel	Domestic travel

Report of the Auditor-General on County Assembly of Samburu for the year ended 30 June, 2023

Date	Pv No	Description	Amount (Kshs.)	Account Charged	Correct Account
15-Dec-22	Pv 335	Payment for Travel Cost	106,500	Foreign travel	Domestic travel
21-Dec-22	Pv 358	Milk Supply Nov 2022	57,330	Foreign travel	Specialized supplies and services
10-Nov-22	Pv 226	Reimbursement for Expenses Incurred	165,000	Office Furniture	Domestic travel
9-Mar-23	Pv 590	Office Exp.	27,000	Specialized Plant	Office and General Supplies and Services
29-Mar-23	Pv 620	Reimbursement for Expenses Incurred	43,000	Specialized Plant	Domestic travel
	Total		20,218,801		

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

		2022-2023	2021-2022
	Note	KShs	KShs
Receipts			
Transfers from the CRF	1	664,192,066	672,270,174
Proceeds from sale of assets	2	-	-
Miscellaneous receipts	3	-	-
Total receipts		664,192,066	672,270,174
Payments			
Compensation of employees	4	279,617,540	292,503,363
Use of goods and services	5	219,017,609	204,290,012
Subsidies	6	-	-
Transfers to other government entities	7	18,800,000	-
Other grants and transfers	8	-	-
Social security benefits	9	1,920,664	18,120,711
Acquisition of assets	10	144,788,539	155,509,558
Finance costs	11	-	-
Other payments	12	-	-
Total payments		664,144,352	670,423,644
Surplus/deficit		47,714	1,846,530

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 20th Sept 2023 and signed by:

.....
Name: Patrick Kamais Leshore
Clerk of the Assembly

.....
Name: Nelson Joseph Lesorogol
Chief Finance Officer – County Assembly
ICPAK Member Number: 22366

**Comparative FY means the financial year preceding the current financial year.*

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

17. 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	47,714	1,846,530
Cash balances	13B	-	-
Total cash and cash equivalents		47,714	1,846,530
Imprests and Advances	14	-	-
Retentions		12,886,034	36,973,250
Total financial assets		12,933,748	38,819,780
Financial liabilities			
Third party deposits and retention	15	12,886,034	36,973,250
Net financial assets		47,714	1,846,530
Represented by			
Fund balance b/fwd	16	-	-
Prior year adjustment	17	-	-
Surplus/(deficit) for the year		47,714	1,846,530
Net Financial Position		47,714	1,846,530

The Amount of Kshs. 1,846,530 which is closing balance for Financial year 2021-2022 cannot be disclosed as opening balance for financial year 2022-2023 because it was transferred to CRF

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30th Sept 2023 and signed by:

.....
Name: Patrick Kamais Leshore
Clerk of the Assembly

.....
Name: Nelson Joseph Lesorogol
Chief Finance Officer – County Assembly
ICPAK Member Number: 22366

18. 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 CRF	1	664,192,066	672,270,174
Miscellaneous receipts	3	-	-
Total receipts from operating income		664,192,066	672,270,174
Payments for operating expenses			
Compensation of employees	4	279,617,540	292,503,363
Use of goods and services	5	219,017,609	204,290,012
Subsidies	6	-	-
Transfers to other government entities	7	18,800,000	-
Other grants and transfers	8	-	-
Social security benefits	9	1,920,664	18,120,711
Finance costs	11	-	-
Other payments	12	-	-
Total payments for operating expenses		519,355,813	514,914,086
Net receipts/(payments) from operating activities		144,836,253	157,356,088
Adjusted for:			
Prior year adjustment	17	-	-
Decrease/(increase) in accounts receivable:	18	-	-
Increase/(decrease) in accounts payable:	19	-	-
Net cash flows from operating activities		144,836,253	157,356,088
Cashflow from investing activities			
Proceeds from sale of assets	2	-	-
Acquisition of assets	10	(144,788,539)	(155,509,558)
Net cash flows from investing activities		(144,788,539)	(155,509,558)
Cash flow From Financing Activities			

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

		2022-2023	2021-2022
	Note	KShs	KShs
Repayment of principal on domestic and foreign borrowing		-	-
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		47,714	1,846,530
Cash & cash equivalent at Start of the year		-	-
Cash & cash equivalent at end of the year		47,714	1,846,530

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30th sept. 2023 and signed by:

.....
Name: Patrick Kamais Leshore
Clerk of the Assembly

.....
Name: Nelson Joseph Lesorogol
Chief Finance Officer – County Assembly
ICPAK Member Number: 22366

19. Statement Of Comparison of Budget & Actual Amounts: Recurrent and Development for year ended 30th June 2023

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the CRF	666,331,727		666,331,727	664,192,066	2,139,661	99.68%
Proceeds from sale of assets			-		-	0.00%
Other receipts			-		-	0.00%
Total	666,331,727	-	666,331,727	664,192,066	2,139,661	99.68%
Payments						0.00%
Compensation of employees	284,629,969	(6,200,000)	278,429,969	279,617,540	(1,187,571)	100.43%
Use of goods and services	187,656,500	33,840,000	221,496,500	219,017,609	2,478,891	98.88%
Subsidies	-	-	-	-	-	0.00%
Transfers to other government entities	18,800,000	-	18,800,000	18,800,000	-	100.00%
Other grants and transfers	-	-	-	-	-	0.00%
Social security benefits	28,845,258	(26,900,000)	1,945,258	1,920,664	24,594	98.74%
Acquisition of assets	146,400,000	(740,000)	145,660,000	144,788,539	871,461	99.40%
Finance costs	-	-	-	-	-	0.00%
Other payments	-	-	-	-	-	0.00%
Total	666,331,727	-	666,331,727	664,144,352	2,187,375	99.67%
Surplus/ deficit	-	-	-	47,714	(47,714)	

The entity financial statements were approved on 30th sept 2023 and signed by:


.....
Name: Patrick Kamais Leshore

Clerk of the Assembly


.....
Name: Nelson Joseph Lesorogol

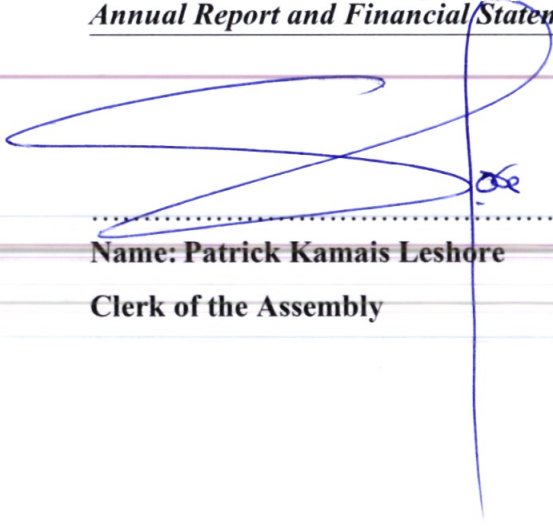
Chief Finance Officer – County Assembly

ICPAK Member Number: 22366

12A Statement of Comparison Of Budget & Actual Amounts: Recurrent for the year ended 30th June 2023

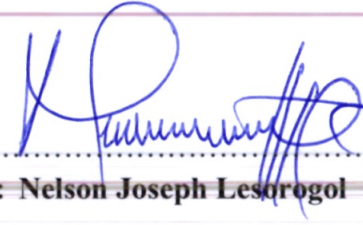
Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the CRF	535,331,727		535,331,727	535,331,727	-	100%
Proceeds from sale of assets			-		-	0%
Other receipts			-		-	0%
Total	535,331,727	-	535,331,727	535,331,727	-	100%
Payments						0%
Compensation of employees	284,629,969	(6,200,000.00)	278,429,969	279,617,540	(1,187,571)	100%
Use of goods and services	187,656,500	33,840,000.00	221,496,500	219,017,609	2,478,891	99%
Subsidies	-	-	-		-	0%
Transfers to other government entities	18,800,000	-	18,800,000	18,800,000	-	100%
Other grants and transfers	-	-	-	-	-	0%
Social security benefits	28,845,258	(26,900,000.00)	1,945,258	1,920,664	24,594	99%
Acquisition of assets	15,400,000	(740,000.00)	14,660,000	15,928,200	(1,268,200)	109%
Finance costs	-	-	-		-	0%
Other payments	-	-	-		-	0%
Total	535,331,727	-	535,331,727	535,284,013	47,714	100%
Surplus/ deficit	-	-	-	47,714	(47,714)	0%

The entity financial statements were approved on 30th sept 2023 and signed by:



Name: Patrick Kamais Leshore

Clerk of the Assembly



Name: Nelson Joseph Lesorogol

Chief Finance Officer – County Assembly

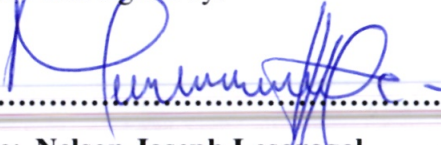
ICPAK Member Number: 22366

12B Statement Of Comparison of Budget & Actual Amounts: Development for the year ended 30th June 2023

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the CRF	131,000,000		131,000,000	128,860,339	2,139,661	98.4%
Proceeds from sale of assets			-		-	0.0%
Other receipts			-		-	0.0%
Total	131,000,000	-	131,000,000	128,860,339	2,139,661	98.4%
Payments			-			0.0%
Compensation of employees			-		-	0.0%
Use of goods and services			-		-	0.0%
Subsidies			-		-	0.0%
Transfers to other government entities			-		-	0.0%
Other grants and transfers			-		-	0.0%
Social security benefits			-		-	0.0%
Acquisition of assets	131,000,000		131,000,000	128,860,339	2,139,661	98.4%
Finance costs			-		-	0.0%
Other payments			-		-	0.0%
Total	131,000,000	-	131,000,000	128,860,339	2,139,661	98.4%
Surplus/ deficit	-	-	-	-	-	

The entity financial statements were approved on 30th sept 2023 and signed by:

.....
Name: Patrick Kamais Leshore
Clerk of the Assembly


.....
Name: Nelson Joseph Lesorogol
Chief Finance Officer – County Assembly
ICPAK Member Number: 22366

20. Budget Execution By Programmes And Sub-Programmes

Programme/Sub-Programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	% Budget utilization
	2022-2023	2022-2023	2022-2023	2022-2023	2022-2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Programme 1	-	-	-	-	-
Sub-Programme 1- Recurrent	535,331,727	-	535,331,727	535,331,727	100.0%
	-	-	-	-	0.0%
	-	-	-	-	0.0%
					0.0%
Programme 2	-	-	-	-	0.0%
Sub-Programme 1 – Development	131,000,000	-	131,000,000	128,860,339	98.4%
	-	-	-	-	0.0%
	-	-	-	-	0.0%
					0.0%
Total	666,331,727	-	666,331,727	664,192,066	99.7%

21. 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 third party 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 some classes of receivables and payables as outlined above.

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 Samburu 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 xxx. *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 developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Executive's budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on xxx for the period 1st July 20xx to 30 June 20xx as required by law. There was xxx number of supplementary budgets passed in the year. A high-level assessment of the County Executive's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

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.

22. Notes to the Financial Statements

1. Transfer From CRF

	2022-2023	2021-2022
	Kshs	Kshs
Transfers from the county treasury for Q1	70,002,431	71,546,399
Transfers from the county treasury for Q2	163,877,501	178,170,947
Transfers from the county treasury for Q3	257,102,885	183,022,638
Transfers from the county treasury for Q4	173,209,249	239,530,190
Cumulative amount	664,192,066	672,270,174

2. 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	-	-

Notes to the Financial Statements

3. Miscellaneous receipts

	2022-2023	2021-2022
	Kshs	Kshs
Insurance Recoveries	-	-
Other receipts (specify)*	-	-
Total	-	-

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
Basic salaries of permanent employees	154,310,329	153,456,139
Basic wages of temporary employees	-	-
Personal allowances paid as part of salary	125,307,211	139,047,224
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	-	-
Pension and other social security contributions	-	-
Social benefit schemes outside government	-	-
Other personnel payments	-	-
Total	279,617,540	292,503,363

Notes To The Financial Statements (Continued)

5. Use Of Goods And Services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	192,693	315,557
Communication, supplies and services	3,593,000	2,117,900
Domestic travel and subsistence	66,707,797	81,014,502
Foreign travel and subsistence	13,800,000	26,658,614
Printing, advertising and information supplies & services	3,954,888	604,680
Rentals of produced assets	13,029,732	9,884,280
Training expenses	29,389,267	9,855,700
Hospitality supplies and services	11,179,097	22,267,778
Insurance costs	20,591,810	18,377,579
Specialized materials and services	4,631,340	1,000,600
Office and general supplies and services	9,354,800	9,389,906
Fuel, oil and lubricants	9,294,254	6,574,401
Other operating expenses <i>(Include Bank charges)</i>	22,147,795	14,005,038
Routine maintenance – vehicles and other transport equipment	9,540,716	2,130,377
Routine maintenance – other assets	1,610,420	93,100
Total	219,017,609	204,290,012

Notes To The Financial Statements (Continued)**6. Subsidies**

Description	2022-2023	2021-2022
	Kshs	Kshs
Subsidies To County Corporations	-	-
	-	-
	-	-
	-	-
Subsidies To Private Enterprises	-	-
	-	-
	-	-
	-	-
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	18,800,000.00	-
Mortgage scheme/fund	-	-
Others (insert name of budget agency)	-	-
	-	-
Total	18,800,000.00	-

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	1,920,664	18,120,711
Social Security Benefits	-	-
Employer Social Benefits	-	-
Total	1,920,664	18,120,711

Notes To The Financial Statements (Continued)

10. Acquisition Of Assets

<u>Non- financial assets</u>	2022-2023	2021-2022
	Kshs	Kshs
Purchase of buildings	-	-
Construction of buildings	128,860,339	154,305,958
Refurbishment of buildings	-	-
Construction of roads	-	-
Construction and civil works	-	-
Overhaul and refurbishment of construction and civil works	-	-
Purchase of vehicles and other transport equipment	7,510,000	-
Overhaul of vehicles and other transport equipment	-	-
Purchase of household furniture and institutional equipment	-	-
Purchase of office furniture and general equipment	5,111,100	42,600
Purchase of specialized plant, equipment and machinery	3,307,100	1,161,000
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 strategic stocks and commodities	-	-
Acquisition of land	-	-
Acquisition of intangible assets	-	-
Total acquisition of non- financial assets	144,788,539	155,509,558
<u>Financial assets</u>		
Domestic public non-financial enterprises	-	-
Domestic public financial institutions	-	-
Total acquisition of financial assets	-	-
Total acquisition of assets	144,788,539	155,509,558

Notes To The Financial Statements (Continued)

11. Finance Costs

	2022-2023	2021-2022
	Kshs	Kshs
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	-	-

12. Other Payments

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

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
Samburu County Development, Kshs recurrent	No. 1000195525	Development	-	-
Samburu County Assembly Recurrent, Kshs recurrent	No. 1000195517	Recurrent	47,714	1,846,530
<i>Name Of Bank, Account Name & Currency</i>		Deposit		
Total			47,714	1,846,530

13B. Cash In Hand

	2022-2023	2021-2022
	Kshs	Kshs
Cash In Hand – Held In Domestic Currency	-	-
Cash In Hand – Held In Foreign Currency	-	-
Total	-	-

Notes To The Financial Statements (Continued)

Cash in hand should be analysed as follows:

Description	2022-2023	2021-2022
	Kshs	Kshs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Total	-	-

14. Imprests and Advances

Description	2022-2023	2021-2022
	Kshs	Kshs
Government Imprests	-	-
Salary Advance	-	-
Clearance accounts	-	-
Total	-	-

Breakdown Of Imprest And Salary Advance Per Department	2022-2023	2021-2022
Imprests	Kshs	Kshs
Department	-	-
Department	-	-
Department	-	-
Sub-Total	-	-
Salary Advance		
Department	-	-
Department	-	-
Sub-Total	-	-
Grand Total	-	-

Notes To The Financial Statements (Continued)

15. Third Party Deposits and Advances

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Deposits	-		-	
Retentions	12,886,034		36,973,250	
Total	12,886,034		36,973,250	
Ageing analysis (third party deposits and advances)	2022-2023	% of the Total	2021-2022	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total (tie to above total)	-		-	

16. Fund Balance Brought Forward

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Bank Accounts	-		-	
Cash In Hand	-		-	
Imprests and advances	-		-	
Third party deposits and retentions	(-)		(-)	
Total	-		-	

17. Prior Year Adjustments

	Balance b/f from 2021-2022 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f For 2021-2022
Description Of The Error	Kshs	Kshs	Kshs
Bank Account Balances	-	-	-
Cash In Hand	-	-	-
Imprests and advances	-	-	-
Third party deposits and retention	-	-	-
Others (<i>Specify</i>)	-	-	-
	-	-	-

(prior period adjustment applies to the correction of an error in the financial statements of a prior period. *Explain whether the prior year relates to errors noted in prior year, changes in estimates or accounting policy.*)

18. Changes In Imprests and Advances

Description	2022-2023	2021-2022
	Kshs	Kshs
Opening Imprests and Advances As At 1 st July 2023	-	-
Closing Imprests and Advances As At 30th June 2023	-	-
Change In Imprests and Advances	-	-

19. Changes In Third Party Deposits and Retentions

Description	2022-2023	2021-2022
	Kshs	Kshs
Opening Third Party Deposits and Retention As At 1 st July 2023	36,973,250	21,542,654
Closing Third Party Deposits and Retention As At 30th June 2023	12,886,034	36,973,250
Change In Third Party Deposits and Retention	(24,087,216)	15,430,596

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

Notes To The Financial Statements (Continued)

Other Disclosures

1. Pending Accounts Payable

	Balance b/f 2021-2022	Additions for the year	Paid during the year	Balance c/f 2022-2023
Description	Kshs	Kshs	Kshs	Kshs
Construction Of Buildings	-	-	-	-
Construction Of Civil Works	-	-	-	-
Supply Of Goods	-	-	-	-
Supply Of Services	-	-	-	-
Total	-	-	-	-

2. Pending Staff Payables

	Balance b/f	Additions for the year	Paid during the year	Balance c/f 2022-2023
Description	Kshs	Kshs	Kshs	Kshs
Senior Management	-	-	-	-
Middle Management	-	-	-	-
Unionisable Employees	-	-	-	-
Others	-	-	-	-
Total	-	-	-	-

Notes To The Financial Statements (Continued)

3. Other Pending Payables

	Balance b/f Insert Comparative FY	Additions for the year	Paid during the year	Balance c/f (insert current FY)
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

	2022-2023	2021-2022
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

	2022-2023	2021-2022
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
Total	-	-

Notes To The Financial Statements (Continued)

b) Undrawn external assistance

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

c) Classes of providers of external assistance

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

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

Notes To The Financial Statements (Continued)

d. Non-Monetary External Assistance

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

e. Purpose and use of external assistance.

Payments Made By Third Parties	2022-2023	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	-	-

Notes To The Financial Statements (Continued)

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

This relates to external assistance paid directly by third parties to settle obligations on behalf of the entity

	2022-2023	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

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.

5.1 Classification by Source

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

Notes To The Financial Statements (Continued)

5.2 Classification of payments made by Third Parties by Nature of expenses.

Payments made by third parties	2022-2023	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.

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

Related party transactions:

	2022-2023	2021-2022
	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 other entities under the Assembly	-	-
Total Transfers to related parties	-	-
<u>Transfers from related parties</u>		
Transfers from the CRF	-	-
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	2022-2023	2021-2022
	Kshs	Kshs
Court case xxx against the entity	-	-
Bank guarantees in favour of subsidiary	-	-
contingent liabilities arising from PPPs	-	-
Total	-	-

23. Progress On Follow On Prior Year Auditor’s Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.

.....
Clerk of the County Assembly

Date

20th sept 2023

24. Annexes

Annex 1 – Analysis Of Pending Accounts Payable

Supplier of Goods or Services	Date invoiced/ contracted	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance
			a	b	c	d=a+b-c	
Construction Of Buildings							
1.							
Sub-Total							
Construction Of Civil Works							
2.							
Sub-Total							
Supply Of Goods							
3.							
Sub-Total							
Supply Of Services							
4.							
Sub-Total							
Grand Total							

Note: Pending bills comprise goods and services rendered and invoiced but not yet settled as at the end of the year.

Annex 2 – Analysis Of Pending Staff Payables

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Comparative FY	Comments
			a	b	c=a-b		
Senior Management	-	-	-	-	-	-	-
1.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Middle Management	-	-	-	-	-	-	-
2.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Unionisable Employees	-	-	-	-	-	-	-
3.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Others (<i>specify</i>)	-	-	-	-	-	-	-
4.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-	-

Annex 3 – Analysis Of Other Pending Payables

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

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

Annex 4 – Summary Of Non-Current Asset Register

Asset class	Historical Cost b/f (Kshs) Previous Year	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year (Kshs)	Historical Cost c/f (Kshs) 20xx
Land	32,500,000	-	-	-	32,500,000
Buildings and structures	424,893,738	128,860,339	-	-	553,754,077
Transport equipment	90,800,322	7,510,000	-	-	98,310,322
Office equipment, furniture and fittings	18,857,662	5,111,100	-	-	23,968,762
ICT equipment	24,090,590	3,307,100	-	-	27,397,690
Machinery and equipment	6,002,872	-	-	-	6,002,872
Biological assets	-	-	-	-	-
Infrastructure assets	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Work in progress	-	-	-	-	-
Total	597,145,184	144,788,539	-	-	741,933,723

Annex 5 – Analysis Of Accounts Receivables
(a) Government Imprest

Name Of Officer Or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		KShs	KShs	KShs
Name Of Officer Or Institution	dd/mm/yy	-	-	-

Samburu County Assembly
Annual Report and Financial Statements For the year ended 30th June 2023

Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Total		-	-	-

(b) Salary Advance

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

Annex: 6 Reporting of Climate Relevant Expenditures

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

Annex 7 Reporting on Disaster Expenditure

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

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

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.						