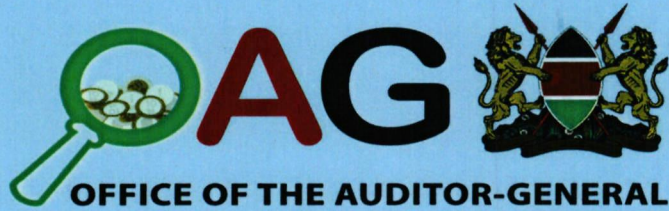
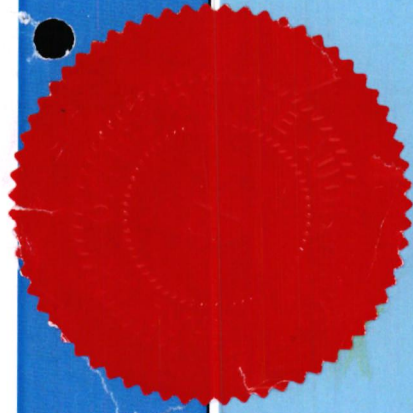


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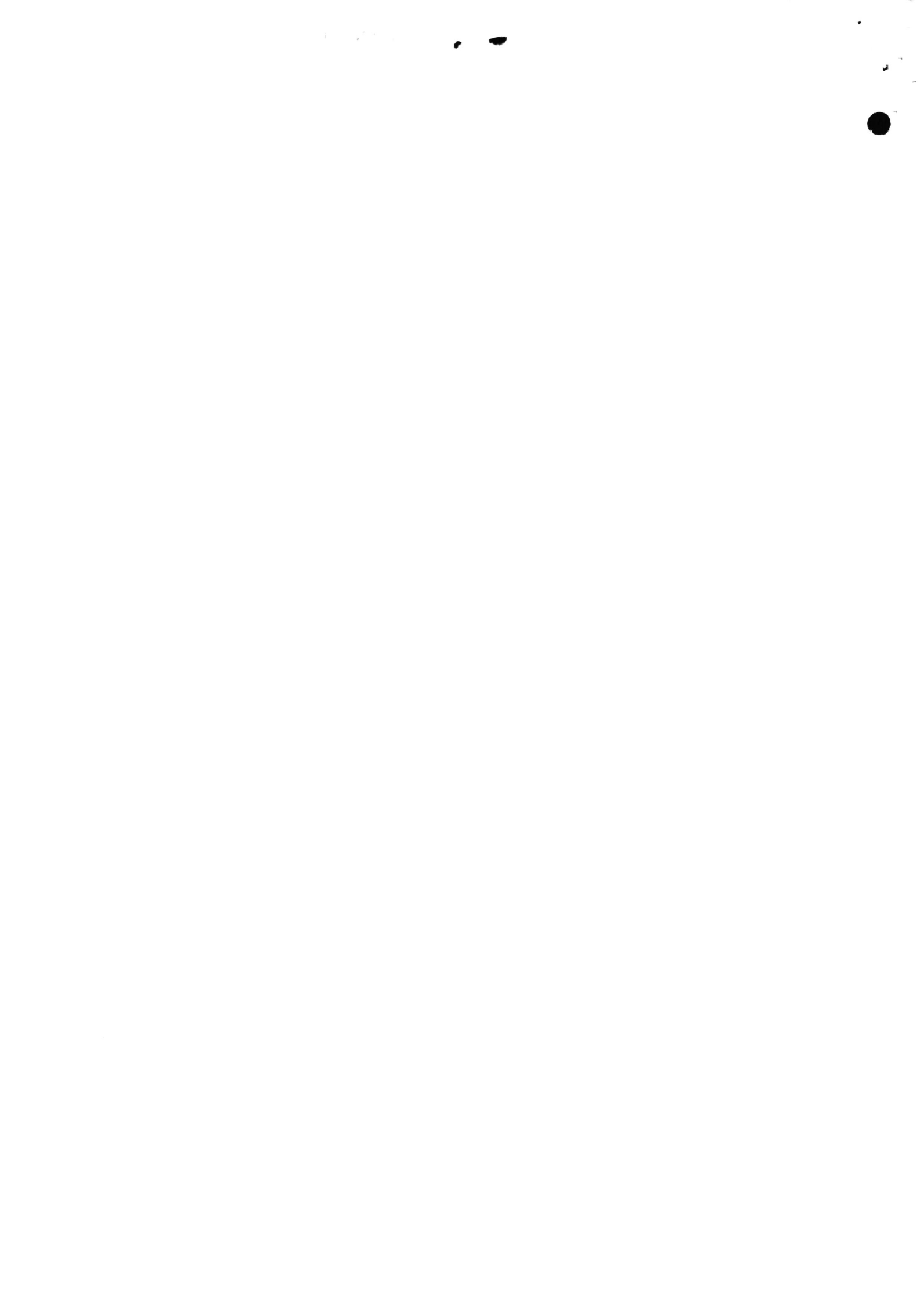
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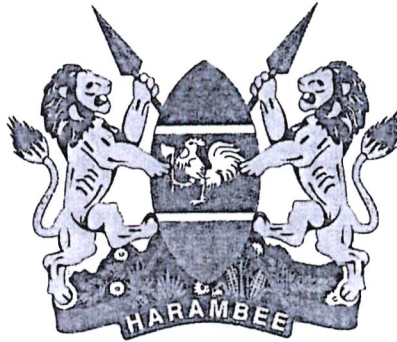
THE AUDITOR-GENERAL

ON

COUNTY ASSEMBLY OF UASIN GISHU

**FOR THE YEAR ENDED
30 JUNE, 2021**





OFFICE OF THE AUDITOR-GENERAL
NORTH RIFT REGIONAL OFFICE

05 NOV 2021

RECEIVED
P O Box 2774-30100, ELDORET

UASIN GISHU COUNTY ASSEMBLY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30TH JUNE 2021

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

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UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

1. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The County Assembly is constituted as per the constitution of Kenya is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes thirty (30) Members of County Assembly (MCAs) elected to represent members of the public from their respective wards. The MCAs are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

(b) Key Management

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

No.	Designation	Name
1.	Speaker of the County Assembly	Mr. David K Kiplagat
2.	Clerk of the County Assembly	Mr. Shadrack K Choge
3.	Head of Departments	Mr. Peter Ouyo Mr. Samson Changwony Mr. Thomas Salbei Mr. Haron Sitenei Mr. Lazarus Kemboi Mrs. Michele Saina Mrs. Jesang Sally Mrs. Miriam Sawe Mr. Elias Koech Mr. Richard Bett Mr. David Sum

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

No.	Designation	Name
4.		-

(c) Fiduciary Management

The key management personnel who held office during the year ended 30th June 2021 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer- Clerk	Mr. Shadrack K Choge
2.	Chief Finance Officer	Mr. Peter Ouyo
3.	Principal Accountant	Mrs. Jesang Sally
4.		

(d) Fiduciary Oversight Arrangements

Audit and finance committee activities include among others; Examination of accounts showing the appropriations of the sum voted by the County Assembly to meet the public expenditure, to examine whether the affairs of the Audit committee are managed in accordance with sound financial or business principles and prudent commercial practices, investigate, inquire into and report all matters relating to controls and monitoring of the County budget.

County Assembly committee activities include; Proposal of rules for the orderly and effectiveness conduct of the committee business and such rules shall upon be approved by the County Assembly, to check whether or not the legislation passed by the Assembly has been operationalized, investigate inquire into, to vet and report on all appointments where the Constitution or any law requires the County Assembly approve, except those understanding order 185, guide and co-ordinate the operation ,policies and mandates of all committees, deliberate on and apportion the annual operating budget among the committees.

(e) Entity Headquarters

P.O. Box 100,
30100
Assembly Hall
Uganda Road
Eldoret, KENYA

(f) Entity Contacts

Telephone: (254) 053-2062077
E-mail: info@ugcountyassembly.or.ke
Website: www.ugcountyassembly.or.ke

(g) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
NAIROBI, KENYA
2. Kenya Commercial Bank
Eldoret West Branch
P.o Box 1597-30100
3. Family Bank
Eldoret Branch
Kenyatta Street
P.o Box -30100
4. Equity Bank
Eldoret Branch
P.o Box 2210-30100
5. Co-operative Bank
Eldoret Branch
P.o Box 2948-30100

(h) Independent Auditor

Auditor General
Office of The Auditor General
Anniversary Towers, University Way

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

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

2. FORWARD BY THE CLERK OF THE ASSEMBLY

2.1 Budget performance

The County Assembly has performed well at 100% on her Recurrent budget. Uasin Gishu County Assembly had a budget of ksh. 946,014,946 included is Ksh.260,000,000 for development expenditure. Total exchequers for the financial year under review was equivalent to ksh. 702,372,120 and out of this, ksh. 702,140,890 were utilized. Attached, find pie charts and graphs in respect to this.

2.2 Operational Performance

a)

- Laws & policies passed-4 (Four)
- Provide services to the people
- Improve efficiency by giving guidelines
- Allocating funds

Bills

1. Finance bill2021
- 2.1st supplement appropriation Bill2021
3. Uasin-Gishu climate change Bill 2021
4. Appropriation Bill 2021(main)

b)

Budget cycle went as planned despite Corona pandemic

- Budget statement was read by CEC(Finance) on 30th June 2020
- Budget Approved by the county assembly on 5th August 2020 (main Budget)

Supplementary Budget

1st supplementary appropriation Bill passed on 29th April 2021

c)

1. Roads, Transport Energy & public works
2. Health services

3. Land & housing
4. Agriculture
5. Trade and Industrialization
6. Devolution & Public Administration
7. Livestock Development & Fisheries
8. Water Environment & Natural resources
9. Education Culture & Social Services
10. Public Service Management
11. ICT and E-government
12. Physical Planning & Urban Development
13. Budget & Appropriation
14. Finance & Economic Planning
15. Implementation
16. Public Accounts Committee
17. House Business
18. Cooperatives & Enterprise Development
19. Delegated
20. Security
21. Tourism & Wildlife Management
22. Public Investment committee
23. Youth affairs & Sports
24. Gender, Culture, social Services and Welfare

Adhoc

1. House Rules, procedure & privileges
2. Appointments
3. Selection
4. Liaison
5. Speakers panel

All the above have discharged their mandate as per the UGCA standing orders i.e.

- Reports

- Petitions Hearing
- Site visits
- Sponsoring Bills
- Motions

(d) Include highlights on the oversight role of the county Assembly

- Site Visits-Several site visits were conducted by various committees, for example the health committee out of public outcry visited Huruma hospital, pioneer health centre and railways dispensary to find out relating to drugs shortage in the County. The committee was able to make recommendations which were send to the department.
- Reports-committees writes and table their reports at the floor of the Count Assembly for adoptions. Recommendations made by committees were send to respective departments.
- Motions-Members sponsors various motions that are geared at improving lives of the people of Uasin Gishu County.
- Petitions-The house committee were able to dispense various petitions that had satisfied petition status. For example, petition by the hawker association.
- Statements-Members do sought statements from members of the executive regarding service delivery. For example, a statement on the transparency in promotion of staff at the county.
- Resolutions-Resolution by the County Assembly are sent to the County Secretary. These includes; motions, reports, statements.
- Interrogation of CEC & COs plus directors-Variou committees usually invite CEC's, CO and directors to their meetings with the view of obtaining some information. C.E.c's are also interrogated by the Public Accounts committee issues raised by the Auditor General.

2.3 Performance of key development projects

- a) UGCA renovation and refurbishment of buildings;
- Construction of perimeter wall almost complete
 - Painting works almost complete
 - Renovation works doors replacement, tiles floor fixing
 - Renovation of dilapidated kitchen and resting shades

Impact;

Improvement and conducive working environment

Ultra-modern chamber complex, infrastructure face lift and milestone projects

Security enhancement rooms and perimeter fence, air conditioned and chamber ceramic tiled floors all offices.

b)1. Proposed renovation of UGCA Chambers

2. Proposed renovation of UGCA office building

3. Proposed construction of perimeter fence and civil works

4. AFC partitioning and renovation for UGCA

5. Proposed new construction of Chambers and office block

c) The constitution of Kenya 2010, Article 227, provides procedures for efficient public procurement and disposal Act 2015, regulations 2020, manual and circulars. The procurement laws cascades to the stakeholders the policy of code of conduct and etiquette on promotion of transparency, actual ability, fairness, competition and effectiveness.

d. The entity is guided by its annual budget, procurement plan, work plan and organisational rules.

The supplier are products is protected by patent and copy rights laws, regulations and rules

2.4 Comment on value-for-money achievements

The projects have positively improved the lives of the citizens of the county as follows;

- Representation of policy levels
- Stakeholders' engagement
- Public participation of projects
- Efficient and effective oversight roles at ward levels

The community engagements include public participation forums, meetings, written memorandum of County Budget estimates, members of the Public, civil society, Faith Organisations, special groups and professionals key participation of projects identification, implementation supervision and utilization

2.5 Challenges and Recommended Way Forward

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

1. Inadequate office space and committee rooms for both staff and members of the County Assembly
2. Lack of funds to support capacity development for staff thus affecting service delivery
3. Issues related to IFMIS on release of funds
4. Covid-19 came with a myriad of challenges that forced the County Assembly members and staff to work from home for quite some time. The assembly leadership had to think of ways of ensuring work went on such as using digital platforms, reducing the number of members attending a session to enable social distancing, regular and scheduled fumigation of county assembly premises, provision of face masks and sanitizers among other interventions.

The County Assembly does not have adequate office space for staff and members. Moreover, there are no spacious rooms for committees. Indicate the outlook of the County Assembly as laid out in the strategic plan. On the other hand, there were slow project implementations, slow County's operations and at some point, there were delays in exchequer releases.

Highlight policies put in place to ensure employee welfare in the assembly ranging from hiring, gender ratio, and assembly's approach on improving employee skills, safety at work and employee turnover if it is a challenge.

Sign:



NAME: SHADRACK K CHOGE
CLERK OF THE COUNTY ASSEMBLY

**3. STATEMENT OF PERFORMANCE AGAINST COUNTY ASSEMBLY
 PREDETERMINED OBJECTIVES**

Introduction

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

The key mandate of the County Assembly of Uasin Gishu is legislation, oversight, and representation. To achieve this, the assembly's program was document in terms of objective, key performance indicators, and output. Below were the expected outputs of the assembly in FY 2020/2021.

Program 1	Objective	Outcome	Indicator	Performance
Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly	In FY 2020/2021 MCA were trained on – Find attached copy
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	% Increase in efficient Assembly operation	standing orders were reviewed and resulted to – Find attached copy
Program 2	Xxx	Xxx	xxx	xxx

Below are passed bills and Pending Bills for Financial Year 2020/2021

Passed Bills

1. Uasin Gishu County Finance Bill (Bill No. 16 of 2020)
2. Uasin Gishu County Appropriation Bill (Bill No. 21 of 2021)
3. Uasin Gishu County Climate Change Bill (Bill No. 23 of 2021)
4. Uasin Gishu County Supplementary Appropriation Bill (Bill No. 24 of 2021)

Pending Bills

1. Uasin Gishu County Tourism Bill (Bill No. 17 of 2021)
2. Uasin Gishu County Persons with Disabilities Bill (Bill No. 18 of 2021)
3. Uasin Gishu County Administration Bill (Bill No. 19 of 2021)
4. Uasin Gishu County Inspectorate Bill (Bill No. 20 of 2021)
5. Uasin Gishu County Trade and Markets Bill (Bill No. 22 of 2021)

4. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Uasin Gishu County Assembly exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on four pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar.

1. Sustainability Strategy and Profile

The County Assembly's powers and functions are envisaged in the constitution of Kenya 2010. These enables the Assembly to manage her affairs by promoting democratic and accountable exercise of her powers, through fostering National unity, giving power to self-governance to the people and enhancing public participation in matters that affects their area of jurisdictions. All these powers and functions needs to be managed well as provided in the relevant law.

2. Environmental Performance

The County Assembly has a policy on environment drawn from its manual of 2015. This manual is important for the well-being of both employees and employers because human loss is immeasurable and intolerable. As, such loss or injuries can cause major loss to the families. Safety precautions are required to make sure that the workers are safe all the time. This helps workers in improving the productivity and quality of the service delivery to the citizen of this County. Among the safety measures include; wearing of right safety equipment, use of mechanical Assistance, Use tools appropriately and Reduction of work place environmental stress.

3. Employee Welfare

On matters recruitment we are guided by the values and principles of the public service spelt out in the Article 232 of the constitution. This is elaborated well in the HR Manual.

We have been successful in our endeavors of ensuring that the environment surrounding and within the precincts of the Assembly is conducive for Honourable Members, staff and members of the public.

4. Market Place Practices-

a) Responsible competition practice.

During procurement process, tenderers are advised to submit their bids in sealed envelopes and are invited to participate in the tender opening process. This is an open process which avoids unfair practices like competitor bashing and predatory pricing as it allows tenderers to compete freely.

b) Responsible Supply chain and supplier relations

The entity honours its contract to the supplier who wins the contract during the tender process by issuing a notification by and a award letter thereafter issue an LSO/LPO

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

- ✓ Provision of marketing permits is a regulatory tool developed by the organization through passage of a finance bill which categorizes businesses according to their specialization.
- ✓ Prior to issuance of permits, businesses are required to adhere to ethical considerations relevant to their specific business establishments.
- ✓ Ensure adverts are honest and trustworthy through approval of advertisement information

d) Product stewardship

The organization is keen on enforcement of Kenya Bureau of Standards (KEBS) standards on product quality.

Adherence to the provisions of article 46 of the Constitution of Kenya 2010

5. Community Engagements

The County Assembly engages the community in two areas i.e. through sporting activities and during public participation exercises. Public participation is having an open, accountable and structured process where citizens or people or a segment of a community can interact, exchange views and influence decision making process.

We have also engaged the community through sporting. We normally sponsor tournaments between the Assembly football team and the teams in various wards. In this sports sponsorship the youth get more disciplined and their talents are unearth giving them more future opportunities.

5. 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, 2021. 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.

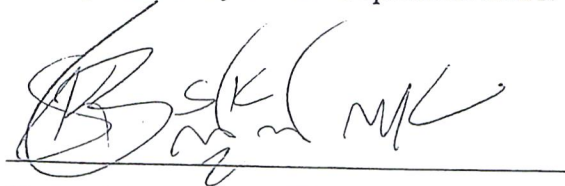
The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that 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, 2021, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for

which they were intended and were properly accounted for. Further the Clerk confirms that the County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 15th September 2021.

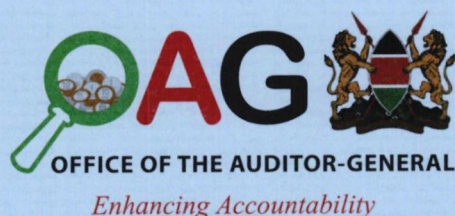
A handwritten signature in black ink, appearing to read 'Shadrack K Choge', is written over a horizontal line. The signature is stylized and cursive.

Name: Shadrack K Choge

Clerk of the County Assembly

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF UASIN GISHU FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the 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 Uasin Gishu set out on pages 1 to 41, which comprise of the statement of financial assets and liabilities

Report of the Auditor-General on County Assembly of Uasin Gishu for the year ended 30 June, 2021

as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows, 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 the County Assembly of Uasin Gishu as at 30 June, 2021, 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 Public Finance Management Act, 2012 and the County Governments Act, 2012.

Basis for Qualified Opinion

1. Variances Between Financial Statements and Integrated Financial Management Information System (IFMIS)

The balances reflected in the statement of receipts and payments for the year ended 30 June, 2021 were at variance with the IFMIS report in respect of thirteen (13) expenditure items as detailed below:

Details	Amount as per Financial Statements (Kshs.)	Amount as Per IFMIS Report (Kshs.)	Variance (Kshs.)
Compensation of Employees	329,762,052	282,366,598	47,395,454
Utilities, Supplies and Services	1,094,589	1,089,438	5,151
Domestic Travel and Subsistence	101,043,180	316,621,201	(215,578,021)
Foreign Travel and Subsistence	556,830	1,948,498	(1,391,668)
Printing, Advertising and Information Supplies and Services	44,910,355	20,313,013	24,597,342
Rentals of Produced Assets	8,239,110	3,402,157	4,836,953
Training Expenses	39,957,540	5,815,636	34,141,904
Hospitality Supplies and Services	64,791,391	19,242,999	45,548,392
Insurance Costs	30,497,410	28,280,737	2,216,673
Specialized Materials and Services	815,650	1,225,760	(410,110)
Office and General Supplies and Services	9,224,533	4,621,378	4,603,155
Fuel, Oil and Lubricants	4,999,282	3,820,983	1,178,299
Routine Maintenance-Vehicles and Other Transport Equipment	3,999,434	3,162,439	836,995

Consequently, the accuracy and completeness of the respective financial statements balances for the year ended 30 June, 2021 could not be confirmed.

2. Temporary Employees Paid Outside Integrated Personnel and Payroll Database (IPPD) System

As disclosed in Note 2 to the financial statements, the statement of receipts and payments reflects compensation of employees' expenditure of Kshs.329,762,052 which includes basic wages of temporary employees of Kshs.39,153,080. However, the expenditure balance was at variance with an amount of Kshs.39,474,492 reflected in the supporting schedules, resulting in an unexplained and unreconciled variance of Kshs.321,412.

Further, an officer was paid an amount of Kshs.3,336,482 outside the Integrated Personnel and Payroll Database (IPPD) System. This was contrary to The National Treasury Circular No.9/2017 which requires personnel emoluments to be supported by IPPD.

Consequently, the accuracy and completeness of basic wages of temporary employees of Kshs.39,153,080 for the year ended 30 June, 2021 could not be confirmed.

3. Unsupported Rent for Ward Offices

The statement of receipts and payments reflects use of goods and services expenditure of Kshs.338,260,166, which as disclosed in Note 3 to the financial statements includes Kshs.8,239,110 incurred on rentals of produced assets. As previously reported, however, the expenditure was not supported by invoices and the lease agreements or contracts between the County Assembly and the landlords.

In addition, the rent for all the ward offices was pegged at Kshs.15,000 per month. Management did not explain how the rent charges were determined although the ward offices are not in the same locality.

In the circumstances, the validity and accuracy of the rent expenditure for ward offices of Kshs.8,239,110 for the year ended 30 June, 2021 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the County Assembly of Uasin Gishu Management in accordance with ISSAI 130 on 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 our professional judgment, are of most significance in the audit of the financial statements of the current year. There were no key audit matters to report in the year under review.

Other Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts; recurrent and development combined reflected final receipts budget and actual on a comparable basis of Kshs.946,014,946 and Kshs.702,372,120 respectively, resulting in an under-funding of Kshs.243,642,826 or 26% of the budget. Similarly, the County Assembly expended Kshs.702,140,890 against an approved budget of Kshs.946,014,946, resulting in an under-expenditure of Kshs.243,874,056 or 26% of the budget. The underfunding and underperformance affected the planned activities and may have adversely affected service delivery to the public.

Further, Exchequer releases totaling Kshs.16,366,510 received after the end of the financial year on 10 and 12 July, 2021 were recorded as revenue for the year under review.

This was contrary to the provisions of Regulation 97(4) of the Public Finance Management (County Governments) Regulations, 2015, which provides that an actual cash transaction taking place after 30 June, shall not be treated and recognized as relating to the previous financial year. Further, backdating transactions to 30 June, is against the concept of IPSAS cash accounting.

2. Pending Bills

Annexure 1 to the financial statements reflects pending accounts payables amounting to Kshs.24,063,037 which were outstanding as at 30 June, 2021. However, the creditors' ageing analysis was not provided for audit verification. Further, included in the pending bills balance of Ksh.24,063,037 is an amount of Kshs.300,000 carried forward from the 2019/2020 financial year which should have been paid as a first charge in the 2020/2021 financial year was still outstanding as of 30 June, 2021.

In addition, had the pending bills been paid and charged to the year under review, the financial statements would have reflected a deficit of Kshs.23,831,807 instead of the reported surplus of Kshs.231,230

Failure to settle bills during the year to which they relate distorts financial statements for the year and adversely affects the provisions for the subsequent year for which they have to be charged.

3. Unresolved Prior Year Audit Matters

As disclosed under progress on follow up of prior years' auditor's recommendations section of the financial statements, the issues reported in the prior year remained unresolved as at 30 June, 2021. Management did not provide reasons for the delay in resolving the prior year audit issues. This is contrary to Section 149(2)(I) of the Public Finance Management Act, 2012 which require Accounting Officers designated for county government entities to resolve any issues resulting from an audit that remain outstanding.

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 Compensation of Employees

1.1 Non-Compliance with the Law on Fiscal Responsibility - Wage Bill

During the year under review, the County Assembly spent Kshs.329,762,052 on compensation of employees and Kshs.17,748,097 on social security benefits totaling Kshs.347,510,149 representing 49% of the total receipts of Kshs.702,372,120. This is contrary to provisions of Regulation 25(1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which states that the expenditure on wages and benefits for public officers should not to exceed thirty five percent (35%) of the total revenue for the year.

Consequently, Management breached the law.

1.2 Staff Ethnic Diversity

A review of the payroll for June 2021, revealed that the County Assembly had ninety(90) employees, out of which seventy-five (75) or 83% of the total number were from the dominant community in the County. Further, during the year under review, the County Assembly Service Board recruited six (6) new staff at various cadres on contract terms from the same ethnic community. This is contrary to the provisions of Section 65(e) of the County Governments Act, 2012 which requires the County Governments to ensure that at least thirty percent (30%) of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the County.

In addition, the County Assembly has not employed any persons with disability.

Consequently, Management was in breach of the law.

1.3 Non- Compliance with One Third Rule on Salary Pay Deduction

A review of the County Assembly payrolls for the year under review revealed that forty-six (46) employees had over-committed their salaries beyond the two-thirds of their basic pay. This contravenes Section C.1(3) of the Human Resource Policies and Procedures Manual for the Public Service, 2015 and Section F.13 of the County Assembly of Uasin Gishu Human Resource Manual, 2015 which states that public officers shall not over-

commit their salaries beyond two-thirds of their basic salaries and heads of human resource units should ensure compliance.

Consequently, Management was in breach of the law.

2. Non-compliance with The National Treasury's Circular on Domestic Travel

The statement of receipts and payments for the year ended 30 June, 2021, reflects use of goods and services balance of Kshs.338,260,166 out of which, Kshs.101,043,180 relates to domestic travel and subsistence as disclosed in Note 3 to the financial statements. However, the expenditure includes Kshs.23,965,000 incurred on domestic travel and subsistence allowance outside the county contrary to the National Treasury Circular No. 20/2015 dated 11 April, 2015 on curtailing domestic travel and related expenditure. The directive suspended staff moving from their headquarters to other towns for the purpose of training, discussing strategy documents, consultant's reports or any other assignments that would ordinarily be carried out within the offices at the headquarters.

As a result, the County Assembly Management breached the government directive.

3. Failure to Submit Accounts of the County Assembly Service Board

The County Assembly Management did not prepare and submit the financial statements of the County Assembly Service Board for the year ended 30 June, 2021. This is contrary to Section 32(2) of the County Assembly Services Act, 2017 which requires the Secretary to the Board within three months after the end of each financial year, to submit the accounts of the Board to the Auditor-General, with copies to the County Treasury, Controller of Budget, and Commission on Revenue Allocation.

Consequently, Management is in breach of the law.

The audit was conducted in accordance with 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 are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters 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 overall governance were not effective.

Basis for Conclusion

1. Lack of an Independent Internal Audit Function

The County Assembly has established an internal audit unit. However, the internal auditor reports both functionally and administratively to the Accounting Officer instead of an Audit Committee. An Audit Committee has not been constituted. This is contrary to Section 155(1) of the Public Finance Management (County Governments) Regulations, 2015 which states that the Head of Internal Audit Unit in a county government entity shall enjoy operational independence through the reporting structure by reporting administratively to the Accounting Officer and functionally to the Audit Committee.

In the circumstances, the unit lacks the operational independence to execute its mandate of oversight and promoting accountability in the management of the resources of the County Assembly.

2. Lack of ICT Risk Management Policy

A review of the Information and Communication Technology (ICT) revealed that during the year under review, the County Assembly had not established a Risk Management Policy for effective and efficient management of the entity's IT resources. Further, the County Assembly did not have an IT Strategic and Steering Committee to formulate policies and advice on ICT investment priorities. In addition, no periodic IT reports were prepared to assess the status of the implementation of IT systems and suggest corrective measures.

In the absence of a risk management strategy, it has not been possible to confirm whether the internal controls built in financial and operational systems were functioning as intended during the year under review.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the County Assembly's ability to sustain 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.

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not

reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


Because of its inherent limitations, internal controls 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 of Uasin Gishu 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

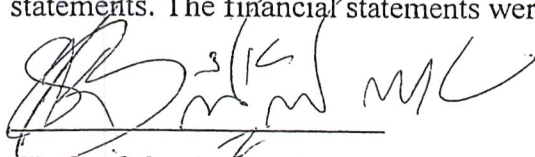
30 June, 2022

7. FINANCIAL STATEMENTS

7.1. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

		2020-2021	2019-2020
	Note	KShs	KShs
RECEIPTS			
Transfers from the County Treasury/Exchequer Releases	1	702,372,120	682,950,255
Proceeds from Sale of Assets		-	-
Other Receipts		-	-
TOTAL RECEIPTS		702,372,120	682,950,255
PAYMENTS			
Compensation of Employees	2	329,762,052	326,292,687
Use of goods and services	3	338,260,166	343,587,491
Subsidies			0
Transfers to Other Government Entities	4	-	543,263
Other grants and transfers			-
Social Security Benefits	5	17,748,097	12,659,795
Acquisition of Assets	6	16,366,510	301,855
Finance Costs	7	4,065	52,485
Other Payments			0
TOTAL PAYMENTS		702,140,890	683,437,577
SURPLUS/DEFICIT		231,230	(487,322)

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 15th October 2021 and signed by:



Clerk of the Assembly
Name: Shadrack K Choge



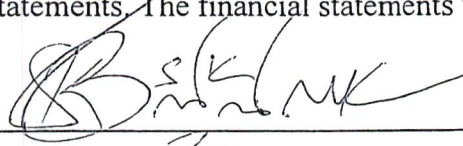
Chief Finance Office – County Assembly
Name: Peter Ouyo
ICPAK Member Number: 7995

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021


7.2. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30TH JUNE 2021

FINANCIAL ASSETS	Not c	2020-2021	2019-2020
		KShs	KShs
Cash and Cash Equivalents			
Bank Balances	8A	1,867,881	55,943
Cash Balances		-	-
Total Cash and cash equivalents		1,867,881	-
Accounts receivables	9	-	-
TOTAL FINANCIAL ASSETS		1,867,881	55,943
FINANCIAL LIABILITIES			
Accounts Payables	10	(1,636,651)	-
NET FINANCIAL ASSETS		231,230	55,943
REPRESENTED BY			
Fund balance b/fwd	11	55,943	543,263
Prior year adjustment	12	(55,943)	
Surplus/(Deficit) for the year		231,230	(487,322)
NET FINANCIAL POSITION		231,230	55,943

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 15th October 2021 and signed by:



 Clerk of the Assembly
 Name: Shadrack K Choge

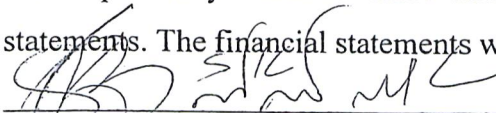


 Chief Finance Officer – County Assembly
 Name: Peter Ouyo
 ICPAK Member Number: 7995


7.3 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2021.

		2020-2021	2019-2020
	Note	KShs	KShs
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating income			
Transfers from the County Treasury/Exchequer Releases	1	702,372,120	682,950,255
Payments for operating expenses			
Compensation of Employees	2	(329,762,052)	(326,292,687)
Use of goods and services	3	(338,260,166)	(343,587,491)
Transfers to Other Government Entities	4	-	(543,263)
Other grants and transfers		-	-
Social Security Benefits	5	(17,748,097)	(12,659,795)
Finance Costs	7	(4,065)	(52,485)
Adjusted for:			
Prior year adjustment		(55,943)	
Decrease/(Increase) in Accounts receivable:			-
Increase/(Decrease) in Accounts Payable:	14	1,636,651	
Net cash flows from operating activities		18,178,448	(185,466)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets	6	(16,366,510)	(301,855)
Net cash flows from investing activities		(16,366,510)	(301,855)
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalent at BEGINNING of the year	8A	55,943	543,263
Cash and cash equivalent at END of the year	8A	1,867,881	55,943

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 15th October 2021 and signed by:


 Clerk of the Assembly

Name: Shadrack K Choge


 Chief Finance Office – County Assembly

Name: Peter Ouyo

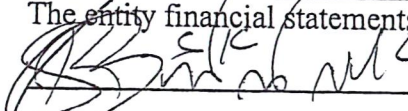
ICPAK Member Number 7995

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021


**7.4. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT AND DEVELOPMENT
 COMBINED**

Receipt/Expense Item	Original Budget	Amendments	Total Budget	Actual on Comparable Basis	Budget Utilization Difference	% Utilization Difference
	a	b	c	d	e=d-a	f=(d/c*%)
RECEIPTS						
Transfers from the County Treasury/Exchequer Releases	806,014,946	140,000,000	946,014,946	702,372,120	243,642,826	74.2%
Proceeds from Sale of Assets	-	0	-	-	-	-
TOTAL	806,014,946	140,000,000	946,014,946	702,372,120	243,642,826	74.2%
PAYMENTS						
Compensation of Employees	351,442,592	(21,653,423)	329,789,169	329,762,052	27,117	99.9%
Use of goods and services	316,366,931	22,048,423	338,415,354	338,260,166	155,188	99.9%
Transfers to Other Government Entities	-	-	-	-	-	-
Other grants and transfers	-	-	-	-	-	-
Social Security Benefits	17,753,423	0	17,753,423	17,748,097	5,326	99.9%
Acquisition of Assets	120,400,000	139,605,000	260,005,000	16,366,510	243,638,490	6.3%
Finance Costs	52,000	0	52,000	4,065	47,935	7.8%
Other Payments	-	-	-	-	-	-
TOTAL	806,014,946	140,000,000	946,014,946	702,140,890	243,874,056	74.2%
SURPLUS/ DEFICIT				231,230	-231,230	-

The entity financial statements were approved on 15th October 2021 and signed by:


 Clerk of the Assembly

Name: Shadrack K Choge


 Chief Finance Officer – County Assembly

Name: Jesang Sally

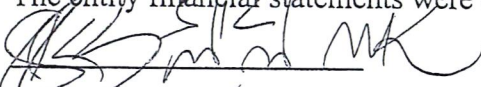
ICPAK Member Number:7995

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.5. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: RECURRENT

Receipts/Expense Item	Original Budget	Amendment	Final Budget	Actual on Comparable Basis	Difference	% Utilization
RECEIPTS	KShs	KShs	KShs	KShs	KShs	%
Transfers from the County Treasury/ Exchequer Releases	686,014,946	0	686,014,946	686,005,610	9,336	99.9%
Proceeds from Sale of Assets	0	-	-	-	-	-
Other Receipts	0	-	-	-	-	-
TOTAL	686,014,946	0	686,014,946	686,005,610	9,336	99.9%
PAYMENTS						
Compensation of Employees	351,442,592	(21,653,423)	329,789,169	329,762,052	27,117	99.9%
Use of goods and services	316,366,931	22,048,423	338,415,354	338,260,166	155,188	99.9%
Transfers to Other Government Entities	0	-	0	-	-	-
Social Security Benefits	17,753,423	0	17,753,423	17,748,097	5,326	99.9%
Acquisition of Assets	400,000	(395,000)	5,000	-	5,000	-
Finance Costs	52,000	0	52,000	4,065	47,935	7.8%
Other Payments	-	0	-	-	-	-
TOTAL	686,014,946	0	686,014,946	685,774,380	240,566	99.9%
Surplus/ Deficit	-	-	-	231,230	-231,230	-

The entity financial statements were approved on 15th October 2021 and signed by:


 Clerk of the Assembly

Name: Shadrack k Choge


 Chief Finance Officer – County Assembly

Name: Jesang Sally


ICPAK Member Number: 7995

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021


7.6. STATEMENT OF COMPARISON OF BUDGET & ACTUAL AMOUNTS: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on comparable Basis	Budget Utilization difference	% Utilization difference
	a	b	c	d	e=c-d	f=(d/c*%)
RECEIPTS	KShs	KShs	KShs	KShs	KShs	%
Transfers from the County Treasury/ Exchequer Releases	120,000,000	140,000,000	260,000,000	16,366,510	243,633,490.00	6.3%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
TOTAL	120,000,000	140,000,000	260,000,000	16,366,510	243,633,490.00	6.3%
PAYMENTS						
Compensation of Employees	-	-	-	-	-	-
Use of goods and services	-	-	-	-	-	-
Transfers to Other Government Entities	-	-	-	-	-	-
Social Security Benefits	-	-	-	-	-	-
Acquisition of Assets	120,000,000	140,000,000	260,000,000	16,366,510	243,633,490.00	6.3%
Finance Costs	-	-	-	-	-	-
Other Payments	-	-	-	-	-	-
TOTAL	120,000,000	140,000,000	260,000,000	16,366,510	243,633,490.00	6.3%
SURPLUS/ DEFICIT	-	-	-	-	-	-

The entity financial statements were approved on 15th October 2021 and signed by:


 Clerk of the Assembly

Name: Shadrack K Choge


 Chief Finance Officer – County Assembly

Name: Jesang Sally

ICPAK Member Number:7995

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

7.7 BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	KShs	KShs	KShs	KShs	KShs
1.PERSONNEL COST					
Basic salaries -County Assembly Service	167,966,970	-	167,966,970	167,952,162	14,808
Basic salaries -Contractual Employees	39,156,000	-	39,156,000	39,153,080	2,920
Personal Allowance -Paid as part of salary		-		-	-
House Allowance	21,335,880	-	21,335,880	21,334,724	1,156
Responsibility Allowance	14,292,000	-	14,292,000	14,292,000	-
Transport /Mileage Allowance	30,429,792	-	30,429,792	30,429,322	470
Extraneous Allowance	1000,000	(700,000)	300,000	300,000	-
Security Allowance	200,000		200,000	200,000	0
Leave Allowance	806,000		806,000	805,250	750
Members sitting Allowance	36,689,000		36,689,000	36,688,500	500
Personal Allowance paid as Reimbursement					
Members Airtime Allowance	4,813,527		4,813,527	4,812,000	1,527
Employer contribution to compulsory National Social Security scheme					
Contribution to staff pension scheme	17,753,423		17,753,423	17,748,097	5,326
Gratuity-MCA's	17,000,000	(3,200,000)	13,800,000	13,795,014	4,986
2.Utilities Supplies and Services					
Electricity Cost	800,000	(400,000)	400,000	399,440	560

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual or comparable basis	Budget utilization difference
Water And Sewerage	800,000	(100,000)	700,000	695,149	4,851
Communication, Supplies and Services					
Telephone, Telex	323,020		323,020	318,080	4,940
Internet Connections	1,000,000	300,000	1,300,000	1,299,719	281
Domestic Travel and Subsistence					
Travel Costs (airlines,bus,mileage allowance	84,000,000	16,000,000	100,000,000	99,999,280	720
Field Allowance Sports	9,340,000	(8,290,000)	1,050,000	1,043,900	6,100
Foreign Travel and Subsistence					
Travel Costs (airline Travel Costs(airlines,bus,railway etc s,bus,railway etc	7,000,000	(6,440,000)	560,000	556,830	3,170
Printing, Advertising and Information Supplies and Services					
Subscriptions to Newspapers, Magazines and Periodicals	200,000	(195,000)	5,000		5,000
Advertisement and Publicity	43,000,000	1,000,000	44,000,000	43,999,118	882
Trade Shows and Exhibitions	112,112		112,112	112,000	112
Printing, Advertising-Others	1,800,000	(1,000,000)	800,000	799,237	763
Rentals of Produced Assets					
Payments of Rents & Rates Residential	8,740,000	(500,000)	8,240,000	8,239,110	890
Training Expenses					-
Hire of Training Facilities and Equipment	800,000		800,000	799,400	600
Tuition fees Allowance	5,200,000		5,200,000	5,199,700	300
Kenya School of Government	520,000	(515,000)	5,000		5,000

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
Training Expenses-Other	28,443,916	5,515,000	33,958,916	33,958,440	476
Hospitality suppliers and Services					
Catering Services & Accommodation	10,800,000		10,800,000	10,799,866	134
Boards, Committees, Conference and Seminars	39,966,980	6,825,000	46,791,980	46,791,771	209
CASB Allowances	7,200,000		7,200,000	7,199,754	246
Insurance Costs					-
Group Personal Insurance	1,650,000	(100,000)	1,550,000	1,530,737	19,263
Building Insurance	53,600		53,600		53,600
Motor vehicles Insurance	2,600,000	(570,000)	2,030,000	2,024,856	5,144
Insurance for Cash	100,000	(95,000)	5,000		5,000
Medical Insurance	26,894,000	50,000	26,944,000	26,941,817	2,183
Specialised Materials and Supplies					
Supplies for Broadcasting and Information Services	436,000	(400,000)	36,000	36,000	-
Purchase of Uniforms and Clothing	1,643,780	(1,300,000)	343,780	343,650	130
Specialised Materials-Other	1,436,000	(1,000,000)	436,000	436,000	-
Office and General Supplies & services					
General Office Supplies	5,500,000		5,500,000	5,499,030	970
Supplies and Accessories for Computers and Printers	2,100,000		2,100,000	2,099,878	122
Sanitary and Cleaning Materials suppliers & services	1,860,946	-	1,860,946	1,859,025	1,921
Fuel Oil and Lubricants					
Refined Fuels and Lubricants for transport	5,000,000		5,000,000	4,999,282	718

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
Routine Maintenance					
Motor vehicles-Repair	4,500,000	(500,000)	4,000,000	3,999,434	566
3.Other Operating Expenses					
Maintenance of Civil Works	200,000		200,000	199,820	180
Maintenance of computers, Software and Networks	1,800,000	195,000	1,995,000	1,981,568	13,432
Bank Service Commission and Charges	52,000		52,000	4,065	47,935
Contracted Guards and cleaning services	4,000,000	(1,000,000)	3,000,000	3,000,000	-
Membership fees, dues & subscription	8,400,000	(2,500,000)	5,900,000	5,900,000	-
Legal Fees/Dues Arbitration	6,000,000	(600,000)	5,400,000	5,398,275	1,725
Contracted Professional Services	10,000	(5,000)	5,000		5,000
Contracted Technical services	80,000	(75,000)	5,000		5,000
Laundry Expenses	100,000		100,000	100,000	-
Constituency Office Expenses	9,700,000		9,700,000	9,700,000	-
4.Purchase of office furniture \$ Gen Equipment					
Purchase of office furniture \$ Fittings	400,000	(395,000)	5,000	0	5,000
Purchase of Exchanges and other Communication Equipment					-
Housing Loans to Public Servants	10,000	(5,000)	5,000	0	5,000
5.Construction of building					
Non-residential buildings	84,000,000	140,000,000	224,000,000	0	224,000,000
Refurbishment of building	36,000,000		36,000,000	16,366,510	19,633,490
Total	806,014,946	140,000,000	946,014,946	702,140,890	243,874,056

7.8. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Reporting entity

The financial statements are for the Uasin Gishu 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

4. In-kind contributions

In-kind contributions are donations that are made to the *Uasin Gishu County Assembly* 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 *Uasin County Assembly* 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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 2021, this amounted to KShs 1,636,651 compared to KShs - in prior period as indicated on note 8A. *There were no other restrictions on cash during the year.*

7. Accounts Receivable

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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

8. Accounts Payable

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.

9. 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.

10. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Assembly of *Uasin Gishu* 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)

11. 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.

Section 185 (2) (i) of the PFM Act requires the County Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans.

12. 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

13. Budget

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *Uasin Gishu County Assembly* was approved as required by Law. The original budget was approved by the County Assembly on 5th August 2020 for the period 1st July 2020 to 30 June 2021 as required by law. There was one number of supplementary budgets passed in the year. The supplementary budgets were approved on 29/04/2021. A high-level assessment of the *Uasin Gishu County Assembly* actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

14. Comparative figures

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

15. 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.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

16. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

17. Related party transactions

Related party transactions involve cash and in-kind transactions with the National Government, National Government entities and County Government entities. Specific information with regards to related party transactions is included in the disclosure notes.

7.9. NOTES TO THE FINANCIAL STATEMENTS

1. Transfers from the County Treasury/Exchequer Releases

	2020-2021	2019-2020
	KShs	KShs
Transfers from the County Treasury for Q1	95,615,827	143,786,227
Transfers from the County Treasury for Q2	223,197,995	235,049,703
Transfers from the County Treasury for Q3	217,681,799	144,587,555
Transfers from the County Treasury for Q4	165,876,499	159,526,770
Cumulative Amount	702,372,120	682,950,255

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NOTES TO THE FINANCIAL STATEMENTS

2. COMPENSATION OF EMPLOYEES

	2020 - 2021	2019 - 2020
	KShs	KShs
Basic salaries of permanent employees	167,952,162	162,394,816
Basic wages of temporary employees	39,153,080	35,219,825
Personal allowances paid as part of salary	104,049,796	106,640,528
Personal allowances paid as reimbursements	4,812,000	4,813,500
Personal allowances provided in kind	0	0
Employer Contribution to compulsory National Social Schemes	0	0
Employer Contribution to Compulsory National health Insurance Schemes	0	0
Pension and other social security contributions	13,795,014	17,224,018
Social benefit schemes outside government	0	0
Other personnel payments	0	0
Total	329,762,052	326,292,687

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. USE OF GOODS AND SERVICES

	2020 - 2021	2019 - 2020
	KShs	KShs
Utilities, supplies and services	1,094,589	979,521
Communication, supplies and services	1,617,799	2,310,000
Domestic travel and subsistence	101,043,180	108,499,795
Foreign travel and subsistence	556,830	26,500,000
Printing, advertising and information supplies & services	44,910,355	46,041,220
Rentals of produced assets	8,239,110	6,340,000
Training expenses	39,957,540	30,386,719
Hospitality supplies and services	64,791,391	55,064,634
Insurance costs	30,497,410	28,533,611
Specialized materials and services	815,650	1,777,048
Office and general supplies and services	9,457,933	9,036,574
Fuel, oil and lubricants	4,999,282	4,196,747
Other operating expenses	26,279,663	16,449,244
Routine maintenance – vehicles and other transport equipment	3,999,434	7,472,378
Routine maintenance – other assets	0	0
Total	338,260,166	343,587,491

UASIN GISHU COUNTY ASSEMBLY
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	KShs	KShs
Transfers to National Government entities	0	543,263
Transfers to other County Assembly entities		
Car Loan Scheme fund	0	0
Mortgage	0	0
Others (insert name of budget agency)	0	0
TOTAL	0	543,263

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. SOCIAL SECURITY BENEFITS

	2020 - 2021	2019 - 2020
	KShs	KShs
Government pension and retirement benefits	17,748,097	12,659,795
Social security benefits	0	0
Employer Social Benefits	0	0
Total	17,748,097	12,659,795

UASIN GISHU COUNTY ASSEMBLY
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	2020 - 2021	2019 - 2020
	KShs	KShs
Purchase of Buildings	0	0
Construction of Buildings		0
Refurbishment of Buildings	16,366,510	0
Construction of Roads	0	0
Construction and Civil Works	0	0
Overhaul and Refurbishment of Construction and Civil Works	0	0
Purchase of Vehicles and Other Transport Equipment	0	0
Overhaul of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	0	301,855
Purchase of Specialized Plant, Equipment and Machinery	0	0
Rehabilitation and Renovation of Plant, Machinery and Equip.	0	0
Purchase of Certified Seeds, Breeding Stock and Live Animals	0	0
Research, Studies, Project Preparation, Design & Supervision	0	0
Rehabilitation of Civil Works	0	0
Acquisition of Strategic Stocks and commodities	0	0
Acquisition of Land	0	0
Acquisition of Intangible Assets	0	0
Total acquisition of non- financial assets	16,366,510	301,855
Financial Assets		
Domestic Public Non-Financial Enterprises	0	0
Domestic Public Financial Institutions	0	0
Total acquisition of financial assets	0	0
Total acquisition of assets	16,366,510	301,855

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCE COSTS

	2020 - 2021	2019 - 2020
	KShs	KShs
Bank Charges	4,065	52,485
Interest Payments on Foreign Borrowings	0	0
Interest Payments on Guaranteed Debt Taken over by Govt	0	0
Interest on Domestic Borrowings (Non-Govt)	0	0
Interest on Borrowings from Other Government Units	0	0
Total	4,065	52,485

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. CASH AND BANK BALANCES

8A. BANK BALANCES

Name of Bank, Account Name & currency	Account Number	Indicate, whether Rec, Dev, Dep etc	2020 - 2021	2019 - 2020
			KShs	KShs
			0	00
CBK	1000292897	Development		
CBK	1000241837	Recurrent	210,316	16,385.8
CBK	1000292881	Deposit	1,636,651	
KCB	1178442411	Recurrent	8,322	39,557
KCB	1142325717	Recurrent	0	0
Ward Office Accounts;				
KCB	12266951783	Recurrent	203.5	0
COOPERATIVE	1141443543100	Recurrent	259.5	0
KCB	121018666	Recurrent	259.5	0
KCB	1224523725	Recurrent	807.00	0
KCB	1225828554	Recurrent	17	0
KCB	1226668631	Recurrent	1,190	0
KCB	1226837263	Recurrent	463	0
KCB	1230930507	Recurrent	672	0
KCB	1226637507	Recurrent	1,062	0
EQUITY	300262130092	Recurrent	180	0
KCB	1226150896	Recurrent	246	0
KCB	1230979751	Recurrent	0	0
KCB	122641833	Recurrent	23	0
KCB	1224505719	Recurrent	550	0
KCB	1226914926	Recurrent	13	0
FAMILY	82000005276	Recurrent	71.99	0
FAMILY	82000004820	Recurrent	117.99	0
KCB	1224520769	Recurrent	948	0
KCB	1226381790	Recurrent	454.5	0
FAMILY	85000065951	Recurrent	0	0
KCB	1233394347	Recurrent	165	0
KCB	1228693358	Recurrent	438	0
KCB	1226698689	Recurrent	657.5	0
KCB	1226489710	Recurrent	3	0

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KCB	1228733775	Recurrent	1,200	0
FAMILY	85000068937	Recurrent	68.82	0
KCB	1228546681	Recurrent	359	0
KCB	1150084685	Recurrent	1270	0
KCB	1150114215	Recurrent	643.5	0
KCB	1226532535	Recurrent	250	0
Total			1,867,881	55,943

Note: Amount should be as per amount in the cash book and bank reconciliation statements prepared for each account held. These balances do not include bank balances for self-reporting entities and revenue collection accounts as at reporting date.

UASIN GISHU COUNTY ASSEMBLY
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. ACCOUNTS RECEIVABLE

<i>Description</i>	2020 - 2021	2019 - 2020
	KShs	KShs
Government Imprests	0	0
Salary Advance	0	0
Clearance accounts	0	0
Total	0	0

10. ACCOUNTS PAYABLE

<i>Description</i>	2020 - 2021	2019 - 2020
	KShs	KShs
Deposits	0	0
Retentions	1,636,651	0
Total	1,636,651	0

(NB: Amount under deposits and retentions should tie to cash held in deposit account)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

11. FUND BALANCE BROUGHT FORWARD

Description	2020 - 2021	2019 - 2020
	KShs	KShs
Bank accounts	55,943	543,263
Cash in hand	0	0
Accounts Receivables	0	0
Accounts Payables	0	0
Total	55,943	543,263

Provide short appropriate explanations, as necessary. The fund balances brought forward refers to the previous financial year's closing balances]

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12. PRIOR YEAR ADJUSTMENTS

Description of the error	Balance b/f FY 2019/2020 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f FY 2019/2020
	Kshs	Kshs	Kshs
Bank account Balances	55,943	(55,943)	0
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others (specify)	0	0	0
	55,943	(55,943)	

(prior period adjustment applies to the correction of an error in the financial statements of a prior period. This was cash balance as at 30th June 2020 refunded back to County Revenue Fund .

13. CHANGES IN RECEIVABLE

Description	2020-2021	2019-2020
	KShs	KShs
Opening Account Receivables as at 1 st July 2021	0	0
Closing Account Receivables as at 30 th June 2020	0	0
Change in Account Receivables	0	0

UASIN GISHU COUNTY ASSEMBLY
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14. CHANGES IN ACCOUNTS PAYABLE

Description	2020-2021	2019-2020
	Kshs	Kshs
Opening Accounts Payables as at 1 st July 2020	0	0
Closing Accounts payables as at 30 th June 2021	1,636,651	0
Change in Accounts payables	1,636,651	0

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

OTHER DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 1)

Description	Balance b/f FY 2019/2020 Kshs	Additions for the period Kshs	Paid during the year Kshs	Balance c/f FY 2020/2021 Kshs
Construction of buildings	0	0	0	0
Construction of civil works	0	0	0	0
Supply of goods		3,900,963	0	3,900,963
Supply of services	900,000	19,862,073.8	600,000	20,162,073.8
Total	900,000	23,763,036.8	600,000	24,063,036.8

2. RELATED PARTY DISCLOSURES

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS.

The following comprise of related parties to the County Assembly:

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

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Related party transactions:

	2020-2021	2019-2020
	Kshs	Kshs
Compensation to Key Management		
Compensation to the Speaker, Deputy Speaker and the MCAs	169,167,847	174,496,908
Key Management Compensation (Clerk and Heads of departments)	23,332,960	22,614,220
Total Compensation to Key Management	192,500,807	197,111,128
<u>Transfers to related parties</u>		
Transfers to other County Government Entities such as car and mortgage schemes	0	0
Transfers to County Corporations	0	0
Transfers to non reporting entities e.g ECD centres, welfare centres etc	0	0
Total Transfers to related parties	0	0
<u>Transfers from related parties</u>		
Transfers from the County Executive- Exchequer	702,372,120	682,950,255
Payments made on behalf of the County Assembly by other Government Agencies	0	0
(Insert any other transfers received)	0	0
Total Transfers from related parties	702,372,120	682,950,255

UASIN GISHU COUNTY ASSEMBLY

Reports and Financial Statements

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3. 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)
4.1	Failure to Comply with Public Sector Accounting Standards Board Reporting Template	The financial statement for 2019/2020 has been revised to comply with public sector accounting Standards Board Reporting Template. Attached are the copies for your perusal and further action.	Resolved	
4.2.1	Irregular Payment of Per diems and Sitting Allowances	The County Assembly members who received Subsistence allowance to attend vetting committee meeting in Weston Hotel-Nairobi from 7-12 September, 2019 and at the same time signed the	In progress	

UASIN GISHU COUNTY ASSEMBLY
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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)
		committee and plenary attendance registers, recovery process has commenced. Attached is the memo for the recovery of committee and plenary sitting allowances.		
4.2.2	Irregular Payment to Members of the County Assembly for Attending Accountability Forum in Mombasa	The members of County Assembly who were paid per diem to attend Accountability Forum held in Mombasa from 5-7 September, 2019 and at the same dates signed the committee attendance register; a letter has been served to recover the same. Attached is a recovery letter to the payroll manager	In progress	
4.2.2	Irregular Payment to Non-Members of Devolution and Public	The County assembly facilitated members to attend a Devolution	In progress	

UASIN GISHU COUNTY ASSEMBLY
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved/ Not Resolved)	Timeframe: (Due date when you expect the issue to be resolved)
	Administration Committee.	Committee meeting in Kisumu from 21-25 October, 2019. Non members of the committee who received per diems, recovery process have been initiated. Attached is a recovery letter.		
4.2.2	Women Caucus Conference	The members of County Assembly who were paid Subsistence allowance to attend Women Caucus Conference in Nairobi and at the same time signed committee attendance register while on subsistence allowances, a full recovery on the same has been initiated. Attached is a recovery letter	In progress	

UASIN GISHU COUNTY ASSEMBLY

Reports and Financial Statements

For the year ended June 30, 2021

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)
4.2.2	Irregular Payment to Non-Members of Devolution and Public Administration Committee.	The County assembly facilitated members to attend a Devolution Committee meeting in Kisumu from 21-25 October, 2019. Non-members of the committee who received per diems, recovery process have been initiated.	In progress	
4.2.5	Irregular payment to Non-Members of Delegated Legislation Committee	Non members of the County assembly who attended a Conference at Weston Hotel from 28 th August to 2 nd September, 2020 and receive per diems, recovery process have been initiated	In progress	
4.2.6	Irregular Payment During Games CASA	The surrender of imprest of ksh 523,000 which had been indicated as not fully supported is	resolved	

UASIN GISHU COUNTY ASSEMBLY

Reports and Financial Statements

For the year ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Time frame (By a date when you expect the issue to be resolved)
		now fully accounted and supported.		
4.2.7	Irregular Foreign and Travel and Subsistence Expenses (EALASCA Games	The County Assembly incurred ksh 4,050,749 as subsistence allowance while participating in the East Africa Local Authorities Sports and Cultural Association (EALASCA) games which took place from 28 November-8December, 2019 in Kampala-Uganda. Documentation to support the expenditure is available for verification and further action.	Resolved	
4.2.8	Irregular payment to Non Members of Livestock Development and Fisheries Committee	The County Assembly facilitated members of Livestock Development and Fisheries Committee to attend Nakuru Agricultural Society exhibition. However, the Board has initiated the process to recover subsistence allowance paid to non	In progress	

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

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)
		members		
4.2	Sitting Allowance paid Without Signing Attendance Register Criteria	The County assembly has noted the above double allowance payments and have already initiated the process to recover 43 members affected	In progress	
4.6	Tax penalties paid to Kenya Revenue Authority	The County Assembly wrote to Lapfund on 19/11/2019 demanding for refund of tax penalties levied to her of ksh 2,000,000 as result of the failure by the providend fund to carry out her agency obligation as required by the income tax act cap 470 (by deducting tax at source before to final beneficiary as required by law	In progress	
5.	Failure to Constitute Audit	The County assembly has already established	In progress	

UASIN GISHU COUNTY ASSEMBLY
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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)
	Committee	Audit Committee as required by law. However, the inauguration process of the committee members is yet to be finalized. The delay in the inauguration was due to the Assembly being placed under quarantine		
4.17	Compensation of Employees	The County Assembly Employed 141 wards office employees working for members of county assembly both for Elected and Nominated.		

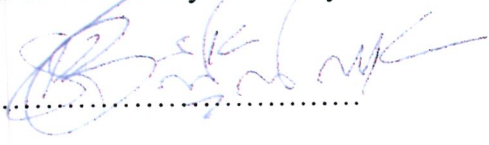
Guidance Notes:

- (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;

UASIN GISHU COUNTY ASSEMBLY
Reports and Financial Statements
For the year ended June 30, 2021

(iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report to National Treasury.

Clerk of the County Assembly

Sign. 

Date.....

UASIN GISHU COUNTY ASSEMBLY)
 REPORTS AND FINANCIAL STATEMENTS
 For The Year Ended June 30, 2021
 ANNEXES
 ANNEX 1-ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the Year	Amount paid During the year	Outstanding Balance	Comments
			a	b	c	d=a+b-c	
Supply of services							
1.Joventure Hotel	2019/2020	0	900,000	0	600,000	300,000	
1. Shakil Autogarage	2020/2021	0	0	1,021,745.8	0	1,021,745.8	
2.Total security	2020/2021	0	0	1,025,083		1,025,083	
Grand Royal swiss	2020/2021	0	0	3,630,500		3,630,500	
star publications	2020/2021	0	0	335,800		335,800	
5.Nation Media	2020/2021	0	0	689,408		689,408	
6.Standard group limited	2020/2021	0	0	446,582		446,582	
7.Telkom Kenya	2020/2021	0	0	411,422		411,422	
8.Emmy C .Biwott	2020/2021	0	0	300,000		300,000	
9.Weston Hotel	2020/2021	0	0	2,525,000		2,525,000	
10.AFC	2020/2021	0	0	530,055		530,055	
11.African Touch safaris	2020/2021	0	0	1,085,290		1,085,290	
12.Lelin Overland campsite	2020/2021	0	0	108,000		108,000	
13.Lavington Security	2020/2021	0	0	796,116		796,116	
14.Joseph queens garden	2020/2021	0	0	4,744,264		4,744,264	
15.Cam swift tours travel	2020/2021	0	0	114,740		114,740	
16.CIC	2020/2021	0	0	525,284		525,284	
17.Keelu Resort	2020/2021	0	0	292,500		292,500	
18.Eldoret Hospital	2020/2021	0	0	479,272		479,272	
19.Mediheal hospital	2020/2021	0	0	514,386		514,386	
20.AAR Insurance ltd	2020/2021	0	0	286,626		286,626	
Sub-Total	2020/2021	0	900,000	19,862,073.8	600,000	20,162,073.8	
Supply of goods	2020/2021	0					
1.Snamolex	2020/2021	0	0	600,000		600,000	
2.MFI Solutions	2020/2021	0	0	409,400		409,400	
3.Eri Supplies	2020/2021	0	0	1,069,550		1,069,550	
4.Bransuta general suppliers	2020/2021	0	0	128,000		128,000	
5.Toyota Kenya	2020/2021	0	0	634,747		634,747	
6.Rosie Curtains creations	2020/2021	0	0	195,500		195,500	
7 Geophams Logistics	2020/2021	0	0	179,600		179,600	
8.Kimtek printers &stationeries	2020/2021	0	0	146,500		146,500	
9.Newsphire Electrical ltd	2020/2021	0	0	30,516		30,516	
10.Eldowas	2020/2021	0	0	258,070		258,070	
11.Patcom digitals solution	2020/2021	0	0	249,080		249,080	
Sub-Total		0		3,900,963		3,900,963	
Grand Total						24,063,036.8	

Note : Pending bills comprises goods and services rendered and invoice but not yet paid and does not include commitments. these bills are for 2019/2020 and 2020/2021

UASIN GISHU COUNTY ASSEMBLY)

REPORTS AND FINANCIAL STATEMENTS

For The Year Ended June 30, 2021

ANNEXES

ANNEX 2 – SUMMARY OF NON-CURRENT ASSET REGISTER

Asset class	Historical Cost at 2019/20	Additions during the year (KSh)	Disposals during the year (KSh)	Transfers in/(out)	Adjustments & additions	Historical Cost at 2020/2021
Land						
Buildings and structures	49,108,389	16,366,510			24,451,755	89,926,654
Transport equipment	22,193,000				55,049,713	77,242,713
Office equipment, furniture and fittings	3,217,308				12,371,675	15,588,983
ICT Equipment						29,415,557
Machinery and Equipment	6,243,453				29,415,557	8,361,130
others	10,000				2,117,677	
Infrastructure Assets						
Heritage and cultural assets					7,091,610	7,091,610
Intangible assets						
Work In Progress						
Total	80,772,150	16,366,510			130,497,987	227,363,64

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Assembly. Additions during the year should tie to note 6 on acquisition of assets during the year.

UASIN GISHU COUNTY ASSEMBLY
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For the year ended June 30, 2021

ANNEX 3 – BANK RECONCILIATION/FO 30 REPORT

(Attach FO 30 Reports from IFMIS)



REPUBLIC OF
KENYA

F.O 30 RECURRENT
A/C

BANK RECONCILIATION
KCB A/C 1178442411

As at 30th June, 2021. Station Uasin Gishu County
Assembly

Station Uasin Gishu County.

Balance as per Bank Certificate
Less

- 1 Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)
- 2 Receipts in Bank Statement not yet recorded in Cash Book

Add

- 3 Payments in Bank Statement not yet recorded in Cash Book
- 4 Receipts in Cash Book not yet recorded in Bank Statement

Sh	Cts	Sh.	Cts	Sh.	Cts
				270,316	35
				9,770,000	
				9,710,000	
				210,316	35

Bank Balance as per cash book

I certify that I have verified that Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct.


.....

signature

AICT 7/7/2021
.....

Designation

Date

1 PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)

NO.	CHEQUE Date	PAYEE	AMOUNT		CHEQUE No	PAYEE	AMOUNT
			sh.	SH.			
	Total amount of unpresented cheques						
	See attached list						

REPUBLIC OF KENYA

F.O 30 RECURRENT A/C

BANK RECONCILIATION

KCB A/C 1178442411

As at 30th June, 2021. Station U Station Uasin Gishu County.

Balance as per Bank Certificate

Less-

1 Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)

2 Receipts in Bank Statement not yet recorded in Cash Book

Add-

3 Payments in Bank Statement not yet recorded in Cash Book

4 Receipts in Cash Book not yet recorded in Bank Statement

Sh.	Cts	Sh.	Cts	Sh.	Cts.
				8,321	85
				700,000	
				700,000	
				8,321	85

Bank Balance as per cash book

I certify that I have verified that Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct.

[Signature]

ACC. 09-07-2021

signature

Designation

Date

