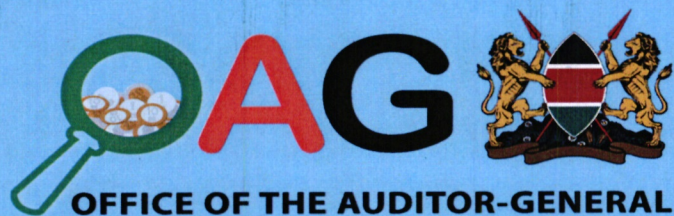
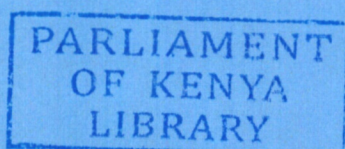


REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**



**OF**

**THE AUDITOR-GENERAL**

**ON**

**COUNTY ASSEMBLY OF  
SAMBURU**

**FOR THE YEAR ENDED  
30 JUNE, 2022**

PAPERS LAID	
DATE	23.03.2023
TABLED BY	Majority leader
COMMITTEE	—
CLERK AT THE TABLE	Abdirahman Maalim.



Handwritten text, possibly a signature or date, located in the bottom right corner of the page.

OFFICE OF THE AUDITOR GENERAL  
UPPER EASTERN REGIONAL OFFICE - ISIOLO

18 JAN 2023  
33  
RECEIVED  
P. O. Box 1027 - 60300, ISIOLO



---

**SAMBURU COUNTY ASSEMBLY**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**30<sup>TH</sup> JUNE 2022**

---

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

A large, stylized blue signature or scribble is located at the bottom right of the page. It consists of several overlapping loops and lines, with the letters 'de' visible at the end.

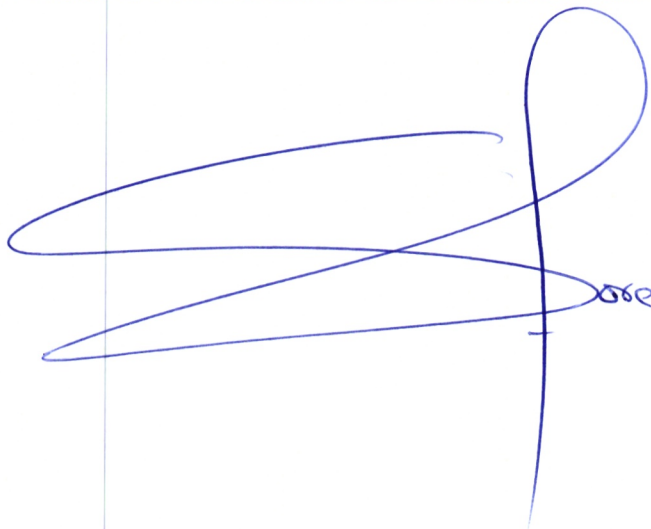
**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**



**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**TABLE OF CONTENTS**

1. Key Entity Information and Management.....	ii
2. Foreword By the Clerk Of The Assembly .....	iii
3. Statement Of Performance Against County Assembly Predetermined Objectives.....	vii
4. Corporate Social Responsibility Statement/Sustainability Reporting .....	vii
5. Statement Of Management Responsibilities .....	xi
6. Report Of the Independent Auditor On The Entity (specify entity name) .....	xiii
7. Statement of Receipts and Payments for The Year Ended 30th June 2022 .....	1
8. Statement Of Financial Assets and Liabilities As At 30th June 2022.....	2
9. Statement Of Cash Flows for The Period Ended 30 <sup>th</sup> June 2022 .....	2
10. Statement Of Comparison Of Budget & Actual Amounts: Recurrent & Development Combined .....	6
11. Statement Of Comparison Of Budget & Actual Amounts: Recurrent.....	7
12. Statement Of Comparison of Budget & Actual Amounts: Development.....	10
13. Budget Execution By Programmes And Sub-Programmes .....	13
14. Significant Accounting Policies.....	14
15. Notes to the Financial Statements.....	20
16. Progress On Follow On Prior Year Auditor's Recommendations .....	40
17. Annexes .....	41



**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**1. Key Entity Information and Management**

**(a) Background information**

The County Assembly is constituted as per the constitution of Kenya and is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constituted by twenty-seven (27 Members of the County Assembly (MCAs), comprising of fifteen (15) elected and twelve (12) nominated members representing the public from their respective wards. The MCAs are responsible for making laws for the effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.


**(a) Key Management**

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

- The County Assembly Service Board
- The Speaker
- The Clerk
- The Directors

**(b) Fiduciary Management**

The key management personnel who held office during the year ended 30 June 2022 and who had direct fiduciary oversight responsibility were:

No	Designation	Name
1 	The Clerk	Patrick Kamais Leshore
2. 	Director Finance and Accounting	Nelson Joseph Lesorogol

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Key Entity Information and Management (Continued)  
(c) Fiduciary Oversight Arrangements**

- The Public and other stake holders through public participation play a significant role by influencing decision making and ultimately improving the governance process.
- The Budget and appropriation committee reviews the budget estimates submitted by executive and proposes the same for adoption or rejection of the same to the full house of the county assembly.
- Internal Audit Unit and Audit committee undertake periodic reviews of expenditure and make recommendations on any irregularities noted.
- Independent offices set by law such as the office of the Auditor General and office of the Controller of Budget for review of County Assembly programmes to ensure there is no wastages and ensure value for money is achieved.

**(d) Samburu County Assembly Headquarters**

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

**(e) Samburu County Assembly Contacts**

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

**(f) Samburu County Assembly Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000-00100  
City Square 00200  
Nairobi, Kenya
2. Kenya commercial Bank  
P.o Box 260-20600  
Maralal

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**(g) Independent Auditors**

Auditor General  
Office of the Auditor General,  
Anniversary Towers, University Way  
P.O. Box 30084-00100  
GPO 00100  
Nairobi, Kenya

**(h) Principal Legal Adviser**

The Attorney General  
State Law Office, Harambee Avenue  
P.O. Box 40112-00100  
City Square 00200  
Nairobi, Kenya

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**2. Foreword by the Clerk Of The Assembly**

These are the financial statements for the County Assembly of Samburu for the financial year ended 30th June 2022, that are prepared in accordance with the standards and formats prescribed by the International Public Sector Accounting Standards - IPSAS (Cash basis). The report shows the revenue received from the national equitable share versus the expenditure incurred by the county assembly of Samburu in provision of services as per the approved budget.

***Budget Performance.***

<b>RECEIPT/EXPENSE ITEM</b>	<b>ORIGINAL BUDGET</b>	<b>ADJUSTMENTS</b>	<b>FINAL BUDGET</b>	<b>ACTUAL ON COMPARABLE BASIS</b>	<b>% Utilisation</b>
Exchequer Releases	703,297,034	(30,123,004)	673,174,030	672,270,174	99.87
Payments	703,297,034	(30,123,004)	673,174,030	670,423,644	99.59
SURPLUS /DEFICIT				1,846,530	

The percentage utilization of the exchequer releases was 99.87% while the percentage utilization of the payments was 99.59%. There was a surplus of Kshs 1,846,530. Exchequer releases was 99.87% funded as per the budget for the financial year 2021/2022.

**2.1 Operational Performance**

The County Assembly of Samburu passed Six bills (6) bills during the which are, The Samburu County Youth and Women Enterprise Fund Bill 2020, the Samburu County Forest Bill 2021, the Samburu County Climate Change Bill 2022, the Samburu County Health Facility Improvement Fund 2022, the Samburu County Finance bill 2021, the Samburu County Appropriation Bill, 2021.

The budget of the county assembly was passed on 30-05-2021 and there were two (2) subsequent supplementary budgets during the financial year 2021/2022.

**2.2 Performance of key development projects**

For the financial year ended 30 June 2022, the county assembly chambers and office block that has been under construction from the year 2017 had incurred total cumulative payment of Kshs 424,893,738 representing (80.72%) of the total project cost. Six (6) ward offices fences were constructed during the year.

**a) Comment on value-for-money achievements**

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

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

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

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

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

**2.3 Challenges and Recommended Way Forward**

S/ No.	Challenges	Mitigation Measures
1.	The annual budgets have not been linked to the strategic plan.	Make strategic plan the basis of preparation of the budget.
2.	Strategic plan is not systematically approached and referenced as a source document for action.	Make strategic plan the basis of planning.
3.	Financial constraints impeding implementation of objectives and achievement of results	Lobbying for increased budget ceilings
4.	Inadequate ceiling by commission on revenue allocation	Lobbying for increase of ceilings through the right channels
5.	Political interference	Capacity building so that stakeholders understand county assembly roles.
6.	Covid-19	Putting in place precautionary measures within the Assembly chambers to adhere to World Health Organisation and ministry of health guidelines and containment measures Restriction of movement and gatherings. Embracing virtual meetings.

Name:

Clerk of the County Assembly

*Patrick Lelesse*

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**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, in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county assembly performance against predetermined objectives.

The key mandate of the County Assembly of Samburu is legislation, oversight, and representation. To achieve this, the assembly's program was documented in terms of objective, key performance indicators, and outcome.

Outlined below are the objectives and outcomes for the county assembly in the financial year ended 30 June 2022:

<b>Program 1</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Legislation, oversight and representation	Enhanced capacity building of MCAs and Secretariate – Provide ongoing capacity building trainings	Increased development in capacity legislation	Six bills were passed in the County Assembly	MCA were trained on various capacity building programs.
	Enhanced capacity building of MCAs and Secretariate	Amendment of standing orders	20% increase in efficient Assembly operation	County Assembly of Samburu standing orders were reviewed.

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**4. Corporate Social Responsibility Statement/Sustainability Reporting**

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

**a) Sustainability strategy and profile -**

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

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

- i. The Kenya Vision 2030
- ii. Medium Term Plan III (2018 – 2022)
- iii. The County Integrated Development Plan, 2018-2023
- iv. County Assembly of Samburu Policies and guidelines
- v. The County Assembly of Samburu Strategic plan 2019-2023
- vi. Annual Development plan

**b) Environmental performance**

The County Assembly of Samburu is an equal opportunity employer and in all its hiring, promotion and career progression the gender rule is always taken into account. Skills have been improved by embracing several strategies some being appointment of training committee which perform an annual Training Needs Assessment which leads to development of Annual Training Master Plan/Training calendar which informs the training needs for our employees throughout the year. The Assembly has embraced the Performance Management System this financial year. The Clerk has signed a Performance contract while all heads of Departments are under performance appraisal.

The County Assembly of Samburu is duly registered with DOSH (Directorate of

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

Occupational Safety and Health), it has appointed Occupational Safety and Health Committee which conducts assessment of work environment and recommends to the Management Committee on any improvements to be carried out.

**c) Employee welfare**

The County Assembly of Samburu is an equal opportunity employer and in all its hiring, promotion and career progression the gender rule is always taken into account. Skills have been improved by embracing several strategies some being appointment of training committee which perform an annual Training Needs Assessment which leads to development of Annual Training Master Plan/Training calendar which informs the training needs for our employees throughout the year. The Assembly has embraced the Performance Management System this financial year. The Clerk has signed a Performance contract while all heads of Departments are under performance appraisal.

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

**d) Market place practices-**

**Responsible competition practice.**

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

**Responsible Supply chain and supplier relations**

Samburu county assembly endeavours to maintain good relationship with its suppliers. We fast track the payment of suppliers by honouring their contracts as soon as we get funding from the national treasury. As a result, by end of this financial year we had minimal pending bills.

**Responsible marketing and advertisement**

Any advertisement made by the Assembly is usually done via the website or the local newspaper so as to reach as many citizens as possible.

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**e) Community Engagements-**

Every calendar year end the county assembly through the Staff Welfare Committee conducts visits to children homes to donate food stuff, clothes etc. as our social corporate responsibility. We also participate in various community cultural events or ceremonies on occurrence, in addition to any other community requests.

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**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, 2022. 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, 2022, 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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

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 29-9- 2022.

*Patricia Leshore*

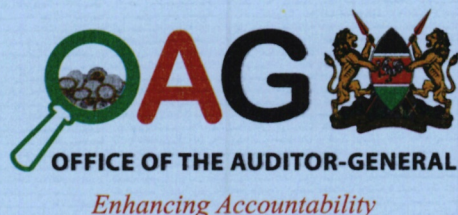
.....

Name:

Clerk of the County Assembly

# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
Email: 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 SAMBURU FOR THE YEAR ENDED 30 JUNE, 2022

---

### 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 Samburu set out on pages 1 to 39 which comprise of the statement of financial assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of County Assembly of Samburu as at 30 June, 2022, 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**

#### **1.0 Unsupported Expenditure on Hospitality, Supplies and Services**

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects use of goods and services expenditure of Kshs.204,290,012 in Note 5 to the financial statements which includes hospitality, supplies and services expenditure of Kshs.22,267,778, out of which, expenditure amounting to Kshs.2,418,610 was not supported.

In the circumstances, the accuracy and validity of the expenditure of Kshs.2,418,610 could not be confirmed.

#### **2.0 Foreign Travel and Subsistence**

##### **2.1 Unsupported Foreign Travel and Subsistence**

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects Kshs.204,290,012 on use of goods and services which includes foreign travel and subsistence of Kshs.26,658,614. During the year under review, ten (10) members of the Assembly spent Kshs.6,419,840 while attending a training on leadership and management in public service in Addis Ababa from 23 January, to 2 February, 2022.

However, no supporting documents including clearance certificates from the relevant ministry, travelling documents including passports, signed attendance registers and back to office reports were provided for audit .

In the circumstances, the completeness and propriety of the expenditure of Kshs.6,419,840 included under the use of goods and services in the statement of receipts and payments could not be confirmed.

## **2.2 Irregular Use of Public Funds on a Trip to Arusha**

Included in foreign travel and subsistence expense of Kshs.26,658,614 is an expenditure of Kshs.2,837,823 in respect to facilitation of thirteen (13) Members of the County Assembly (MCAs) and Secretariat to attend the 2<sup>nd</sup> East Africa Community Regional Science, Technology and Innovation Conference in Arusha, Tanzania for four (4) days starting from 27 to 29 October, 2021. However, review of the relevant documents revealed the following anomalies:

- i. Back to office report was not provided for audit to confirm the benefits of the conference to the Assembly.
- ii. Signed attendance registers and certificates of participation were not provided for audit .
- iii. International Travel Clearance for the thirteen (13) members from the speaker of the Assembly was not provided for audit .

In the circumstances, the accuracy and propriety of the expenditure of Kshs.2,837,823 included under the use of goods and services in the statement of receipts and payments could not be confirmed.

## **3.0 Inaccuracies in Non-Current Assets**

Annex 4 to the financial statements in respect to summary of non-current asset register reflects a balance of Kshs.597,145,184. The Assembly owns several parcels of land on which the County Assembly has put up offices in five (5) Wards and two (2) parcels where the main office and the Speaker's residence have been put up. These parcels of land have not been included in the summary of non-current asset register in Annex 4.

In the circumstances, the accuracy and completeness of the non-current asset registers balance of Kshs.597,145,184 as reflected in Annex 4 could not be confirmed.

## **4.0 Variances between IFMIS and the Financial Statements**

Review of the IFMIS ledger and the statement of assets and liabilities reflects the following variances in various financial components:

<b>Component</b>	<b>Note</b>	<b>Financial Statements (Kshs)</b>	<b>IFMIS (Kshs.)</b>	<b>Variances (Kshs)</b>
Bank Balances	13A	1,846,530	(2,339,256,213)	(2,341,102,743)
Cash Balances	13B	-	1,752,619,499	1,752,619,499
Total Cash and Cash Equivalents		1,846,530	(586,636,713)	(588,483,243)
Retention in Mortgage account		4,232,540	-	(4,232,540)
Retention in county executive retention account		32,740,710	-	(32,740,710)
Accounts Receivable	14	36,973,250	-	(36,973,250)
<b>Total Financial Assets</b>		<b>38,819,780</b>	<b>(586,636,713)</b>	<b>(625,456,493)</b>
3rd party Deposits and retentions	15	36,973,250	(117,381,626)	(154,354,876)
<b>Net Financial Assets</b>		<b>1,846,530</b>	<b>(469,255,087)</b>	<b>(471,101,617)</b>
Fund Balance b/fwd	16	0	174,502,560	174,502,560
<b>Net Financial Position</b>		<b>1,846,530</b>	<b>176,349,090</b>	<b>174,502,559</b>

In the circumstances, accuracy of the respective balances in the statement of assets and liabilities could not be confirmed.

### 5.0 Unsupported Procurement of Videography and Editing

The statement of receipts and payments for the year ended 30 June, 2022 and as disclosed in Note 5 to the financial statements reflects Kshs.204,290,012 on use of goods and services. This expenditure includes other operating expenses of Kshs.14,005,038 which further includes Kshs.2,572,800 being a payment for the editing of the second documentary of the County Assembly of Samburu. The deliverables that were signed in the contract included a 3-minute Video, 10-minute video and 20-minute videos and Coffee table- Highlighting all pictures and moments of the County Assembly. The contract for the service was signed on 15 April, 2021 for a contractual sum of Kshs.4,000,000. However, no documentary evidence was provided for audit to confirm that the service procured was delivered

In the circumstances, completeness and value for money on the expenditure of Kshs.4,000,000 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Samburu County Assembly 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

*Report of the Auditor-General on County Assembly of Samburu for the year ended 30 June, 2022*

that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Key Audit Matters**

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

### **Other matter**

### **Unresolved Prior Year Matters**

In the audit report of the previous year, several paragraphs were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management has not resolved the issues nor disclosed all the prior year matters as provided by the Public Sector Accounting Standards Board templates issued on July, 2022.

## **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 Unauthorized Payments of Subscription Fees**

Note 5 to the financial statements on use of goods and services reflects Kshs.14,005,038 in respect to other operating expenses which further includes Kshs.750,000 paid to Society of Clerks -At-The Table (SOCATT) and Kshs.2,600,000 paid to County Assembles Forum (CAF) as annual subscription fees. Review of the SOCATT and CAF records revealed that these bodies do not draw their mandate from the Constitution of Kenya or an Act of Parliament.

In addition, the final approved budget for the year 2021/2022 did not have a provision for the payment of these subscriptions. The basis for the payments made to these institutions was therefore, not legally supported and is contrary to Public Finance Management (County Governments) Regulations No. 105 (1) which explains that an Accounting Officer may authorize payment vouchers provided such expenditure is in respect of and within

the provision of the services in a County Treasury warrant and in accordance with the law and regulations. No evidence of an equivalent benefit to the County Assembly was provided for audit

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

## **2.0 Non-Compliance with Law on Ethnic Composition**

During the year under review, the total number of employees of the County Assembly was seventy-four (74) out of which sixty-three (63) or 85 % of the total number were members of the dominant ethnic community in the County. This is contrary to Section 65(1) (e) of the County Governments Act, 2012 which states that in selecting candidates for appointment, the County Service Board shall consider the need to ensure that at least thirty percent of the vacant posts at entry level are filled by candidates who are not from the dominant ethnic community in the county.

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

## **3.0 Non-Compliance with the One-Third of Basic Salary Rule**

During the year under review, twenty-one (21) employees earned a net salary of less than a third (1/3) of the basic salary contrary to Section C.1(3) of the Public Service Commission (PSC) Human Resource Policies, 2016. Management did not provide an explanation for failure to comply with the policy.

In the circumstances, Management was 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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 overall governance.

In preparing the financial statements, Management is responsible for assessing the County Assembly's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to dissolve the County Assembly or to cease operations.,

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

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

Those charged with governance are responsible for overseeing the County Assembly's 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 overall governance processes and systems in accordance with the provisions of Section 7 (1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the County Assembly policies and procedures may deteriorate.

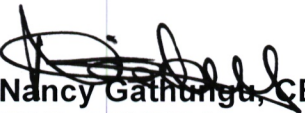
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the County Assembly's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Assembly to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the County Assembly to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
CPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**01 March, 2023**

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**7. Statement of Receipts and Payments for The Year Ended 30th June 2022**

		2021-2022	2020-2021
	Note	KShs	KShs
<b>Receipts</b>			
Exchequer releases	1	672,270,174	597,546,907
Proceeds from sale of assets	2	-	-
Other receipts	3	-	-
<b>Total receipts</b>		<b>672,270,174</b>	<b>597,546,907</b>
<b>Payments</b>			
Compensation of employees	4	292,503,363	280,753,145
Use of goods and services	5	204,290,012	178,665,671
Subsidies	6	-	-
Transfers to other government entities	7	-	-
Other grants and transfers	8	-	999,840
Social security benefits	9	18,120,711	23,106,404
Acquisition of assets	10	155,509,558	113,885,963
Finance costs	11	-	-
Other payments	12	-	-
<b>Total payments</b>		<b>670,423,644</b>	<b>597,411,023</b>
<b>Surplus/deficit</b>		<b>1,846,530</b>	<b>135,884</b>

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29-09 - 2022 and signed by:

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

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**8. Statement Of Financial Assets and Liabilities As At 30th June 2022**

		2021-2022	2020-2021
<b>Financial assets</b>	<b>Note</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Cash and cash equivalents</b>			
Bank balances	13A	<b>1,846,530</b>	<b>135,884</b>
Cash balances	13B	-	-
<b>Total cash and cash equivalents</b>		<b>1,846,530</b>	<b>135,884</b>
Imprests and Advances	14	-	
Retentions in Mortgage Account		4,232,540	4,232,540
Retentions in County Executive Retention Account		32,740,710	17,310,114
<b>Total financial assets</b>		<b>38,819,780</b>	<b>21,678,498</b>
<b>Financial liabilities</b>			
Third party deposits and retention	15	<b>36,973,250</b>	21,542,654
<b>Net financial assets</b>		<b>1,846,530</b>	<b>135,884</b>
<b>Represented by</b>			
Fund balance b/fwd	16	-	93
Prior year adjustment	17	-	
Surplus/(deficit) for the year		<b>1,846,530</b>	<b>135,884</b>
<b>Total Net Financial Assets and Liabilities</b>		<b>1,846,530</b>	<b>135,977</b>

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29-09- 2022 and signed by:

.....  
Clerk of the Assembly

.....  
Chief Finance Office – County Assembly

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

Name: Patrick Kamais Leshore

Name: Joseph Nelson Lesorogol  
ICPAK Member Number: 22366

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

**9. Statement Of Cash Flows for The Period Ended 30<sup>th</sup> June 2022**

		2021-2022	2020-2021
	Note	KShs	KShs
<b>Cash flows from operating activities</b>			
<b>Receipts from operating income</b>			
Exchequer releases	1	672,270,174	597,546,907
Other receipts	3	-	-
<b>Payments for operating expenses</b>			
Compensation of employees	4	292,503,363	280,753,145
Use of goods and services	5	204,290,012	178,665,671
Subsidies	6		-
Transfers to other government entities	7	-	-
Other grants and transfers	8	-	999,840
Social security benefits	9	18,120,711	23,106,404
Finance costs	11	-	-
Other payments	12	-	-
<b>Adjusted for:</b>			
Prior year adjustment	17		
Decrease/(increase) in accounts receivable:	18	-	-
Increase/(decrease) in accounts payable:	19		
<b>Net cash flows from operating activities</b>		157,356,088	114,021,846
<b>Cashflow from investing activities</b>			
Proceeds from sale of assets	2	-	
Acquisition of assets	10	155,509,558	113,885,963
<b>Net cash flows from investing activities</b>		155,509,558	113,885,963
<b>Net increase in cash and cash equivalents</b>		1,846,530	
<b>Cash &amp; cash equivalent at Start of the year</b>	13	-	93
<b>Cash &amp; cash equivalent at end of the year</b>	13	1,846,530	135,977

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29-09-2022 and signed by:

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

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**10. Statement of Comparison Of Budget & Actual Amounts: Recurrent and Development**

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization on difference
	Kshs	Kshs	c=a+b	e=d-c	Kshs
<b>Receipts</b>					
Exchequer releases	703,297,034	(30,123,004)	673,174,030	672,270,174	99.87
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
<b>Total</b>	<b>703,297,034</b>	<b>(30,123,004)</b>	<b>673,174,030</b>	<b>672,270,174</b>	<b>99.87</b>
<b>Payments</b>					
Compensation of employees	292,056,814	1,641,018	293,697,832	292,503,363	99.59
Use of goods and services	186,766,000	18,781,665.	205,547,665	204,290,012	99.39
Subsidies	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	24,609,405	(6,488,287)	18,121,118	18,120,711	99.99
Acquisition of assets	199,864,815	(44,057,400)	155,807,415	155,509,558	99.81
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
<b>Total</b>	<b>703,297,034</b>	<b>(30,123,004)</b>	<b>673,174,030</b>	<b>670,423,644</b>	<b>99.87</b>
<b>Surplus/ deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,846,530</b>	<b>-</b>

*(NB: the total under actual on comparable basis should be the same as the totals under the statement of receipts and payments, where the two statements are not in agreement, a*

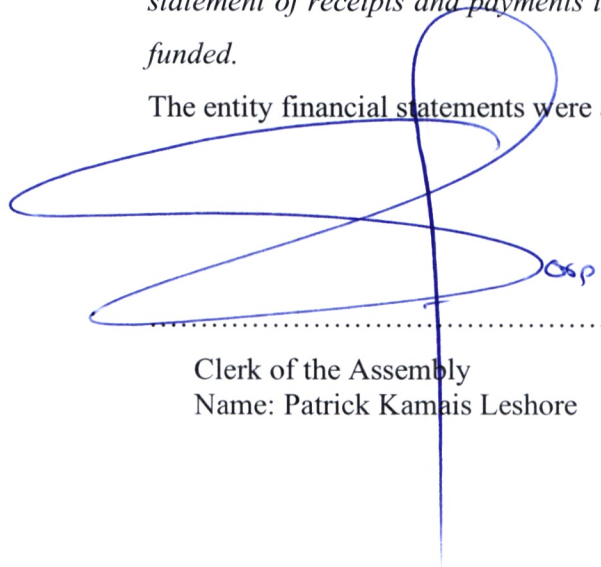
**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

*reconciliation of these two statements should be prepared as required under IPSAS and presented hereunder).*

*Complete budget utilization was achieved no underutilization or overutilization of more than 10% noted.*

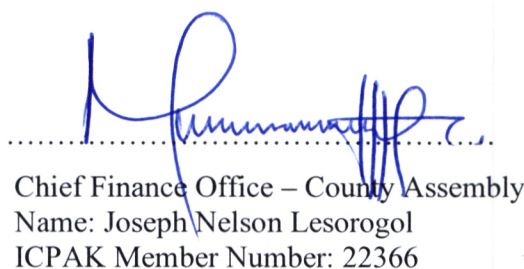
*(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.7.23). Where the result of the statement of receipts and payments is a deficit, the Assembly should explain how the deficit was funded.*

The entity financial statements were approved on 29-09- 2022 and signed by:



.....

Clerk of the Assembly  
Name: Patrick Kamais Leshore



.....

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

**Samouru County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

**11. Statement Of Comparison Of Budget & Actual Amounts: Recurrent**

<b>Receipt/expense item</b>	<b>Original Budget</b>	<b>Adjustments</b>	<b>Final Budget</b>	<b>Actual on Comparable Basis</b>	<b>% Utilisation difference</b>
	<b>A</b>	<b>B</b>	<b>c=a+b</b>	<b>e=d-c</b>	
<b>Receipts</b>					
Exchequer releases	515,132,219	2,876,996	518,009,215	517,964,216.00	99.99
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
<b>Total</b>	<b>515,132,219</b>	<b>2,876,996</b>	<b>518,009,215</b>	<b>517,964,216.00</b>	<b>99.99</b>
<b>Payments</b>					
Compensation of employees	292,056,814	1,641,018	293,697,832	292,503,363	99.59
Use of goods and services	186,766,000	18,781,665.	205,547,665	204,290,012	99.39
Subsidies	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	24,609,405	(6,488,287)	18,121,118	18,120,711	99.99
Acquisition of assets	11,700,000	-11,057,400	642,600	1,203,600	-
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
<b>Total</b>	<b>515,132,219</b>	<b>2,876,996</b>	<b>518,009,215</b>	<b>517,964,216.00</b>	<b>99.39</b>
<b>Surplus/ deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

*[Provide below a commentary on significant underutilization (below 10% of utilization) and any overutilization]*

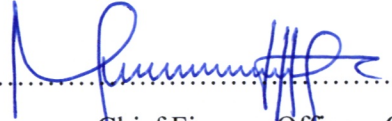
**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

*Complete budget utilization was achieved no underutilization or overutilization of more than 10% noted.*

*(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.7.23)*

The entity financial statements were approved on 29-09- 2022 and signed by:

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

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

Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022

12. Statement Of Comparison of Budget & Actual Amounts: Development

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization on difference
	Kshs	Kshs	c=a+b	e=d-c	Kshs
<b>Receipts</b>					
Treasury/ exchequer releases	188,164,815	(33,000,000)	155,164,815	154,305,958	99.45
Proceeds from sale of assets	-	-	-	-	-
Other receipts	-	-	-	-	-
<b>Total</b>	<b>188,164,815</b>	<b>(33,000,000)</b>	<b>155,164,815</b>	<b>154,305,958</b>	<b>99.45</b>
<b>Payments</b>					
Compensation of employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Subsidies	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
Social security benefits	-	-	-	-	-
Acquisition of assets	188,164,815	(33,000,000)	155,164,815	154,305,958	99.45
Finance costs	-	-	-	-	-
Other payments	-	-	-	-	-
<b>Total</b>	<b>188,164,815</b>	<b>(33,000,000)</b>	<b>155,164,815</b>	<b>154,305,958</b>	<b>99.45</b>
<b>Surplus/ deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

*[Provide below a commentary on significant underutilization (below 10% of utilization) and any overutilization]*

(a) -

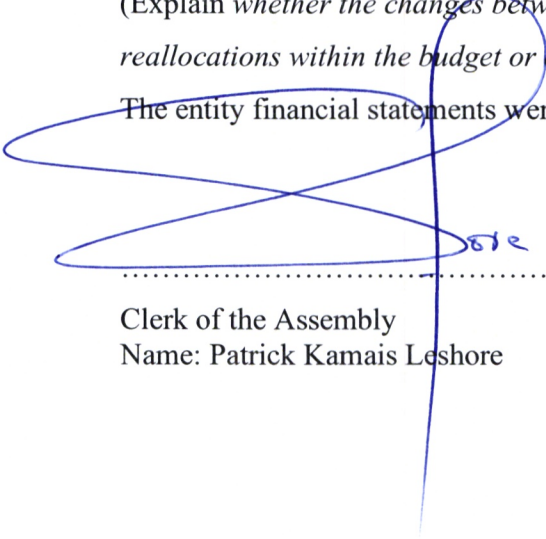
(b) -

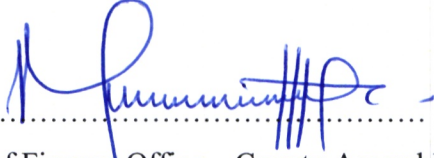
(c) -

(d) -

*(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.7.23)*

The entity financial statements were approved on 24-09- 2022 and signed by:

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

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



**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**13. Budget Execution By Programmes And Sub-Programmes**

<b>Programme/Sub-Programme</b>	<b>Final Budget</b>	<b>Indicators</b>	<b>Outcomes</b>	<b>Actual on comparable basis</b>	<b>Budget utilization difference</b>
	<b>Kshs</b>	<b>%/ number</b>	<b>%/ number</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Programme 1</b>	-	-	-	-	-
Sub-Programme 1- RECURRENT	<b>515,132,219</b>	<b>2,876,996</b>	<b>518,009,215</b>	<b>517,964,216.00</b>	<b>99.99</b>
Sub-Programme 2	-	-	-	-	-
Sub-Programme 3	-	-	-	-	-
<b>Programme 2</b>	-	-	-	-	-
Sub-Programme 1– DEVELOPMENT	<b>188,164,815</b>	<b>(33,000,000)</b>	<b>155,164,815</b>	<b>154,305,958</b>	<b>99.45</b>
Sub-Programme 2	-	-	-	-	-
Sub-Programme 3	-	-	-	-	-
<b>Total</b>	<b>703,297,034</b>	<b>(30,123,004)</b>	<b>673,174,030</b>	<b>670,423,644</b>	<b>99.87</b>

*(NB: This statement is a disclosure statement indicating the utilisation in the same format at the County budgets which are programmatic. Ensure this document is accurately presented to enable consolidation with other County Entities).*

**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**14. Significant Accounting Policies**

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

**1. Statement of compliance and basis of preparation**

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

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

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

**2. Reporting entity**

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

**3. Recognition of receipts and payments**

**a) Recognition of receipts**

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Significant Accounting Policies (Continued)**

**i) Transfers from the Exchequer/ County Treasury**

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

**ii) Other Receipts**

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

**b) Recognition of payments**

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

**i) Compensation of employees**

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

**ii) Use of goods and services**

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

**iii) Acquisition of fixed assets**

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Significant Accounting Policies (Continued)**

**4. In-kind contributions**

In-kind contributions are donations that are made to the *entity* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *entity* includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

**5. Third Party Payments**

This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program, a donor may pay directly for construction of a given market etc. Details of payments by third parties on behalf of the county government is detailed in the notes to this financial statement.

**6. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

**7. Restriction on cash**

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30<sup>th</sup> June 2022, this amounted to KShs 36,973,250 compared to KShs 21,542,654 in prior period as indicated on note 15. *There were no other restrictions on cash during the year.*

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Significant Accounting Policies (Continued)**

**8. Imprests and Advances**

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

**9. Third party deposits and retention**

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted and prescribed by the Public Sector Accounting Standards Board. Other liabilities including pending bills are disclosed in the financial statements.

**10. Non-current assets**

Non-current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the entity fixed asset register a summary of which is provided as a memorandum to these financial statements.

**11. Pending bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the *entity* at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Significant Accounting Policies (Continued)**

**12. Contingent Liabilities**

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:
  - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
  - ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Annex 6 of this financial statement is a register of the contingent liabilities in the year.

**13. Contingent Assets**

The Entity does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Significant Accounting Policies (Continued)**

**14. Budget**

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The Samburu county Assembly budget was approved as required by Law. The original budget was approved by the County Assembly on 30 May 2021 for the period 1<sup>st</sup> July 2021 to 30 June 2022 as required by law. There was 2 number of supplementary budgets passed in the year. The supplementary budgets were approved on 2<sup>nd</sup> Dec 2021 and 23<sup>rd</sup> March 2022. A high-level assessment of the Samburu county Assembly actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

**15. Comparative figures**

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

**16. Subsequent events**

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

**17. Prior Period Adjustment**

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

**18. Related Party Transactions**

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

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

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

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**

**15. Notes to the Financial Statements**

**1. Exchequer Releases**

	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers from the county treasury for q1	71,546,399	55,850,916
Transfers from the county treasury for q2	178,170,947	139,803,468
Transfers from the county treasury for q3	183,022,638	130,634,453
Transfers from the county treasury for q4	239,530,190	271,258,070
<b>Cumulative amount</b>	<b>672,270,174</b>	<b>597,546,907</b>

**2. Proceeds From Sale Of Assets**

	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from Sale of Certified Seeds and Breeding Stock	-	-
Receipts from the Sale of Strategic Reserves Stocks	-	-
Receipts from the Sale of Inventories, Stocks and Commodities	-	-
Disposal and Sales of Non-Produced Assets	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes to the Financial Statements**

**3. Other Receipts**

	2021-2022	2020-2021
	Kshs	Kshs
Tender Fees Received	-	-
Other Receipts II	-	-
Other Receipts III	-	-
Other Receipts IV	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*(Provide a detailed explanation of what other receipts relate to, who they were received from and whether they had been budgeted for)*

**4. Compensation Of Employees**

	2021- 2022	2020- 2021
	Kshs	Kshs
Basic salaries of permanent employees	153,456,139	150,847,612
Basic wages of temporary employees		
Personal allowances paid as part of salary	139,047,224	129,905,533
Personal allowances paid as reimbursements	-	-
Personal allowances provided in kind	-	-
Employer contribution to compulsory national social schemes	-	-
Employer contribution to compulsory national health insurance schemes	-	-
Pension and other social security contributions	-	-
Social benefit schemes outside government	-	-
Other personnel payments	-	-
<b>Total</b>	<b>292,503,363</b>	<b>280,753,145</b>

*(Explain what other personnel costs relate to.)*

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**5. Use Of Goods And Services**

	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	315,557	609,405
Communication, supplies and services	2,117,900	7,114,542
Domestic travel and subsistence	81,014,502	67,937,544
Foreign travel and subsistence	26,658,614	16,638,124
Printing, advertising and information supplies & services	604,680	1,797,285
Rentals of produced assets	9,884,280	7,449,095
Training expenses	9,855,700	2,319,680
Hospitality supplies and services	22,267,778	12,294,325
Insurance costs	18,377,579	18,183,354
Specialized materials and services	1,000,600	3,385,550
Office and general supplies and services	9,389,906	5,154,530
Fuel, oil and lubricants	6,574,401	4,801,434
Other operating expenses	14,005,038	24,719,039
Routine maintenance – vehicles and other transport equipment	2,130,377	5,660,045
Routine maintenance – other assets	93,100	601,720
<b>Total</b>	<b>204,290,012</b>	<b>178,665,672</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**6. Subsidies**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Subsidies To County Corporations		
<i>See List Attached</i>	-	-
(Insert Name)	-	-
Subsidies To Private Enterprises		
<i>See List Attached</i>	-	-
(Insert Name)	-	-
	-	-
<b>Total</b>	-	-

(Provide explanations as to what subsidies relate to)

**7. Transfers To Other Government Entities**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>Transfers to national government entities</b>	-	-
<b>Transfers to other county assembly entities</b>		
Car loan scheme fund	-	-
Mortgage	-	-
Others (insert name of budget agency)	-	-
<b>Total</b>	-	-

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**8. Other Grants And Transfers**

	2021-2022	2020-2021
	Kshs	Kshs
Scholarships and other educational benefits	-	-
Membership fees and dues and subscriptions to organizations	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
<b>Total</b>	-	-

**9. Social Security Benefits**

	2021 - 2022	2020-2021
	Kshs	Kshs
Government Pension and Retirement Benefits	18,120,711	23,106,404
Social Security Benefits	-	-
Employer Social Benefits	-	-
<b>Total</b>	<b>18,120,711</b>	<b>23,106,404</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**10. Acquisition Of Assets**

<b>Non- financial assets</b>	<b>2021 - 2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of buildings	-	-
Construction of buildings	154,305,958	67,914,833
Refurbishment of buildings	-	-
Construction of roads	-	-
Construction and civil works	-	-
Overhaul and refurbishment of construction and civil works	-	-
Purchase of vehicles and other transport equipment	-	-
Overhaul of vehicles and other transport equipment	-	-
Purchase of household furniture and institutional equipment	-	-
Purchase of office furniture and general equipment	42,600	6,117,430
Purchase of specialized plant, equipment and machinery	1,161,000	653,700
Rehabilitation and renovation of plant, machinery and equip.	-	-
Purchase of certified seeds, breeding stock and live animals	-	-
Research, studies, project preparation, design & supervision	-	-
Rehabilitation of civil works	-	-
Acquisition of strategic stocks and commodities	-	-
Acquisition of land	-	-
Acquisition of intangible assets	-	39,200,000
<b>Total acquisition of non- financial assets</b>	-	-
	-	-
<b>Financial assets</b>	-	-
Domestic public non-financial enterprises	-	-
Domestic public financial institutions	-	-
<b>Total acquisition of financial assets</b>	-	-
<b>Total acquisition of assets</b>	<b>155,509,558</b>	<b>113,885,963</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**11. Finance Costs**

	2021- 2022	2020 - 2021
	Kshs	Kshs
Bank charges	-	-
Interest payments on foreign borrowings	-	-
Interest payments on guaranteed debt taken over by govt	-	-
Interest on domestic borrowings (non-govt)	-	-
Interest on borrowings from other government units	-	-
<b>Total</b>	-	-

(Provide detailed explanation on finance costs and whether they relate to borrowings on bank overdraft).

**12. Other Payments**

	2021 - 2022	2020 - 2021
	Kshs	Kshs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Other Payments	-	-
	-	-

(Provide detailed explanations for other payments)

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**13. Cash And Bank Balances**

**13A. Bank Balances**

<b>Name Of Bank, Account Name &amp; Currency</b>	<b>Account Number</b>	<b>Indicate whether Rec, Dev, Dep e.t.c</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
			<b>Kshs</b>	<b>Kshs</b>
<i>Samburu County Development, Recurrent. No. 1000195525, Kshs recurrent</i>		Development	0.05	135,041
<i>Samburu County Assembly Recurrent. No. 1000195517, Kshs recurrent</i>		Recurrent	1,846,529.65	842
<i>Name Of Bank, Account Name &amp; Currency</i>		Deposit		-
<b>Total</b>			<b>1,846,530</b>	<b>135,884</b>

Note: As at 30-06-2021 cash and cash equivalent read Kshs.135,884. However as at 1<sup>st</sup> July 2021 the same amount was returned to county revenue fund under the cash basis of accounting rendering balance b/d to 2021/2022 to be nil

**13B. Cash In Hand**

	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Cash In Hand – Held In Domestic Currency	-	-
Cash In Hand – Held In Foreign Currency	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

Cash in hand should be analysed as follows:

<b>Description</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Location 1	-	-
Location 2	-	-
Location 3	-	-
<b>Total</b>	-	-

*(Provide locations where cash in hand is held e.g. head office, cashier's office, cash office etc)*

**14. Imprests and Advances**

<b>Description</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Government Imprests	-	-
Salary Advance	-	-
Clearance accounts	-	-
<b>Total</b>	-	-

<b>Breakdown Of Imprest And Salary Advance Per Department</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
<b>Imprests</b>	<b>Kshs</b>	<b>Kshs</b>
Department Xx	-	-
Department Xx	-	-
Department Xx	-	-
<b>Sub-Total</b>	-	-
<b>Salary Advance</b>	-	-
Department Xx	-	-
Department Xx	-	-
<b>Sub-Total</b>	-	-
<b>Grand Total</b>	-	-

*\*See Annex 5 for a detailed analysis of the outstanding imprests.*

Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022

Notes To The Financial Statements (Continued)

15. Third Party Deposits and Advances

Description	2021 – 2022	2020 - 2021
	Kshs	Kshs
Deposits	-	-
Retentions	36,973,250	21,542,654
<b>Total</b>	<b>36,973,250</b>	<b>21,542,654</b>

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

16. Fund Balance Brought Forward

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Bank Accounts	-	-
Cash In Hand	-	-
Accounts Receivables	-	-
Accounts Payables	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

The fund b/d is zero because net financial assets for the year ended 30 June 2022 of Kshs.135,977 comprised of cash that was returned to the county revenue fund as per the cash basis of accounting in Government

17. Prior Year Adjustments

	Balance b/f FY 2020-2021 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f FY 2020-2021
Description Of The Error	Kshs	Kshs	Kshs
Bank Account Balances	-	-	-
Cash In Hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others ( <i>Specify</i> )	-	-	-

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

	-	-	-
--	---	---	---

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

**18. Changes In Imprests and Advances**

Description	2021-2022	2020-2021
	Kshs	Kshs
Opening Account Receivables As At 1 <sup>st</sup> July 20xx	-	-
Closing Account Receivables As At 30 <sup>th</sup> June 20xx	-	-
Change In Account Receivables	-	-

**19. Changes In Third Party Deposits and Retention**

Description	2021-2022	2020-2021
	Kshs	Kshs
Opening Accounts Payables As At 1 <sup>st</sup> July 2021	-	<b>14,947,548</b>
Closing Accounts Payables As At 30 <sup>th</sup> June 2022	<b>36,973,250</b>	6,595,106
Change In Accounts Payables	<b>36,973,250</b>	<b>21,542,654</b>

**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Notes To The Financial Statements (Continued)**

**Other Disclosures**

**1. Pending Accounts Payable (See Annex 1)**

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Construction Of Buildings	-	-	-	-
Construction Of Civil Works	-	-	-	-
Supply Of Goods	-	-	-	-
Supply Of Services	-	-	-	-
<b>Total</b>	-	-	-	-

**2. Pending Staff Payables (See Annex 2)**

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Senior Management	-	-	-	-
Middle Management	-	-	-	-
Unionisable Employees	-	-	-	-
Others	-	-	-	-
<b>Total</b>	-	-	-	-

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**  
**Notes To The Financial Statements (Continued)**

**3. Other Pending Payables (See Annex 3)**

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities	-	-	-	-
Amounts due to County Government entities	-	-	-	-
Amounts due to third parties	-	-	-	-
<b>Total</b>	-	-	-	-

*(Provide explanations for the prior year adjustments made, their nature and effect on the fund balance of the County)*

**4. External Assistance**

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
External assistance received in cash	-	-
External assistance received as loans and grants	-	-
External assistance received in kind- as payment by third parties	-	-
<b>Total</b>	-	-

*a) External assistance relating loans and grants*

	FY 2021-2022	FY 2020-2021
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	-	-
<b>Total</b>	-	-

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022  
Notes To The Financial Statements (Continued)**

*b) Undrawn external assistance*

	<b>Purpose for which the undrawn external assistance may be used</b>	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>		<b>Kshs</b>	<b>Kshs</b>
Undrawn External Assistance - Loans		-	-
Undrawn External Assistance - Grants		-	-
<b>Total</b>		-	-

*c) Classes of providers of external assistance*

	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Multilateral Donors	-	-
Bilateral Donors	-	-
International Assistance Organization	-	-
Ngos	-	-
National Assistance Organization	-	-
<b>Total</b>	-	-

*(Provide details for external assistance e, g. Economic development or welfare objective, Emergency relief, Trading activities etc.)*

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**  
**Notes To The Financial Statements (Continued)**

***d. Non-Monetary External Assistance***

	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Goods	-	-
Services	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*This may occur when goods such as vehicles, computers, medical equipment, food aid etc are contributed to a county by donors, NGO etc.*

*N/B: Disclose the basis on which the value of goods and services were determined ( This may be by : depreciated historical cost of physical assets, price attached on the goods, an assessment of value by the management of transferor, recipient on Third Party, Fair value measurement.*

***e. Purpose and use of external assistance.***

<b>Payments Made By Third Parties</b>	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Compensation Of Employees	-	-
Use Of Goods And Services	-	-
Subsidies	-	-
Transfers To Other Government Units	-	-
Other Grants And Transfers	-	-
Social Security Benefits	-	-
Acquisition Of Assets	-	-
Finance Costs, Including Loan Interest	-	-
Repayment Of Principal On Domestic & Foreign Borrowing	-	-
Other Payments	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*N/B The above sub-classification will be adopted based on the purpose of the external assistance and how the external assistance was used.*

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022  
Notes To The Financial Statements (Continued)**

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

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

	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
National Government	-	-
Multilateral Donors	-	-
Bilateral Donors	-	-
International Assistance Organization	-	-
NGOs	-	-
National Assistance Organization	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

*This relates to payments done directly to supplier on behalf of the county governments such as; national government may fund the operation of health or education program, a donor may pay directly for construction of a given market etc.*

***Classification by Source***

	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
National government	-	-
Multilateral donors	-	-
Bilateral donors	-	-
International assistance organization	-	-
NGOs	-	-
National Assistance Organization	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

*Classification of payments made by Third Parties by Nature of expenses*

<b>Payments made by third parties</b>	<b>FY 2021-2022</b>	<b>FY 2020-2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Compensation of employees	-	-
Use of goods and services	-	-
Subsidies	-	-
Transfers to other government units	-	-
Other grants and transfers	-	-
Social security benefits	-	-
Acquisition of assets	-	-
Finance costs, including loan interest	-	-
Other payments	-	-
<b>Total</b>	-	-

**6. Related Party Disclosures**

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

The following comprise of related parties to the County Assembly:

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022  
Related party transactions:**

	2021- 2022	2021- 2022
	Kshs	Kshs
<b>Compensation to Key Management</b>		
Compensation to the Speaker, Deputy Speaker and the MCAs	-	-
Key Management Compensation (Clerk and Heads of departments)	-	-
<b>Total Compensation to Key Management</b>	-	-
<b><u>Transfers to related parties</u></b>	-	-
Transfers to other County Government Entities such as car and mortgage schemes	-	-
Transfers to County Corporations	-	-
Transfers to non-reporting entities e.g ECD centres, welfare centres etc	-	-
<b>Total Transfers to related parties</b>	-	-
<b><u>Transfers from related parties</u></b>	-	-
Transfers from the County Executive- Exchequer	-	-
Payments made on behalf of the County Assembly by other Government Agencies	-	-
(Insert any other transfers received)	-	-
<b>Total Transfers from related parties</b>	-	-

**7. Contingent Liabilities**

<b>Contingent liabilities</b>	2021-2022	2020-2021
	Kshs	Kshs
Court case xxx against the entity	-	-
Bank guarantees in favour of subsidiary	-	-
contingent liabilities arising from PPPs	-	-
<b>Total</b>	-	-

*(Give details- Update ANNEX 6 Contingent liabilities register)*

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**16. 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.

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

**Guidance Notes:**

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

.....  
**Clerk of the County Assembly**

**Date** 29-9-22

**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**17. Annexes**

**Annex 1 – Analysis of Pending Accounts Payable**

<b>Supplier of Goods or Services</b>	<b>Date Contracted</b>	<b>Original Amount</b>	<b>balance at the beginning of the year</b>	<b>Addition During the year</b>	<b>Amount paid During the year</b>	<b>Outstanding Balance</b>	<b>Comments</b>
			a	b	c	d=a+b-c	
<b>Construction Of Buildings</b>	<b>2017</b>	<b>453,570,554</b>	<b>196,705,876</b>	<b>56,907,103</b>	<b>154,305,958</b>	<b>99,307,021</b>	<b>Towards completion</b>
1.							
<b>Sub-Total</b>							
<b>Construction Of Civil Works</b>							
2.							
<b>Sub-Total</b>							
<b>Supply Of Goods</b>							
3.							
<b>Sub-Total</b>							
<b>Supply Of Services</b>							
4.							
<b>Sub-Total</b>							
<b>Grand Total</b>		<b>453,570,554</b>	<b>196,705,876</b>	<b>56,907,103</b>	<b>154,305,958</b>	<b>99,307,021</b>	
Note: Pending bills comprise goods and services rendered and invoiced but not yet settled and does not include commitments							

**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Annex 2 – Analysis Of Pending Staff Payables**

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2021-2022	Outstanding Balance 2020-2021	Comments
			a	b	c=a-b		
Senior Management	-	-	-	-	-	-	-
1.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Middle Management	-	-	-	-	-	-	-
2.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Unionisable Employees	-	-	-	-	-	-	-
3.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Others ( <i>specify</i> )	-	-	-	-	-	-	-
4.	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-	-

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Annex 3 – Analysis Of Other Pending Payables**

<b>Name</b>	<b>Brief Transaction Description</b>	<b>Date Contracted</b>	<b>Original Amount</b>	<b>Amount Paid To-Date</b>	<b>Outstanding Balance 2021-2022</b>	<b>Outstanding Balance 2020-2021</b>	<b>Comments</b>
			a	b	c=a-b		
<b>Amounts Due To National Govt Entities</b>	-	-	-	-	-	-	-
1.	-	-	-	-	-	-	-
<b>Sub-Total</b>	-	-	-	-	-	-	-
<b>Amounts Due To County Govt Entities</b>	-	-	-	-	-	-	-
2.	-	-	-	-	-	-	-
<b>Sub-Total</b>	-	-	-	-	-	-	-
<b>Amounts Due To Third Parties</b>	-	-	-	-	-	-	-
3.	-	-	-	-	-	-	-
<b>Sub-Total</b>	-	-	-	-	-	-	-
<b>Others (Specify)</b>	-	-	-	-	-	-	-
4.	-	-	-	-	-	-	-
5.	-	-	-	-	-	-	-
6.	-	-	-	-	-	-	-
<b>Sub-Total</b>	-	-	-	-	-	-	-
<b>Grand Total</b>	-	-	-	-	-	-	-

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**  
**Annex 4 – Summary of Non-Current Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (KShs) 2020-2021</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Transfers in/(out)</b>	<b>Historical Cost c/f (KShs) 2021-2022</b>
Land	32,500,000	-	-	-	32,500,000
Buildings and structures	270,587,780	154,305,957.95	-	-	424,893,738
Transport equipment	90,800,322	-	-	-	90,800,322
Office equipment, furniture and fittings	18,815,062	42,600.00	-	-	18,857,662
Ict equipment	22,929,590	1,161,000.00	-	-	24,090,590
Machinery and equipment	6,002,872	-	-	-	6,002,872
Biological assets	-	-	-	-	-
Infrastructure assets	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Intangible assets	-	-	-	-	-
Work in progress	-	-	-	-	-
<b>Total</b>	<b>441,635,626</b>	<b>155,509,558</b>			<b>597,145,184</b>

*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 10 on acquisition of assets during the year. Ensure a complete fixed asset register is separately prepared in line with guidelines from The National Treasury.*

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**  
**Annex 5 – Analysis Of Accounts Receivables**  
**(a) Government Imprest**

<b>Name Of Officer Or Institution</b>	<b>Date Imprest Taken</b>	<b>Amount Taken</b>	<b>Amount Surrendered</b>	<b>Balance</b>
		<b>KShs</b>	<b>KShs</b>	<b>KShs</b>
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
Name Of Officer Or Institution	-	-	-	-
<b>Total</b>				-

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**  
**(b) Salary Advance**

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

**Samburu County Assembly**  
**Annual Report and Financial Statements**  
**For the year ended 30<sup>th</sup> June 2022**  
**Annex: 6 Reporting of Climate Relevant Expenditures**

Name of the Organization  
 Telephone Number  
 Email Address  
 Name of CEO/MD/Head

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

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

**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Annex 7 Disaster Expenditure Reporting Template**

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

**Samburu County Assembly -  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Annex 8: Contingent Liabilities Register**

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

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

**Annex 9 – Bank Reconciliation/FO 30 Report**

*(Attach FO 30 Reports from IFMIS)*

**F.O 30**

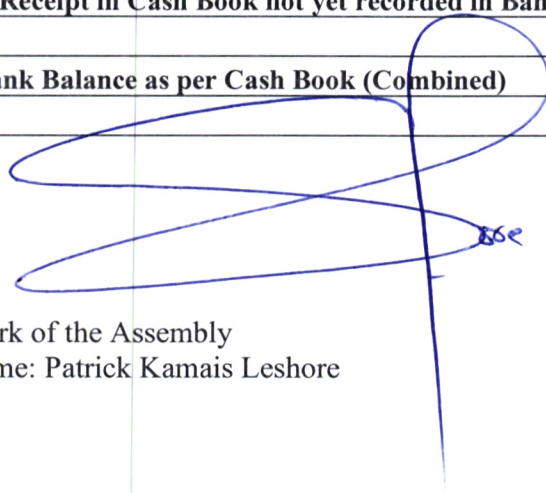
**REPUBLIC OF KENYA  
BANK RECONCILIATION**


**FROM DATE 01-Jul-2021 TO : 30-June-2022**

**ACCOUNT NAME : SAMBURU COUNTY ASSEMBLY**

**BANK : DEVELOPMENT ACCOUNT NUMBER 1000195525**

<b>Balance as per bank Certificate</b>	<b>0.05</b>
<b>Less</b>	
<b>1. Payment in CashBook not yet recorded in bank Statement (Unpresented Cheques)</b>	<b>0.00</b>
<b>2. Receipts in Bank Statement not yet recorded in cash Book</b>	<b>0.00</b>
<b>Add</b>	
<b>3.Payment in Bank Statement not yet recorded in Cash Book</b>	<b>0.00</b>
<b>4. Receipt in Cash Book not yet recorded in Bank Statement</b>	<b>-</b>
<b>Bank Balance as per Cash Book (Combined)</b>	<b>0.05</b>

  
Clerk of the Assembly  
Name: Patrick Kamais Leshore

  
Director Finance – County Assembly  
Name: Joseph Nelson Lesorogol  
ICPAK Member No: 22366

**Samburu County Assembly  
Annual Report and Financial Statements  
For the year ended 30<sup>th</sup> June 2022**

F.O 30

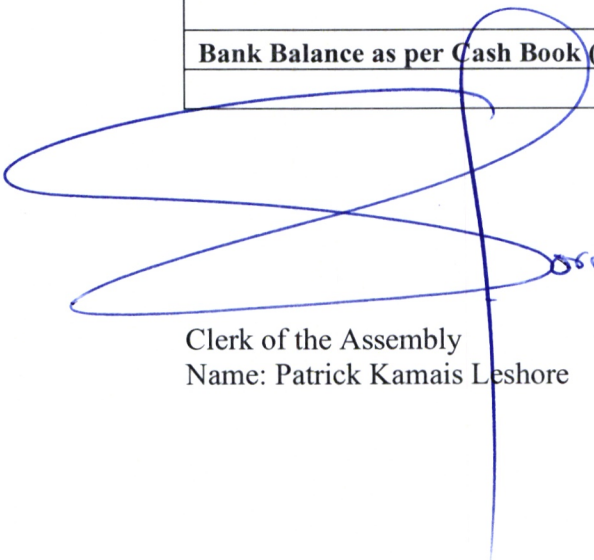
**REPUBLIC OF KENYA  
BANK RECONCILIATION**


**FROM DATE 01-Jul-2020 TO : 30-June-2021**

**ACCOUNT NAME : SAMBURU COUNTY ASSEMBLY**

**BANK : RECURRENT ACCOUNT NUMBER 1000195517**

<b>Balance as per bank Certificate</b>	<b>1,846,529.65</b>
<b>Less</b>	
<b>1. Payment in CashBook not yet recorded in bank Statement (Unpresented Cheques)</b>	<b>0.00</b>
<b>2. Receipts in Bank Statement not yet recorded in cash Book</b>	<b>0.00</b>
<b>Add</b>	
<b>3.Payment in Bank Statement not yet recorded in Cash Book</b>	<b>0.00</b>
<b>4. Receipt in Cash Book not yet recorded in Bank Statement</b>	<b>-</b>
<b>Bank Balance as per Cash Book (Combined)</b>	<b>1,846,529.65</b>

  
Clerk of the Assembly  
Name: Patrick Kamais Leshore

  
Director Finance – County Assembly  
Name: Joseph Nelson Lesorogol  
ICPAK Member No: 22366