

REPUBLIC OF KENYA



*Enhancing Accountability*

## REPORT

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**THE AUDITOR-GENERAL**

ON

**RECEIVER OF REVENUE –  
REVENUE STATEMENTS**

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

**COUNTY GOVERNMENT OF  
LAIKIPIA**



OFFICE OF THE AUDITOR GENERAL  
PER EASTERN REGIONAL OFFICE - ISICLO

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RECEIVER OF REVENUE  
COUNTY GOVERNMENT OF LAIKIPIA

REVENUE STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2023

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

**Receiver of Revenue**  
**County Government of Laikipia**  
**Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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RECEIVED  
COUNTY GOVERNMENT OF LAIKIPIA  
REVENUE DEPARTMENT

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**1. ACRONYMS AND GLOSSARY OF TERMS**

**a) Acronyms**

COB	Controller of Budget
CRF	County Revenue Fund
FY	Financial Year
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OSR	Own Source Revenue
PFMA	Public Finance Management Act
PSASB	Public Sector Accounting Standards Board
ROR	Receiver of Revenue

**b) Glossary of terms**

Comparative FY	Comparative Prior Financial Year
Fiduciary Management	The key management personnel who had financial responsibility

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**2. KEY ENTITY INFORMATION AND MANAGEMENT**

**(a) Background information.**

Laikipia County Revenue Board was established and derives its authority and accountability from Laikipia County Revenue Board ACT 2014 enacted on 19<sup>th</sup> June 2014. The Revenue Board is wholly owned by the County Government of Laikipia which is one of the 47 Counties in the Republic of Kenya.

The Board is responsible for; collecting and receiving all county revenue; administering and enforcing county laws related to revenue; assessing, collecting and accounting for all revenue in accordance with the county laws related to revenue; advising the County Executive Committee Member on all matters related to administration and collection of revenue under county laws; and carrying out other roles necessary for the implementation of the objects and purpose of the Laikipia County Revenue Board Act, 2014.

The Revenue Board is under the Department of Finance and County Planning at the County Executive Committee level, the Revenue Board is represented by the County Executive committee member for Finance and County Planning who is responsible for the general policy and strategic direction of the Revenue Board.

**(b) Principal activities.**

The principal activity of the entity is to:

Collect and receive all county revenues; administration and enforcement of the Finance Act; Advising the County Executive Committee on all matters related to Tax Administration under the County Laws; and carrying out such other roles necessary for the implementation of the objects and purposes of the Revenue Board Act, 2014, in order to promote sustainable socio-economic development and good governance in order to achieve County development goals.

The receiver of revenue collects revenue and remits to the County Revenue Fund (CRF)

**(c) Key Management Team**

The County Government of Laikipia day-to-day management of revenue is under the following:

S/NO	Name	Position
1	Elijah Kamunya	Chief Executive Officer
2	Charles Githinji	Head of ICT
3	Ann Kinyua	Head of Accounting and Reporting
4	John Ndungu	Head of Compliance and Monitoring
5	Eunice Gacheba	Head of Human Resource
6	Grace Wanjiku	Revenue Administrator

**Receiver of Revenue  
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**(d) County Headquarters**

Annex Office  
P.O. BOX 1271  
Annex County Offices  
Nanyuki, Kenya

**(e) Entity Contacts**

Telephone: (254) 757701850  
Email: [lcrb@laikipia.go.ke](mailto:lcrb@laikipia.go.ke)  
Website: [www.laikipia.go.ke](http://www.laikipia.go.ke)

**(f) Independent Auditor**

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

**(g) Principal Legal Adviser**

County Legal Attorney  
P.O. Box 1271-10400  
E-mail: [alexander.muchemi@laikipia.go.ke](mailto:alexander.muchemi@laikipia.go.ke)  
Nanyuki, Kenya

**(h) Bankers**

Central Bank of Kenya  
Haille Selassie Avenue  
P.O Box 60000-00200  
Nairobi

Co-operative Bank of Kenya  
Nanyuki, Kenya.

Kenya Commercial Bank  
Nanyuki, Kenya.

Family -Bank  
Nanyuki, Kenya.

**Receiver of Revenue  
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Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**(i) County Attorney**

P.O. Box 1271-10400  
Interim county headquarter building  
Kenyatta Avenue  
Nanyuki, Kenya.

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**3. FOREWORD BY THE CECM FINANCE AND ECONOMIC PLANNING.**

It is once more a tremendous honour for me to give the receiver of revenue statement that details the County's revenue performance for the fiscal year that concluded on June 30, 2023. The financial statements comply with Section 166(4) of the Public Finance Management Act of 2012 and are presented in the manner recommended by the Public Sector Accounting Standards Board. The Act further requires that, within three months after the end of each financial year, the statements be submitted to the Auditor General and copies sent to the National Treasury, the Office of the Controller of Budget, and the Commission on Revenue Allocation.

The link between policies, planning, budgeting and reporting continues being critical as provided for in the Constitution of Kenya 2010 and County Governments Act of 2012. The financial statements play a critical role in the decision making, management and accountability of public resources.

To strengthen the public finance management, the County Government will continue to embrace timely financial reporting and deepen public financial reforms like the use of the Laikipia County Statistical abstract which is prepared annually as part of budget preparation and project management to increase efficiency and effectiveness in service delivery.

The County is committed to ensuring transparency by relaying performance indicators to the public. This will be realized through the publishing and publicizing financial and non-financial reports as required by the Constitution and the PFM Act 2012.

The year under review, the County Government of Laikipia through its Revenue Board managed to collect Own Source Revenue of Kshs.997,324,350 but the amount which was disbursed to the County Revenue Fund at Central bank of Kenya was Kshs. 980,163,461. This performance marks a monumental milestone in it being the highest ever OSR collection recorded since the inception of the devolved units of Government. The main revenue streams are; Hospital Fee, Single Business Permit, Cess, Land Rates and Parking fees.

The challenging of the electioneering period also had crossover effect on the Laikipia County Revenue Board mandated functions in terms of revenue collection that saw the seesawing of the performance in revenue collection.

In that regard, the Laikipia County Revenue Board opted to refocus on the strategic measures and priorities that would be resilient to the ever-changing dynamics of revenue collection and continued embracing the cashless revenue collection & management system and also established an integrated county network framework.

**Receiver of Revenue**  
**County Government of Laikipia**  
**Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

During the period under review the Revenue Board gave incentives to revenue payers by issuing 100% waiver on accumulated penalties and interest on land rates in the period between 15<sup>th</sup> May 2023 to 15<sup>th</sup> June 2023 and acceptance of instalment payment from revenue payers.

The Laikipia Revenue Board was able to realize OSR Kshs 997,324,350 against the budgeted Kshs. 1,297,000,000 hence resulting to a deficit of Kshs.299,675,650 as illustrated below.

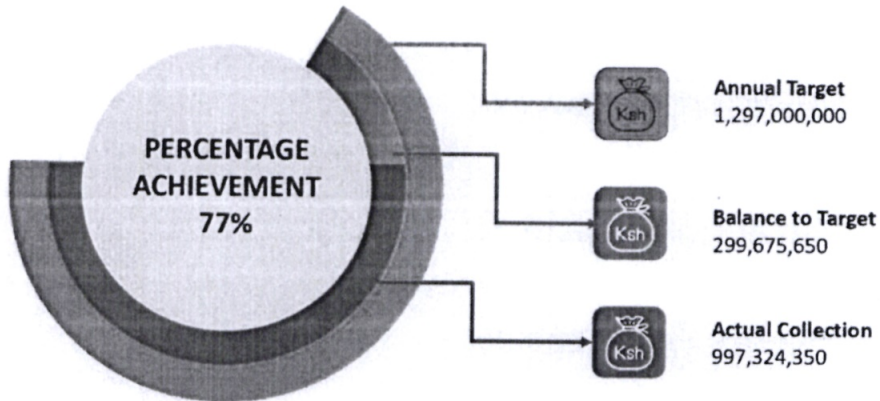
<b>Receipt</b>	<b>Approved Revenue Streams Targets</b>	<b>Actual on Comparable Basis</b>	<b>Budget Realization Difference</b>	<b>% Of Realization</b>
	<b>A</b>	<b>B</b>	<b>C=A-B</b>	<b>D=B/A%</b>
	Kshs	Kshs	Kshs	Kshs
<b>County Own Source Revenue</b>				
Cess	126,800,000	88,941,991	37,858,009	70%
Land Rate	93,600,000	74,410,569	19,189,431	79%
Single/Business Permits	117,700,000	96,016,847	21,683,153	82%
Property Rent	59,500,000	27,253,392	32,246,608	46%
Parking Fees	87,000,000	66,967,727	20,032,273	77%
Market Fees	15,000,000	8,011,696	6,988,304	53%
Advertising	25,000,000	19,406,369	5,593,631	78%
Hospital Fees	562,000,001	467,253,034	94,746,967	83%
Public Health Service Fees	20,000,000	16,968,809	3,031,191	85%
Physical Planning and Development	25,999,999	21,971,406	4,028,593	85%
Education fees	24,600,000	10,385,000	14,215,000	42%
Hire of County Assets	500,000	341,020	158,980	68%
Conservancy Administration	37,000,000	22,473,794	14,526,206	61%
Administration Control Fees and Charges	77,300,000	62,905,628	14,394,372	81%
Proceeds from sale of assets	10,000,000	-	10,000,000	0%
Park Fees	14,000,000	13,185,498	814,502	94%
Other Fines, Penalties, And Forfeiture Fees	1,000,000	831,570	168,430	83%
<b>Total County Own Source Revenue</b>	<b>1,297,000,000</b>	<b>997,324,350</b>	<b>299,675,650</b>	<b>77%</b>
<b>Other Receipts</b>				
Grants Not Received Through CRF (UNICEF)	10,000,000	4,929,300	5,070,700	49%
<b>Total Other Receipts</b>	<b>10,000,000</b>	<b>4,929,300</b>	<b>5,070,700</b>	<b>-</b>
<b>Total Receipts</b>	<b>1,307,000,000</b>	<b>1,002,253,650</b>	<b>304,746,350</b>	<b>77%</b>

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**PROPORTION OF REVENUE COLLECTED FY 2022/23.**

<b>DETAILS</b>	<b>ACTUAL FY2022/23 (KSHS)</b>	<b>DEFICIT FY2022/23 (KSHS)</b>	<b>TOTAL (KSHS)</b>
FY 2022/23	997,324,350	299,675,650	1,297,000,000

**OWN SOURCE REVENUE  
F/Y 2022/2023**



.....  
**Samuel W. Gachigi**  
**CECM Finance and Economic Planning**  
**County Government of Laikipia**

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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4. MANAGEMENT DISCUSSION AND ANALYSIS.

The Object and Purpose of the Laikipia County Revenue Board Act, 2014 is to provide for the establishment of legal and institutional framework for revenue administration with a view to:

- Ensure effectiveness and efficiency in revenue administration
- Facilitate transparency in revenue administration and
- Enhance County revenue.

It is on this backdrop that the Revenue Board has made every effort in terms of policy formulation and implementation that has translated to the enormous growth of our Own Source Revenue to a record high of Kshs. 997 million in the just concluded FY 2022/23. This was a commendable growth of 11% over the previous year. The residual effects of the electioneering period, coupled with the prolonged drought that has ravaged our County presented us with rather tough economic terrain.

Agricultural vested revenue streams including the Livestock market cess and other food cess collection were adversely affected. The depressed global economy also saw the shrinking of other revenue streams such as tourism and general consumer expenditure including continuous job losses.

Businesses experienced disruptions even due to the fact that the Country's general elections were held during the Financial Year. These factors beyond our control explain our shortfall of 23% towards achievement of our target for the FY 2022/2023.

**Comparison of OSR Between FY2021/22 and FY2022/23.**

The comparative analysis of our revenue performance for the previous year and the current year indicates an increase in our revenue performance by 11% and hence positive improvement as illustrated below.

Description	FY 2021/22 (Kshs)	FY 2022/23 (Kshs)	Incremental Collection (Kshs)	% Increase
Total O.S. R	902,354,455	997,324,350	94,969,895	11%

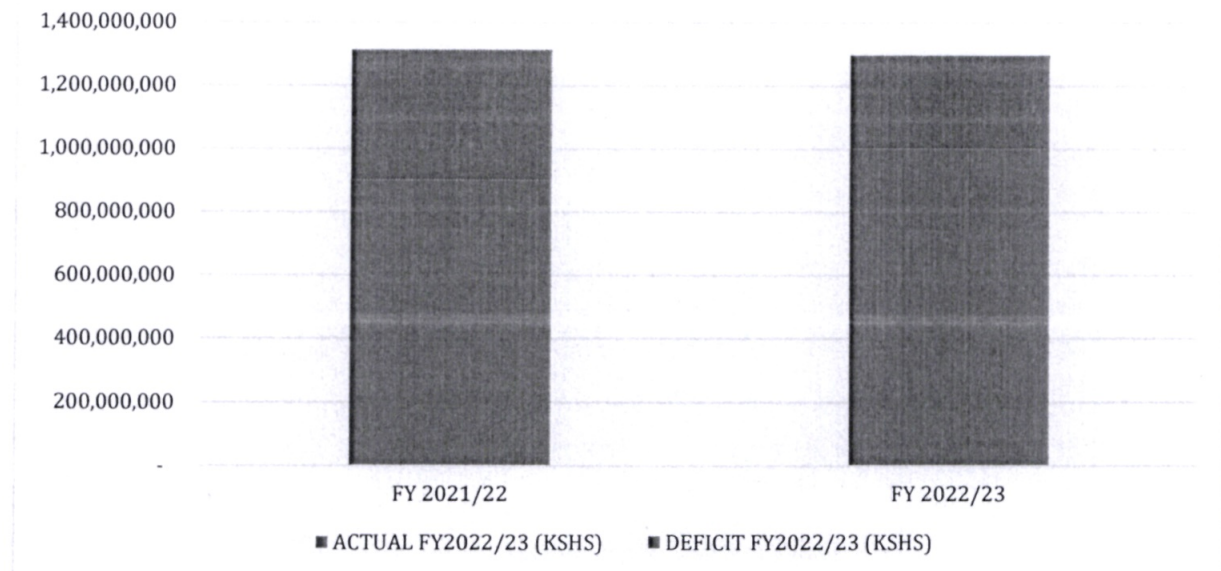
**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**Detailed Analysis of Budgeted Vs Actual Collections Between FY 2021/22 and FY 2022/23.**

The collection of Kshs 997,324,350 as our own source revenue which signified a collection of 77% against our set budget of Kshs 1,297,000 as compared to FY 2021/2022 where the collection was Kshs 902,354,455 as our own source revenue which signified a collection of 69% against our set budget of Kshs 1,312,813,276 as shown below:

Details	Budget (Kshs)	Actual (Kshs)	Deficit (Kshs)
FY2021/22	1,312,813,276	902,354,455	410,458,821
FY 2022/23	1,297,000,000	997,324,350	299,675,650

**Comparison of Budgeted and Actual Collections FY2021/22 & FY2022/23**



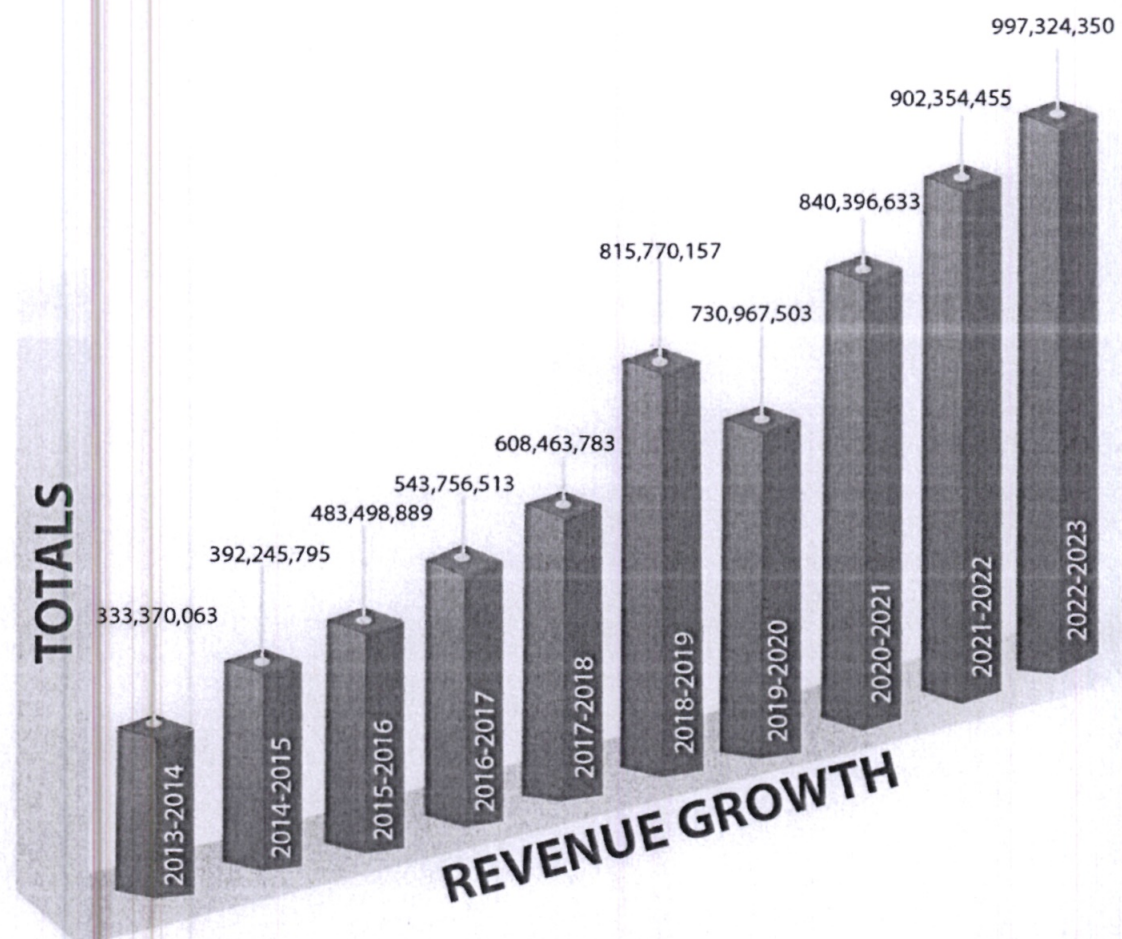
**Ten Year Revenue Performance Analysis**

Laikipia County Revenue Board has improved its Own Source Revenue from Kshs 333M to Kshs 997M over the past ten years, which represents a 299% growth. This has been largely attributed to; automation of revenue collection processes, mapping and monitoring of revenue sources, human resource restructuring, implementation of cashless mode of payment, performance-based management and stakeholders' awareness in regards to payment of revenue. Below is a summary of yearly performance and contribution of OSR.

**Receiver of Revenue  
County Government of Laikipia  
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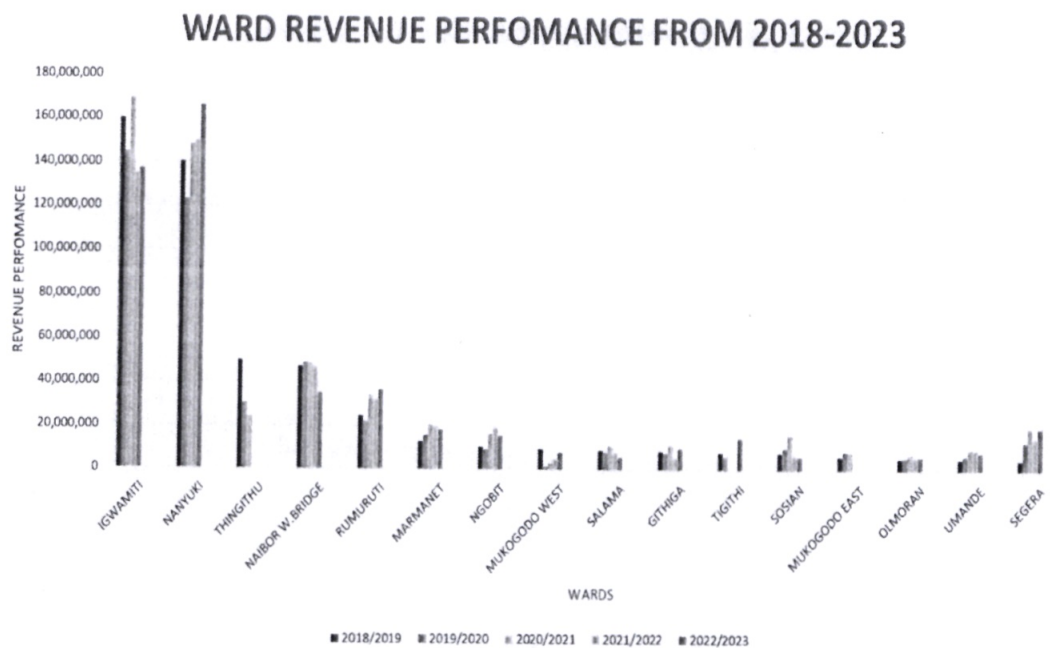
S/No	Financial Year	Total Revenue Collected (Kshs)
1	2013/14	333,370,063
2	2014/15	392,245,795
3	2015/16	483,498,889
4	2016/17	543,756,513
5	2017/18	608,463,783
6	2018/19	815,770,157
7	2019/20	730,967,503
8	2020/21	840,396,633
9	2021/22	902,354,455
10	2022/23	997,324,350

**REVENUE PERFORMANCE FOR FY 2013 - 2023**



**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

Laikipia County has 15 Wards and 6 Sub-Counties, figure 2 shows the Wards revenue comparison for the last five years whereby the financial year 2022/23 was the highest in revenue collection as shown in figure below.



**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**5. STATEMENT OF RECEIVER OF REVENUE'S RESPONSIBILITIES**

Section 165 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, a receiver of revenue for a county government shall prepare an account in respect of the revenue collected, received and recovered by the receiver during that financial year.

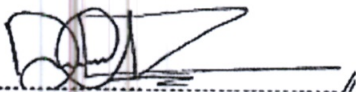
The Receiver of Revenue is responsible for the preparation and presentation of the receiver of revenue account, which gives a true and fair view of the state of affairs of the receiver of revenue for and as at the end of the financial year ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period, (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the statement of assets and liabilities of the entity, (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 entity, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Receiver of Revenue in charge accepts responsibility for the entity's receiver of revenue accounts, 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) and relevant legal framework of the Government of Kenya. The Receiver of Revenue is of the opinion that the entity's receiver of revenue account gives a true and fair view of the state of entity's receiver of revenue transactions during the financial year ended June 30, 2023, and of the entity's statement of assets and liabilities as at that date. The Receiver of Revenue further confirms the completeness of the accounting records maintained, which have been relied upon in the preparation of the receiver of revenue account as well as the adequacy of the systems of internal financial control.

The Receiver of Revenue confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants. The Receiver of Revenue confirms that the revenue statements have been prepared in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the Revenue Statements**

The revenue statements were approved and signed by the Receiver of Revenue on 18<sup>th</sup> December 2023.



**Daniel Ngumi  
Chief Officer Finance/County Receiver of Revenue.**

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON RECEIVER OF REVENUE - REVENUE STATEMENTS FOR THE YEAR ENDED 30 JUNE, 2023 - COUNTY GOVERNMENT OF LAIKIPIA**

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### **PREAMBLE**

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

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

#### **Qualified Opinion**

I have audited the accompanying revenue statements of Receiver of Revenue - County Government of Laikipia set out on pages 1 to 19, which comprise of the statement of

financial assets and liabilities as at 30 June, 2023, and the statement of receipts and disbursements, statement of arrears of revenue 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 revenue statements present fairly, in all material respects, the revenue position of Receiver of Revenue - County Government of Laikipia as at 30 June, 2023, and of its revenue performance for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012.

## **Basis for Qualified Opinion**

### **1. Long Outstanding Arrears of Revenue**

The statements of arrears of revenue together with Note 21 reflects total arrears of Kshs.604,095,325. However, no ledger billings, arrears register and demand letters for arrears which are overdue were provided for audit review. In addition, there was no indication of Management having taken effective action to recover the arrears.

In the circumstances, the validity and recoverability of the arrears of revenue amount of Kshs.604,095,325 could not be confirmed.

### **2. Unsupported Land Rates**

The statement of receipts and disbursements together with Note 2 to the revenue statements reflects a balance of Kshs.74,410,569 for land rates. However, the revenue collections were not supported by assessments from the department of lands and physical planning.

Further, the land rates collected were assessed using an outdated valuation roll dated back to year 1995 which does not reflect the current property values hence leading to revenue shortfalls.

In the circumstances, the validity and value of the land/poll rates collections of Kshs.74,410,569 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Receiver of Revenue - County Government of Laikipia 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 revenue statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

## **Emphasis of Matter**

### **Budgetary Control and Performance**

The statement of comparison of budget verses actual amounts reflects final receipts budget and actual on comparable basis totalling to Kshs.1,307,000,000 and Kshs.1,002,253,650, respectively, resulting to an under collection amounting to Kshs.304,746,350 or 23% of the budget.

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

My opinion is however, not modified in respect of this matter.

### **Key Audit Matters**

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

### **Other Matter**

#### **Unresolved Prior Year Issues**

In the report of the previous year, several issues were raised under Report on the Revenue Statements. However, although the Management had indicated that some were resolved, the matters remained unresolved as the Senate and County Assembly are yet to deliberate on the Report for 2021/2022.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution and 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. Land Rates Waiver**

The statement of arrears of revenue reflects land rate arrears of Kshs.574,464,967 and a disclosure that a waiver was issued for land rates during the financial year. Examination of the county's records revealed that the request for waiver referenced REF.CCG/CEC/F&EP /VOL.V/42 and dated 25 April, 2023 was made by the County Executive Committee (CEC) Member for Finance and Economic Planning to waive land rates amounting to Kshs.5,842,944,626 between 15 May, 2023 to 15 June, 2023. However, no evidence was provided to show that the waiver was gazetted within fourteen (14) days after an approval was granted contrary to Section 83 of the Laikipia County

Revenue Administration Act, 2022 which states that every waiver shall be published in the Gazette not more than fourteen (14) days after it is granted.

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

## **2. Failure to Transfer Revenue Collected to the County Revenue Fund**

The statement of financial assets and liabilities as disclosed in Note 20 to the financial statement reflects a balance of Kshs. 16,564,466 in respect of payables due to the County Revenue Fund (CRF) and which represents the County's own generated revenues collected during the year but not transferred to the County Revenue Fund by the close of the financial year contrary to Regulation 81(2) of the Public Finance Management (County Government) Regulations, 2015 requiring the receivers of revenue to promptly pay the revenue received into the County Revenue Fund as soon as possible and not later than five (5) working days after receipt thereof.

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

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAI) 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the revenue statements comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

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

### **Basis for Conclusion**

#### **Failure to set Data Back-Up Server for the Laikipia Revenue Management System**

The Laikipia revenue management system's server is domiciled in Nanyuki Banking hall. However, there is no other backup server in place hence exposing the receiver of revenue to the risk of total data loss should anything happen to the only server at the Nanyuki banking hall.

In the circumstances, the effectiveness of the revenue management system could not be confirmed.

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

In preparing the revenue statements, Management is responsible for assessing the Receiver of Revenue'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 terminate the Receiver of Revenue or to cease operations.

Management is also responsible for the submission of the revenue 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 revenue statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the revenue 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 Receiver of Revenue's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

The audit objectives are to obtain reasonable assurance about whether the revenue 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 revenue statements.

In addition to the audit of the revenue 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 revenue 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 revenue statements and audit of compliance, I consider internal controls 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 controls 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 revenue statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the revenue 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 controls.
- 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 Receiver of Revenue'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 revenue 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 Receiver of Revenue to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the revenue statements, including the disclosures and whether the revenue 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 Receiver of Revenue to express an opinion on the revenue statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

23 January, 2024

*Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.*


**7. STATEMENT OF RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED 30TH JUNE 2023.**

<b>Description.</b>	<b>Note</b>	<b>FY 22/23.</b>	<b>Comparative FY 21/22.</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>County Own Source Revenue</b>			
Cess	1	88,941,991	106,113,452
Land Rate	2	74,410,569	46,390,622
Single/Business Permits	3	96,016,847	76,072,888
Property Rent	4	27,253,392	19,314,700
Parking Fees	5	66,967,727	69,343,987
Market Fees	6	8,011,696	9,494,210
Advertising	7	19,406,369	18,565,056
Hospital Fees	8	467,253,034	398,880,236
Public Health Service Fees	9	16,968,809	13,083,750
Physical Planning and Development	10	21,971,406	37,016,840
Education fees	11	10,385,000	-
Hire of County Assets	12	341,020	30,034,791
Conservancy Administration	13	22,473,794	17,336,477
Administration Control Fees and Charges	14	62,905,628	48,392,924
Park Fees	15	13,185,498	11,396,532
Other Fines, Penalties, And Forfeiture Fees	16	831,570	917,990
<b>Total County Own Source Revenue</b>		<b>997,324,350</b>	<b>902,354,455</b>
<b>Other Receipts</b>			
Donations/Grants Not Received Through CRF	17	4,929,300	-
<b>Total Other Receipts</b>		<b>4,929,300</b>	<b>-</b>
<b>Total Receipts</b>		<b>1,002,253,650</b>	<b>902,354,455</b>
Balance b/f at the beginning of the year (prior yr adjustment)		316,500	-
<b>Disbursements To CRF</b>		<b>985,092,760</b>	<b>902,354,455</b>
Bank charges	18	912,922	-
<b>Balance Due for Disbursement</b>		<b>16,564,468</b>	

The accounting policies and explanatory notes to these revenue statements form an integral part of the revenue statements. These revenue statements were approved on 18<sup>th</sup> Dec2023 and signed by:

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

---



.....  
**Daniel Ngumi.**  
**County Receiver of Revenue**  
**ICPAK M/No.8207**



.....  
**Elijah Kamunya**  
**Chief Executive Officer**




.....  
**Ann Kinyua**  
**Head of Revenue Reporting**  
**ICPAK M/No.24979**

8. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30<sup>th</sup> JUNE 2023

Description.	Note	FY 22/23	Comparative FY 21/22
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	19	16,564,467	316,500
Cash in Hand		-	-
<b>Total Financial Assets</b>		<b>16,564,467</b>	<b>316,500</b>
<b>Total Financial Assets</b>			
<b>Financial Liabilities</b>			
Payables-Due to CRF	20	16,564,466	316,500
<b>Total Financial Liabilities</b>		<b>16,564,466</b>	<b>316,500</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 18<sup>th</sup> December 2023 and signed by:



.....  
**Daniel Ngumi.**  
County Receiver of Revenue  
ICPAK M/No.8207



.....  
**Elijah Kamunya**  
Chief Executive Officer



.....  
**Ann Kinyua**  
Head of Revenue Reporting  
ICPAK M/No.24979

Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.

9. STATEMENT OF COMPARISON OF BUDGET VS ACTUAL AMOUNTS FOR THE PERIOD ENDED 30<sup>th</sup> JUNE 2023.

Receipt	Original Targets	Adjustments	Final Targets	Actual On Comparable Basis	Budget Realization Difference	% Of Realization
	A	B	C=A+B	D	E=C-D	F=D/C %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>County Own Source Revenue</b>						
Cess	126,800,000	-	126,800,000	88,941,991	37,858,009	70%
Land Rate	93,600,000	-	93,600,000	74,410,569	19,189,431	79%
Single/Business Permits	117,700,000	-	117,700,000	96,016,847	21,683,153	82%
Property Rent	59,500,000	-	59,500,000	27,253,392	32,246,608	46%
Parking Fees	87,000,000	-	87,000,000	66,967,727	20,032,273	77%
Market Fees	15,000,000	-	15,000,000	8,011,696	6,988,304	53%
Advertising	25,000,000	-	25,000,000	19,406,369	5,593,631	78%
Hospital Fees	560,720,000	1,280,001	562,000,001	467,253,034	94,746,967	83%
Public Health Service Fees	20,000,000	-	20,000,000	16,968,809	3,031,191	85%
Physical Planning and Development	25,999,999	-	25,999,999	21,971,406	4,028,593	85%
Education fees	24,600,000	-	24,600,000	10,385,000	14,215,000	42%
Hire of County Assets	500,000	-	500,000	341,020	158,980	68%
Conservancy Administration	37,000,000	-	37,000,000	22,473,794	14,526,206	61%
Administration Control Fees and Charges	77,300,000	-	77,300,000	62,905,628	14,394,372	81%
Proceeds from sale of assets	10,000,000	-	10,000,000	-	10,000,000	0%
Park Fees	14,000,000	-	14,000,000	13,185,498	814,502	94%
Other Fines, Penalties, And Forfeiture Fees	1,000,000	-	1,000,000	831,570	168,430	83%
Miscellaneous Receipts	-	-	-	-	-	

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

<b>Total County Own Source Revenue</b>	<b>1,295,719,999</b>	<b>1,280,001</b>	<b>1,297,000,000</b>	<b>997,324,350</b>	<b>299,675,650</b>	<b>77%</b>
<b>Other Receipts</b>	-					
Grants Not Received Through CRF (UNICEF)	10,000,000	-	10,000,000	4,929,300	5,070,700	49%
<b>Total Other Receipts</b>	<b>10,000,000</b>	<b>-</b>	<b>10,000,000</b>	<b>4,929,300</b>	<b>5,070,700</b>	<b>-</b>
<b>Total Receipts</b>	<b>1,305,719,999</b>	<b>1,280,001</b>	<b>1,307,000,000</b>	<b>1,002,253,650</b>	<b>304,746,350</b>	<b>77%</b>

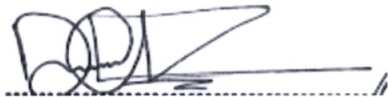
*The change between the original budget and the final budget was due to supplementary budget that was passed in the 2<sup>nd</sup> quarter of the FY 2022/23.*

**Reasons for under realization;**

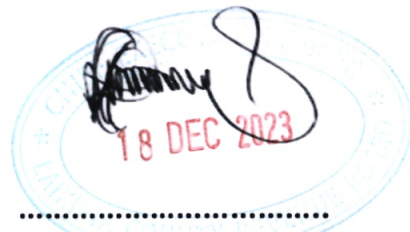
*The reason for under realization on all revenue streams with the exception of park fees (98%) was as a result of;*

- i) Disruption during the electioneering period that was manifested by economic activities slowing down.*
- ii) Prevailing drought during the FY2022/23 which affected the agricultural sector.*

The County Receiver of revenue's financial statements were approved on 18<sup>th</sup> Dec 2023 and signed by:



.....  
**Daniel Ngumi.**  
**County Receiver of Revenue**  
**ICPAK M/No.8207**



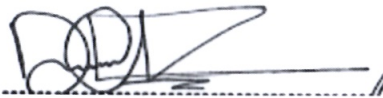
.....  
**Elijah Kamunya**  
**Chief Executive Officer**



.....  
**Ann Kinyua**  
**Head of Revenue Reporting**  
**ICPAK M/No.24979**

**10. STATEMENT OF ARREARS OF REVENUE AS AT 30TH JUNE 2023.**

<b>Classification Of Receipts</b>	<b>Balance as at The beginning of the current year (1<sup>st</sup> July 2022)</b>	<b>Arrears received during the year.</b>	<b>Additions in arrears for the current year to June 30, 2023</b>	<b>Total arrears as at 30 June 2023</b>	<b>Measures taken to recover the arrears</b>
	<b>A</b>	<b>B</b>	<b>C</b>	<b>D=A+(B)+C</b>	
Land rate	487,653,824	74,410,569	161,221,712	574,464,967	Issue of waiver
Property Rent	55,892,026	27,253,392	991,724	29,630,358	Issue demand notices
<b>Total Arrears</b>	<b>543,545,850</b>	<b>101,663,961</b>	<b>162,213,436</b>	<b>604,095,325</b>	



.....  
**Daniel Ngumi.**  
**County Receiver of Revenue**  
**ICPAK M/No.8207**




.....  
**Elijah Kamunya**  
**Chief Executive Officer**




.....  
**Ann Kinyua**  
**Head of Revenue Reporting**  
**ICPAK M/No.24979**

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**11. SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of these revenue statements are set out below:

**1. Statement of Compliance and Basis of Preparation**

The revenue statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and relevant legal framework of the County Government of Laikipia. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

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

The revenue statements have been prepared on the cash basis following the standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the entity.

**2. Recognition of Receipts**

The entity recognises all receipts from the various sources when the related cash has been received by the entity.

**3. Budget**

The County Revenue budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County budget was approved as required by law. The original budget was approved by the County Assembly on 23<sup>rd</sup> June 2022 for the period 1st July 2022 to 30 June 2023 as required by law. There were two supplementary budgets passed in the year. A high-level assessment of the County's actual performance against the comparable budget for the financial year under review has been included in these financial statements.

**4. 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 revenue collection accounts held at Commercial banks.

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

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**5. Revenue in Arrears**

This relates to revenue earned and is yet to be received or collected by the receiver of revenue. These arrears are disclosed under the statement of arrears as required under the PFM Act, 2012 Section 165 (2) (b) which is a memorandum statement.

**6. Disbursements to CRF**

The Receiver of Revenue has an arrangement for transfer of funds from its bank account to the CRF account. Total disbursements to the CRF are as a result of the transfer arrangement during the year. The policy of disbursements was on weekly basis

**7. Comparative Figures**

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

**8. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the revenue statements for the year ended June 30, 2023.

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**12. NOTES TO THE FINANCIAL STATEMENTS**

**1. CESS.**

<b>Description</b>	<b>FY 2022/2023</b>	<b>Comparative FY 2021/2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Farm produce	17,568,224	22,167,158
Quarrying	40,434,950	53,585,483
Livestock	14,767,790	11,974,409
log cess	41,900	599,950
slaughtering fees	16,129,127	17,786,452
<b>Total</b>	<b>88,941,991</b>	<b>106,113,452</b>

**2. LAND RATES.**

<b>Description</b>	<b>FY 2022/2023</b>	<b>Comparative FY 2021/2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Land rates	64,621,497	38,685,467
Land penalties and interest	1,230,419	2,113,806
Arrears	8,558,653	5,591,349
<b>Total</b>	<b>74,410,569</b>	<b>46,390,622</b>

**3. BUSINESS PERMITS**

<b>Description</b>	<b>FY 2022/2023</b>	<b>Comparative FY 2021/2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Business permit application fees	93,342,189	73,343,510
Business permit penalties and interest	2,137,358	2,504,428
Business permit fees arrears	350,000	224,950
Temporary Occupation License (TOL)? TOP	187,300	-
<b>Total</b>	<b>96,016,847</b>	<b>76,072,888</b>

**4. PROPERTY RENT**

<b>Description</b>	<b>FY 2022/2023</b>	<b>Comparative FY 2021/2022</b>
	<b>Kshs</b>	<b>Kshs</b>
County Housing	26,154,680	18,268,946
Plot Rent	1,098,712	1,045,754
<b>Total</b>	<b>27,253,392</b>	<b>19,314,700</b>

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**5. PARKING FEES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Street parking fees	31,300,077	35,544,214
Motorbike fees	167,800	61,300
Reserved parking	1,612,000	1,100,000
Bus Park fees	33,887,850	32,638,473
<b>Total</b>	<b>66,967,727</b>	<b>69,343,987</b>

**6. MARKET FEES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Market entry fees	8,011,696	9,494,210
<b>Total</b>	<b>8,011,696</b>	<b>9,494,210</b>

**7. ADVERTISING.**

Descriptions	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Billboard advertising	19,406,369	18,565,056
<b>Total</b>	<b>19,406,369</b>	<b>18,565,056</b>

**8. HOSPITAL FEES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Level 4 hospitals	467,253,034	398,880,236
<b>Total</b>	<b>467,253,034</b>	<b>398,880,236</b>

**9. PUBLIC HEALTH SERVICE FEES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Vaccination: Yellow fever, Typhoid, etc	188,150	-
Applications for medical examination	-	255,440
Public health permit	16,448,149	12,645,210
Others ( <i>burial fees</i> )	332,510	183,100
<b>Total</b>	<b>16,968,809</b>	<b>13,083,750</b>

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**10. PHYSICAL PLANNING AND DEVELOPMENT**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Building plans approval	17,174,886	34,740,458
Hoarding fees	1,038,000	632,000
survey fees	1,229,920	1,612,922
beacon search	16,500	31,460
Right-of-Way / Way-Leave Fee (KPLN, Telkom, etc.)	2,512,100	-
Others (Specify)		
<b>Total</b>	<b>21,971,406</b>	<b>37,016,840</b>

**11. EDUCATION FEES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Vocational/Training School Fee	10,385,000	-
<b>Total</b>	<b>10,385,000</b>	<b>-</b>

**12. HIRE OF COUNTY ASSETS**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Hire of County Stadia	93,010	116,000
Hire of County Halls	248,010	29,918,791
<b>Total</b>	<b>341,020</b>	<b>30,034,791</b>

**13. CONSERVANCY ADMINISTRATION**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Refuse disposal fees	5,490,000	-
Garbage Dumping	16,983,794	-
Others (Specify)	-	17,336,477
<b>Total</b>	<b>22,473,794</b>	<b>17,336,477</b>

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**14. ADMINISTRATION CONTROL FEES AND CHARGES.**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Weights and measures	573,540	761,510
Fire Services	4,750,705	5,661,560
Liquor licenses	22,968,516	11,890,010
Debt & Clearance Fee Certificate	967,400	1,208,200
Application Fee	5,211,042	4,119,524
Plot Transfer Fees	410,600	1,609,000
Plot Sub division Fees	27,178,625	19,588,350
Business Subletting /Transfer Fees	845,200	581,500
Document Search Fee	-	18,000
Disposal of Assets	-	2,371,000
Salary Recovery Fees	-	584,270
<b>Total</b>	<b>62,905,628</b>	<b>48,392,924</b>

**15. PARK FEES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Park entry fees	13,185,498	11,396,532
<b>Total</b>	<b>13,185,498</b>	<b>11,396,532</b>

**16. OTHER FINES, PENALTIES AND FORFEITURES**

Description	FY 2022/2023	Comparative FY 2021/2022
	Kshs	Kshs
Impounding Fees	585,870	774,990
court fines	245,700	143,000
<b>Total</b>	<b>831,570</b>	<b>917,990</b>

**Receiver of Revenue  
County Government of Laikipia  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023.**

**17. DONATIONS AND GRANTS NOT RECEIVED THROUGH CRF.**

<b>Description</b>	<b>FY 2022/2023</b>	<b>Comparative FY 2021/2022</b>
	<b>Kshs</b>	<b>Kshs</b>
UNICEF health Grant	4,929,300	-
<b>Total</b>	<b>4,929,300</b>	<b>-</b>

**18. BANK CHARGES.**

<b>Description</b>	<b>FY 2022/2023</b>	<b>Comparative FY 2021/2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank Charges & commissions	912,922	-
<b>Total</b>	<b>912,922</b>	<b>-</b>

**19. BANK BALANCES.**

<b>Name of Bank, Account No. &amp; currency</b>	<b>Amount</b>	<b>Exc. rate (if in foreign currency)</b>	<b>FY 2022/23</b>	<b>Comparative FY 2021/22</b>
	<b>Kshs</b>		<b>Kshs</b>	<b>Kshs</b>
Co-operative Bank A/c No. 01141366378700	7,428,849	-	7,428,849	316,500
Family Bank A/c No. 064000063932	5,707,200	-	5,707,200	-
Cooperative A/C No. 01141366233700	223,400	-	223,400	-
Cooperative A/C No. 01129369599800	3,933	-	3,933	-
Cooperative A/C No. 01129368995000	730	-	730	-
Cooperative A/C No. 01129369635000	26,055	-	26,055	-
Cooperative A/C No. 01129369634800	15,010	-	15,010	-
Cooperative A/C No. 01129369622000	2,491	-	2,491	-
Cooperative A/C No. 01129369599900	267	-	267	-
Cooperative A/C No. 01129369621700	2,795	-	2,795	-
Cooperative A/C No. 01129369602100	15,428	-	15,428	-
Cooperative A/C No. 01129368995100	(507)	-	(507)	-
Cooperative A/C No. 01129369000000	163	-	163	-

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K.C.B A/C No. 1275712657	14,680	-	14,680	-
K.C.B A/C No. 1235093808	1,025	-	1,025	-
K.C.B A/C No. 1198115610	648,762	-	648,762	-
K.C.B A/C No. 1198224266	1,661,029	-	1,661,029	-
K.C.B A/C No. 1235093948	1,821	-	1,821	-
K.C.B A/C No. 1261696778	400	-	400	-
K.C.B A/C No. 1261696778	-	-	-	-
FAMILY BANK A/C No. 064000064783	108,530	-	108,530	-
FAMILY BANK A/C No. 023000027049	1,073	-	1,073	-
FAMILY BANK A/C No. 023000027937	981	-	981	-
KCB A/C No. 01102127183	(481)	-	(481)	-
Cooperative A/C No. 01141501762300	700,833	-	700,833	-
<b>Total</b>	<b>16,564,467</b>	<b>-</b>	<b>16,564,467</b>	<b>316,500</b>

**19.(a) BALANCE CARRIED FORWARD AS AT 30<sup>TH</sup> JUNE 2023 AND SUBSEQUENTLY TRANSFERRED.**

<b>Reference.</b>	<b>Amount (Kshs)</b>	<b>Date subsequently transferred</b>
Disbursement 1	7,428,849	13-Jul-23
Disbursement 2	5,707,200	04-Jul-23
Disbursement 3	223,400	13-Jul-23
Disbursement 4	3,933	30-Jul-23
Disbursement 5	730	not yet
Disbursement 6	26,055	30-Jul-23
Disbursement 7	15,010	31-Jul-23
Disbursement 8	2,491	31-Jul-23
Disbursement 9	267	not yet
Disbursement 10	2,795	not yet
Disbursement 11	15,428	31-Jul-23
Disbursement 12	- 507	
Disbursement 13	163	31-Jul-23
Disbursement 14	14,680	31-Jul-23

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Disbursement 15	1,025	
Disbursement 16	648,762	10-Jul-23
Disbursement 17	1,661,029	09-Jun-23
Disbursement 18	1,821	09-Jun-23
Disbursement 21	400	09-Jun-23
Disbursement 22	-	
Disbursement 23	108,530	09-Jun-23
Disbursement 24	1,073	09-Jun-23
Disbursement 25	981	not yet
Disbursement 26	- 481	
Disbursement 27	700,833	13-Jul-23
<b>Total</b>	<b>16,564,467</b>	

**20. PAYABLES- DUE TO CRF.**

Payables	FY 2022/23	Comparative FY 2021/22
	Kshs	Kshs
Balance b/f at the beginning of the year (A)	316,500	-
Amount collected during the year (B)	1,002,253,649	902,670,955
Amounts disbursed to CRF during the year (C)	(985,092,761)	(902,354,455)
Bank Charges (D)	(912,922)	-
<b>Balance c/d at the end of the year E=(A+B-C-D)</b>	<b>16,564,466</b>	<b>316,500</b>

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**21. AGEING ANALYSIS OF REVENUE IN ARREARS.**

Description (indicate as applicable)	Less than	Between	Between	Over 3 years	Total
	1 year	1-2 years	2-3 years		
Land rate	161,221,712	-	-	411,152,819	572,374,531
Property rent	991,724	-	-	30,729,070	31,720,794
<b>Total</b>	<b>162,213,436</b>	<b>-</b>	<b>-</b>	<b>441,881,889</b>	<b>604,095,325</b>

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**22. APPENDICES**

**Appendix 1: A Report of Waivers and Variations of Fees or charges granted by the Receiver of Revenue during the year.**

S/No	Name of person / organisation benefitting from waiver/ variation	Year in which waiver/ variation relates	Amount of variation/ waiver (fee or charge)	Reasons for waiver/ variation	The law in terms of which the variation/waiver was granted
1	Laikipia County	15th May 2023- 15th June 2023		To reduce huge debtor	Assembly approval through written doc from CECM.

*(PFMACT section 165 subsection 4, 5)*



*Sign and date*  
*Accounting Officer*

**Receiver of Revenue**  
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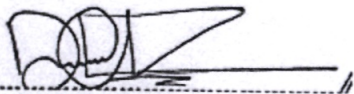
**Appendix 2: Progress on follow up of prior Year Auditor Recommendations.**

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

<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>
1	<b>Inaccuracies in the Revenue Statements</b> -The Statement of receipts & disbursements reflects total other receipt balance of Ksh 902,354.455 while other receipts and as disclosed in note 17 to the revenue statements reflects nil balance for donations /grants and not received through C.R.F. resulting to unreconciled variance of Ksh 902,354.455	316,500 has been captured correctly by having a prior year adjustment in the FY 2022/23.	Resolved	FY2022/23.
2.	<b>Unsupported Land /Poll Rates Collections</b> -The statement receipts & disbursements and as disclosed in note 2 to the revenue statement reflects Ksh 46,390,622 on land /poll rates. However, the revenue collections were not supported by assessment from the department of lands & physical planning. Further, the land rates collected were assessed using an outdated valuation roll dated back to the year 1995 therefore it does not reflect current property values hence leading to revenue shortfalls.	The management have worked on updating the valuation roll.	Resolved	FY2022/23.
3.	<b>Long Outstanding Revenue</b> - the statement of arrears of revenue as disclosed in note 21 to the financial statement reflects a total arrears total to kshs 543,545,850 with ageing analysis of revenue in arrears consisting of 487,653,823 and kshs 55,892,026 for land, poll rates and a property rent respectively. However, no ledger for billing and outstanding	The management decided to issue 100% waiver to enable them collect the arrears on poll rates and have issued	Not Resolved	FY2022/23.

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	payment by defaulters supporting the balances was provided for audit revenue. Further, there was no indication for management having taken effective action to recover the arrears.	demand notice to the property rent.		
4.	Budgetary Controls and Performance- the statement of comparison of budget vs actual amount reflects a final receipts budget and actual on comparable basis totalling to Kshs 1,312,813,276 and kshs 902,354,455 respectively resulting to an under collection amounting to kshs 410,458,821 or 31% of the budget. The under collection affected the planned activities and may have impacted negatively on service delivery to the public.		Resolved.	FY2022/23.



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 Daniel Ngumi.  
 County Receiver of Revenue  
 ICPAK M/No.8207