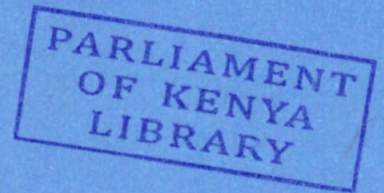


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



OF

THE AUDITOR-GENERAL

ON

COUNTY EXECUTIVE OF TANA RIVER

FOR THE YEAR ENDED

30 JUNE, 2024

PAPERS LAID	
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COUNTY GOVERNMENT OF TANA RIVER

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2024

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

County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024

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1. Acronyms and Glossary of Terms

a) Acronyms

ADP	Annual Development Plan
AIE	Authority to Incur Expenditure
CA	County Assembly
CARA	County Allocation of Revenue Act
CECM	County Executive Committee Member
CE	County Executive
CG	County Government
CIDP	County Integrated Development Plan
CRA	Commission on Revenue Allocation
CRF	County Revenue Fund
CT	County Treasury
IPSAS	International Public Sector Accounting Standards
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
NT	National Treasury
WB	World Bank
Kshs	Kenya Shillings

b) Glossary of Terms

Fiduciary Management	The key management personnel who had financial responsibility
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2. Key Entity Information And Management

a) Background information

The County is constituted as per the Constitution of Kenya is headed by the County Governor, who is responsible for the general policy and strategic direction of the County. The County Executive is comprised of the following departments:

No.	Department	Major Responsibility
1.	Office of the Governor and Special Programs	Overall leadership of County affairs and coordination of County departments; Coordination of peace and cohesion and provision of assistance to the community during disasters.
2.	Finance and Economic Planning	Mobilize resources, ensure prudent management of resources, and provide leadership in development planning and tracking of results.
3.	Trade, Tourism and Industry	Promotion of trade and enterprises. Promotion of tourism by preservation of national heritage and culture for sustainable development.
4.	Agriculture and Cooperatives, Livestock, Veterinary Services, Fisheries Lands and Physical Planning	Overseeing County Agriculture, animal husbandry and Fish farming Facilitate efficient land administration and management and planning the physical infrastructure.
5.	Education, Culture, Gender, Youth, Sports and Social Services	Empower the youth with competitive and employable skills, knowledge and attitudes to enable them participate in National Development. Provide, promote and coordinate quality training and talent development to youth for economic development.
6.	Health	Provide equitable, accessible and quality health care services to all residents in the County.
7.	Roads, Transport, Public works, Housing and Urbanisation	Provision of cost effective, physical infrastructure facilities and services in the nation and beyond.
8.	Water, Energy, Mining and Natural Resources	Ensure sustainable access to water and sanitation services by rehabilitating, expanding and developing new water infrastructure, diversifying and developing new water sources, conserving and protecting water catchment areas. Development of energy resources and ensuring access to energy.
9.	Public Service, Administration and Citizen participation	Creation of a dynamic, successful and vibrant county of excellence with a safe, secure and stable environment.

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No.	Department	Major Responsibility
10.	Environment and Climate Change	Provide healthy and clean environment, protect, develop and manage natural resources for environmental stability and socio-economic advancement for Tana River County.
Other County Executive Entities		
1.	County Public Service Board	Provide leadership in public service management, ensuring efficiency and effectiveness in public service delivery, management and development of human resources in the public service.
2.	Hola Municipality	Promote and undertake infrastructural development and enforcement of plans within the Municipality.

b) Key Management team

The Tana River County Executive's day-to-day management is under the following key organs:

No.	Designation	Name
1.	County Governor	H.E. Major (Rtd) Dr. Dhadho Gaddae Godhana
2.	County Deputy Governor	Hon. Mahadh Ali Loka
3.	CECM Finance and Economic Planning	CPA Brenda Mocheche Mokaya
4.	CECM Trade, Tourism, Wildlife and Investment	Hon. Yahya Ali Borrow
5.	CECM Agriculture and Cooperatives, Livestock, Veterinary Services, Fisheries Lands and Physical Planning	Hon. Mwanajuma Habwoka Hiribae
6.	CECM Education, Vocational Training, Culture, Gender, Youth, Sports and Social Services	Hon. Abas Kunyo Guyo
7.	CECM Health	Hon. Joshua Kofa Jara
8.	CECM Roads, Transport, Public Works, Housing and Urbanisation	Hon. Stephen Wachira Kariuki
9.	CECM Water and Energy	Hon. Harufa Algi
10.	CECM Environment and Climate Change	Hon. Mathew Babwoya Buya
11.	CECM Public Service, Administration and Citizen Participation	Hon. Abdulla Hanti Kanchora
12.	Ag. County Secretary	Hon. Mwanajuma Habwoka Hiribae

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c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2024 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	CECM, Finance and Economic Planning	CPA Brenda Mokaya
2.	Chief Officer, Finance and Economic planning	CPA Mariam Abdalla Bunu
3.	Chief Officer, Office of the Governor & Deputy Governor	Mrs. Salima Makuru
4.	Secretary County Public Service Board	CPS Victoria Tumaini
5.	Chief Officer, Trade, Tourism and Industry	Mrs. Jahi Dhadho
6.	Chief Officer, Agriculture and Cooperatives	Mrs. Faith Buya
7.	Chief Officer Livestock, Fisheries and Veterinary Services	Mr. Gollo Kanchoru
8.	Chief Officer Gender, Sports and Youth	Mr. Eric Arua Wasonga
9.	Chief Officer, Education and Vocational Training	Mrs. Fatuma Bona
10.	Chief Officer, Health	Mr. Hiribae Gijo
11.	Chief officer, Cohesion and Special Programs	Mrs. Salma Makuru
12.	Chief Officer, Roads, Transport and Public Works	Eng. Hiribae Gijo
13.	Chief Officer, Housing and Urbanization	Mr. Hussein Bodole
14.	Chief Officer, Water and Energy	Mr. Abdulkadir Sirad
15.	Chief Officer, Environment and Climate Change	Mr. Abdullahi Omar
16.	Chief Officer, Public Service Management, Administration and ICT	Mr. Ali Mluwa
17.	Chief Officer, Lands and Physical Planning	Mr. Francis Malibe
18.	Municipal Manager	Mr. Jacob Jarha

d) Fiduciary Oversight Arrangements

County Assembly of Tana River
County Executive Committee
Tana River County Executive Audit Committee
Senate Public Accounts Committee

Office of The Controller of Budget

Office of the Auditor General

Development Partners Oversight

e) County Executive Headquarters

P.O. Box 29 - 70101

Trade House

County Council Road

Nairobi, Kenya

f) County Executive Contacts

Telephone: (254) 73062600

E-mail: info@tanariver.go.ke

Website: www.tanariver.go.ke

g) County Executive Bankers

1. Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

Nairobi, Kenya

2. Kenya Commercial Bank Ltd

Hola Branch

P.O Box 100 - 70101

Hola, Kenya

3. Equity Bank Ltd

Hola Branch

P.O Box 182 - 70101

Hola, Kenya

h) Independent Auditor

Auditor-General

Office of The Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

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i) Principal Legal Adviser

The Attorney General
State Law Office and Department of Justice
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

j) County Attorney

P.O. Box 29 - 70101
Trade House
Nairobi, Kenya




3. Governance Statement

Tana River County is constituted as per the Constitution of Kenya, 2010. The County is headed by the Governor, who is responsible for the general policy and strategic direction of the County.

The County is made up of a County Assembly, County Executive and Nine (9) number of County Government Department. The County Executive is structured in terms of departments, headed by a County Executive Committee Member (CECMs). The CECMs support the Governor and the Deputy Governor in executing the mandate of the County Government as stipulated in the Constitution. The County Secretary heads county public service and is responsible for arranging the business of county executive committee.

The County Executive




The membership of the County Executive Committee is as provided below:

1. The County Governor	H.E. Major (Rtd) Dr. Dhadho Gaddae Godhana	 <p><small>H.E. Major Rtd Dr. Dhadho Gaddae Godhana</small></p>
2. The County Deputy Governor	H.E. Mahadh Ali Loka	
3. CECM Finance and Economic Planning	CPA Brenda Mokaya	

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4. CECM Health, Sanitation and Medical Services	Mr. Joshua Jarha	
5. CECM Trade, Co-operative Development, Tourism and Industrialization	Mr. Yahya Ali Borrow	
6. CECM Lands, Agriculture, Fisheries and Veterinary Services	Mrs. Mwanajuma Hiribae	
7. CECM Roads, Public Works, Housing and Urbanization	Eng. Stephen Wachira Kariuki	
8. CECM Water and Energy	Mrs. Hadija Harufa Algi	

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9. CECM Education, Youth, Sports, Gender and Social Services	Mrs. Abbas Kunyo	
10. CECM Public Service Management, Administration and ICT	Mr. Abdulla Hanti	
11. CECM Environment and Climate Change	Mr. Mathew B. Babwoya	

The County Government of Tana River has in place a Public Participation Policy which clearly stipulates the means of consulting the public on the formulation of policies, plans and projects. The Directorate of Administration is mandated to coordinate government business at the county, sub-county and ward level and is the key entity responsible for public participation and stakeholder engagement. Various County department have structures to coordinate and link with stakeholders and the public. An example is the County Agriculture Sector Steering Committee (CASSCOM). The County also has a fully operational County Budget and Economic Forum that is responsible for providing a means of consultation with the public on matters of budget and economic affairs.

The County Executive engages with the County Assembly as the legislature exercises oversight on the County Executive. Areas of engagement include processing of bills and policies that emanate from the County Executive, and responding to summons to appear before the County Assembly to provide information and respond to issues of concern.

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The County has in place a County Audit Committee. The Committee was reconstituted through Gazette Notice No. 11092 Vol. CXXV – No. 190 dated 25th August 2023. The Committee is now functional.

The operations of the County Executive are governed by various laws, policies and regulations including the Constitution of Kenya, 2010, the County Governments Act, 2012, the Public Finance Management Act, 2012. In addition to these, the County departments comply to the requirements to the sector-specific laws, policies and regulations. Areas of compliance include preparation of statutory reports and adherence to prescribed timelines.

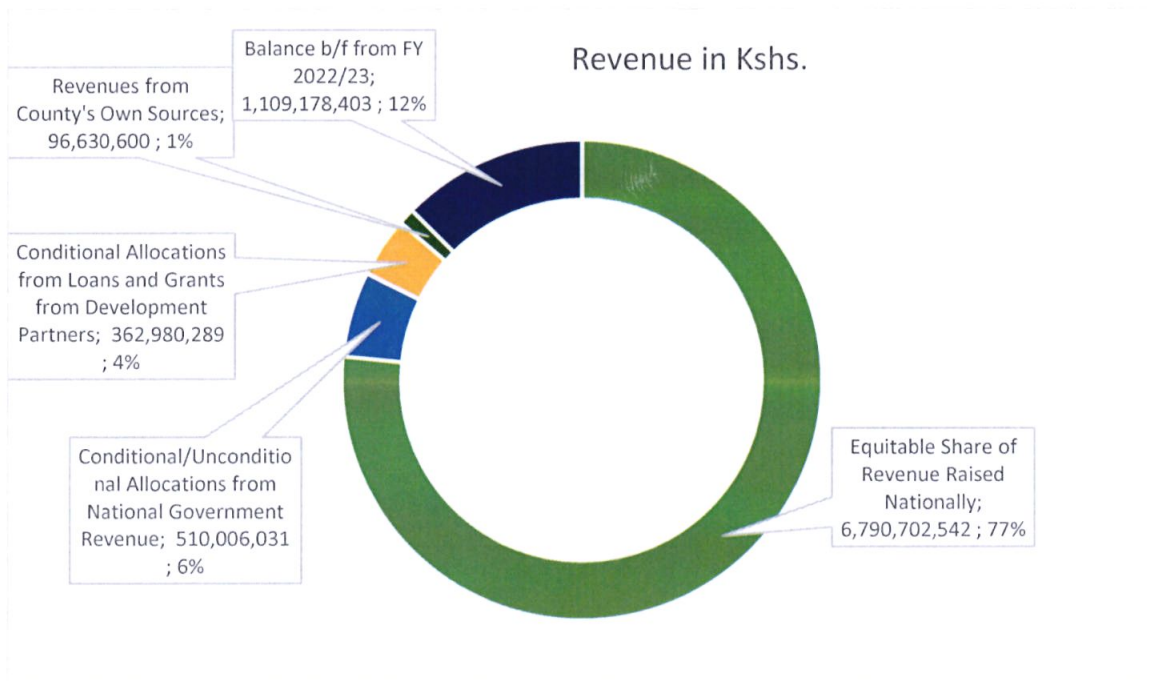
4. Foreword by the CECM Finance and Economic Planning

It is my pleasure to present the Annual Report and Financial Statements of the Tana River County Executive for the year ended 30th June 2024. The report and statement present the true and fair view of the financial performance of the county over the past year.

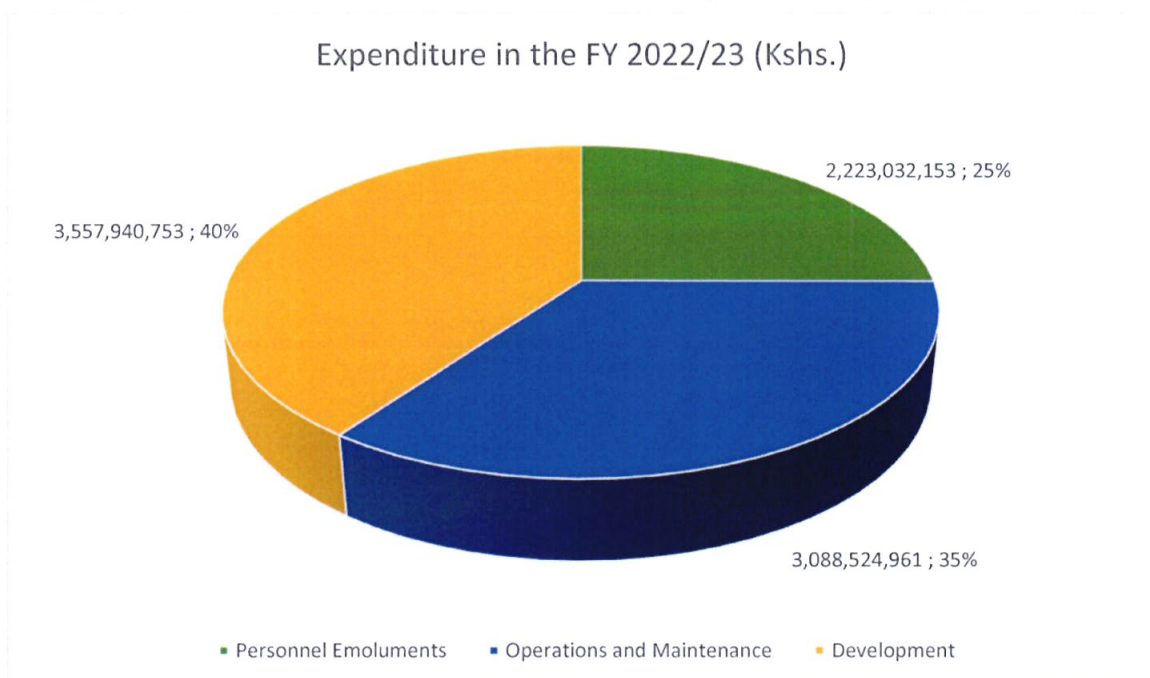
The functions of the County Government of Tana River are as spelt out in the County Governments Act No. 17 of 2012. These include county legislation, exercise of executive functions, functions provided for in Article 186 and assigned in the Fourth Schedule of the Constitution, and establishing and staffing of its public service. The Constitution assigns several functions to the County Government including agriculture; county health services; control of air and noise pollution and other public nuisances and outdoor advertising; cultural activities, public entertainment and public amenities; county transport; animal control and welfare; trade development and regulation; county planning and development; pre-primary education, village polytechnics, home craft centres and childcare facilities; implementation of specific national government policies on natural resources and environmental conservation; county public works and services; firefighting services and disaster management; control of drugs and pornography; and ensuring and coordinating the participation of communities and locations in governance at the local level.

In the performance of its functions in the FY 2023/24, the County operated with a budget of Kshs. 8,869,497,864. The sources of revenue are varied with Kshs. 6,790,702,542 being Equitable share of revenue raised nationally, Kshs. 510,006,031 being conditional/unconditional allocations from National Government revenue, Kshs. 362,980,289 being conditional allocations from loans and grants from Development partners, Kshs. 96,630,600 being revenue from County's own sources, and Kshs. 1,109,178,403 being balances from the FY 2022/23. The graph below shows the revenue sources by proportion of the total revenue.

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In accordance to the fiscal responsibility principles set out in the Public Finance Management Act, 2012, the expenditures towards personnel emoluments, operations and maintenance, and development accounted for 25%, 35% and 40% of total expenditure respectively.



The strategic interventions of the County are guided by the Third Generation County Integrated Development Plan, while those for the FY 2023/24 are in line with the 2023 CFSP. Accordingly, the County focused on decisive investments in the social sectors to reduce the cost of living at household level, decisive investment in sectors that will unlock economic and financial opportunities, completion of ongoing projects, and monitoring and evaluation of projects and programmes.

Key projects and programmes that were implemented in the FY 2023/24 include the following: commencement of the construction of the County Aggregation and Industrial Park (CAIP), establishment of minor irrigation schemes, agricultural inputs subsidy programme, mapping of heritage sites across the County, procurement and distribution of furniture to 15 ECDE centres, employment of 102 ECDE teachers, completion of 3 modern ECDE centres, operationalization of 2 VTCs, tuition support to learners in secondary and tertiary institutions, and the implementation of the Greening Tana Program.

The County continues to implement several flagship projects key among them being the Eco-Villages Cluster program. The program picked momentum during the Nov, 2023 – Feb, 2024 floods when population in the floodplains moved to the clusters. This also necessitated the investments in the clusters including provision of administrative services, water supply, and construction of shelter.

The pursuit of the County's strategic objectives is hindered by various factors. The alternating cycles of droughts and floods erode the investments in food security and physical infrastructure and disrupts the socio-economic activities of the county residents. The huge stock of pending bills exposes the County to litigation, erodes the confidence of contractors and suppliers in the County Government and constrains resources available for the rollout of new projects and programmes. The County is also over-reliant on external resources especially transfers from National Government. Delays in disbursements from the Exchequer contributes to the delays in initiation of projects and pending bills. Finally, the County is yet to strengthen her systems for tracking and reporting on results and provision of services. This has limited learning and compliance to statutory obligations on financial reporting.

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To mitigate on the above-listed risks, the County has operationalized the Emergency Fund and the DRM Fund to cater for unforeseen needs for which there are no budgetary provisions. The County has stepped up optimizing administration of own-source revenue and linkages and partnerships with development partners to augment the transfers from National Government. The County Treasury shall spearhead efforts to implement the County M&E Policy and build the capacity of her officers on financial reporting. The migration to the accrual basis for accounting shall be instrumental in reducing the burden of pending bills.

In the FY 2024/25, the County is operating on a Kshs. 9,309,506,045 budget that is to be utilized for salaries and wages (Kshs. 2,757,897,191), operations and maintenance (Kshs. 2,911,266,910) and development projects (Kshs. 3,640,341,944). Key projects and programmes under the FY 2024/25 budget include the settlement of pending bills, County Aggregation and Industrial Park (CAIP), improvement of market infrastructure, small-scale irrigation projects, Bursary and scholarships, ECDE infrastructure, improvement of infrastructure for health facilities, opening up of new roads, rehabilitation of dilapidated roads and upgrading of roads, street lighting, public works, rural water supply projects and development of local physical development plans. The County is also keen to implement projects funded under conditional grants including NAVCDP, FLLoCA, KDSP II, KUSP and K-WASH.

I take this opportunity to thank H.E the Governor and the Deputy governor for their leadership. I would also want to thank my colleagues, the County Executive Committee Members in charge of the other County departments who we have worked hand in hand to ensure that Tana River County achieves its mission. I thank all staff in the entire county for their continued commitment and dedication through hard work in delivering services to people of Tana River County.



.....
CECM Finance and Economic Planning
County Government of Tana River

5. Statement of Performance against County Predetermined Objectives

Strategic Development Objectives

The County's 2023-2027 CIDP has identified four key strategic development objectives. Broadly, these objectives have been identified through a participatory process that reviewed the development priorities of the Governor's Manifesto, the Kenya Vision 2030 and the attendant MTP IV, SDGs.

The strategic objectives are a synthesised product of the afore-mentioned planning frameworks that amalgamate the thematic focus and development aspirations in these policy frameworks.

The key development objectives of the Tana River County's CIDP 2023–2027 are to:

1. Urban planning and climate-proofed infrastructure development;
2. Accessible and quality education;
3. Quality and affordable healthcare; and
4. Modern and commercially-oriented agriculture.

Below we present the progress made in attaining the objectives of the Tana River CIDP (2023-2027):

S/No	Strategic Objective as per CIDP	Targeted Outcome	Performance/Progress made up since inception from the latest CIDP	Remarks
1.	Urban planning and climate-proofed infrastructure development	Improved County Road network	Key access roads maintained in a motorable condition Access roads opened to settlements, markets and administrative service centres	The November, 2023 resulted in the destruction of key transport infrastructure
Essential physical infrastructure developed		Storm water drainage in two towns done. Installed high-mast floodlights at Malindi ya Ngwena (60% complete), Handampia and Mikinduni.		
Improved land management and physical Planning		Preparation of the County Spatial Plan and Hola Municipality Spatial Plan all ongoing (at 50% with all the data collected and draft base map done)		

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			11 local physical development plans prepared and approved 1 community land registered	
2.	Accessible and quality education	Enhanced access to quality vocational training and education	Equipped and operationalize Wenje and Hurara VTCs; Disbursed capitation grant to VTCs across the county; Employed 5 VTC instructors; Supported needy students through ward bursary; Conducted inter VTC sports competitions; Capacity built 24 instructors on CBET CDACC	
		Enhanced access to quality pre-primary education	Distribution of furniture to 15 ECD centers in the three sub counties; Employment of 102 ECD teachers on permanent and pensionable terms; Completion of three modern ECD centers	
3.	Quality and affordable healthcare	To increase utilization of health services Improved Environmental Health, Water and Sanitation Interventions and food safety	3 ablution blocks under construction in Ngao, Bura and Garsen health facilities Construction works at Majengo dispensary completed	
4.	Modern and commercially-oriented agriculture	Improved Crop production	Irrigation: 2 minor irrigation schemes established; 2,000ha under irrigation in the major irrigation schemes. Input subsidy: 120MT of seeds, 200MT of fertilizer, 9,000 fruit tree seedlings. Agricultural mechanization services: 5 tractors and tractor-drawn implements procured. Fuel for tractors. Post-harvest management: 3 grain stores constructed, procured mango solar drier and fruit processor.	November 2023 floods resulted in destruction of crops and farmlands
		Increased Livestock Production	1 livestock auction yard constructed	

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			Livestock vaccination coverage at 25%. 75ha under irrigation fodder 12,684 TLUs insured against drought. 9,078 animals and carcasses inspected.	
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Progress on Attainment of Development Objectives from Annual Development Plan for FY 2023-2024.

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement. Below we provide the progress on attaining the stated objectives:

Objective	Outcome	Indicator	Performance
SECTOR: AGRICULTURE AND RURAL DEVELOPMENT			
Crop Production	Improved Crop production	Maize	<ul style="list-style-type: none"> ▪ Establishment of 2 minor irrigation schemes i.e. Vumbwe and Hewani ▪ 2,000Ha of land ploughed and ridged across the county mainly in the major irrigation schemes ▪ 3 grain stores meant for seed storage constructed in Hola, Bura and Garsen. ▪ 50 farmer groups trained on a wide range of agricultural topics aimed at increasing crop production. ▪ 12,000 farmers trained across the county on agricultural topics ▪ 1 field day held ▪ 1 agricultural ASK show attended. ▪ 5 staff trained on short courses ▪ 500 pheromone traps distributed to farmers across the county ▪ 120MT of drought tolerant seeds procured and distributed to farmers across the county.
		Green grams	
		Cowpeas	
		No. of bags of Crop yield per acre	
		Maize in 90 kg bags	
		Green grams in 50kg bags	
		Cowpeas in 50kg bags	

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Objective	Outcome	Indicator	Performance
			<ul style="list-style-type: none"> ▪ 4,000 50kg bags of assorted fertilizer procured and distributed to farmers across the county. ▪ 9,000 fruit tree seedlings procured and distributed to farmers. ▪ 4 4-K clubs formed and trained. ▪ Over 90 kitchen gardens established. ▪ 160 Ha of sweet potato planted ▪ Seed distributed 40M ▪ Fertilizer distributed 20M ▪ Agrochemicals distributed 10M ▪ Hydroponics 2kits distributed 10M ▪ Purchase new farm tractors (5) distributed 27M ▪ Tractor drawn implements 9M ▪ Cottage/community technology development machineries (mango solar driers and fruit processors) 15M ▪ Development of minor irrigation schemes 2, 40M ▪ Fuel for the subsidised tractor hire services 12M ▪ Drilling and equipping of 20 shallow wells. ▪ Construction of One grading shade ▪ Construction of three cottage industries and provision of equipment for value addition to three farmer groups. ▪ Construction of five water pans and one earth dam.
Livestock Production	Increased Livestock Production	Beef (Meat)	3,420 farm visits
		Dairy	6 field days held
		Meat Goats (Chevron)	1,226 demonstrations done
		Sheep (Mutton)	Attended 1 agricultural shows/trade fairs
		Eggs(trays)	Conducted 22 supervision and backstopping missions
		Broiler meat (Pcs)	Constructed 1 livestock auction yard
		Poultry meat (Pcs)	2 community groups trained on CMDRR

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Objective	Outcome	Indicator	Performance
			12,684 TLUs insured against drought 75ha under irrigated fodder 2 grazing committees formed and trained Conducted 3 active disease surveillance activities and 16 stock route visits 25% livestock vaccination coverage 9,078 carcasses slaughtered and inspected 184,535 doses of vaccines procured (184,535 animals vaccinated) 237 samples taken for laboratory testing 6 visits done to hides and skins curing premises
Lands and Physical Planning	Improved land management and physical Planning	No. of trading centers surveyed and allocated	Development of the County Spatial Plan in progress (at 50% - with all the data collected and draft base map done). 11 local physical development plans prepared and approved. 1 community land registered.
		No. of municipal towns established	Development of the Hola Municipality Spatial Plan in progress (at 50%). 10,000 trees planted and taken care of.
SECTOR: GENERAL ECONOMIC AND COMMERCIAL AFFAIRS			
Trade Development and Investment	Increased trade development and investment	No. of new business licenses issued annually	400 business in operations
		No. of SMEs accessing Inuka Fund	Operations on the Fund put on hold.
Tourism Marketing and Promotion	Enhanced tourism Development	No. of visitors visiting tourist attraction sites	i. Development of a draft Tourism policy which is at cabinet level.
		Hotel bed nights	ii. Conducted cultural festival; iii. Tourism extravaganza during the JABEIC Conference; iv. Conducted a stakeholders' Forum; v. Assessment and classification on hospitality facilities;

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Objective	Outcome	Indicator	Performance
			vi. Capacity building of hospitality players; vii. Exposure tours of community conservancies to Samburu and Isiolo.
Co-operative Development and Management	Vibrant and strong cooperatives	No. of new co-operative enterprises registered	23 cooperatives registered;
		Proportion of cooperatives compliant with statutory audits	40 cooperatives audited
SECTOR: ENERGY, INFRASTRUCTURE AND ICT			
County Road network	Improved County Road network	Km of Road tarmacked	Nil
		Km of Road graded	Rehabilitated the following roads: B89–Bububu; Hara–Makere–Wenje; Bua–Malkamanza Road drift; B89–Sera; Kisimani–Zamzam; Fodima–Titila; Kinyadu–Kitere; Ongola–Kurundu; Hurara – Miticharaka; Elneka–Kaniki; JCT B89 Airstrip–County HQ; B89– Dayate Pri–County HQ; Dida – Bilbil – Amares; Kone Road diversion; CDF Office Imani – Makutano Rd; Tank D to Tank E in Garsen West
		Km of access roads opened	Bush clearing at Handampia Cluster; Witu – Kipini; Bush clearing at Hola Township; Opening of roads at Kilindini Dispensary; B8 Junction – Chanani and Emmaus – Bondeni; Komora jilla – Chifiri;
		Km of storm water drainages developed/ rehabilitated	Storm water drainage in Bura completed Construction of Storm Water drainage in Hola Municipality (Handampia, Emmaus, Catholic Rd, Handampia Cluster, CDF – Kasarani Rd) completed.
Energy access	Increased energy access	No. of streetlights and floodlights installed	Installed high-mast floodlights at Malindi ya Ngwena (60% complete), Handampia and Mikinduni.

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Objective	Outcome	Indicator	Performance
			Repairs on streetlights in Hola Town completed.
		No. of policies and legislative framework developed and validated	County Energy Plan and Energy Sector Investment Plan ready.
ICT development	Enhanced access to ICT services	Percentage of county offices with access to internet services	3 County offices connected to internet.
SECTOR: HEALTH			
Preventive, Curative and Promotive Health services	Increased access to quality healthcare services	No. of health facilities constructed	3 ablution blocks under construction in Ngao, Bura and Garsen health facilities Construction works at Majengo dispensary completed
SECTOR: EDUCATION			
Vocational Training and Education	Enhanced access to quality vocational training and education	No. of students enrolled in VTCs	<ul style="list-style-type: none"> a. Equipped and operationalize Wenje and Hurara VTCs b. Disbursed capitation grant to VTCs across the county. c. Employed 5 VTC instructors d. Supported needy students through ward bursary e. Conducted inter VTC sports competitions f. Capacity built 24 instructors on CBET CDACC
		Teacher Learner ratio	
		Transition rate (%)	
		Retention rate (%)	
		ECD Enrolment Rate (%)	
		Teacher Pupil Ratio	
Pre-primary Education	Enhanced access to quality pre-primary education	Transition rate (%)	<ul style="list-style-type: none"> a. Distribution of furniture to 15 ECD centers in the three sub counties b. Employment of 102 ECD teachers on permanent and pensionable terms c. Completion of three modern ECD centers at three sub counties
		Retention rate (%)	
		Retention rate (%)	
SECTOR: SOCIAL PROTECTION, CULTURE AND RECREATION			
Disaster Risks management	Improved capacity on disaster risk management at all levels	No. of county leadership sensitized on DRM policy and Act No. of gender mainstreaming and	<ul style="list-style-type: none"> ▪ Procured one rescue boat; ▪ Distributed general relief food to over 20,000HHs; ▪ Conducted disaster needs assessment on Drought;

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Objective	Outcome	Indicator	Performance
		sensitizations conducted	<ul style="list-style-type: none"> ▪ Maintained an updated multi-hazard contingency plan and the ward DRM action plans; ▪ SOPs on Beneficiary management and Finalization of beneficiary targeting and registration; ▪ Conducted a multi-sectoral short rains and long rains food security assessment; ▪ Developed a multi-hazard contingency plan including the floods contingency plan; ▪ Conducted floods Needs assessment; ▪ Procured and distributed 120 collapsible water tanks, blankets and mosquito nets to flood affected population and ▪ Developed Tana River County Emergency Operation Plan.
		No. of policies developed	
		No. of ward committees, small scale farmers, vulnerable groups, households' capacity built on DRM.	
		No. of climate smart agricultural projects supported	
		No. of improved drought tolerant livestock breeds procured.	
		No. of low-cost boarding facility constructed in drought vulnerable communities.	
		No. of peace building Forums & meetings conducted	
		No. of livestock off taken from vulnerable households	
		No. of post disaster assessment conducted.	
		No. of households supported with reconstruction of houses, psychological & mental needs	
		No. of medical outreaches conducted in vulnerable households	

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Objective	Outcome	Indicator	Performance
Youth Empowerment	Enhanced access to youth empowerment opportunities	No. of youth capacity built	
		Empowerment Centres established	Construction of a fully equipped modern conference hall at the Tana River County Youth Innovation and Empowerment Centre ongoing (at 20%)
Sports promotion, Development & Participation	Improved sports standards and nurtured talents	No. of stadia and playgrounds constructed	Nil
		No. of teams supplied with sports kits	Nil
		No. of tournaments and leagues conducted	Nil
		No. of teams benefitting from sports fund	Sports Fund not established
Children, Women, Elderly, Vulnerable and Marginalized Groups welfare	Improved livelihood for Children, Women, Elderly, Vulnerable and Marginalized Groups	No. of child rescue centres established and equipped.	Nil
		No. of children protected	Nil
		No. of international children days observed	International Day of the African Child celebrated
Culture, Heritage Creative Arts and Library Services	Preserved culture and heritage	No. of cultural sites & monuments identified and protected	<ul style="list-style-type: none"> ▪ Mapping of 17 cultural heritage sites across the county ▪ Development of draft zero of the cultural heritage policy ▪ Conducted cultural exhibitions during JABEIC in Mombasa and Taita Taveta ▪ Conducted 2 culture, arts and heritage exchange visits ▪ Completion of Hola Stadium
		No. of cultural practitioners' capacity built.	
		No. of cultural festivals held	
		No. of cultural practitioners identified and profiled in a database	
		No. of Community Cultural Centres established	

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Objective	Outcome	Indicator	Performance
		No. of Community Cultural Centres established	
SECTOR: ENVIRONMENTAL PROTECTION, WATER AND NATURAL RESOURCES			
Water Services	Increased access to clean and safe water	Proportion of households with access to clean and safe water (disaggregated by rural & urban areas)	Rehabilitation of Mwina Cluster borehole and Chardende borehole completed.
		Forest cover (%)	9.97%
		Proportion of house with access to solid waste management services (disaggregated by rural & urban areas) (%)	1 garbage truck purchased; 5 waste transfer stations established
Environmental Conservation and Management	Enhanced Environmental Conservation and Management	Proportion % of degraded land rehabilitated	0%
		Proportion % of degraded land rehabilitated	0%
SECTOR: PUBLIC ADMINISTRATION AND INTERGOVERNMENTAL RELATIONS			
Public services delivery	Enhanced Public Service Delivery	Customer satisfaction index	60 public barazas conducted Construction of one ward administrator's office ongoing 100 staff trained on performance management; 80% of staff on PAS Biometric access control kit acquired.
		Amount of own source revenue collected annually (Kshs. Million)	Mobilized Kshs. 94,542,273 against a target of Kshs. 96,630,600.
		Absorption rate (%)	Spent Kshs. 6,400,047,534 out of a budget of Kshs. 8,869,497,864, reflecting an absorption rate of 72%.
Public Finance Management	Improved Public Finance Management	No. of statutory documents prepared and published	ADP, CBROP, CFSP and Budget Estimates prepared.
		No. of annual M&E reports prepared	0 (Scheduled for September, 2024)

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Objective	Outcome	Indicator	Performance
Economic planning, Policy formulation, monitoring and evaluation	Improved Policy planning, coordination and M&E	Number of Economic Surveys conducted	0
		No. of Statistical Abstracts Developed	0
		No. of county Statistical database developed	0

6. Environmental and Sustainability Reporting

Tana River County Government exists to transform lives for Tana river residents. This is our main purpose; the driving force behind everything we do. Our vision is to be a peaceful, cohesive and prosperous county offering high quality of life to its residents. It is what guides us to deliver our strategy as highlighted below:

1. Sustainability Strategy and Profile

Tana River County Government through its mission statement aims to ensure effective and accountable leadership, promote just, democratic and secure environment and establish strong governance institutions to empower citizens, for the achievement of socio-economic development. It aims to realise a democratic political system founded on issue-based politics, respect to the rule of law and protection of the rights and freedoms of every individual espousing principles of good governance by advocating for integrity, transparency, accountability, devolution of power and sustainability in implementation of all development programmes and projects.

2. Environmental Performance

The purpose of the Tana River County Climate Change Act is meant to address the growing environmental and mitigation of climate change. This will protect the environment for the current and future generations and progressively strive to meet the realization of the right to healthy and clean environment.

The key interventions the county will focus on are:

- a. Increasing forest cover
- b. Control of air, land and water pollution.
- c. Management and conservation of environment and natural resources
- d. Law enforcement on climate change mitigations
- e. Control of noise pollution
- f. Control and management of sand harvesting

The overriding policy goal is to entrench the rights to clean and healthy environment, which is sustainable and renewable. The policy goal is to enhance climate resilience through development, management, implementation, regulation and monitoring of adaptation and mitigation measures and actions.

3. Employee Welfare

The County Government of Tana River always puts into consideration all the relevant laws, policies and guidelines during its recruitment process. These include; the constitution of Kenya (2010), the Employment Act (2007), County government Act (2012) and the County Public Service Human Resource Manual (2016). The constitution of Kenya (2010), Article 27(8) provides that affirmative action should be factored where the state is required to take legislative and other measures to ensure that no more than two-thirds of the members of elective or appointive bodies are of the same gender. This has been cascaded to the County Government recruitment processes. The County Government Act 2012 also envisages the principle of gender equality in County Government hiring process whereby we are happy to report that Tana River County has complied by having a ratio of 60% men and 40 % women in the public service.

To manage employee's skills and management career development, the County Government of Tana River has employed several strategies, which range from training, promotions, and performance management. The County Government of Tana River has put in place measures that foster employee's skills through local and international training opportunities based on the training needs/gaps in various departments. It has also utilized Kenya School of Government to train its employees various courses in management of public service. The County government of Tana River has rolled out a structured performance management process where the employees are required to sign performance contracts and appraisals in order to ensure that they are aware of their department's goals, objectives and evaluations done as stipulated in the draft performance management policy. Promotions are done regularly to motivate and help the employees in their career advancement. The County government of Tana River has adhered to the guidelines in the Occupational Safety and health Act (2007) (OSHA).

4. Market Place Practices

The County Government of Tana River has operationalized e-procurement through Integrated Financial Management Information System (IFMIS) to enhance transparency and accountability in procurement process from procurement planning, requisition, sourcing and payment, e-transparency, competitively and in a cost-effective manner. IFMIS e-procurement module is linked to a n item master which has indicative prices for

all commonly used items to ensure that there are no price inflations by procuring entities thus enhancing value for money. Further e-procurement has inbuilt approvals at all levels of the procurement process to enhance checks, controls and accountability. Apart from increasing efficiency in service delivery due to competition, transparency and lower transaction costs, the procurement system is designed to enable the government increase and monitor government procurement opportunities to the preference groups, including women, youth and differently abled persons.

5. Community Engagements

The County Government of Tana River conducted citizen engagement through public participation in Annual Development Plan (ADP) Finance Bill, County Budget Review Outlook Paper (CBROP), County fiscal Strategy Paper (CFSP) and the Budget Estimates.

7. Statement of Management Responsibilities

Section 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The County Executive Committee (CEC) member for Finance and Economic planning of the County Government is responsible for the preparation and presentation of the County Executive's financial statements, which give a true and fair view of the state of affairs of the County Executive for and as at the end of the financial year ended on June 30, 2024. 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 Executive; (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 Executive; (v) Selecting and applying appropriate accounting policies; and (iv) Making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Executive'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 CEC member for finance is of the opinion that the County Executive's financial statements give a true and fair view of the state of the County Executive's transactions during the financial year ended June 30, 2024, and of its financial position as at that date.

The CEC member for finance further confirms the completeness of the accounting records maintained for the County Executive 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 CEC member for finance confirms that the County Executive has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Executive's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

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Further the CEC member for finance confirms that the County Executive'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 Executive's financial statements were approved and signed by the County Executive Committee Member for Finance on 06/12 2024

Signature.....

Name: CPA Brenda Mokaya

County Executive Committee Member – Finance and Economic Planning

REPUBLIC OF KENYA



Enhancing Accountability

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REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF TANA RIVER FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

- A. Report on 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 the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 Executive of Tana River set out on pages 1 to 44, which comprise the statement of financial assets and liabilities as at 30 June, 2024, statement of receipts and payments, statement of cash flows and

Report of the Auditor-General on County Executive of Tana River for the year ended 30 June, 2024

statement of comparison of budget and actual amounts for the year then ended, 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 Executive of Tana River as at 30 June, 2024 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 Government Act, 2012.

Basis for Qualified Opinion

1. Variance between Financial Statements and IFMIS

The financial statements reflect amounts that differ with Integrated Financial Management Information System (IFMIS) records as detailed below:

Component	Financial Statements (Kshs)	IFMIS Statement of Receipts and Payments (Kshs)	Variances (Kshs)
Use of Goods and Services	1,448,919,594	1,450,673,881	(1,754,287)
Transfers to Other Government Entities	500,633,829	614,104,797	(113,470,968)
Acquisition of Assets	2,151,477,888	1,013,192,005	1,138,285,883
Other Payments	137,746,663	1,166,828,378	(1,029,081,715)

In the circumstances, the accuracy and completeness of the financial statements for could not be confirmed.

Further, the nature of errors, amounts corrected and restatements made have not been disclosed in the notes to the financial statements or supported by approved journal vouchers indicating the accounting entries passed.

In the circumstances, the accuracy and completeness of the prior year adjustments could not be confirmed.

2. Inaccuracies in the Financial Statements

The budget execution by programs and sub-programs reflects total actual expenditure on a comparable basis of Kshs.6,402,768,835 and total budget utilization difference of Kshs.1,423,291,278 which differ with the recomputed total amounts of Kshs.6,260,640,056 and Kshs.1,565,291,278 respectively resulting to unreconciled variance of Kshs.142,128,779 and Kshs.142,000,000. Note 20 to the financial statements reflects pending bills balance carried forward totaling to Kshs.4,152,618,916 while Annex 2 on analysis of pending bills is blank.

In the circumstances, the accuracy and completeness the financial statements could not be confirmed.

3. Inaccurate Compensation of Employees

The statement of receipts and payments reflects compensation of employees' expenditure amount of Kshs.1,945,696,586. However, the payroll records reflect an amount of Kshs.1,907,249,206 resulting to an unreconciled variance of Kshs.38,447,380.

In the circumstances, the accuracy and completeness of compensation of employees' expenditure amount of Kshs.1,945,696,586 could not be confirmed.

4. Unaccounted for Fuel, Oil and Lubricants

The statement of receipts and payments reflects use of goods and services of Kshs.1,448,919,594. The amount includes fuel, oil and lubricants expenditure of Kshs.96,028,485 out of which Kshs.29,500,000 paid to service providers for bulk fuel supply was not supported by motor vehicle work tickets, list of authorized vehicles, bulk fuel register, detailed orders and vendor statements.

In the circumstances, the accuracy and completeness of fuel, oil and lubricants expenditure of Kshs.29,500,000 could not be confirmed.

5. Undelivered Motor Vehicles

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes purchase of motor vehicles and other transport equipment of Kshs.79,463,930 out of which Kshs.8,019,432 was incurred on the purchase of Hilux Pick Up Double Cab. However, although the supplier had been paid in full, the motor vehicle had not been delivered at the time of the audit.

In the circumstances, the accuracy, completeness and existence of purchase of motor vehicles and other transport equipment valued at Kshs.8,019,432 could not be confirmed.

6. Unsupported Payment for Furniture

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes purchase of office furniture and general equipment of Kshs.50,865,464 out of which Kshs.6,713,000 was not supported by inspection and acceptance certificate, store receipt and issue vouchers, location of use and user and serial numbers.

In the circumstances, the accuracy, completeness and existence of acquisition of assets valued at Kshs.6,713,000 could not be confirmed.

7. Undisclosed Bank Balance

The statement of assets and liabilities reflects bank balance of Kshs.105,513,302 and as disclosed in Note 13A to the financial statements in respect of twenty-two (22) bank accounts. However, the balance excludes balances held in thirty-one (31) bank accounts which have been omitted from the financial statements. Further, the bank account for Galole Farmers Training Center reflect a negative balance amounting to Kshs. (4,420).

In the circumstances, the accuracy and completeness of the bank balance of Kshs.105,513,302 could not be confirmed.

8. Unsupported Deposits and Retentions Balance

The statement of assets and liabilities reflects deposits and retentions balance of Kshs.55,705,587. However, the movement schedule showing opening balance, additions and payments in the year to arrive at the closing balance was not provided for audit.

In the circumstances, the accuracy and completeness of the deposits and retentions balance of Kshs.55,705,587 could not be confirmed.

9. Unsupported Pending Bills

Note 20 to the financial statements reflects pending bills amount of Kshs.4,152,618,916. However, the detailed schedule was not provided for audit. Further, the statement reflects pending bills additions of Kshs.1,053,276,326 during the year under review which differed with the vote book amount of Kshs.508,529,999 comprising of recurrent vote Kshs.140,111,413 and development Kshs.368,418,586 resulting to unreconciled variance of Kshs.544,746,327.

In the circumstances, the accuracy and completeness of the pending bills amount of Kshs.4,152,618,916 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the County Executive of Tana River Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.7,826,060,113 and Kshs.6,447,528,844 respectively resulting to an under-funding of Kshs.1,378,531,269 or 18% of the budget. Similarly, the County Executive spent Kshs.6,402,768,835 against actual receipts of Kshs.6,447,528,844 resulting to an under-utilization of Kshs.44,760,009 or 0.7%.

In the circumstances, the under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters described in

the Basis for Qualified Opinion section of my report, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Audit Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in the use of Public Resources and Effectiveness of Internal Controls, Risk Management and Governance. However, several issues remained unresolved contrary to Section 149(2)(I) of Public Finance Management Act, 2012 which require Accounting Officers designated for County Government entities to try to resolve any issues resulting from an audit that remain outstanding.

Other Information

The Management is responsible for the other information set out on page iii to xxxi which comprise of Key Entity Information and Management, Governance Statement, Foreword by the CECM Finance and Economic Planning, Statement of Performance Against County Predetermined Objectives, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the County Executive's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the 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 Use of Goods and Services

The statement of receipts and payments and Note 4 to the financial statements reflects payments amounting to Kshs.1,448,919,594 in respect of use of goods and services. Review of the payments and other records revealed the following anomalies:

1.1 Irregular Payments of Hospitality Expenses

The County Executive incurred Kshs.173,624,332 on hospitality, supplies and services expenditure out of which, Kshs.3,850,000 was in respect of payments made to the Jumiya

Economic Development Secretariat that were not supported by any law or policy guidelines. The amount also includes Kshs.6,827,435 whose requisitions from user departments, programs of events or timetables of the seminars in support of the payments, were not provided for audit review

In the circumstances, the lawfulness and effectiveness of hospitality, supplies and services expenditure of Kshs.10,677,435 could not be confirmed.

1.2 Irregular Procurement of Non-Pharmaceuticals

The statement of receipts of payments reflects use of goods and services amount of Kshs.1,448,919,594. The amount includes specialized materials and services expenditure of Kshs.232,077,346 out of which Kshs.26,204,500 was incurred on purchase of non-pharmaceuticals from suppliers not registered with Pharmacy and Poisons Board. Further, no annual value-for-money assessment for framework agreements exceeding one year was carried out, professional opinion was not dated or stamped by the head of procurement and the local purchase order for non-pharmaceuticals valued at Kshs.3,973,005, was raised after the goods were supplied.

In the circumstances, the purchase of non-pharmaceuticals of Kshs.26,204,500 procured during the year under review may not have met the required quality standards.

1.3 Poor Management and Storage of Drugs

Audit verification of the pharmacy at Hola Level Four Hospital carried out on 9 October, 2024 revealed that expired drugs of unknown value dating as far back as financial year 2015 were yet to be disposed of, posing environmental and health risks due to the decomposition of chemical components. Further, the health facility lacked an electronic system, processes, and procedures for maintaining drug inventories. The manual bin card records in use were found to be incomplete, making the tracking, movement, and monitoring of drug conditions ineffective. In addition, drugs were stored in a dusty and non-ventilated area, which could lead to moisture build-up, resulting in mold, mildew, and degradation of packaging.

In the circumstances, the drugs management system at the hospital facility was not effective thereby exposing the facility to losses through expired drugs.

1.4 Irregular Procurement of Animal Vaccines and Drugs

The statement of receipts of payments reflects use of goods and services amount of Kshs.1,448,919,594. The amount includes Kshs.5,898,187 incurred on purchase of animal vaccines and drugs by the department of livestock from a supplier not registered with the Kenya Veterinary Vaccines Production Institute as required by the tender criteria. Further, some deliveries were made after the Local Purchase Order validity period of thirty (30) days had lapsed and, in some instances, Local Purchase Orders were raised way after the goods were supplied.

In the circumstances, the Management did not comply with the tender criteria and the procurement process for purchase of animal vaccines and drugs valued at Kshs.5,898,187 may not have been competitive, lawful and effective.

1.5 Unsupported and Irregular Payments on Domestic Travel and Subsistence

Included in the payments on use of goods and services is Kshs.344,077,499 incurred on domestic travel and subsistence expenditure out of which Kshs.12,373,300 were not supported with signed payment schedules, motor vehicle work tickets or bus tickets or boarding pass, attendance registers, reports of the meetings and the purpose of the travel.

In the circumstances, the lawfulness and effectiveness of domestic travel and subsistence expenditure of Kshs.12,373,300 could not be confirmed.

1.6 Irregular Payment of Overseas Meeting Allowances

The use of goods and services expenditure includes foreign travel and subsistence expenses of Kshs.26,503,679 out of which Kshs.6,395,500 was incurred on staff allowances while attending Jumuiya Trade Investment and Education Exchange Mission in United States of America. However, invitation letters to participants, back-to-office report documenting the outcome of the mission, lessons learned, and the value gained from the conference were not provided for audit review. Further, no justification was provided for holding a local economic block event outside the country while Kenya Coastal Region has plenty of venues to host such events at a reasonable cost.

In the circumstances, the lawfulness and effectiveness of foreign travel and subsistence allowance expenditure of Kshs.6,395,500 in respect of a local event held in a foreign country could not be confirmed.

1.7 Advance Payment of Insurance Expenses

The statement of receipts and payments reflects use of goods and services amount of Kshs.1,448,919,594 of which Kshs.170,895,999 was incurred on insurance costs. Included in Kshs.170,895,999 is staff medical insurance of Kshs.149,999,999 paid in advance without utilization monitoring mechanism being put in place by Management. Further, the insurance expenditure includes motor vehicle insurance of Kshs.10,900,000 that was not supported by way of motor vehicle registration numbers, valuation report, premium payments for each vehicle and policy documents. In addition, the amount includes Kshs.9,996,000 paid to National Health insurance Fund to provide social health cover for the elderly and people leaving with disabilities whose memorandum of agreement, list of beneficiaries, identity card numbers and amount paid for each was not provided for audit.

In the circumstances, the propriety and effectiveness of insurance expenditure of Kshs.170,895,999 could not be confirmed.

2.0 Acquisition of Assets

2.1 Proposed Construction of Tana River Aggregation and Industrial Park in Chifiri

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes construction of buildings of Kshs.232,740,118 out of which Kshs.113,470,968 was incurred on the construction of Tana River County Aggregation and Industrial Park in Chifiri. The project contract sum of Kshs.489,899,000

is being co-funded by the Tana River County Government and National Government at the rate of fifty percent (50%) each. However, the memorandum of understanding between the two (2) levels of government was not provided for audit. In addition, the National Government had not made any contribution at the close of the year under review.

Further, schedule one (1) on framework for Management of conditional allocation for establishment of county aggregation and industrial park required that the industrial park should have a minimum area of ten (10) hectares, accessible to major transport facilities with clear status of ownership and that the industrial park should have basic facilities such as roads, electricity water and sewerage. However, the land had no title deed and the required facilities were not available even near the park site.

Further, the tender documents required bidders to provide National Construction Authority Category two (2) certificate. However, the evaluation committee inserted additional criteria requiring electrical and mechanical works category service providers to have NCA category four (4) certificate and above, which was the reason for disqualifying the lowest bidder. Equally, the project environmental impact assessment and approved drawings were not provided for audit and the project implementation committee to co-ordinate and monitor the project implementation was yet to be constituted. This was contrary to Section 151(1) of the Public Procurement and Asset Disposal Act, 2015 which provides that for every complex and specialized procurement contract, the Accounting Officer of a procuring entity shall appoint a contract implementation team which shall include members from the procurement function, and the requisitioner, the relevant technical department and a consultant where applicable.

Physical verification carried out on 8 October, 2024 established that the project was on going.

In the circumstances, the choice of contractor, delayed funding by national government lack of enabling facilities, lack of ownership documents and non-constitution of the project implementation committee may cause delays in the project execution and meeting the project objective of industrialization and job creation.

2.2 Delayed Completion of County Headquarters

Records provided for audit indicate that a local contractor was awarded the contract for construction of the County Headquarters at a cost of Kshs.495,268,750 in the financial year 2019 with a commencement date of 18 June, 2019 and completion period of seventy-five (75) weeks. The project objective was to address the acute office space by doing a modern office block building. However, the Memorandum of financing between the County Executive and the National Government was set at the rate 30% and 70% of the contract sum respectively. Although, the County Executive had cumulatively paid Kshs.152,541,605 exceeding its contribution by Kshs.3,960,980, the National government had only paid Kshs.117,312,669 thereby delaying the project implementation.

Further, the project implementation status report reflects total project accumulated payments of Kshs.269,854,275 that differ with the recomputed amount of Kshs.377,132,976 resulting to unexplained variance of Kshs.118,135,774.

The revised intergovernmental agreement dated 17 April, 2024 extended the project completion time by another three financial years from the date of the agreement. However, the extension was not recommended by the evaluation committee in breach of section 139(2) of the Public Procurement and Asset Disposal Act, 2015, which provides that an Accounting Officer of a procuring entity, on the recommendation of an evaluation committee, may approve the request for the extension of contract period.

Equally, the project implementation committee had not been constituted in breach of Section 151(1) of the Public Procurement and Asset Disposal Act, 2015 which provides that for every complex and specialized procurement contract, the accounting officer of a procuring entity shall appoint a contract implementation team which shall include members from the procurement function, and the requisitioner, the relevant technical department and a consultant where applicable.

Physical verification carried out at the time of the audit revealed that the project had stalled and the contractor was not on site.

In the circumstances, the project objective of acquiring additional modern office space was not met and no benefit had been derived from the accumulated project cost of Kshs.269,854,274.

2.3 Delayed Construction of the Deputy Governor Residence

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes construction of buildings of Kshs.232,740,118 out of which Kshs.25,489,597 was incurred on the construction of deputy governor's residence during the year under review. The contract was awarded to a local contractor at a total sum of Kshs.39,836,215 with effect from 14 April, 2023. The project objective was to provide official residence of the Deputy Governor. Although, the contract was extended, the recommendation of the evaluation committee was not provided for audit. This was in breach of Section 139(2) of the Public Procurement and Asset Disposal Act, 2015, which provides that an Accounting Officer of a procuring entity, on the recommendation of an evaluation committee, may approve the request for the extension of contract period.

Further, the land ownership documents for the house site, project implementation status report together with all certificates and payments processed were not provided for audit and therefore the ownership, land acreage and current payment status could not be confirmed.

Physical verification carried out on 2 October, 2024 revealed that the project was on-going but the contractor was not on site.

In the circumstances, the project objective of constructing the Deputy Governor's Official Residence to successful completion was not achieved and no benefit had been derived from the accumulated project costs so far incurred.

2.4 Construction of Madogo Water Supply Improvement Works

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes rehabilitation of civil works of

Kshs.191,489,855 out of which Kshs.29,226,210 was incurred on construction of water supply improvement in Madogo ward with effect from 26 February, 2024 for a period of 180 days or six (6) months. The contract was awarded to local contractor at a sum of Kshs.34,300,000. The project objective was to create a sustainable and reliable water supply in Madogo to improve health, economic stability and quality life for the residents through construction of two boreholes and 30,000 litres raised galvanized pressed steel panel tank. Although the completion date was extended to 26 August, 2024, the works remained incomplete as at the time of audit.

In the circumstances, the project objective of improving health, economic stability and quality of life had not been achieved and no value for money was received from the accumulated payments of Kshs.29,226,210.

2.5 Construction of Kamudhe - Dukanotu Cluster Water Project

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes rehabilitation of civil works of Kshs.191,489,855 out of which Kshs.9,675,600 was incurred on construction of Kamuthe-Dukanotu cluster water project with effect from 26 February, 2024 for a period of 180 days or six (6) months. The contract was awarded to a local contractor at total sum of Kshs.10,000,000. The project objective was to create a sustainable and reliable water supply in Dukanotu Village through extension of pipeline from Kamuthe-Chardende pipeline to Dukanotu Village to improve health, economic stability and quality life for the residents. Although the contract was extended to 26 August, 2024, the works remained incomplete.

In the circumstances, the project objective of improving health, economic stability and quality of life had not been achieved and no value for money was received from the accumulated payments of Kshs.9,675,600.

2.6 Rehabilitation of B89-Sera Road in Garsen North Ward

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes Kshs.191,489,855 incurred on rehabilitation of civil works out of which Kshs.17,209,040 applied on the rehabilitation of B89-Sera Road in Garsen North Ward. However, records provided for audit indicated that although the opening minutes were signed by the three committee members, they did not initialize all pages. Further, the contract agreement was signed before the lapse of fourteen days mandatory award notification window in breach of Section 135(3) of the Public Procurement and Asset Disposal Act, 2015. In addition, project completion date was not indicated in the agreement and the inspection and acceptance certificate, original bills of quantities and project implementation status report including all itemized payments were not provided for audit. Equally the performance security was not given by the contractor.

In the circumstances, the breach of procurement processes indicate that the quality of road works may have been comprised due to lack of proper documentation and supervision.

2.7 Rehabilitation of JCT B89-Makere Road at Kinakomba Ward

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes Kshs.191,489,855 incurred on rehabilitation of civil works out of which Kshs.7,85,253 applied on the rehabilitation of JCT B89-Makere Road at Kinakomba Ward at a cost of Kshs.14,573,196. However, records provided for audit indicated that although the opening minutes were signed by the three committee members, they did not initialize all pages. Further, the contract agreement was signed before the lapse of fourteen days mandatory award notification window in breach of Section 135(3) of the Public Procurement and Asset Disposal Act, 2015. In addition, project completion date was not indicated in the agreement and the inspection and acceptance certificate, original bills of quantities and project implementation status report including all itemized payments were not provided for audit. Equally the performance security was not given by the contractor.

In the circumstances, the breach of procurement processes indicate that the quality of road works may have been comprised due to lack of proper documentation and supervision.

2.8 Uninstalled Equipment

The statement of receipts and payments reflects payments on acquisition of assets amounting to Kshs.2,151,477,888. The amount includes Kshs.126,317,088 incurred on specialized plant, equipment and machinery out of which Kshs.84,913,536 was used to purchase specialized equipment to equip Hola Level Four (4) Hospital. Although, the equipment's were delivered on 31 May, 2024 and paid for on 8 July, 2024, physical verification carried out on 9 October, 2024 revealed that equipment's valued at Kshs.73,376,300 were still in boxes awaiting construction of building and therefore not in use.

In the circumstances, value for money on equipment's valued at Kshs.73,376,300 was not been achieved since the building for their installation had not been constructed.

2.9 Supply, Installation and Testing of Solar Street Lights in Hola Town

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes construction of civil works of Kshs.218,528,321 out of which Kshs.9,978,879 was incurred on the Supply, Installation and Testing of Solar Street Lights in Hola Town. However, physical verification carried out established that the market centers received inadequate number of solar street light that may not enhance security as intended. Further, the project cost provisional sum of Kshs.500,000 was utilized without approval from the Accounting Officer. In addition, the 4G surveillance cameras installed relied on network connectivity, however no contracts with the service providers were provided for audit to indicate how the connectivity problem had been mitigated by Management.

Further, the smartphones used for surveillance software were not compatible with various devices, and updates and therefore may not meet the project objectives. Additionally, Management did not indicate how Data Protection Act was complied with in respect to

collection, processing, storage, and use of the information collected through surveillance cameras.

In the circumstances, the project's objective in enhancing security in designated market Centre's may not be effective due to the design, scope and deliverables that were not clearly defined.

2.10 Stalled Construction of Early Child Development Centre at Chamwanamuma at Kipini West Ward

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes Kshs.232,740,118 incurred on construction of building out of which Kshs.1,682,696 was used for the construction of early child center at Chamwanamuma in Kipini at a cost of Kshs.4,099,125 with effect from 26 July, 2020 for a period of 120 days or 3 months. Although Kshs.1,682,696 was paid during the current financial year, no project file indicating the works certified, certificates issued and paid together with project implementation report was provided for audit. Further, no project contract extension was provided in support of the current payment.

In the circumstances, the delayed completion of early child development Centre at Chamwanamuma was an indication that the project objective remained unmet and the accumulated cost added no benefit to the residents.

2.11 Delayed Provision of Consultancy Services

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes Kshs.51,684,857 incurred on research studies out of which Kshs.26,500,000 was spent on consultancy services for the boundary survey and registration of two (2) community lands in Tana River County, namely Wayu Daba and Gwano, by a local private limited company at a contract sum of Kshs.33,999,300. Although part payment of Kshs.26,500,000 was made on 18 December, 2023, the consultancy report was not provided for audit and there was no evidence that the service provider was a licensed land surveyor with a valid practicing certificate from the Kenya Land Surveyors Board, which was one of the evaluation criteria. Further, the service provider did not demonstrate the required ten-year experience in similar work, as stipulated by the tender evaluation criteria. Equally the department of lands and physical planning did not prepare Terms of Reference outlining performance benchmarks, milestones, activities, and timelines for the consultancy services, contrary to Section 117(b) of the Public Procurement and Asset Disposal Act, 2015.

In addition, the work would have been done at a reasonable cost by the county staff, Ministry of Lands and Housing or the National Land Commission. As at the time of audit the survey remained uncompleted.

In the circumstances, the consultancy services for the boundary survey and registration of two (2) community lands in Tana River County was not effective since the objective remains unmet.

2.12 Procurement of Consultancy Services

The statement of receipts and payments reflects acquisition of assets amount of Kshs.2,151,477,888. The amount includes research studies expenditure of Kshs.51,684,857 out of which Kshs.10,300,000 was incurred on consultancy services for the preparation of a land use advisory plan at Sala, Mwina, and Sumai Cluster. However, the consultancy inception or final report was not provided for audit and therefore the basis of payment was unclear.

Further, the department of lands and physical planning did not prepare Terms of Reference outlining performance benchmarks, milestones, activities, and timelines for the consultancy services, contrary to Section 117(b) of the Public Procurement and Asset Disposal Act, 2015.

In addition, the work would have been done at a reasonable cost by the county staff, Ministry of Lands and Housing or the National Land Commission. As at the time of audit the survey remained uncompleted.

In the circumstances, consultancy services for the preparation of a land use advisory plan at Sala, Mwina, and Sumai Cluster was not effective since the objective remains unmet.

2.13 Nugatory Expenditure

The statements of receipts and payments reflect acquisition of assets amount of Kshs.2,151,477,888. The amount includes other domestic account payables of Kshs.1,029,081,715 out of which Kshs.176,312,278 are in respect to payment of outstanding tax arrears to Kenya Revenue Authority. However, the tax arrears resulted in penalties of Kshs.83,060,721 and interest of Kshs.92,713,992 which were avoidable.

In the circumstances, the tax arrears payments of Kshs.176,312,28 could have been avoided and Management was in breach of the law.

2.14 Non-Submission of Financial Statements for Level Four Hospitals

The County Executive and Management of the three (3) level four (4) Hospitals in Tana River County namely Hola, Ngao and Bura Sub-County Hospitals were required to prepare and submit financial Statements for audit in accordance with the Public Sector Accounting Standards Board requirement and Section 164 of the Public Finance Management Act, 2012. However, the financial statements were not prepared and submitted to the Office of the Auditor-General.

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

3.0 Account Payables (Pending Bills)

3.1. Failure to Pay Pending Bills as First Charge

The pending bills as at 30 June, 2024 was Kshs.4,152,618,916. This amount includes Kshs.4,128,424,305 in respect of balance brought forward. However, this balance did not form a first charge on the County Revenue Fund. This was contrary to Regulation 41(2) of the Public Finance Management (County Governments) Regulations, 2015 which

requires debt service payments to be a first charge on the County Revenue Fund and that the Accounting Officer shall ensure this is done to the extent possible that the county government does not default on debt obligations.

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

4.0 Imprest Management

4.1. Standing Imprests Without Memorandum Cash Books

Records provided for audit revealed that temporary imprest of Kshs.166,095,656 was issued to various members of staff during the year under review out of which Kshs.7,225,000 was in respect of office operations standing imprest in various departments. However, the memorandum cash book indicating receipts and payments in respect of the standing imprest were not maintained.

In the circumstances, the propriety and effective use of office standing imprest of Kshs.7,225,000 during the year under review could not be confirmed.

4.2. Long Outstanding Imprests

The statement of assets and liabilities reflects outstanding imprests balance of Kshs.19,890,396 out of which Kshs.10,066,200 relates to un-surrendered imprests issued in prior financial year. No explanation was provided for failure to clear the long outstanding imprest balances. At the same time, no action to recover this amount from payroll was initiated. This was contrary to Regulation 93(5) & (6) of the Public Finance Management (County Governments) Regulations, 2015 which requires temporary imprest to be accounted for or surrendered within seven (7) working days or recovered from payroll with interest at the prevailing Central Bank Rate.

In the circumstances, the Management did not enforce the accounting or surrender of outstanding imprest of Kshs. 19,890,396 within seven working days upon returning to duty station and therefore was in breach of the law.

5.0 Budget Credibility

5.1. Budget Variations above Threshold

Review of the approved budget revealed that expenditure items valued at Kshs.2,737,038,922 were adjusted in excess of ten (10%) percent limit contrary to regulation 39(9) of the Public Finance Management (County Governments) Regulations, 2015 which states that in approving estimates under Sections 135 and 154 of the Act, that County Assembly shall not exceed ten (10%) percent of the approved budget estimates of a program of sub-vote unless it is for unforeseen and unavoidable need as defined in Section 112 of the Act.

In the circumstances, the Budget Officer and County Assembly failed to confirm that the budget variations were in compliance with the law and therefore the two offices were not effective in their oversight role.

6.0 Supplementary Budget and Exchequer Releases

6.1. Payments of Unbudgeted Transactions

The statement of receipts and payments reflects total payments of Kshs.6,402,768,835 out of which seven (7) transactions valued at Kshs.57,791,191 were paid but the specific line items had not been budgeted for in the respective appropriation account. This was in breach of Regulation 31(a) of the Public Finance Management (County Governments) Regulations, 2015 which states that all revenue and expenditure shall be entered into the County Government budget estimates.

In the circumstances, the payments of Kshs.57,791,191 were irregular and Management was in breach of the law.

7.0 Audit of Performance Information

7.1. Incomplete Project Implementation Status Report

During the financial year under the review, the County Executive disclosed under the statement of performance against County predetermined objectives a number of key projects and their corresponding completion status. However, the County Executive did not provide a complete Project Implementation Status report (PIS) for all the projects undertaken to confirm the status of all the reported projects in the year under review.

In the circumstances, it was not possible to confirm the correctness of the information contained in the statement of performance against county predetermined objectives as reported in the financial statement.

8.0 Effectiveness in Implementation of Audit Recommendations

8.1. Non-Implementation of Audit Recommendations

Records provided for audit revealed that the County Senate Public Accounts and Investment Committee (CPAIC) had deliberated on the Auditor-General's reports for Tana River Executive for the financial years 2019/2020 and 2020/2021. However, the senate recommendations had not been formally received by the Management and as such no recommendations had been implemented.

Further, the Management did not provide an implementation matrix for External and Internal Audit reports for the same period.

In the circumstances, Management was not able to track resolved and unresolved outstanding matters due lack of an audit report recommendation implementation matrix.

9.0 Regulatory of Human Resource Management Practices

9.1. Non-Conformity with Law on Recruitment of Persons with Disabilities

The County Executive recruited one hundred and sixty-two (162) new employees, out of which no persons with disability were recruited in breach of Section 13 of the Persons with Disabilities Act, 2003 and paragraph B.23(2) of the Human Resource Policies and Procedures Manual for the Public Service, 2016.

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

9.2 Irregular Engagement of More than Thirty Percent (30%) of Employees from One Ethnic Community

Review of the June, 2024 payroll indicates that the County Executive of Tana River had engaged thirty-eight percent (38%) of its total employees from one community in excess of the recommended limit of thirty percent (30%) threshold. Similarly, seventy nine percent (79%) of the total employment positions were shared among four (4) ethnic groups within the County. Further, eighty six percent (86%) of the one hundred and sixty-two (162) new employees recruited in the year under review only included the four (4) dominant ethnic groups.

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

9.3 Violation of One Third Rule on Basic Salary

Examination of the Integrated Personnel and Payroll Database (IPPD) revealed that three hundred and thirty-one (331) employees had salary deductions in excess of two thirds of their basic pay in breach of Section 19(3) of the Employment Act, 2007 which prohibits such excessive deductions.

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

10.0 Legal Expenses

10.1. Irregular Payments of Legal Expenses

During the financial year under review, an amount of Kshs.30,703,120 was paid to four (4) legal firms representing the County Government in various legal cases and providing legal consultancy services. However, the expenditure was not supported by approvals of the County Executive Committee and recommendation of the County Attorney. This was in breach of Section 8(1)(d) of the County Attorney Act, 2020 that requires the Attorney to issue directions to any officer performing legal functions in any department within the County Executive.

Further, the payments were not supported with relevant documentations such as initial fee note, amounts paid to date, outstanding balances (if any per case), the cases being handled and status of those cases, evidence of court attendance, rate as per advocate remuneration roll, statements or ledgers of advocates accounts and case files showing the value of each case to authenticate the payments.

Review of the integrated payroll personnel data base system indicated that the executive had a legal officer and legal advisor to deal with legal matters. However, it was not possible to ascertain their role including why they could not represent the executive on legal issues. In addition, county government does not maintain legal cases register.

In the circumstances, the Management was in breach of the law and the system for monitoring legal cases was not effective during the year under review.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON 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 effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Incomplete Asset Register

The Asset register provided for audit did not include assets procured during the year including HDU equipment Kshs,84,913,536, dehuller machines Kshs.23,566,551 and motor vehicles Kshs.79,463,930 in breach of Regulation 136(1) of the Public Finance Management (County Governments) Regulations, 2015 which requires the Accounting Officer to maintain a register of assets under his or her control or possession that is accurate and complete.

In the circumstances, the internal controls relating to assets register maintenance and updating were not effective because of failure by Management to designate specific personnel for that responsibility and role.

2. Lack of Risk Management Policy

Review of the internal controls of the County Executive revealed that the Management had not developed a risk management policy and there were no fraud prevention mechanisms put in place. Further, operational and disaster recovery plans were also not provided. This was contrary to Regulation 158 of the Public Finance Management (County Governments) Regulations, 2015 that require the Accounting Officer to develop risk management strategies, which include fraud prevention mechanism and a system of risk management and internal control that builds robust business operations.

In the circumstances, Management was not in a position to identify risks, rank them and allocate adequate resources to mitigate them.

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 controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of 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 controls 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 controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the County Executive's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention 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 comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I

consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

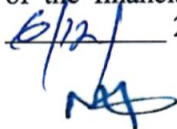
30 December, 2024

*County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024*

9. Statement of Receipts and Payments for the Year Ended 30th June 2024

Receipts/Payments	Notes	Period ended	FY 2022 - 2023
		June 2024	
		Kshs	Kshs
Receipts			
Transfers from the CRF	1	6,447,528,844	5,828,406,567
Miscellaneous Receipts	2	0	0
Total Receipts		6,447,528,844	5,828,406,567
Payments			
Compensation of Employees	3	1,945,696,586	1,767,844,891
Use of Goods and Services	4	1,448,919,594	1,424,131,990
Subsidies	5	0	0
Transfers to other Government Entities	6	500,633,829	671,988,308
Other Grants and Transfers	7	154,500,000	154,500,000
Social Security Benefits	8	63,794,275	165,620,990
Acquisition of Assets	9	2,151,477,888	677,813,872
Finance Costs, including Loan Interest	10	0	0
Repayment of Principal on Domestic & Foreign Borrowing	11	0	0
Other Payments	12	137,746,663	748,451,949
Total Payments		(6,402,768,835)	(5,610,352,000)
Surplus/Deficit		44,760,009	218,054,567

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 6/12/2024 and signed by:



.....
Name: Mariam Abdalla Bunu
Chief Officer -Finance



.....
Name: Tolah Yonnah Berhe
Principal Accountant
ICPAK M/No.: 4824

County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024

10. Statement of Assets and Liabilities as at 30th June 2024

Description	Notes	Period ended June 2024	FY 2022 - 2023
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances	13A	105,513,302	35,410,789
Cash Balances	13B	0	0
Total Cash and Cash Equivalents		<u>105,513,302</u>	<u>35,410,789</u>
Outstanding Imprests and Advances	14	19,890,396	25,274,490
Total Financial Assets		125,403,698	60,685,279
Financial Liabilities			
Deposits and Retentions	15	55,705,587	29,602,572
Net Financial Assets		69,698,111	31,082,708
Represented By:			
Fund Balance b/fwd.	16	31,082,707	53,855,994
Prior Year Adjustments	17	(6,144,606)	(240,827,854)
Surplus/Deficit for the Year		44,760,009	218,054,567
Net Financial Position		69,698,111	31,082,707

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 06/12/2024 and signed by:



.....
Name: Mariam Abdalla Bunu
Chief Officer - Finance



.....
Name: Tolah Yonnah Berhe
Principal Accountant
ICPAK M/No.: 4824

*County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024*

11. Statement of Cash Flows for the Period Ended 30th June 2024

Receipts/Payments		Period ended June 2024	FY 2022 - 2023
	Notes	Kshs	Kshs
Receipts from Operating Income			
Transfers from the CRF	1	6,447,528,844	5,828,406,567
Miscellaneous Receipts	2	0	0
Total Receipts from Operating Income		6,447,528,844	5,828,406,567
Payments for Operating Expenses			
Compensation of Employees	3	1,945,696,586	1,767,844,891
Use of Goods and Services	4	1,448,919,594	1,424,131,990
Subsidies	5	0	0
Transfers to other Government Entities	6	500,633,829	671,988,308
Other Grants and Transfers	7	154,500,000	154,500,000
Social Security Benefits	8	63,794,275	165,620,990
Finance Costs, including Loan Interest	10	0	0
Other Payments	12	137,746,663	748,451,949
Total Payments for Operating Expenses		4,251,290,947	4,932,538,128
Net Receipts/ (Payments) from Operations		2,196,237,897	895,868,439
Adjusted for:			
Prior Year Adjustments	17	(6,144,606)	(240,827,854)
Decrease/(Increase) in Outstanding Imprests & Advances	18	5,384,094	11,511,352
Increase/(Decrease) in Deposits and Retentions	19	26,103,015	20,435,004
Net Cash Flow from Operating Activities		2,221,580,401	686,986,941
Cash Flow from Investing Activities			
Acquisition of Assets	9	(2,151,477,888)	(677,813,872)
Net Cash Flows From Investing Activities		(2,151,477,888)	(677,813,872)
Cash Flow from Financing Activities			
Repayment of Principal on Domestic and Foreign Borrowing	11	0	0
Net Cash Flow from Financing Activities		0	0
Net Increase in Cash and Cash Equivalents		70,102,513	9,173,069

County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024

Receipts/Payments	Notes	Period ended	FY 2022 -
		June 2024	2023
		Kshs	Kshs
Cash and cash equivalents at beginning of the year		35,410,789	26,237,720
Cash and cash equivalents at end of the year		105,513,302	35,410,789

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on

06/12/ 2024 and signed by:



.....

Name: Mariam Abdalla Bunu
Chief Officer Finance



.....

Name: Tolah Yonnah Berhe
Principal Accountant
ICPAK M/No.: 4824

TANA RIVER COUNTY EXECUTIVE
Annual Report and Financial Statements
For the Year Ended June 30 2024

12. Statement of Comparison of Budget & Actual Amounts (Recurrent and Development Combined) for the year ended 30th

June 2024

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the CRF	7,861,060,113	(35,000,000)	7,826,060,113	6,447,528,844	1,378,531,269	82%
Other Receipts	0	0	0	0	0	0%
Opening balance for Non-refundable Bank Balances in Special Purpose Deposits Accounts e.g., DANIDA	0	0	0	0	0	0%
Total	7,861,060,113	(35,000,000)	7,826,060,113	6,447,528,844	1,378,531,269	82%
Payments						
Compensation of Employees	2,126,981,362	(163,003,015)	1,963,978,347	1,945,696,586	18,281,761	99%
Use of Goods and Services	1,425,055,990	176,161,026	1,601,217,016	1,448,919,594	152,297,422	90%
Subsidies	50,000,000	0	50,000,000	0	50,000,000	0%
Transfers to other Government Units	1,571,954,088	82,349,956	1,654,304,044	500,633,829	1,153,670,215	30%
Other Grants and Transfers	50,000,000	(20,000,000)	30,000,000	154,500,000	(124,500,000)	515%
Social Security Benefits	45,082,115	21,933,860	67,015,975	63,794,275	3,221,700	95%
Acquisition of Assets	2,525,996,309	(204,198,241)	2,321,798,068	2,151,477,888	170,320,180	93%
Finance costs, including loan interest	0	0	0	0	0	0%
Repayment of Principal on Borrowings	0	0	0	0	0	0%
Other Payments	65,990,249	71,756,414	137,746,663	137,746,663	0	100%
Total	7,861,060,113	(35,000,000)	7,826,060,113	6,402,768,835	1,423,291,278	82%

*County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024*

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% Of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Surplus/(Deficit)	0	0	0	44,760,009	(44,760,009)	

(a) There was delayed disbursement of funds from the National Treasury.

The County Executive's financial statements were approved on 06/12/24 2024 and signed by:



.....
Name: Mariam Abdalla Bunu
Chief Officer Finance



.....
Name: Tolah Yonnah Berhe
Principal Accountant
ICPAK M/No.: 4824

County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024

A: Statement of Comparison of Budget & Actual Amounts – Recurrent for the year ended 30th June 2024

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the CRF	4,537,385,634	96,517,506	4,633,903,140	4,529,748,223	104,154,917	98%
Other Receipts	0	0	0	0	0	0%
Opening balance for Non-refundable bank balances in special purpose deposits accounts e.g. DANIDA	0	0	0	0	0	0%
Total	4,537,385,634	96,517,506	4,633,903,140	4,529,748,223	104,154,917	98%
Payments						
Compensation of Employees	2,126,981,362	(163,003,015)	1,963,978,347	1,945,696,586	18,281,761	99%
Use of Goods and Services	1,377,055,990	171,161,026	1,548,217,016	1,411,664,803	136,552,213	91%
Subsidies	50,000,000	0	50,000,000	0	50,000,000	0%
Transfers to other Government Units	466,919,275	(36,000,000)	430,919,275	41,049,305	389,869,970	10%
Other Grants and Transfers	50,000,000	(20,000,000)	30,000,000	154,500,000	(124,500,000)	515%
Social Security Benefits	45,082,115	21,933,860	67,015,975	63,794,275	3,221,700	95%
Acquisition of Assets	355,081,643	50,669,221	406,025,864	406,025,864	0	100%
Finance costs, including Loan Interest	0	0	0	0	0	0%

County Government of Tana River
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Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Repayment of Principal on Borrowings	0	0	0	0	0	0%
Other Payments	65,990,249	71,756,414	137,746,663	137,746,663	0	100%
Total	4,537,385,634	96,517,506	4,633,903,140	4,160,477,497	473,425,643	90%
Surplus/(Deficit)	0	0	0	369,270,726	(369,270,726)	

(a) There was delayed disbursement of funds from the National Treasury.

The County Executive's financial statements were approved on 06/12/ 2024 and signed by



.....
Name: Mariam Abdalla Bunu
Chief Officer Finance



.....
Name: Tolah Yonnah Berhe
Principal Accountant
ICPAK M/No.: 4824

County Government of Tana River
Tana River County Executive
Annual Report and Financial Statements for the Year Ended June 30, 2024

B. Statement of Comparison of Budget & Actual Amounts: Development for the year ended 30th June 2024

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts						
Transfers from the CRF	3,323,674,479	(131,517,506)	3,192,156,973	1,917,780,621	1,274,376,352	60%
Other Receipts	0	0	0	0	0	0%
Opening balance for Non-refundable bank balances in special purpose deposits accounts e.g. DANIDA	0	0	0	0	0	0%
Total	3,323,674,479	(131,517,506)	3,192,156,973	1,917,780,621	1,274,376,352	60%
Payments						
Compensation of Employees	0	0	0	0	0	0%
Use of Goods and Services	48,000,000	5,000,000	53,000,000	37,254,790	15,745,210	70%
Subsidies	0	0	0	0	0	0%
Transfers to other Government Units	1,105,034,813	118,349,956	1,223,384,769	459,584,524	763,800,245	38%
Other Grants and Transfers	0	0	0	0	0	0%
Social Security Benefits	0	0	0	0	0	0%
Acquisition of Assets	2,170,639,666	(254,867,462)	1,915,772,204	1,745,452,024	170,320,180	91%
Finance costs, including loan interest	0	0	0	0	0	0%
Repayment of Principal on Borrowings	0	0	0	0	0	0%
Other Payments	0	0	0	0	0	0%
Totals	3,323,674,479	(131,517,506)	3,192,156,973	2,242,291,338	949,865,635	70%

County Government of Tana River
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Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
Surplus/(Deficit)	0	0	0	(324,510,717)	324,510,717	

(a) There was delayed disbursement of funds from the National Treasury.

The County Executive's financial statements were approved on 26/12/ 2024 and signed by:



.....

Name: Mariam Abdalla Bunu
Chief Officer Finance



.....

Name: Tolah Yonnah Berhe
Principal Accountant
ICPAK M/No.: 4824

C. Budget Execution by Programmes and Sub-Programmes for the year ended 30th June 2024

Programme/ Sub-Programme	Original Budget	Adjusted Budget	Final Budget	Actual on Comparable Basis	Budget utilization difference
	2023	2024	2024	2024	2024
	KShs	KShs	KShs	KShs	KShs
Administration, planning support services	19,738,226	750,000	20,488,226	14,030,366	6,457,860
Administration, planning support services	19,738,226	750,000	20,488,226	14,030,366	6,457,860
Agricultural Development project	623,582,387	(61,050,000)	562,532,387	396,393,060	166,139,327
Agricultural Mechanization Services (AMS Garsen station)	15,764,500	4,550,000	20,314,500	15,924,670	4,389,830
Agricultural Training Centers	35,300,000	(19,500,000)	15,800,000	16,135,710	(335,710)
Minor/Village irrigation schemes	87,500,000	(65,900,000)	21,600,000	20,706,922	893,078
	107,219,232	27,800,000	135,019,232	116,935,268	18,083,964
	1,600,000	1,000,000	2,600,000	2,579,011	20,989
	100,000,000	(5,000,000)	95,000,000	5,000,000	90,000,000
Agriculture Sector Development Support Project (ASDSP)	7,952,955	0	7,952,955	5,500,000	2,452,955
Food and Agriculture Organization	1,245,700	1,000,000	2,245,700	2,107,400	138,300
National Agriculture Value Chain	267,000,000	(5,000,000)	262,000,000	211,504,079	50,495,921
Veterinary Development	99,681,818	(58,250,000)	41,431,818	25,362,933	16,068,885
Veterinary extension services	1,118,500	500,000	1,618,500	676,083	942,417
Artificial insemination (Pilot scheme)	2,685,000	0	2,685,000	1,506,650	1,178,350
Buy Tsetse fly traps/Targets (Kipini, Tarasaa)	2,468,872	500,000	2,968,872	1,823,000	1,145,872
Conduct Disease Surveillance	33,594,600	(12,000,000)	21,594,600	15,218,209	6,376,391
	44,432,846	(32,250,000)	12,182,846	5,851,191	6,331,655
Leather Development Service	15,382,000	(15,000,000)	382,000	287,800	94,200
Livestock Development	302,583,255	(14,800,000)	287,783,255	20,513,250	267,270,005

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Livestock production extension services	49,292,500	(11,200,000)	38,092,500	18,403,000	19,689,500
	244,290,755	400,000	244,690,755	1,113,250	243,577,505
Milk Cooling Plant	1,000,000	(1,000,000)	0	0	0
Irrigation Fodder Production	8,000,000	(3,000,000)	5,000,000	997,000	4,003,000
Fisheries	69,886,551	(10,500,000)	59,386,551	20,759,800	54,764,430
Empowerment of Women and Youth on Fish Safety and Quality Assurance	53,684,181	(11,000,000)	42,684,181	5,532,800	37,151,381
Construction of Ice Plant and Cold Storage	16,202,370	500,000	16,702,370	15,227,000	1,475,370
Land Policy and Planning	132,249,124	(22,500,000)	109,749,124	86,203,753	23,545,371
Physical Planning	89,564,624	(26,500,000)	63,064,624	41,811,728	21,252,896
Land Survey and Mapping	35,405,000	1,000,000	36,405,000	35,178,526	1,226,474
Land Administration	7,279,500	3,000,000	10,279,500	9,213,499	1,066,001
Administration, Planning and Support Services	34,880,896	18,387,942	53,268,838	32,455,100	20,813,738
Administration, planning, Operation and Maintenance	33,031,763	18,393,275	51,425,038	31,057,800	20,367,238
Monitoring and Evaluation	1,849,133	(5,333)	1,843,800	1,397,300	446,500
Public Works	357,622,000	7,043,037	364,665,037	52,369,312	312,295,725
Maintenance	600,000	400,000	1,000,000	0	1,000,000
Construction	111,200,000	12,400,000	123,600,000	85,489,568	38,110,432
County Headquarters	215,822,000	(5,756,963)	210,065,037	149,936,493	60,128,544
Governor's Residence	30,000,000	0	30,000,000	26,374,536	3,625,464
County Roads Development	265,883,419	(67,459,667)	198,423,752	149,121,734	49,302,018
Routine Maintenance	153,560,686	(7,859,864)	145,700,822	124,732,490	20,968,332
Opening of New Roads	12,577,733	30,810,487	43,388,220	23,255,484	20,132,736
Grading and Murruming of County Roads	29,745,000	(20,410,290)	9,334,710	1,133,760	8,200,950
Tarmacking of County Roads	70,000,000	(70,000,000)	0	0	0
County Housing Development	35,384,780	(5,221,312)	30,163,468	28,416,334	1,747,134
Housing Development	7,482,780	(539,312)	6,943,468	4,755,212	2,188,256
Urbanization	27,902,000	(4,682,000)	23,220,000	23,661,122	(441,122)
Urban Development	86,450,000	(2,874,900)	83,575,100	79,913,200	3,661,900

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Hola Municipality	86,450,000	(2,874,900)	83,575,100	79,913,200	3,661,900
Promotion of Trade, Tourism and Cooperative Development	215,599,698	123,000,000	338,599,698	206,946,839	131,652,859
Promotion of Trade	198,699,849	121,715,000	320,414,849	189,888,634	130,526,215
Promotion of Tourism	8,899,849	600,000	9,499,849	9,660,342	(160,493)
Promotion of Cooperative Development	8,000,000	685,000	8,685,000	7,397,863	1,287,137
Administration and Support Services	961,115,377	70,503,686	1,031,619,063	1,008,859,114	22,759,949
Administration, planning & support Services	956,182,845	70,503,686	1,026,686,531	1,004,132,469	22,554,062
Health Policy, planning and financing	4,932,532	0	4,932,532	4,726,645	205,887
Curative and Rehabilitative	446,750,000	6,500,000	453,250,000	313,283,124	139,966,876
Medical Supplies	245,650,000	3,000,000	248,650,000	214,153,863	34,496,137
Medical Services	189,400,000	3,500,000	192,900,000	88,379,972	104,520,028
Ambulance Services	11,700,000	0	11,700,000	10,749,289	950,711
Preventive and Promotive	31,895,900	0	31,895,900	30,196,983	1,698,917
Preventive and Promotive	17,050,041	0	17,050,041	16,375,918	674,123
Licensing and Control of Undertaking	9,045,859	0	9,045,859	8,540,702	505,157
Mobile Clinics	5,800,000	0	5,800,000	5,280,364	519,636
General Administration, Planning and Support services	205,800,000	(18,000,000)	187,800,000	157,034,100	30,765,900
General operation, Planning and Support Services	205,800,000	(18,000,000)	187,800,000	157,034,100	30,765,900
Quality and Standard Assurance in EYE Center	171,800,000	9,000,000	180,800,000	11,541,711	169,258,289
ECDE Learning/Teaching Materials	500,000	500,000	1,000,000	987,000	13,000
ECDE Furniture and Equipment Support	35,300,000	26,500,000	61,800,000	23,839,784	37,960,216
ECDE Infrastructure	136,000,000	(18,000,000)	118,000,000	48,736,335	69,263,665
Vocational Training Centers and Adult Education	61,702,116	(14,500,000)	47,202,116	48,903,627	(1,701,511)
Youth Polytechnic Publicity Campaigns	3,010,342	6,500,000	9,510,342	8,840,300	670,042
Quality and Standards Assurance	22,535,447	0	22,535,447	16,051,000	6,484,447
Provision of Modern Tools and Equipment	36,156,327	(21,000,000)	15,156,327	24,012,327	(8,856,000)

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Administration, planning support services	311,641,663	24,332,000	335,973,663	321,327,341	14,646,323
Coordination and Supervisory Services	311,641,663	24,332,000	335,973,663	321,327,341	14,646,323
ICT Infrastructure	48,450,044	(32,450,044)	16,000,000	5,549,701	10,450,299
Energy	48,450,044	(32,450,044)	16,000,000	5,549,701	10,450,299
Administration, planning support services	1,443,811,193	(112,487,431)	1,331,323,762	1,320,820,285	10,503,477
Administration, planning support services	1,443,811,193	(112,487,431)	1,331,323,762	1,320,820,285	10,503,477
Financial Management	783,651,895	101,032,494	884,684,389	855,347,499	29,336,890
Financial management	5,789,349	0	5,789,349	4,290,400	1,498,949
Supply Chain Managements	20,700,000	0	20,700,000	19,372,914	1,327,086
Own Source Revenue Collection	21,620,000	500,000	22,120,000	19,697,300	2,422,700
Budget and Economic Planning	33,625,694	0	33,625,694	26,840,678	6,785,016
Accounting & Finance	671,154,219	100,532,494	771,686,713	754,818,257	16,868,456
Internal Audit	12,782,110	0	12,782,110	12,515,550	266,560
Monitoring and Evaluation	17,980,523	0	17,980,523	17,812,400	168,123
Board Administration, Planning and Governance	66,007,004	(5,373,849)	60,633,155	60,186,306	446,849
Board Operations & Governance	66,007,004	(5,373,849)	60,633,155	60,186,306	446,849
	13,348,100	0	13,348,100	12,330,601	1,017,499
Ethics Governance and Compliance	1,806,960	0	1,806,960	1,802,070	4,890
Informational Communication Technology (ICT)	6,000,000	0	6,000,000	5,011,231	988,769
Human Resource Management & Development	3,962,316	0	3,962,316	3,949,900	12,416
Skills and Competence Development	1,578,824	0	1,578,824	1,567,400	11,424
	229,829,351	(40,000,000)	189,829,351	187,005,329	158,057,821
Performance Management System	8,200,000	0	8,200,000	5,445,000	2,755,000
Human Resource Development	221,629,351	(40,000,000)	181,629,351	181,560,329	69,022
	91,600,000	40,600,000	132,200,000	118,711,166	13,488,834
County Administration	79,100,000	10,600,000	89,700,000	80,455,716	9,244,284
County Enforcement	12,500,000	30,000,000	42,500,000	38,255,450	4,244,550
	6,100,000	0	6,100,000	5,171,315	928,685

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Citizen Participation	6,100,000	0	6,100,000	5,171,315	928,685
	125,000,000	(24,332,000)	100,668,000	87,731,743	12,936,257
County Leadership & Coordination of CDAs	41,500,000	(10,025,000)	31,475,000	28,981,825	2,493,175
County Government Advisory Service	51,000,000	(13,307,000)	37,693,000	31,806,454	5,886,546
Coordination of Peace and Cohesion	32,500,000	(1,000,000)	31,500,000	26,943,465	4,556,535
Administration, planning support services	12,340,000	12,160,000	24,500,000	20,029,980	4,470,020
Administration, planning support services	12,340,000	12,160,000	24,500,000	20,029,980	4,470,020
Natural Disaster mitigation programme	141,202,243	16,500,000	157,702,243	154,924,643	2,777,600
Drought management (Preparedness, Response and Recovery)	2,000,000	1,000,000	3,000,000	2,722,400	277,600
Emergency Relief (food, medicine, blankets, cash grant)	139,202,243	15,500,000	154,702,243	152,202,243	2,500,000
	3,032,392	0	3,032,392	3,151,900	(119,508)
Food Distribution and Rations	3,032,392	0	3,032,392	3,151,900	(119,508)
	41,250,000	(9,960,000)	31,290,000	24,053,040	7,236,960
Culture Promotion and Development	35,750,000	(9,400,000)	26,350,000	22,226,688	4,123,312
Empowerment/Capacity Building of Cultural Practitioners	5,500,000	(560,000)	4,940,000	1,826,352	3,113,648
	6,400,000	156,000	6,556,000	4,637,280	1,918,720
Baseline Survey for OVC	3,700,000	1,176,000	4,876,000	3,157,280	1,718,720
Community Awareness Creation on Child Rights and Child Protection	2,000,000	(750,000)	1,250,000	1,050,000	200,000
Enhanced Child Participation	700,000	(270,000)	430,000	430,000	0
	39,500,000	815,000	40,315,000	15,649,593	24,665,407
Women Empowerment	1,050,000	(588,200)	461,800	211,800	250,000
Gender and Leadership	38,450,000	1,403,200	39,853,200	15,437,793	24,415,407
	9,193,447	329,000	9,522,447	8,147,430	1,375,017
County Sports Leagues	7,193,447	570,000	7,763,447	6,490,930	1,272,517
Sports Equipment Support	2,000,000	(241,000)	1,759,000	1,656,500	102,500
General Administration, Support and Support Services	22,635,380	1,000,000	23,635,380	20,719,932	2,915,448

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General Administration, Support and Support Services	22,635,380	1,000,000	23,635,380	20,719,932	2,915,448
Environmental Management Programme	200,251,761	0	200,251,761	115,965,871	84,285,890
Environmental Protection	154,428,041	0	154,428,041	79,351,082	75,076,959
Control of Air Pollution	1,627,520	0	1,627,520	386,303	1,241,217
Solid Waste Management	44,196,200	0	44,196,200	36,228,486	7,967,714
	141,869,953	32,650,044	174,519,997	106,686,546	67,833,451
Water Management Services	129,223,899	26,050,044	155,273,943	93,246,871	62,027,072
Sanitation	9,115,331	6,400,000	15,515,331	11,178,450	4,336,881
Storm Water Management	3,530,723	200,000	3,730,723	2,261,225	1,469,498
	1,340,140	0	1,340,140	864,300	475,840
Irrigation Management Services	1,340,140	0	1,340,140	864,300	475,840
Grand Total	7,861,060,113	(35,000,000)	7,826,060,113	6,402,768,835	1,423,291,278

13. Significant Accounting Policies

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

a) 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 receivables and payables are disclosed in the Statement of Assets and Liabilities. The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the County Executive 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.

b) Reporting entity

The financial statements are for the Tana River County Executive. The financial statements encompass the reporting entity as specified under section 164 of the PFM Act 2012.

c) Recognition of receipts and payments

i) Recognition of receipts

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

ii) Transfers from the County Revenue Fund (CRF)

Transfer from CRF 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 a notification received by the entity.

iii) Proceeds from sale of assets

Proceeds from the sale of assets are recognised in the statement of receipts and payments when the related monies from the sale are received by the entity.

Significant Accounting Policies (Continued)

d) Recognition of payments

The County Executive recognises all expenses when the event occurs, and the related cash has been paid out.

i) Compensation of employees

Salaries and Wages, Allowances, and statutory contributions 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) Interest on borrowing

Borrowing costs that include interest are recognized as payment in the period in which they incurred and paid for.

iv) Repayment of borrowing (principal amount)

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made. The stock of debt is disclosed as an annexure to the County consolidated financial statements.

v) Acquisition of fixed assets

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

Significant Accounting Policies (Continued)

e) In-kind contributions

In-kind contributions are donations that are made to the County Executive 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 County Executive 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.

f) Third Party Payments

This relates to payments done directly to supplier on behalf of the county Executive 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 Executive is detailed in the notes to these financial statements.

g) Cash and cash equivalents

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

Restriction on cash

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2024, this amounted to KShs. 0 compared to KShs. 0 in prior period as indicated on note. There were no other restrictions on cash during the year.

Significant Accounting Policies (Continued)

h) 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.

i) 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.

j) 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 County Executive's fixed asset register a summary of which is provided as a memorandum to these financial statements.

k) Pending bills

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

Significant Accounting Policies (Continued)

l) 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 County Executive 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. Note and Annex 8 of this financial statement is a register of the contingent liabilities in the year.

m) Contingent Assets

The County Executive 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 County Executive in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

Significant Accounting Policies (Continued)

n) Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Executive's budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on 8th August 2023 for the period 1st July 2023 to 30th June 2024 as required by law. There was one number of supplementary budgets passed in the year. A high-level assessment of the County Executive's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

o) Comparative figures

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

p) Subsequent events

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

q) Prior Period Adjustment

During the year, errors that have been corrected are disclosed under Note 17 explaining the nature and amounts.

r) Related Party Transactions

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

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

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

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14. Notes to the Financial Statements

1. Transfer from the CRF

Description	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Total Exchequer Releases for Quarter 1	619,121,930	0
Total Exchequer Releases for Quarter 2	1,509,283,969	1,345,210,702
Total Exchequer Releases for Quarter 3	1,482,703,340	1,664,403,277
Total Exchequer Releases for Quarter 4	2,836,419,605	2,818,792,588
Total	6,447,528,844	5,828,406,567

2. Miscellaneous Receipts

Description	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Insurance Recoveries	0	0
Other Receipts	0	0
Total	0	0

3. Compensation of Employees

Description	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Basic Salaries of Permanent Employees	887,689,294	851,543,471
Basic Wages of Temporary Employees	38,722,405	44,751,749
Personal Allowances Paid as Part of Salary	855,013,394	699,940,572
Personal Allowances Paid as Reimbursements	2,422,653	76,265,706
Personal Allowances Provided in Kind	0	0
Employer Contribution to Compulsory National Social Schemes	160,916,120	202,240
Employer Contribution to Compulsory National Health Insurance Schemes	0	0
Pension and other Social Security Contributions	0	95,141,152
Social Benefit Schemes Outside Government	932,720	0
Other Personnel Payments	0	0
Total	1,945,696,586	1,767,844,891

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Notes to the Financial Statements (Continued)

4. Use of Goods and Services

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Utilities, Supplies and Services	30,453,055	30,851,266
Communication, Supplies and Services	8,906,805	15,345,926
Domestic Travel and Subsistence	344,077,499	297,139,541
Foreign Travel and Subsistence	26,503,679	57,714,353
Printing, Advertising and Information Supplies & Services	32,436,944	27,404,969
Rent and Rates	31,311,574	23,936,745
Training Expenses	17,630,574	22,039,484
Hospitality Supplies and Services	173,624,332	182,086,611
Insurance Costs	170,895,999	158,626,132
Specialized Materials and Services	232,077,346	177,094,193
Office and General Supplies and Services	62,326,580	127,459,251
Fuel, Oil and Lubricants	96,028,485	72,349,563
Other Operating Expenses (including Bank Charges)	185,385,462	197,682,691
Routine Maintenance – Vehicles and Other Transport Equipment	25,321,527	33,065,944
Routine Maintenance – Other Assets	11,939,734	1,335,320
Total	1,448,919,594	1,424,131,990

5. Subsidies

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Subsidies to Public Corporations		
<i>See List Attached (Insert Name)</i>	0	0
Subsidies to Private Enterprises		
<i>See List Attached (Insert Name)</i>	0	0
Total	0	0

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Notes to the Financial Statements (Continued)

6. Transfer to other Government Entities

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Transfers to County Government Entities		
DANIDA - Universal Healthcare in Devolved Units Programme	8,325,000	25,393,152
IDEAS LED Project	14,727,000	49,017,637
National Agric. Value chain Development Project (NAVCDP)	211,504,079	67,192,729
Kenya Climate Smart Agriculture Project (KCSAP)	0	87,386,194
Tana River County Health Facilities Supervision	1,675,000	0
Kenya Urban Support Programme	0	2,339,915
Financing Locally –Led Climate Action (FLLoCA)	73,594,224	61,000,000
Youth Polytechnic support grant VTC	15,156,327	20,656,327
Agriculture Sector Development Support Project (ASDSP II)	5,500,000	12,512,439
Tana River County Emergency Fund	0	132,165,375
Tana River County DRM Fund	137,602,243	132,324,540
Tana Water and Sanitation Company Ltd (TAWASCO)	2,549,956	0
Tana River County staff Car & Mortgage	30,000,000	80,000,000
Transfer to the Council of Governors	0	2,000,000
Transfers to other Counties		
(Insert name of budget agency)	0	0
Transfers to National Government Entities		
Transfer to the Council of Governors	0	0
Total	500,633,829	671,988,308

7. Other Grants and Transfers

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Scholarships and Other Educational Benefits	154,500,000	154,500,000
Emergency Relief and Refugee Assistance	0	0
Subsidies to Small Businesses, Cooperatives, and Self Employed	0	0
Total	154,500,000	154,500,000

8. Social Security Benefits

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Social Security Benefits	63,794,275	165,620,990
Employer Social Benefits	0	0
Total	63,794,275	165,620,990

The benefits are remitted to Laptrust Pension Trust and Lapfund. The beneficiaries are the contracted employees to cater for their postemployment benefits. The significant drop is due to payment of an arrears of Kes. 121,849,904 for prior periods.

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Notes to the Financial Statements (Continued)

9. Acquisition of Assets

<u>Non- Financial Assets</u>	Period ended	FY 2022 - 2023
	June 2024	
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	232,740,118	30,828,118
Refurbishment of Buildings	69,683,786	0
Construction of Roads	36,544,743	298,029,333
Construction and Civil Works	218,528,321	125,064,526
Overhaul and Refurbishment of Construction & Civil Works	8,845,282	0
Purchase of Vehicles and other Transport Equipment	79,463,930	38,340,000
Overhaul of Vehicles and other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	14,995,784	10,627,064
Purchase of Office Furniture and General Equipment	35,826,454	47,457,328
Purchase of Specialized Plant, Equipment and Machinery	126,317,088	44,929,502
Rehabilitation and Renovation of Plant, Machinery and Equip.	500,000	0
Purchase of Certified Seeds, Breeding Stock and live Animals	55,775,955	55,525,000
Research, Studies, Project Preparation, Design & Supervision	51,684,857	27,013,000
Rehabilitation of Civil Works	191,489,855	0
Acquisition of Strategic Stocks and Commodities	0	0
Acquisition of ICT Equipment's	0	0
Acquisition of Land	0	0
Acquisition of Intangible Assets	0	0
Other Domestic Accounts Receivable – Pending Bills	1,029,081,715	0
Total acquisition of non- financial assets	2,151,477,888	677,813,872
<u>Financial assets</u>		
Domestic Public Non-financial Enterprises	0	0
Domestic Public Financial Institutions	0	0
Total Acquisition of Financial Assets	0	0
Total Acquisition of Assets	2,151,477,888	677,813,872

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Notes to the Financial Statements (Continued)

10. Finance Costs, including Loan Interest

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Interest payments on foreign borrowings	0	0
Interest payments on guaranteed debt taken over by gov't	0	0
Interest on domestic borrowings (non-gov't)	0	0
Interest on borrowings from other government units	0	0
Total	0	0

11. Repayment of Principal on Domestic Lending and On-Lending

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Repayments on borrowings from domestic	0	0
Principal repayments on guaranteed debt taken over by government	0	0
Repayments on borrowings from other domestic creditors	0	0
Repayment of principal from foreign lending & on – lending	0	0
Total	0	0

12. Other Payments

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Civil Contingency Reserves - Emergency Response	137,746,663	0
Other Payments	0	748,451,949
Total	137,746,663	748,451,949

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Notes to the Financial Statements (Continued)

13. Cash and Bank Balances

13A. Bank Balances

Name of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep etc.	Period ended June 2024	FY 2022 - 2023
			Kshs	Kshs
Tana River County Development	1000170708	Development	0	776,124
Tana River County Recurrent	1000172735	Recurrent	1,005	10,268
Tana River Road Maintenance Levy Fund	1000297751	Development	232,356	232,356
Tana River Health Conditional Grant	1000268298	SPA	1	3,736,222
Tana River Primary Health Care Support	1000564539	SPA	3	0
Tana River County Deposit	1000267496	Deposit	55,705,587	27,016,277
Tana River County Aggregation and Ind. Park	1000723025	SPA	36,529,032	0
Tana River County Agr. Se Dev. Supp. Prog. II	1000365846	SPA	0	0
Tana River County Village Polytechnic PR	1000368958	SPA	2,535,447	2,535,447
Tana River County Urban Support Programme	1000372467	SPA	0	0
Tana River County ASAL Livestock	1000374233	SPA	0	0
Tana River County Livestock Support	1000386118	SPA	1,104,095	1,104,095
Tana River Climate Change Fund	1000591463	SPA	9,405,776	0
Hola Municipality Development Grant	1000424982	SPA	0	0
Hola Municipality Institutional Grant	1000424834	SPA	0	0
Tana River County COVID-19 Emergency Response	1000475676	SPA	0	0

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Tana River County KCSAP	1000365862	SPA	0	0
Tana River County Equalization Fund	1000737948	SPA	0	0
Tana River County National Value Chain Dev't Project	1000718293	SPA	0	0
Tana River County CHP Stipend SPA	1000743767	SPA	0	0
Tana River County Gov't Hq Office PR	1000743786	SPA	0	0
Tana River County Food Systems Resilience Programme	1000744693	SPA	0	0
Total			105,513,302	35,410,789

The County Government also operates 51 bank accounts in the Commercial Banks through Self-Reporting Entities.

13 B Cash in Hand

Description	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Cash in hand – Held in Domestic Currency	0	0
Cash in hand – Held in Foreign Currency	0	0
Total	0	0

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Notes to the Financial Statements (Continued)

Cash in hand should also be analysed as follows:

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Location 1	0	0
Location 2	0	0
Location 3	0	0
Total	0	0

14. Outstanding Imprests and Advances

Description	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Government Imprests	19,890,396	25,274,490
Salary Advance	0	0
Clearance Accounts	0	0
Total	19,890,396	25,274,490

Breakdown of Imprest and Salary Advance per Department	Period ended June 2024	FY 2022 - 2023
Imprest	Kshs	Kshs
Office of the Governor	10,496,496	11,601,000
Gender, Culture & Social Services	1,687,600	1,687,600
Water, Environment & Natural Resources	231,000	0
Public Service Administration, Citizen Participation & ICT	2,218,000	1,600,000
Agriculture, Livestock, Fisheries & Veterinary	1,002,600	1,754,700
Trade & Tourism Development	627,600	1,287,300
Finance & Economic Planning	3,248,500	3,553,000
Education and Vocational Training	0	849,590
Roads & Public Works	378,600	2,549,300
Land & Physical Planning	0	392,000
Sub-Total	19,890,396	25,274,490
Salary Advance		
Department....	0	0
Sub-Total	0	0
Grand Total	19,890,396	25,274,490

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Notes to the Financial Statements (Continued)

15. Deposits and Retention

Description	Period ended June 2024		FY 2022 - 2023	
	Kshs		Kshs	
Deposits	0		0	
Retention Monies	55,705,587		29,602,572	
Total	55,705,587		29,602,572	
Ageing analysis for	55,705,587		55,705,587	
Ageing analysis: (deposits and retentions)	2023 -2024	% of the Total	2022 - 2023	% of the Total
Under one year	48,578,789	87%	29,602,572	100%
1-2 years	7,126,799	13%	0	0%
2-3 years	0	0%	0	0%
Over 3 years	0	0%	0	0%
Total (tie to above total)	55,705,587		29,602,572	

16. Fund Balance Brought Forward

Description	Period ended June 2024		FY 2022 - 2023	
	Kshs		Kshs	
Bank Accounts	35,410,789		25,073,410	
Cash in Hand	0		1,164,310	
Outstanding Imprests and Advances	25,274,490		36,785,842	
Third Party Deposits and Retention	(29,602,572)		(9,167,568)	
Total	31,082,707		53,855,994	

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17. Prior Year Adjustments

A prior period adjustment really applies to the correction of an error in the financial statements of a prior period.

	Balance b/f from Previous FY as per Audited Financial Statements	Adjustments during the Year Relating to Prior Periods	Adjusted Balance b/f For 2022-2023
Description Of the Error	Kshs	Kshs	Kshs
Bank Account Balances	25,073,410	10,213,611	35,287,021
Cash in Hand	1,164,310	0	1,164,310
Outstanding Imprests and Advances	36,785,842	(15,208,290)	21,577,552
Third party deposits and Retention	(9,167,568)	2,586,295	(6,581,273)
Others – Unexpended Expenditures	(309,435,377)	(3,736,222)	(313,171,599)
Total	(240,827,854)	(6,144,606)	(261,723,989)

The Adjustments relate to identified errors and other adjusting items in the last Financial Year as follows:

Description of the Error	Amount Corrected	Nature of Error Correction
Bank Account Balances	11,000,000	This is Climate Change closing balance as at 30-06-2023 not captured in the FS year 2022-2023. The adjustment is to enhance fund balance.
	786,392	This is closing balances as at 30-06-2023 remitted to County Revenue Fund A/c. The adjustment is to reduce fund balance.
	3	This is closing balance as at 30-06-2023 in the Health Conditional Grant a/c not captured in the FS year 2022-2023. The adjustment is to reduce fund balance.
Outstanding Imprests and Advances	15,208,290	This is outstanding imprests as at 30-06-2023 (previous FY) surrendered in the year 2023-2024. The adjustment is to reduce fund balance.
3 rd Party Deposit and retention	2,586,295	This is cure an erroneous overstatement of deposits and retention as at 30-06-2023 (previous FY). The adjustment is to reinstate fund balance.
Others – Unexpended Expenditures	3,736,222	This is Primary Health Care expenses incurred in 2022-2023 but paid in 2023-2024. The adjustment is to reduce fund balance.

Notes to the Financial Statements (Continued)

18. Increase/(Decrease) in Outstanding Imprests and Advances

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Imprest and Advances as at 1 st July (A)	25,274,490	36,785,842
Imprest and Advances as at 30 th June (B)	19,890,396	25,274,490
Increase)/ Decrease in Imprest and Advances (C=(B-A))	5,384,094	11,511,352

19. Increase/(Decrease) in Deposits and Retention

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Deposits and Retention s as at 1 st July (A)	29,602,572	9,167,568
Deposits and Retention as at 30 th June (B)	55,705,587	29,602,572
Increase/ (Decrease) in Deposits and Retentions C= B-A	26,103,015	20,435,004

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20. Other Important Disclosures

1. Pending Accounts Payable (See Annex 2)

	Balance b/f 2022 -2023	Additions for the year	Paid during the year	Balance c/f 2023 - 2024
Description	Kshs	Kshs	Kshs	Kshs
Construction of Buildings	369,601,658	0	(133,394,861)	236,206,797
Construction of Civil Works	865,458,556	417,236,831	(211,640,152)	1,071,055,235
Supply of Goods	1,267,997,782	175,097,532	(193,030,778)	1,250,064,536
Supply of Services	1,625,366,309	460,941,963	(491,015,925)	1,595,292,348
Total	4,128,424,305	1,053,276,326	1,029,081,715	4,152,618,916

2. Pending Staff Payables (See Annex 3)

	Balance b/f 2022 - 2023	Additions for the year	Paid during the year	Balance c/f 2023 - 2024
Description	Kshs	Kshs	Kshs	Kshs
Senior management	0	0	(0)	0
Middle management	0	0	(0)	0
Unionisable employees	0	0	(0)	0
Others	0	0	(0)	0
Total	0	0	(0)	0

3. Other Pending Payables (See Annex 4)

	Balance b/f 2022 - 2023	Additions for the year	Paid during the year	Balance c/f 2023 - 2024
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government Entities	0	7,537,924	(0)	7,537,924
Amounts due to County Government Entities	0	0	(0)	0
Amounts due to Third Parties	0	4,115,054	(0)	4,115,054
Total	0	11,652,978	(0)	11,652,978

Other Important Disclosures

4. External Assistance

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
External Assistance Received in Cash	0	0
External Assistance Received as Loans and Grants	0	0
External Assistance Received In Kind- as Payment by Third Parties	0	0
Total	0	0

a) External Assistance Relating to Loans and Grants

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
External Assistance Received as Loans	0	0
External Assistance Received as Grants	0	0
Total	0	0

b) Undrawn External Assistance

	Purpose for which the undrawn external assistance may be used	Period ended June 2024	FY 2022 - 2023
Description		Kshs	Kshs
Undrawn External Assistance – Loans		0	0
Undrawn External Assistance - Grants		0	0
Total		0	0

Other Important Disclosures

c) Classes of Providers of External Assistance

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Multilateral Donors	0	0
Bilateral Donors	0	0
International Assistance Organization	0	0
NGOs	0	0
National Assistance Organization	0	0
Total	0	0

d) Non-monetary External Assistance

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Goods	0	0
Services	0	0
Total	0	0

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Other Important Disclosures

e) Purpose and Use of External Assistance.

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Compensation of Employees	0	0
Use of Goods and Services	0	0
Subsidies	0	0
Transfers to Other Government Entities	0	0
Other Grants and Transfers	0	0
Social Security Benefits	0	0
Acquisition of Assets	0	0
Finance Costs, including Loan Interest	0	0
Repayment of Principal on Domestic & Foreign Borrowing	0	0
Other Payments	0	0
Total	0	0

f) External Assistance Paid by Third Parties on behalf of the County Executive by Source

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

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
National Government	0	0
Multilateral Donors	0	0
Bilateral Donors	0	0
International Assistance Organization	0	0
National Assistance Organization	0	0
Total	0	0

Other Important Disclosures

5. Payments by Third Party on Behalf of the County Executive

This relates to payments made directly to supplier on behalf of the county Executive. For example, the national government may fund the operations of health or education program, a donor may pay directly for construction of a given market etc.

5.1 Classification by Source

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
National Government	0	0
Multilateral Donors	0	0
Bilateral Donors	0	0
International Assistance Organization	0	0
NGOs	0	0
National Assistance Organization	0	0
Other County Entities	0	0
Others	0	0
Total	0	0

5.2 Classification of Payments made by Third Parties by Nature of Expenses.

	Period ended June 2024	FY 2022 - 2023
Description	Kshs	Kshs
Compensation of Employees	0	0
Use of Goods and Services	0	0
Subsidies	0	0
Transfers to other Government Units	0	0
Other Grants and Transfers	0	0
Social Security Benefits	0	0
Acquisition of Assets	0	0
Finance costs, including Loan Interest	0	0
Repayment of Principal on Domestic & Foreign Borrowing	0	0
Other Payments	0	0
Total	0	0

Other Important Disclosures

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 Executive:

- i) Key management personnel that include the Governor, the Deputy Governor Members of the County Assembly, CECs and Chief Officers for various County Ministries and Departments.
- ii) County Ministries and Departments.
- iii) The National Government.
- iv) Other County Governments Entities and
- v) State Corporations and Semi-Autonomous Government Agencies.

Related Party Transactions

	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Key Management Compensation (Governor, CEC Members and Cos)	0	0
<u>Transfers To Related Parties</u>		
Transfers to Other County Government Entities	0	0
Transfers to Development Projects	0	0
Transfers to Non-Reporting Entities e.g. Schools and Welfare	0	0
Transfers to County Water Service Providers	0	0
Expenses Paid on Behalf of County Water Service Providers	0	0
Total Transfers To Related Parties	0	0
<u>Transfers From Related Parties</u>		
Transfers From the CRF	0	0
Transfers From National Government MDAs	0	0
Transfers From SCs And SAGAs - National Government	0	0
(Insert Any Other Transfers Received)	0	0
Total Transfers From Related Parties	0	0

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Other Important Disclosures

7. Establishment of other County Government Entities

The PFM Act, 2012 section 182 enables the County Government to establish and dissolve County Corporations/ entities. For purposes of follow up on financial reporting, audit and disclosure, outlined below is a list of entities established by the County Government since inception.

Entity	Date Established/Date taken over	Location	Accounting Officer responsible
Tana Water & Sewerage Company	21 st October, 2016	Hola	William Jillo
National Agric. Value Chain Development Project (NAVCDP)	1 st July, 2023	Hola	Peter K. Munyoki
Tana River IDEAS LED Project	1 st July, 2018	Hola	Yaqub Gudo
Tana River County Bursary Board	18 th July, 2018	Hola	Zena H. Mahanga
Hola Municipality	1 st July, 2019	Hola	Jacob Jarha
Tana River County Gov't Staff Car Loan & Mortgage	12 th September, 2019	Hola	Galgalo J. Jillo
Tana River County INUKA Fund	21 st February, 2020	Hola	Galgalo J. Jillo
Tana River County Emergency Fund	5 th June, 2020	Hola	Brenda Mokaya
Tana River County DRM Fund	4 th November, 2020	Hola	Salima Makuru
Financing Locally –Led Climate Action (FLLoCA)	1 st November, 2021	Hola	Abdullahi Omar

8. Leasing of Medical Equipment

Amounts relating to leased medical equipment is included in the County Allocation Revenue Act and is budgeted for by the Counties. This amount is deducted at source and therefore not included in the exchequer. Since this is not a cash item, it is not included in the statement of receipts and payments in the current financial year, amounts relating to leased medical equipment was Kshs 0 and Kshs 0 for the comparative Financial year.

9. Contingent Liabilities

Contingent Liabilities	Period ended June 2024	FY 2022 - 2023
	Kshs	Kshs
Court Case.... Against the Entity	0	0
Bank Guarantees In Favour Of Subsidiary	0	0
Contingent Liabilities Arising from PPPs	0	0
Total	0	0

10. Program for Results (PforR) Disclosure

This disclosure note is for entities implementing Programs for Results (PforR). Implementing entities are required to make disclosures in accordance with their respective financing agreements. The disclosure should capture the program's goal and expenditures designated in the expenditure framework.

Name of the PforR:	
Financing Partners:	
Purpose of the PforR:	
Expenditure Details	Amount in Kshs
Cumulative actual expenditures for the previous years	0
Actual expenditure in the current financial year.	
1. <i>Employee Cost</i>	0
2. <i>Use of goods and Services</i>	0
3. <i>Grants and Subsidies</i>	0
4. <i>Building of ECDE facilities</i>	0
5. <i>Others (specify)</i>	0
Sub-total	0
Cumulative Actual Expenditures to date	0

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11. Progress On Follow-Up 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.

Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)
1.	Inaccuracies in the Presentation and disclosure in the Annual Report and Financial statements	Prior Financial statements have been Amended	Resolved
2.	Cash and Cash Equivalents: <ul style="list-style-type: none"> • Undisclosed and unsupported bank balances • Stale cheque in the cashbook 	Relevant Bank accounts are hereby disclosed. This was an error and It has now been corrected	Resolved
3.	Unsupported liabilities on legal costs	The liabilities and legal costs are now supported	Resolved
4.	Misclassification of Payments	Payments are now properly classified	Resolved
5.	Payment of Salaries outside the Integrated Personnel and Payroll Database and Unsupported payments	This relates to salary areas to employees who have exited service and payments to casuals and staff who were not defined in IPPD as at 30 June 2024.	Resolved
6.	Use of Goods and services: <ul style="list-style-type: none"> • Unsupported and Irregular payments on domestic travel and subsistence. • Unsupported and Irregular Payments on Foreign Travel Subsistence. • Unsupported payments on training. • Unsupported Payments on Fuel and Lubricants. • Unsupported payments on Printing, Advertising and information supplies and Services. • Unsupported Payments on Rentals of Produced Assets. • Unsupported Payments on Specialised Materials and Services. 	Payment vouchers and other relevant supporting documents are available for audit review	Resolved

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Ref No.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)
	<ul style="list-style-type: none"> Unsupported Payments on Office and General Supplies and Services. 		
7.	Acquisition of Assets: <ul style="list-style-type: none"> Unsupported payments on Construction of buildings. Unsupported payments on Purchase of Certified Seeds, Breeding stock and Live animals. Unsupported payments on Research, Studies and project preparation, design and supervision 	Payment vouchers and other relevant documents are available for audit review.	Resolved
8.	Unsupported and Doubtful expenditure on other payments.	Payment voucher and other relevant documents relating to the Doubtful expenditure are now availed for audit confirmation	Resolved
9.	Unsupported Deposits and Retentions balance.	Ledger and other relevant documents are now available for audit confirmation.	Resolved



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County Executive Committee Member – Finance and Economic Planning

Date:

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15. Annexes

Annex 1 – Analysis of Transfers from the CRF

Period 2023 - 2024	Quarter 1 (Kshs)	Quarter 2 (Kshs)	Quarter 3 (Kshs)	Quarter 4 (Kshs)	Total (Kshs)
Equitable Share	541,871,930	1,377,487,724	1,311,152,218	2,335,675,660	5,566,187,532
DANIDA - Universal Healthcare in Devolved Units Programme	0	0	0	8,325,000	8,325,000
IDEAS LED Project	0	0	4,000,000	10,727,000	14,727,000
National Agric. Value chain Development Project (NAVCDP)	0	0	5,000,000	206,504,079	211,504,079
Financing Locally –Led Climate Action (FFLOCA)	0	0	11,000,000	11,000,000	22,000,000
Youth Polytechnic Support Grant VTC	0	0	0	9,436,327	9,436,327
Tana River County Aggregation & Industrial Park	0	0	0	150,000,000	150,000,000
Agriculture Sector Development Support Project (ASDSP II)	0	0	5,500,000	0	5,500,000
TR County DRM Fund	0	68,801,121	68,801,122	0	137,602,243
TR County Emergency Response Fund	0	32,995,124	0	104,751,539	137,746,663
Tana River County Staff CAR & Mortgage	0	30,000,000	0	0	30,000,000
Tana River County Bursary Fund	77,250,000	0	77,250,000	0	154,500,000
Total	619,121,930	1,509,283,969	1,482,703,340	2,836,419,605	6,447,528,844

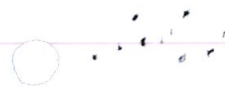
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Annex 2 – Analysis of Pending Accounts Payable

Supplier Of Goods Or Services	Date invoiced/contracted	Particulars	Original Amount	Balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
				a	b	c	d=a+b-c	
Construction of Buildings	Annex attached							
1.								
Sub-Total								
Construction of Civil Works								
2.								
Sub-Total								
Supply of Goods								
3.								
Sub-Total								
Supply of Services								
4.								
Sub-Total								
Grand Total								
	<i>Note: Pending bills comprise goods and services rendered and invoiced but not yet settled and does not include commitments</i>							



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Annex 3 – Analysis of Pending Staff Payables

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
			a	b	c=a-b		
Senior Management							
1.			0	0	0	0	
2.			0	0	0	0	
Sub-Total			0	0	0	0	
Middle Management							
3.			0	0	0	0	
4.			0	0	0	0	
Sub-Total			0	0	0	0	
Unionisable Employees							
5.			0	0	0	0	
6.			0	0	0	0	
Sub-Total			0	0	0	0	
Others (specify)							
7.			0	0	0	0	
8.			0	0	0	0	
Sub-Total			0	0	0	0	
Grand Total			0	0	0	0	

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Annex 4 – Analysis of Other Pending Payables

Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
			a	b	c=a-b		
Amounts Due To National Gov't Entities							
1. Commissioner of VAT	Wth tax-Kenya Power-we215	21-Mar-24	14,431	0	14,431	0	
2. Commissioner of VAT	Wth tax-Maromark-PSA-PO171	05-May-24	8,620	0	8,620	0	
3. Commissioner of VAT	Wth tax-Std Group-HSN 276	12-Oct-23	12,931	0	12,931	0	
4. Commissioner of VAT	Wth tax-Jambu-PB201-23/24	08-Jan-24	27,586	0	27,586	0	
5. Commissioner of VAT	Wth tax-Ezeky Supplies-FIN0	21-Mar-24	8,620	0	8,620	0	
6. Commissioner of VAT	Wth tax-Hudaa-GVN0763-23/24	08-Jun-24	25,862	0	25,862	0	
7. Commissioner of VAT	Wth tax-Hadhidha-GVN0663-23/24	18-Apr-24	36,206	0	36,206	0	
8. Commissioner of VAT	Wth tax-Tana Grand-PSA-298	23-Feb-24	965	0	965	0	
9. Commissioner of VAT	Wth tax-Tana Grand-PSA-296	23-Feb-24	5,931	0	5,931	0	
10. Commissioner of VAT	Wth tax-Maxleey Elec. -51	16-May-24	34,482	0	34,482	0	
11. Commissioner of VAT	Wth tax-Forward-HSN 1283	06-May-24	50,644	0	50,644	0	
12. Commissioner of VAT	Wth tax-Normalistic-GVN370-23/24	08-Dec-23	47,147	0	47,147	0	
13. Commissioner of VAT	Wth tax-Gereru-PB0200-23/24	08-Jan-24	20,689	0	20,689	0	
14. Commissioner of VAT	Wth tax-Aligntech-PSA318	16-Apr-24	25,862	0	25,862	0	
15. Commissioner of VAT	Wth tax-Heller Petr.-PSA-0126	04-Dec-23	12,490	0	12,490	0	
16. Commissioner of VAT	Wth tax-Heller-GEN-092-23/24	19-Jan-24	7,672	0	7,672	0	
17. Commissioner of VAT	Wth tax-Heller Petr.-MUN-028	21-Feb-24	2,586	0	2,586	0	

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Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
18. Commissioner of VAT	Wth tax-Heller-FIN0735-23/24	30-May-24	8,620	0	8,620	0	
19. Commissioner of VAT	Wth tax-Goldnest-RTPHU-125	30-Apr-24	43,103	0	43,103	0	
20. Commissioner of Income Tax	Wth tax-Ann Kowido-PSA-283	08-Feb-24	284,722	0	284,722	0	
21. Commissioner of Income Tax	Wth tax-Ann Kowido-PSA-283	08-Feb-24	301,141	0	301,141	0	
22. Commissioner of Income Tax	Wth tax-Kilonzo-PSA047	19-Mar-24	52,200	0	52,200	0	
23. Commissioner of Income Tax	Wth tax-Ann Kowido-PSA-280	08-Feb-24	138,469	0	138,469	0	
24. Commissioner of Income Tax	Wth tax-Ann Kowido-PSA-281	08-Feb-24	218,551	0	218,551	0	
25. Commissioner of VAT	Wth tax-Muhororo-HSN664	19-Dec-23	20,963	0	20,963	0	
26. Commissioner of Income Tax	Wth tax-Kilonzo-PSA-346	04-Apr-24	133,400	0	133,400	0	
27. Commissioner of Income Tax	Wth tax-Leeds-GEN-0094-23/24	22-Jan-24	13,620	0	13,620	0	
28. Commissioner of VAT	Wth tax-Tana-GVN-0720-23/24	13-May-24	51,724	0	51,724	0	
29. Commissioner of Income Tax	Wth tax-Shisanya and Co. Advocates-PSA-233	17-May-24	513,880	0	513,880	0	
30. Commissioner of VAT	Wth tax-Tana-Mandoyo-0765-23/24	31-May-24	34,482	0	34,482	0	
31. Commissioner of VAT	Wth tax-Ezeky-GVN730-23/24	13-May-24	13,482	0	13,482	0	
32. Commissioner of VAT	Wth tax-Wangema-HSN 1433	14-Jun-24	28,568	0	28,568	0	
33. Commissioner of VAT	Wth tax-Jijima-PSA-372	21-May-24	43,103	0	43,103	0	

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Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
34. Commissioner of VAT	Wth tax-Stirling-PO193	25-Jun-24	171,551	0	171,551	0	
35. Commissioner of Income Tax	Wth tax-Stirling-PO193	25-Jun-24	497,500	0	497,500	0	
36. Commissioner of VAT	Wth tax-Care Auto-HSN 873	22-Jan-24	25,479	0	25,479	0	
37. Commissioner of VAT	Wth tax-Sobat-RTPHU-120	29-Apr-24	7,758	0	7,758	0	
38. Commissioner of Income Tax	Wth tax-Sobat-RTPHU-120	29-Apr-24	13,500	0	13,500	0	
39. Commissioner of VAT	Wth tax-Care-CPSB23/24-PO48	13-Jun-24	3,619	0	3,619	0	
40. Commissioner of VAT	Wth tax-Jacisolo-PSA-0089	23-Oct-23	387.95	0	387.95	0	
41. Commissioner of VAT	Wth tax-Sawayuh-ENV-226	13-May-24	17,241	0	17,241	0	
42. Commissioner of VAT	Wth tax-WARSESJIBA-HSN 487	02-Nov-23	28,145	0	28,145	0	
43. Commissioner of Income Tax	Wth tax-WARSESJIBA-HSN 487	02-Nov-23	48,971	0	48,971	0	
44. Commissioner of Income Tax	Wth tax-ROBKOM CONTRACTORS-088	12-Jun-24	245,689	0	245,689	0	
45. Commissioner of VAT	Wth tax-JADZIRANA-RTPHU-0209	20-Jun-24	83,867	0	83,867	0	
46. Commissioner of VAT	Wth tax-TMGUEST-RTPHU-112	21-Mar-24	85,800	0	85,800	0	
47. Commissioner of Income Tax	Wth tax-TMGUEST-RTPHU-112	21-Mar-24	149,292	0	149,292	0	
48. Commissioner of VAT	Wth tax-Hacienda-RTPHU-0208	20-Jun-24	84,800	0	84,800	0	
49. Commissioner of VAT	Wth tax-Hacienda-RTPHU-126	27-May-24	56,626	0	56,626	0	



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Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
50. Commissioner of Income Tax	Wth tax-Hacienda-RTPHU-126	27-May-24	98,529	0	98,529	0	
51. Commissioner of VAT	Wth tax-MAKSTON-ENV- 218	30-Apr-24	25,806	0	25,806	0	
52. Commissioner of Income Tax	Wth tax-MAKSTON-ENV- 218	30-Apr-24	44,902	0	44,902	0	
53. Commissioner of VAT	Wth tax-SALFEILAM-INV- 324	06-Jun-24	36,2767	0	36,2767	0	
54. Commissioner of Income Tax	Wth tax-SALFEILAM-INV- 324	06-Jun-24	63,121	0	63,121	0	
55. Commissioner of VAT	Wth tax-LOLIPPOP-PO237	27-May-24	34,337	0	34,337	0	
56. Commissioner of Income Tax	Wth tax-LOLIPPOP-PO237	27-May-24	59,747	0	59,747	0	
57. Commissioner of VAT	Wth tax-Corestone-INV 151	06-Jun-24	69,154	0	69,154	0	
58. Commissioner of Income Tax	Wth tax-Corestone-INV 151	06-Jun-24	120,327	0	120,327	0	
59. Commissioner of VAT	Wth tax-Ladyshaan-INV 551	06-Jun-24	82,789	0	82,789	0	
60. Commissioner of Income Tax	Wth tax-Ladyshaan-INV 551	06-Jun-24	144,053	0	144,053	0	
61. Commissioner of VAT	Wth tax-Zaragoza-INV 426	06-Jun-24	83,620	0	83,620	0	
62. Commissioner of Income Tax	Wth tax-Zaragoza-INV 426	06-Jun-24	145,500	0	145,500	0	
63. Commissioner of VAT	Wth tax-Tanagro-INV 0101	06-Jun-24	85,175	0	85,175	0	
64. Commissioner of Income Tax	Wth tax-Tanagro-INV 0101	06-Jun-24	148,205	0	148,205	0	
65. Commissioner of VAT	Wth tax-NURAYVA-LVF 00551	27-Jun-24	17,189	0	17,189	0	

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Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
66. Commissioner of VAT	Wth tax - Sendekuye - PO245	27-May-24	25,000	0	25,000	0	
67. Commissioner of Income Tax	Wth tax - Sendekuye - PO245	27-May-24	43,500	0	43,500	0	
68. Commissioner of VAT	Wth tax-KONGOLOLA- PO244	27-May-24	51,137	0	51,137	0	
69. Commissioner of Income Tax	Wth tax-KONGOLOLA- PO244	27-May-24	88,980	0	88,980	0	
70. Commissioner of VAT	Wth tax-jedel enter.- env 228	05-Jun-24	313,204	0	313,204	0	
71. Commissioner of VAT	Wth tax-Holakibs-LVF-555-1	30-May-24	301,724	0	301,724	0	
72. Commissioner of VAT	Wth tax-DAMBOWA- PSA-320	22-Mar-24	8,621	0	8,621	0	
73. Commissioner of VAT	Wth tax-shamsu- PSA-374	21-May-24	25,862	0	25,862	0	
74. Commissioner of VAT	Wth tax-Barfun- ENV 234	11-May-24	10,345	0	10,345	0	
75. Commissioner of VAT	Wth tax-SPINDLE- AGR 272	18-Jun-24	413,448	0	413,448	0	
76. Commissioner of VAT	Wth tax-BPM- AGR 147	22-Feb-24	689,655	0	689,655	0	
77. Commissioner of VAT	Wth tax-Abumo- ENV 210	30-Apr-24	35,483	0	35,483	0	
78. Commissioner of VAT	Wth tax-Shakky- LAN-0129	15-May-24	49,138	0	49,138	0	
79. Commissioner of VAT	Wth tax-GARERU- PO1122	30-Jun-24	14,655	0	14,655	0	
80. Commissioner of VAT	Wth tax-Mykzacc- PB0228-23/24	07-Apr-24	28,400	0	28,400	0	
81. Commissioner of VAT	Wth tax-ROBKOM-PB0241-23/24	18-Apr-24	41,387	0	41,387	0	
82. Commissioner of VAT	Wth tax-Magongi-PB0235-23/24	09-Apr-24	41,767	0	41,767	0	
83. Commissioner of VAT	Wth tax-KACHEA-PB0217-23/24	07-Apr-24	68,221	0	68,221	0	
84. Commissioner of VAT	Wth tax-HOLA-PB0234-23/24	09-Apr-24	76,388	0	76,388	0	

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Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
85. Commissioner of VAT	Wth tax-raysol-PB0239-23/24	18-Apr-24	154,793	0	154,793	0	
86. Commissioner of VAT	Wth tax-TOKOMBO-PB0222-23/24	07-Apr-24	34,483	0	34,483	0	
Sub-Total			7,537,924	0	7,537,924	0	
Amounts Due To County Gov't Entities							
87. Commissioner of VAT			0	0	0	0	
Sub-Total			0	0	0	0	
Amounts Due To Third Parties							
88. Tana River Deposit Acc	Retention - EMBANKMENT - GVN0551-23/24	21-Mar-24	443,308	0	443,308	0	
89. Tana River Deposit Acc	Retention - WARSESJIBA - HSN 487	02-Nov-23	163,238	0	163,238	0	
90. Tana River Deposit Acc	Retention - Orabell - RTPHU/1029	25-Jan-24	494,524	0	494,524	0	
91. Tana River Deposit Acc	Retention - Hacienda - RTPHU/126	27-May-24	328,430	0	328,430	0	
92. Tana River Deposit Acc	Retention - Citywave - ENV - PO253	30-May-24	614,860	0	614,860	0	
93. Tana River Deposit Acc	Retention - SALFEILAM - INV 324	06-Jun-24	210,404	0	210,404	0	
94. Tana River Deposit Acc	Retention - Corestone - INV 151	06-Jun-24	401,091	0	401,091	0	
95. Tana River Deposit Acc	Retention - Ladyshaan- INV 551	06-Jun-24	480,178	0	480,178	0	
96. Tana River Deposit Acc	Retention - Zaragoza - INV 426	06-Jun-24	485,000	0	485,000	0	
97. Tana River Deposit Acc	Retention - Tanagro - INV 0101	06-Jun-24	494,018	0	494,018	0	
Sub-Total			4,115,054	0	4,115,054	0	

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Name	Brief Transaction Description	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance 2023 - 2024	Outstanding Balance 2022 - 2023	Comments
Others							
98.			0	0	0	0	
Sub-Total			0	0	0	0	
Grand Total			11,652,978	0	11,652,978	0	



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Annex 5 –Analysis of Imprests and Advances

(a) Government Imprest

<i>Name Of Officer Or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken Kshs</i>	<i>Amount Surrendered Kshs</i>	<i>Balance as at 2023 - 2024 Kshs</i>
Issack Hajir Abdi	9-Nov-2022	1,291,000	0	1,291,000
Osman Guyo Hassan	7-Dec-2022	396,600	0	396,600
Evans Kokiro Matingoi	17-Nov-2022	1,000,000	0	1,000,000
Luluya Mavuwe Sokorote	17-Nov-2022	1,500,000	0	1,500,000
Andrew Tumaini Wilson	17-Nov-2022	2,500,000	0	2,500,000
Fredrick Bahola John	17-Nov-2022	2,500,000	0	2,500,000
Moses Kofa Mrenje	28-Nov-2022	500,000	0	500,000
Eric Hesbon Onjole	22-Nov-2022	378,600	0	378,600
Arnold Odipo Odundo	5-Oct-2023	1,465,900	0	1,465,900
Zainab Naima Hassan	23-Oct-2023	627,600	0	627,600
Ismail M'masi Lyambilla	12-Jan-2024	507,600	0	507,600
Ade Shedrack Maurice	22-Jan-2024	1,500,000	0	1,500,000
Hadija Shabu Abatano	13-Feb-2024	500,000	0	500,000
Abdulhakim Ware Shehe	22-Apr-2024	496,496	0	496,496
Arnold Odipo Odundo	22-Apr-2024	1,782,600	0	1,782,600
A Omar Dhadho	22-Apr-2024	2,218,000	0	2,218,000
Emanuel Mvoni	24-Jun-2024	61,000	0	61,000
Abdulla Hassan Dakan	24-Jun-2024	231,000	0	231,000
Ismail M'masi Lyambilla	24-Jun-2024	434,000	0	434,000
Total		19,890,396	0	19,890,396

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(b) Salary Advance

<i>Name of Officer</i>	<i>Date Advanced</i>	<i>Amount Advanced</i> Kshs	<i>Amount Recovered</i> Kshs	<i>Balance as at 2023 - 2024</i> Kshs
<i>Name Of Officer</i>	dd/mm/yy	0	0	0
<i>Name Of Officer</i>	dd/mm/yy	0	0	0
Total		0	0	0

Annex 6 – Summary of Non-Current Asset Register

Asset Class	Historical Cost b/f (Kshs) 2022 - 2023	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year (Kshs)	Historical Cost c/f (Kshs) 2023 - 2024
Land	0	0	0	0	0
Buildings And Structures	3,750,744,830	570,672,668	0	0	4,321,417,498
Transport Equipment	387,053,271	80,298,404	0	0	467,351,675
Office Equipment, Furniture And Fittings	159,598,826	83,755,972	0	0	243,354,798
ICT Equipment	46,693,623	35,716,347	0	0	82,409,970
Machinery And Equipment	292,273,282	271,327,798	0	0	563,601,080
Heritage And Cultural Assets	0	0	0	0	0
Biological Assets	256,947,089	60,475,955	0	0	317,423,044
Intangible Assets	555,874,187	8,035,988	0	0	563,910,175
Infrastructure Assets- Roads, Rails	2,980,459,385	434,498,880	0	0	3,414,958,265
Work In Progress	0	1,860,430	0	0	1,860,430
Others	0	604,835,447	0	0	604,835,447
Total	8,429,644,493	2,151,477,888	0	0	10,581,122,381

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Annex 7 – Inter-Entity Transfers

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Cumulative amount transferred. KShs	Amount Confirmed as received. KShs	Difference	Explanation
1.	DANIDA	0	0	0	8,325,000	8,325,000	8,325,000	0	
2.	Tana River Voc. Training Centres	0	0	5,720,000	9,436,327	15,156,327	15,156,327	0	
3.	Tana River County Gov't Staff Car and Mortgage Fund	0	30,000,000	0	0	30,000,000	30,000,000	0	
4.	Agri. Sector Dev't Supp. Proj. (ASDSP II)	0	0	5,500,000	0	5,500,000	5,500,000	0	
5.	National Agric. Value Chain Dev't Project (NAVCDP)	0	0	5,000,000	206,504,080	211,504,080	211,504,080	0	
6.	Tana Water And Sanitation Co. Ltd (TAWASCO)	0	0	2,549,956	0	2,549,956	2,549,956	0	
7.	IDEAS Project	0	0	4,000,000	10,727,000	14,727,000	14,727,000	0	
8.	Health	0	1,675,000	0	0	1,675,000	1,675,000	0	

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Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Cumulative amount transferred. KShs	Amount Confirmed as received. KShs	Difference	Explanation
	Facilities								
9.	Tana River County Disaster Risk Mgt. Fund	0	68,801,121	68,801,122	0	137,602,243	137,602,243	0	
10.	Financing Locally –Led Climate Action (FLLoCA)	0	4,240,524	53,868,500	15,485,200	73,594,224	73,594,224	0	
	Total	0	104,716,645	145,439,578	250,477,607	500,633,830	500,633,830		



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Director of Finance
County Executive



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Fund Manager
Fund/project/board/water company/hospital

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Annex 8 – Contingent Liabilities Register

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

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Annex: 9 Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
1.	Drilling, test pumping of bore holes.	Increased water access.						Climate Change Fund	
2.	Fodder Cropping.	Climate resilience against drought.						Climate Change Fund	
3.	Minor Irrigation Schemes.	Increased food Security.						Climate Change Fund	
4.	Tree Planting.	Ensure Climate Mitigation						Climate Change Fund	
5.	Rehabilitation of Water pans.	Increased water access.						Climate Change Fund	

Annex 10 Reporting on Disaster Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

