

REPUBLIC OF KENYA



Enhancing Accountability

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REPORT

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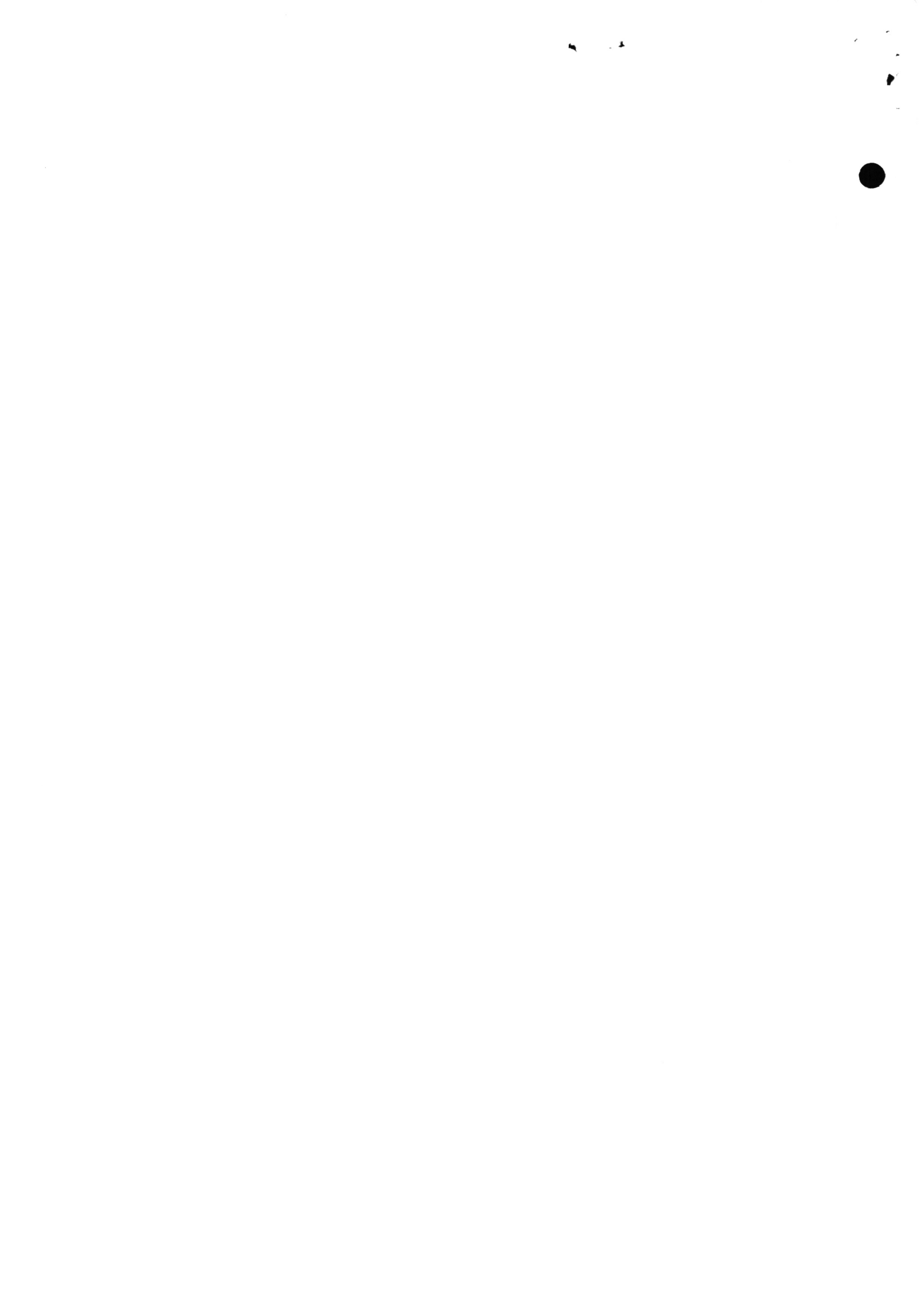
OF

THE AUDITOR-GENERAL

ON

**COUNTY REVENUE FUND -
COUNTY GOVERNMENT OF MACHAKOS**

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





COUNTY REVENUE FUND

(County Government of Machakos)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

JUNE 30, 2022

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

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1. Key Entity Information and Management

a) Background information

Article 207 of the Constitution of Kenya provides for the establishment of the County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government.

b) Key Management

The County Revenue Funds day-to-day management is under the following key organs:

	Designation	Name
1.	CECM Finance and Economic Planning	Hon. Onesmus Kuyu
2.	Accounting Officer-County Treasury	Mr. Collins Adipo
3.	Ag. Head Accounting Services	Mr. Daniel Mutula

c) Fiduciary Management

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

1.	County Executive Committee Member- Finance and Economic Planning	Hon. Onesmus Kuyu
2.	Accounting Officer – Finance	Mr. Collins Adipo
3.	Accounting Officer -Revenue Management	Mr. Mike Senga
4.	Accounting Officer-Economic Planning	Mr. Tobias Mutua
5.	Ag.Head of Accounting Services	Mr. Daniel Mutula
6.	Ag. Chief Internal Auditor	Mr. Benjamin Nyika
7.	Director of Budget	Ms. Stella Miriti

d) Fiduciary Oversight Arrangements

The key fiduciary oversight bodies at the county for the Period ended June 30th, 2022 were;

- Machakos County Assembly
- Controller of Budget
- Senate
- Office of Auditor General

e) County Headquarters

Town Hall Building

Off Machakos Nairobi Highway

P.O. Box 1996-90100

Machakos, KENYA

f) County Contacts

Telephone: (254) 4420246

E-mail: machakostreasury@machakosgovernment.co.ke

Website: www.machakosgovernment.co.ke

h) County Bankers

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

i) Independent Auditors

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

j) Principal Legal Adviser

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

2. Management Discussion and Analysis

A. Financial performance of County Revenue Fund

The County Revenue Fund anticipated to receive Kshs 13,089,734,879 comprising of Exchequer Kshs 9,162,304,232.00, Transfers Kshs 1,423,361,666.00, Own Source Revenue Kshs 1,682,894,197.00 and Returned CRF Issues Kshs 821,174,784.00. However, the actual received by 30th June, 2022 was Kshs 10,504,592,511.00 comprising of Exchequer Kshs 8,429,319,897.00, Transfers Kshs 135,636,077 Own Source Revenue Kshs 1,118,461,753.00 and Returned CRF Kshs 821,174,784.00 as at 30th June 2022. This translates to 80% of the total revenue budget.

Receipts	Final Budget for the period	Actual on Comparable Basis	% of Revenue Received
Exchequer releases	9,162,304,232	8,429,319,897	92%
Transfers from other government agencies	1,423,361,666	135,636,077	10%
Other grants	-	-	0%
Proceeds from Domestic Borrowing	-	-	0%
Proceeds from Foreign Borrowing	-	-	0%
Own Source Revenue	1,682,894,197	1,118,461,753	66%
Return to CRF issues	821,174,784	821,174,784	100%
Total Receipts	<u>13,089,734,879</u>	<u>10,504,592,511</u>	80%

3. Statement of Management Responsibility

Section 168 of the PFM Act requires the administrator of a county public fund established by the Constitution, an Act of Parliament or county legislation, to prepare quarterly financial statements for the fund in a form prescribed by the Accounting Standards Board and submit the quarterly report to the County Treasury and a copy to the Controller of Budget.

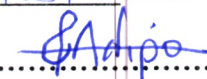
The Accounting Officer of the County Government is responsible for the preparation and presentation of the County Revenue Fund financial statements, which give a true and fair view of the state of affairs of the Fund as at the period, ended 30th June, 2022. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Revenue Fund; (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 Accounting Officer accepts responsibility for the County Revenue Fund'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 Accounting Officer is of the opinion that the County Revenue Fund's financial statements give a true and fair view of the state of the County Revenue Fund's transactions during the period ended 30th June, 2022 and of its financial position as at that date.

The Accounting Officer further confirms the completeness of the accounting records maintained for the County Revenue Fund 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 Accounting Officer confirms that the County Revenue Fund has complied fully with applicable Government Regulations and the terms of external financing covenants (*where applicable*). Further, Accounting Officer confirms that the County Revenue Fund'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 Revenue Fund's financial statements were approved and signed on 17/03/ 2023.


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Collins Adipo

Chief Officer – Finance

4. Overview of the County Revenue Fund Operations

Background

Article 207 of the Constitution of Kenya provides for the establishment of a County Revenue Fund into which shall be paid all money raised or received by or on behalf of the County Government. As outlined under Section 109 of the Public Finance Management (PFM) Act, 2012 the County Treasury is responsible for administration of the County Revenue Fund. The County Revenue Fund is maintained as the County Exchequer Account at the Central Bank of Kenya.

Receipts into the County Revenue Fund

County Government revenue is received through appointed County Receiver of Revenue by the County Executive Committee Member for finance to the County Treasury pursuant to Section 157 (1) of the PFM Act 2012. Other receipt includes Exchequer releases, grants from development partners, proceeds from domestic and foreign borrowings, and other miscellaneous deposits in the County Revenue Fund Account.

Transfers from the County Revenue Fund

The withdrawal of funds from the County Revenue Fund is authorized by the County appropriation Act. The County Treasury is required to seek the Controller of Budget's approval for withdrawal of funds from the County Revenue Fund to the County Executive and County Assembly bank accounts. These entities are responsible for the administration of their respective approved budgets.

Financial Reporting

This statement covers the operations of the County Exchequer Account for the period ended 30th June, 2022.



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Collins Adipo
Chief Officer – Finance

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON COUNTY REVENUE FUND - COUNTY GOVERNMENT OF MACHAKOS FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of County Revenue Fund-County Government of Machakos, set out on pages 1 to 14, which comprises of the statement of receipts and payments and the statement of comparison of budget and actual amounts,

Report of the Auditor-General on County Revenue Fund-County Government of Machakos for the year ended 30 June, 2022

for the year ended 30 June, 2022, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects the financial performance of the County Revenue Fund-County Government of Machakos for the year ended 30 June, 2022, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the County Governments Act, 2012.

Basis for Qualified Opinion

Unconfirmed Opening Balances

The statement of receipts and payments and the Notes to the financial statements reflect comparative balances. However, the financial statements are being prepared for the first time in the current period.

In the circumstances, the accuracy and validity of the comparative balances could not be confirmed.

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

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final revenue budget and actual on comparable basis of Kshs.13,089,734,879 and Kshs.10,504,612,511 respectively resulting to a shortfall of Kshs.2,585,122,368 indicative of 20% underperformance. Further, the statement reflects variances between the budget and actual amounts exceeding 10%, which have not been explained.

The under collection of the budgeted revenue impacted negatively on the planned activities and service delivery to the residents of Machakos County.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Late Submission of the Financial Statements

The financial statements for the Fund were submitted to the Auditor General on 3 March, 2023, more than five months after the statutory deadline of 30 September, 2022. This was contrary to Regulation 101(4) of Public Finance Management (County Governments) Regulations, 2015 which provides that an Accounting Officer shall prepare the financial statements in a form that complies with the relevant accounting standards prescribed by the Public Sector Accounting Standards Board, not later than three months after the end of the financial year and submit them to the Auditor-General with a copy to the County Treasury, the Controller of Budget and The National Treasury.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1) (a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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


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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

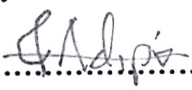
Nairobi

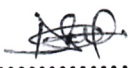
20 April, 2023

5. Statement of Receipts and Payments for the period ended 30th June, 2022

Receipts			
Exchequer releases	1	8,429,319,897	8,804,699,313
Transfers from other government agencies	2	135,656,077	1,419,866,290
Other grants	3	-	-
Proceeds from Domestic Borrowing	4	-	-
Proceeds from Foreign Borrowing	5	-	-
Own Source Revenue	6	1,118,461,753	1,296,364,668
Return to CRF issues	7	821,174,784	521,756,805
Total Receipts		<u>10,504,612,511</u>	<u>12,042,687,076</u>
Payments			
Transfers to County Executive	8	9,286,434,191	10,207,312,894
Transfers to County Assembly	9	1,048,995,897	1,015,210,816
Other Transfers	10	-	-
Total Payments		<u>10,335,430,088</u>	<u>11,222,523,710</u>
Net increase (decrease) in cash for the year		169,182,423	820,163,366
Add Opening fund balance b/f	11	820,163,367	433,461,904
Closing Fund balance for the period		989,345,790	1,253,625,270

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Annual Financial statements were approved on 21/03/2023 and signed by:

.....

Collins Adipo
Chief Officer – Finance
ICPAK M/No. 30870
Date: 21/3/2023

.....

Daniel Mutula
Head of Accounting Services
ICPAK M/No. 18377
Date: 21/03/2023

6. Statement of Comparison of Budget Actual Amounts for the period ended June 30th, 2022.

	a	b	c=a+b	d	e=c-d	f=d/c %
Receipts	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	
Exchequer releases	9,162,304,232	-	9,162,304,232	8,429,319,897	732,984,335	92%
Transfers from other government agencies	1,390,629,796	32,731,870	1,423,361,666	135,656,077	1,287,705,589	10%
Other conditional grants	-	-	-	-	-	0%
Proceeds from Domestic Borrowing	-	-	-	-	-	0%
Proceeds from Foreign Borrowing	-	-	-	-	-	0%
Own Source Revenue	1,682,894,197	-	1,682,894,197	1,118,461,753	564,432,444	66%
Return to CRF issues	-	821,174,784	821,174,784	821,174,784	-	100%
Total Receipts	12,235,828,225	853,906,654	13,089,734,879	10,504,612,511	2,585,122,368	80%
Payments						
Transfers to County Executive	10,963,037,834	762,194,442	11,725,232,276	9,286,434,191	2,438,798,085	79%

County Government of Machakos
 County Revenue Fund
 Annual Report and Financial Statements for the period ended 30 June, 2022

	a	b	c=a+b	d	e=c-d	f=d/c %
Transfers to County Assembly	1,272,790,391	91,712,212	1,364,502,603	1,048,995,897	315,506,706	77%
Others	-	-	-	-	-	
Total Payments	12,235,828,225	853,906,654	13,089,734,879	10,335,430,088	2,754,304,791	79%
Balance	-	(0)	(0)	169,182,423	(169,182,423)	

7. Significant Accounting Policies

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 Section 167 of the PFM Act 2012.

The Financial Statements are presented in Kenya Shillings, which is the functional and reporting currency of the Fund, all values are rounded to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the periods presented.

b) Reporting entity

This report relates to financial operations of the County Revenue Fund domiciled at the County Treasury and bank account maintained at Central Bank of Kenya.

c) Receipts

Receipts include funds deposited in the County Revenue Fund pursuant to Article 207 of the Constitution of Kenya and Section 109 of the PFM Act 2012.

The receipts collected include Exchequer releases, own source revenue, grants from development partners, proceeds from domestic and foreign borrowings, and other miscellaneous deposits in the County Exchequer Account.

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

County own source revenue is recognized as receipts when the funds are received in the County Exchequer Account.

d) Payments

Payments are based on the County Government Appropriation Act. The exchequer requests are received by County Treasury, which rationalizes the requests based on the available balance, consolidates the requests and forwards them to Controller of Budget (COB) for approval. Once the approval of COB is obtained, the funds are released to the County Assembly and County Executive operational accounts appropriately.

Significant Accounting Policies (Continued)

e) Fund Balances

Fund balances comprise bank balances in County Exchequer Account held at Central Bank of Kenya.

8. Notes to the Financial Statements

1. Exchequer releases

The following is an analysis by revenue type of the receipts collected in the County Revenue Fund:

Equitable Share (a)	8,429,319,897	8,421,115,500
Level 5 hospitals (b)		383,583,813
Others (Specify) (c)		
Total (d=a+b+c)	<u>8,429,319,897</u>	<u>8,804,699,313</u>

2. Transfers from other government agencies**

	Period ended June 30, 2022 KSh.	Period ended June 30, 2021 KSh.
Road Maintenance Levy		239,604,947
Covid-19		
Development of Youth Polytechnics-State Department of TVETS		62,749,894
User Fees Foregone -Ministry of Health		24,129,039
World Bank -Transforming Health Systems for Universal Care Project (THUSP)- Ministry of Health	9,012,164	43,717,594
Word Bank-NARIGP-State Department of Crop Development		
World Bank Kenya Climate Smart Agriculture (KCSAP) - State Department of Crop Development	99,336,337	253,685,994
DANIDA Grant -Primary Health care in devolved context -Ministry of Health	8,590,313	22,050,000

County Government of Machakos
 County Revenue Fund
 Annual Report and Financial Statements for the period ended 30 June, 2022

IDA (World Bank) Credit: Water & Sanitation Development Project (WSDP)-Min. Water, Sanitation and Irrigation		
SIDA Agricultural Sector Development Support Programme II (ASDSP II)- State Department of Crop Development	18,717,263	13,247,314
Word Bank-Emergency Locust Response Project (ILRP) State Department of Crop Development		
Word Bank-Kenya Informal settlement improvement project (KISIP 11)-State Department of Housing & Urban Development		
UNFPA-9th County Programme Implementation - Ministry of Health		
EU Grant (Instruments for Devolution Advice and Support- (IDEAS)-State Department of Devolution		
KfW German Development Bank- Drought Resilience Programme in Northern Kenya (DRPNK)-Min. Water, Sanitation and Irrigation		
Kenya Devolution Support Program		206,906,472
Kenya Urban Support Program		553,775,036
Total	135,656,077	1,419,866,290

3. Other grants

	Period ended June 30 th , 2022	Period ended June 30 th , 2021
	Kshs.	Kshs.
Donor 1 <i>(Specify)</i>	-	-
Donor 2 <i>(Specify)</i>	-	-
Donor 3 <i>(Specify)</i>	-	-
Others <i>(Specify)</i>	-	-
Total	-	-

Notes to the Financial Statements (Continued)

4. Proceeds from Domestic borrowing

Borrowing within General Government	-	-
Borrowing from Monetary Authorities (Central Bank)	-	-
Other Domestic Depository Corporations (Commercial Banks)	-	-
Borrowing from Other Domestic Financial Institutions	-	-
Borrowing from Other Domestic Creditors	-	-
Domestic Currency and Domestic Deposits	-	-
Others (<i>Specify</i>)	-	-
Total	-	-

5. Proceeds from Foreign Borrowing

Foreign Borrowing – Drawdowns Through Exchequer	-	-
Foreign Borrowing - Direct Payments	-	-
Foreign Currency and Foreign Deposits	-	-
Others (<i>Specify</i>)	-	-
Total	-	-

Notes to the Financial Statements (Continued)

6. Own Source Revenue

Cess	186,071,914	281,148,393
Land/Poll rate	169,415,389	247,858,234
Single/Business permits	279,702,729	253,563,665
Property rent	5,041,911	9,508,486
Parking fees	128,516,663	101,325,994
Market fees	7,249,032	10,344,412
Advertising	43,302,031	34,613,425
Hospital fees	-	-
Public health service fees	38,809,908	54,398,112
Physical planning and development	151,442,559	193,755,825
Hire of County Assets	66,200	58,263
Conservancy administration	28,861,227	30,667,226
Administration control fees and charges	76,906,093	78,707,333
Park fees	3,076,096	415,300
Other fines, penalties, and forfeiture fees	-	-
Miscellaneous	-	-
Others (<i>Specify</i>)	-	-
Total	<u>1,118,461,753</u>	<u>1,296,364,668</u>

Notes to the Financial Statements (Continued)

7. Return to CRF Issues

Return to CRF Issues		
Recurrent Account (<i>County Executive</i>)	173,912	13,421
Development Account (<i>County Executive</i>)	835,777	88,281,480
Recurrent Account (<i>County Assembly</i>)	1,727	-
Development Account (<i>County Assembly</i>)	1	-
County Revenue Fund Account	820,163,367	433,461,904
SPA	-	-
Total	821,174,784	521,756,805

8. Transfers to County Executive

Transfers to County Executive		
Recurrent Account	7,930,094,109	7,219,487,460
Development Account	1,060,967,496	1,337,781,800
Special purpose Accounts: KDSP	161,906,472	45,000,000
ASDSP	25,539,462	16,747,314
DANIDA	8,590,313	22,050,000
KCSAP	99,336,339	258,685,994
KRB		239,604,948
KUSP		553,775,038

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THUSP		43,717,594
USER FEES		24,129,039
YOUTH POLYTECHNIC		62,749,894
LEVEL 5	-	383,583,813
Total	9,286,434,191	10,207,312,894

9. Transfers to County Assembly

Recurrent Account	911,640,806	881,145,648
Development Account	137,355,091	134,065,168
Special purpose accounts	-	-
Others (<i>Specify</i>)	-	-
Total	1,048,995,897	1,015,210,816

10. Other Transfers

Agency Notices	-	-
Others (<i>Specify</i>)	-	-
Total	-	-

11. Fund balance

County Exchequer Account - (CBK A/C 1000170751)	820,163,367	433,461,904
Total	820,163,367	<u>433,461,904</u>

10. Annexes

Annex 1. Analysis of Receipts from the National Treasury Exchequer Releases

A. Transfers from the National Exchequer						
Equitable Share	1,511,780,199	2,290,576,059	1,511,780,199	3,115,183,440	8,429,319,897	8,421,115,500
Level 5 Hospitals						383,583,813
Total (A)	<u>1,511,780,199</u>	<u>2,290,576,059</u>	<u>1,511,780,199</u>	<u>3,115,183,440</u>	<u>8,429,319,897</u>	<u>8,804,699,313</u>
B. Transfers from Other Government Agencies						
DANIDA - Universal Healthcare in Devolved Units Programme				8,590,313	8,590,313	22,050,000
World Bank – THUSCP				9,012,164	9,012,164	43,717,594
National Agricultural & Rural Inclusive Growth Project (NARIGP)						-
Kenya Devolution Support Programme						206,906,472

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Particulars (2022)	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)		
Youth Polytechnic support grant						62,749,894
Abolishment of user fees in health centres and dispensaries						24,129,039
Kenya Urban Support Programme						553,775,036
Agriculture Sector Development Support Project (ASDSP)		2,500,000	-	16,217,263	18,717,263	13,247,314
Kenya Climate Smart Agriculture Project (KCSAP)				99,336,337	99,336,337	253,685,994
Road Maintenance Levy						239,604,947
Total (B)	-				135,656,077	1,419,866,290
Grand Total (A+B)	<u>1,511,780,195</u>	<u>2,293,076,059</u>	<u>1,511,780,199</u>	<u>3,248,339,517</u>	<u>8,564,975,974</u>	<u>10,224,565,603</u>

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Annex 2: Analysis of Transfers from the County Revenue Fund

Period (2021/2022)	Quarter 1 (Kshs.)	Quarter 2 (Kshs.)	Quarter 3 (Kshs.)	Quarter 4 (Kshs.)	Total (Kshs.)
County Executive –Rec	1,358,028,730	2,670,807,171	1,306,598,721	2,594,659,487	7,930,094,109
County Executive –Dev	-	125,017,429	214,709,971	721,240,096	1,060,967,496
County Assembly –Rec	138,727,763	328,558,697	148,468,132	295,886,214	911,640,806
County Assembly –Dev	-	75,331,822	26,441,289	35,581,980	137,355,091
Special Purpose A/c	161,906,472	2,500,000		130,966,114	295,372,586
Special Purpose A/c (World Bank- Emergency Locust Response Project)	-	-	-	-	-
Total	<u>1,658,662,965</u>	<u>3,202,215,119</u>	<u>1,696,218,113</u>	<u>3,778,333,891</u>	<u>10,335,430,088</u>