

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

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REPORT

OF

THE AUDITOR-GENERAL

ON

**KERICHO COUNTY ALCOHOLIC DRINKS
CONTROL FUND**

**FOR THE YEAR ENDED
30 JUNE, 2018**

PAPERS LAID	
DATE	09/03/2022
TABLED BY	SML
COMMITTEE	—
CLERK AT THE TABLE	CHEROP C.



COUNTY GOVERNMENT OF KERICHIO
FINANCIAL STATEMENTS FOR
KERICHIO COUNTY ALCOHOLIC DRINKS FUND
FOR THE PERIOD ENDED
30.6.2018

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



COUNTY GOVERNMENT OF KERICHO

Special Funds Reports and Financial Statements

EQUITY Year ended 30th Jun 2018

HEAD OFFICE: P.O. BOX 100, KERICHO, KENYA. Tel: 020-2262000 Fax: 2737275. Mobile: 0711-22999-9732-112000. Email: info@equitybank.co.ke, vfr@equitybank.co.ke, www.equitybank.co.ke

III. **FORWARD**

This is the County Government of Kericho Quarterly Financial Report for the 4th Account No. : 0280263621889 Customer Name: KERICHO COUNTY ALCOHOL DRINKS FUND 2018 financial period ending 30th Jun, 2018 for the Kericho

County Alcoholic Drinks Fund. This report was prepared and presented as

Tran Date	Value Date	Tran Particulars	Debit	Credit	Balance
08-04-2015	08-04-2015	PIONEER BAR	15,000.00		3,395,920.00
09-04-2015	08-04-2015	REEMA WINES AND SPIRITS		50,000.00	3,445,920.00
08-04-2015	08-04-2015	CHEROTICH KOECH		1,000.00	3,446,920.00
08-04-2015	08-04-2015	JOSLINE WINES & SPIRITS		15,000.00	3,461,920.00
08-04-2015	08-04-2015	LEONARD MUTAI		1,000.00	3,462,920.00
09-04-2015	09-04-2015	MWANGAZA BAR & RESTAURANT		20,000.00	3,482,920.00
09-04-2015	09-04-2015	NETECHENS TRADERS		20,000.00	3,502,920.00
09-04-2015	09-04-2015	KERICHO GUEST ENT LTD		20,000.00	3,522,920.00
10-04-2015	10-04-2015	WESTERN PUB JAMLECK KARANJA		25,000.00	3,547,920.00
10-04-2015	10-04-2015	SOMBO F C S LTD.		12,000.00	3,559,920.00
10-04-2015	10-04-2015	MKULIMA HARDWART		20,000.00	3,579,920.00
10-04-2015	10-04-2015	ROBY WINE & SPIRITS		1,000.00	3,594,920.00
10-04-2015	10-04-2015	SKY BAR DICKSON KIBET RONO		15,000.00	3,609,920.00
10-04-2015	10-04-2015	FLASHDA WINES AND SPIRITS		1,000.00	3,610,920.00
10-04-2015	10-04-2015	Cash Deposit from KERICHO BRANCH		1,000.00	3,611,920.00
11-04-2015	11-04-2015	JULIUS KAMAU		15,000.00	3,626,920.00
11-04-2015	11-04-2015	SIMON CHERUJOIT		1,000.00	3,627,920.00
13-04-2015	13-04-2015	DEPOSIT/510389322573/13-04-2015 14:55		5,000.00	3,642,920.00
13-04-2015	13-04-2015	CHIRCHIR BERNARD		50,000.00	3,692,920.00
14-04-2015	14-04-2015	SLAB RIBEE		15,000.00	3,707,920.00
14-04-2015	14-04-2015	WILSON KARAMAI		10,000.00	3,727,920.00
14-04-2015	14-04-2015	WILSON KARAMAI		50,000.00	3,787,920.00
14-04-2015	14-04-2015	EMMY KIPROTICH		12,000.00	3,799,920.00
14-04-2015	14-04-2015	SAMMY SIELE		1,000.00	3,800,920.00
14-04-2015	14-04-2015	RONOH K JOHNSTONE		15,000.00	3,815,920.00

Note: Any omission or errors in this statement should be promptly advised in writing to the Branch Manager within 30 days from the date of receipt otherwise the account will be presumed to be in order.

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CHALLENGES, WAY FORWARD AND CONCLUSION

Key challenges

The following key challenges were noted during the financial year.

- a) Lack of payments for liquor licensing
- b) Enforcement of collections by the security arm of the national government.

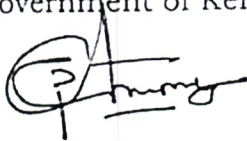
Way Forward

The County Treasury considers the following suggestions as a way forward for challenges faced to speed up liquor licensing process

- a) Timely collections and public participation to target groups
- b) Proper and timely training before implementation of Acts and related legislations.
- c) Consultative process in budget making process for timely conclusion of the budget cycle.

Conclusion

The collection of licences of the 2017-2018 financial cycle will be greatly determined by the enforcement of the same by the security arm of the national government. The execution of the budget and the service delivery for citizens of the County Government will be achieved through collaboration of all the stakeholders in the national and county levels to bring out the potential of the County Government of Kericho.



Patrick Mutai

**County Executive Committee Member- Finance and Economic Planning and
Head of County Treasury**

COUNTY GOVERNMENT OF KERICHO
Special Funds Reports and Financial Statements
For the Year ended 30th Jun 2018



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STATEMENT OF MANAGEMENT RESPONSIBILITIES

Account No.: 0280263621889
 Section 166 of the PFM Act requires the Accounting Officer for a County Government entity prepares a report for each quarter of the financial year in respect of the entity. The County Executive Committee (CEC) member for finance being the head of the County Treasury is responsible for the

Transaction Date	Value	Date	Particulars	Debit	Credit	Balance
20-03-2015	1,000.00	20-03-2015	Balance b/wd			2,430,420.00
20-03-2015	15,000.00	20-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,445,420.00
20-03-2015	15,000.00	20-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,460,420.00
20-03-2015	20,000.00	20-03-2015	Cash Deposit from KERICHO BRANCH		20,000.00	2,472,420.00
20-03-2015	15,000.00	20-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,487,420.00
21-03-2015	12,000.00	21-03-2015	Cash Deposit from KERICHO BRANCH		12,000.00	2,499,420.00
21-03-2015	15,000.00	21-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,514,420.00
21-03-2015	15,000.00	21-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,529,420.00
23-03-2015	10,000.00	23-03-2015	Cash Deposit from KERICHO BRANCH		10,000.00	2,539,420.00
23-03-2015	8,000.00	23-03-2015	Cash Deposit from KERICHO BRANCH		8,000.00	2,547,420.00
25-03-2015	2,000.00	25-03-2015	Cash Deposit from KERICHO BRANCH		2,000.00	2,567,420.00
25-03-2015	15,000.00	25-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,582,420.00
25-03-2015	15,000.00	25-03-2015	Cash Deposit from KERICHO BRANCH		15,000.00	2,597,420.00
26-03-2015	4,500.00	26-03-2015	Cash Deposit from LITEIN		4,500.00	2,601,920.00
26-03-2015	13,000.00	26-03-2015	Cash Deposit from LITEIN		13,000.00	2,616,920.00
27-03-2015	15,000.00	27-03-2015	Cash Deposit from LITEIN		15,000.00	2,631,920.00
30-03-2015	35,000.00	30-03-2015	Cash Deposit from LITEIN		35,000.00	2,666,920.00
30-03-2015	1,000.00	30-03-2015	Cash Deposit from LITEIN		1,000.00	2,668,920.00
30-03-2015	15,000.00	30-03-2015	Cash Deposit from LITEIN		15,000.00	2,696,920.00
30-03-2015	12,000.00	30-03-2015	Cash Deposit from LITEIN		12,000.00	2,708,920.00
30-03-2015	30,000.00	30-03-2015	Cash Deposit from LITEIN		30,000.00	2,738,920.00
31-03-2015	50,000.00	31-03-2015	Cash Deposit from LITEIN		50,000.00	2,788,920.00
31-03-2015	18,000.00	31-03-2015	Cash Deposit from LITEIN		18,000.00	2,806,920.00
31-03-2015	15,000.00	31-03-2015	Cash Deposit from LITEIN		15,000.00	2,821,920.00

County Executive Committee Member – Finance and Economic Planning

Note: Any omission or errors in this statement should be promptly advised in writing to the Branch Manager within 30 days from the date of receipt otherwise the account will be presumed to be in order

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON KERICHO COUNTY ALCOHOLIC DRINKS CONTROL FUND FOR THE YEAR ENDED 30 JUNE, 2018

REPORT ON THE FINANCIAL STATEMENTS

Disclaimer of Opinion

I have audited the accompanying financial statements of Kericho County Alcoholic Drinks Control Fund set out on pages 4 to 6, which comprise the statement of financial assets as at 30 June, 2018, statement of receipts and payments for the year then ended, 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 do not express an opinion on the accompanying financial statements. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

1. Presentation of Financial Statements

Review of the financial statements for the year ended 30 June, 2018 revealed the following anomalies.

- 1.1** The following statements and reports were not prepared and included in the financial statements
- i) The statement of changes in net assets
 - ii) Statement cash flows
 - iii) Statement of comparison of budget and actual amounts
 - iv) A summary of significant accounting policies
 - v) Statement of performance against County entity's predetermined objectives
 - vi) The Management committee
 - vii) Key entity information and management
 - viii) Report of the Fund administrator
 - ix) Board chairperson's report
 - x) Corporate governance statement
 - xi) Corporate social responsibility statement/sustainability reporting

- xii) Report of the Management
- xiii) Statement of Management's responsibilities
- xiv) The annual reports and financial statements are paginated from number 8 to 14 instead of number 1 to 6.

Consequently, the financial statements do not conform to the reporting requirements prescribed by the Public Sector Accounting Standards Board reporting.

2. Cash and Cash Equivalents

The statement of financial assets reflects a bank balance of Kshs.10,890. However, cashbooks, bank reconciliation statements and bank confirmation certificates were not provided for audit verification.

Under the circumstances, the accuracy of the cash and cash equivalents balance of Kshs.10,890 as at 30 June, 2018 could not be confirmed.

3. Unsupported Deposits from the Clients

As disclosed in Note 1 to the financial statements, the statement of receipts and payments for the year ended 30 June, 2018 reflects deposits from the clients of Kshs.11,776,950 for the year under review. However, supporting documents including ledgers, schedules, invoices and receipts were not provided for audit verification.

Under the circumstances, the accuracy and completeness of licensing fees of Kshs.11,776,950 for the year ended 30 June, 2018 could not be confirmed.

4. Unsupported Use of Goods and Services

As disclosed in Note 3 to the financial statements, the statement of receipts and payments for the year ended 30 June, 2018 reflects use of goods and services of Kshs.5,400,840. However, supporting documents including ledgers, schedules and payment vouchers were not provided for audit.

Consequently, the propriety and accuracy of the use of goods and services balance of Kshs.5,400,840 for the year ended 30 June, 2018 could not be confirmed.

5. Unsupported Reversals/Transfers

The statement of receipts and payments for the year ended 30 June, 2018 reflects reversals/transfers of Kshs.11,757,810. However, supporting documents including ledgers, schedules and payment vouchers were not provided for audit.

Consequently, the propriety and accuracy of the reversals/transfers balance of Kshs.11,757,810 for the year ended 30 June, 2018 could not be confirmed.

6. Late Submission of Financial Statements

The financial statements for the year ended 30 June, 2018 were submitted for audit on 3 March, 2020. This was contrary to Section 167(3) of the Public Finance

Management Act ,2012 which requires that financial statements for a public county fund be submitted to the Auditor-General within three (3) months after the end of the fiscal year to which the accounts relate.

Consequently, the Fund's management breached the law.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

I do not express a conclusion on the lawfulness and effectiveness in the use of public resources as required by Article 229(6) of the Constitution. Because of the significance of the matters described in the Basis for Disclaimer of Opinion sections of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

I do not express a conclusion on the effectiveness of internal controls, risk management and governance as required by Section 7(1)(a) of the Public Audit Act, 2015. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Funds ability to continue to 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, 2018.

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 manner.

Those charged with governance are responsible for overseeing 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

My responsibility is to conduct an audit of the financial statements in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

In addition, my responsibility is 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. I also consider internal control, risk management and governance processes and systems in order to give an assurance on the effectiveness of internal controls, risk management and governance 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit conclusion on lawfulness and effectiveness in use of public resources, and on effectiveness of internal controls, risk management and governance.

I am independent of the Kericho County Alcoholic Drinks Control Fund 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

14 February, 2022

COUNTY GOVERNMENT OF KERICHO
 Special Funds Reports and Financial Statements
 For the Year ended 30th Jun 2018

KERICHO COUNTY ALCOHOLIC DRINKD FUND

I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2017-18	2016-17
		Kshs	Kshs
RECEIPTS			
Deposits from the Clients	1	11,776,950.00	8,512,150.00
Unspent funds	2	5,401,390.00	26,900.00
TOTAL RECEIPTS		17,178,340.00	8,539,050.00
PAYMENTS			
Use of goods and services	3	5,400,840.00	3,007,600.00
Reversals/Transfers		11,757,810.00	125,000.00
Other Payments (Bank Charges)	4	8,800.00	5,060.00
TOTAL PAYMENTS		17,167,450.00	3,137,660.00
SURPLUS/DEFICIT		10,890.00	5,401,390.00

EQUITY COUNTY GOVERNMENT OF KERICHO
 Financial Reports and Financial Statements

HEAD OFFICE: P.O. BOX 104, DUNDAS STREET, NAIROBI. TEL: 254 20 275 4000, 0711 029000, 0732 112000. Email: info@equitybank.co.ke, Website: www.equitybank.co.ke

Account No. : 0280263621889
 Customer Name : KERICHO COUNTY ALCOHOL DRINKS FUND

Tran Date	Value Date	Tran Particulars	Debit	Credit	Balance
23-02-2015	23-02-2015	WILSON KARAMAI		30,000.00	1,233,500.00
23-02-2015	23-02-2015	WILSON KARAMAI		50,000.00	1,283,500.00
24-02-2015	24-02-2015	GEOFFREY LANGAT		15,000.00	1,298,500.00
24-02-2015	24-02-2015	Cash Deposit from KISUMU BRANCH		12,000.00	1,310,500.00
24-02-2015	24-02-2015	INKAS MAKUTI	Note	2016-17 15,000.00	1,325,500.00
24-02-2015	24-02-2015	INKAS MAKUTI		10,000.00	1,335,500.00
24-02-2015	24-02-2015	DEPOSITED BY ENOCK RUTTO		50,000.00	1,385,500.00
25-02-2015	25-02-2015	SILENT BAR SIGOWET -LEAH CHERONO	5	10,890.00	1,400,500.00
25-02-2015	25-02-2015	CHIMBOROCH BAR AND RESTAURANT LITEIN		10,890.00	1,420,500.00
25-02-2015	26-02-2015	BIBI PHIS from LITEIN		20,000.00	1,440,500.00
25-02-2015	26-02-2015	Deposits and retentions		10,000.00	1,450,500.00
26-02-2015	26-02-2015	Cash Deposit from LITEIN		4,500.00	1,455,000.00
26-02-2015	26-02-2015	JOSEPH K ROP		15,000.00	1,470,000.00
26-02-2015	26-02-2015	Cash Deposit from KERICHO BRANCH		15,000.00	1,485,000.00
26-02-2015	26-02-2015	CHIMBOROCH BAR AND RESTAURANT	10,890.00	5,401,990.00	1,505,000.00
26-02-2015	26-02-2015	WHITEHOUSE BAR AND RESTAURANT		20,000.00	1,525,000.00
26-02-2015	26-02-2015	FARMERS BAR AND RESTAURANT		20,000.00	1,545,000.00
26-02-2015	26-02-2015	REBOMA BAR		15,000.00	1,560,000.00
26-02-2015	26-02-2015	Interim statement printing charges	330.00		1,559,670.00
26-02-2015	26-02-2015	Cash Deposit from LITEIN		4,500.00	1,564,170.00
26-02-2015	26-02-2015	Cash Deposit from LITEIN		4,500.00	1,568,670.00
27-02-2015	27-02-2015	Cash Deposit from JKIA CARGO BRANCH		15,000.00	1,583,670.00
27-02-2015	27-02-2015	GILBERT CHERUIYOT		18,000.00	1,601,670.00
27-02-2015	27-02-2015	ROYAL HOTEL LTD		50,000.00	1,651,670.00
27-02-2015	27-02-2015	HONEY POT WINES -CAROLINE LIMO		12,000.00	1,663,670.00
02-03-2015	02-03-2015	S K KAIHEL		50,000.00	1,713,670.00
02-03-2015	02-03-2015	Cash Deposit from LITEIN		18,000.00	1,731,670.00

Note: Any omission or errors in this statement should be promptly advised in writing to the Branch Manager within 30 days from the date of receipt, otherwise the account will be presumed to be in order.

COUNTY GOVERNMENT OF KERICHIO
Special Funds Reports and Financial Statements
For the Year ended 30th Jun 2018

NOTES TO THE FINANCIAL STATEMENTS

1-DIRECT DEPOSITS

During the end FY a total of Ksh 11,776,950.00 was deposited to our Account for liquor licensing as evidenced in Annex 1

2-OPENING BALANCES

At the beginning of the financial year the opening balance was Ksh 5,401,390 as seen in the attached documents in Annex 1

3- USE OF GOODS AND SERVICES

Use of goods and services amounting to Ksh 5,400,840.00 were made at end of FY in relation to committee allowance

4-TRANSFER

At the end of the financial year a sum Ksh 5,779,710 was transferred to the Revenue Account as required by law and a further Ksh 5,978.100 was expensed as good and services.

5-BANK CHARGES

A total of Ksh 8,800 was incurred as bank charges as at the end the financial year as evidenced in Annex 1

5-CASH AND CASH EQUIVALENTS

The balance as at end of the the end the financial year is Ksh 10,890 as evidenced in Annex 1



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Account No: 0263621889

Customer Name: KERICHO COUNTY ALCOHOL DRINKS FUND

Tran Date	Value Date	Tran Particulars	Debit	Credit	Balance
03-02-2015	03-02-2015	KERICHO VALLEY HOTEL		30,000.00	241,000.00
04-02-2015	04-02-2015	KERICHO COUNTY ALCOHOL DRINKS FUND		15,000.00	256,000.00
04-02-2015	04-02-2015	NEW JOINT WINES SPIRITS		50,000.00	306,000.00
05-02-2015	05-02-2015	SANG KIPKEMOI JT.		4,500.00	310,500.00
05-02-2015	05-02-2015	BEN		30,000.00	340,500.00
05-02-2015	05-02-2015	BEN		30,000.00	370,500.00
05-02-2015	05-02-2015	Cash Deposit from KERICHO COUNTY ALCOHOL DRINKS FUND		30,000.00	400,500.00
06-02-2015	06-02-2015	Cash Deposit from LITEIN		18,000.00	418,500.00
06-02-2015	06-02-2015	Cash Deposit from LITEIN		15,000.00	433,500.00
06-02-2015	06-02-2015	STOP OVER BAR		12,000.00	445,500.00
03-07-2017	03-07-2017	MONNY TRADERS		15,000.00	5,415,390.00
03-07-2017	03-07-2017	PARADISE BAR		10,000.00	5,431,390.00
03-07-2017	03-07-2017	SOMBO F.C S.LTD.		15,000.00	5,431,390.00
03-07-2017	03-07-2017	LEH CHEBO		1,000.00	5,432,390.00
04-07-2017	04-07-2017	MARY CHEBO		15,000.00	5,447,390.00
04-07-2017	04-07-2017	Cash Deposit from PARADISE BAR	550.00	15,000.00	5,446,340.00
04-07-2017	04-07-2017	BETTY CHEMUTAI		15,000.00	5,000.00
04-07-2017	04-07-2017	BETTY CHEMUTAI	5,400,840.00		46,000.00
04-07-2017	04-07-2017	BETTY CHEMUTAI		15,000.00	30,000.00
04-07-2017	04-07-2017	JANET CHIEKI		1,000.00	61,000.00
04-07-2017	04-07-2017	SPLENDID RESORT		24,000.00	85,000.00
04-07-2017	04-07-2017	CHEKIRLI		24,000.00	109,000.00
04-07-2017	04-07-2017	ALPHA WINES AND SPIRITS		14,000.00	123,000.00
04-07-2017	04-07-2017	PREMIUM WINES AND SPIRITS		14,000.00	137,000.00
04-07-2017	04-07-2017	ELIUD TOO		25,000.00	162,000.00
04-07-2017	04-07-2017	NORWEEN		30,000.00	192,000.00
04-07-2017	04-07-2017	SANG KIPKEMOI JT.		30,000.00	222,000.00
04-07-2017	04-07-2017	STANLEY CHEKVIINYI CLUB DUOS		50,000.00	272,000.00
04-07-2017	04-07-2017	AMARULA CLUB		15,000.00	287,000.00
04-07-2017	04-07-2017	ERICK KIRUI		1,000.00	288,000.00
04-07-2017	04-07-2017	REOSTAR INVESTMENT		12,000.00	276,000.00
04-07-2017	04-07-2017	ALL STARS PUB		15,000.00	261,000.00
04-07-2017	04-07-2017	CHEERS WINES AND SPIRIT		50,000.00	211,000.00
04-07-2017	04-07-2017	THIS DAVID CAMP BAR		15,000.00	196,000.00
04-07-2017	04-07-2017	MOSITET BAR		15,000.00	181,000.00
04-07-2017	04-07-2017	PETER LANGAT		50,000.00	131,000.00
04-07-2017	04-07-2017	KEROCHE MORRIS		1,000.00	130,000.00
04-07-2017	04-07-2017	PETER LANGAT		12,000.00	118,000.00
04-07-2017	04-07-2017	Cash Deposit from DYMOS		15,000.00	303,000.00

Note: Any omission or errors in this statement should be promptly advised in writing to the Branch Manager within 30 days from the date of receipt otherwise the account will be presumed to be correct.

CR2154720220219030333

EQUITY BANK (KENYA) LTD.
KERICHO BRANCH
CERTIFIED TRUE COPY
OF THE ORIGINAL

Signature: [Handwritten Signature] Date: 19/7/2017

CHALLENGES, WAY FORWARD AND CONCLUSION

Key challenges

The following key challenges were noted during the quarter.

- a) Locked deposits due to the bank being under receivership
- b) Lack of training on management of similar funds.

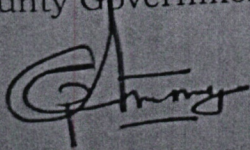
Way Forward

The County Treasury considers the following suggestions as a way forward for challenges faced to speed up advancing process

- a) Freeing access to fund deposits in the bank
- b) Proper and timely training before implementation of disbursements.
- c) Consultative process on how similar funds are being managed through benchmarking.

Conclusion

The operationalization of the mortgage fund will be greatly determined by access to the fund deposits. In addition, delay in funding from the national government continues to impact negatively on mortgage funds which may eventually lead to fund not being utilised. The execution of the budget and the service delivery for citizens of the County Government will be achieved through collaboration of all the stakeholders in the national and county levels to bring out the potential of the County Government of Kericho.



Patrick Mutai

**County Executive Committee Member- Finance and Economic Planning and
Head of County Treasury**

COUNTY GOVERNMENT OF KERICHO
Financial Statement
As at 30th Jun 2016

STATEMENT OF MANAGEMENT RESPONSIBILITIES

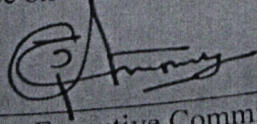
Section 166 of the PFM Act requires that an Accounting Officer for a County Government entity prepares a report for each quarter of the financial year in respect of the entity. The County Executive Committee (CEC) member for finance being the head of the County Treasury is responsible for the preparation and presentation of the County Government of Kericho financial statements, which give a true and fair view of the state of affairs of the County Government of Kericho for and as at the end of the quarter ended on 30.06.2016. 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 Government of Kericho; (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 Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Government of Kericho 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 this report gives a true and fair view of the state of the County Government's transactions during the quarter ended 30.06.2016, 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 Government which have been relied upon in the preparation of this report as well as the adequacy of the systems of internal financial control.

The CEC member for finance confirms that the County Government has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Government's funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for finance confirms that the County Government's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The County Government's financial statements were approved and signed by the CEC member for finance on 10.07.2017.


County Executive Committee member – Finance and Economic Planning

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON KERICHO COUNTY EXECUTIVE STAFF MORTGAGE SCHEME FUND FOR THE YEAR ENDED 30 JUNE, 2016

REPORT ON THE FINANCIAL STATEMENTS

Disclaimer of Opinion

I have audited the accompanying financial statements of Kericho County Executive Staff Mortgage Fund set out on pages 1 to 3, which comprise of the statement of financial assets as at 30 June, 2016, and the statement of receipts and payments in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015.

I do not express an opinion on the accompanying financial statements. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

1. Presentation of Financial Statements

Review of the financial statements for the year ended 30 June, 2016 revealed the following anomalies:

- The statement of changes in net assets
- Statement cash flows
- Statement of comparison of budget and actual amounts
- A summary of significant accounting policies and other information
- Notes to the financial statements
- Statement of performance against county entity's predetermined objectives
- The Management Committee
- Key entity information and management
- Report of the Fund Administrator
- Board Chairperson's Report
- Corporate governance statement
- Corporate social responsibility statement/sustainability reporting
- Report of the Trustees
- Statement of Management's responsibilities and
- Progress on follow up of prior year audit recommendations.

Consequently, the financial statements for the year ended 30 June, 2016 were not prepared in accordance with the requirements of the Public Sector Accounting Standards Board.

2. Unsupported Cash and Cash Equivalents

The statement of financial assets reflected the bank balance of Kshs.49,999,000. However, the cashbook, bank reconciliation statement and certificate of bank balance were not provided audit review.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.49,999,000 as at 30 June, 2016 could not be confirmed.

3. Late Submission of the Financial statements

The financial statements for the fund for the year ended 30 June,2016 were submitted on 18 November, 2019 after the statutory date of 30 September, 2016. This is contrary to Section 167(1) of the Public Finance Management Act, 2012 which requires an Accounting Officer to prepare and submit for audit annual financial statements for each financial year within three months after the end of the financial year.

Consequently, the Management is in breach of the law.

4. Failure to Establish Loans Management Committee

Review of the administration of the Fund revealed that the Fund had not established Loans Committee. This is contrary to Regulation 6(4) the Public Finance Management (County Executive Staff Mortgage Scheme Fund) Regulations, 2016 which states that the Loans Committee shall manage and supervise the Fund, process loans application, liaise with the mortgage company, and supervise the day-to-day running of the Fund.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

I do not express a conclusion on the lawfulness and effectiveness in the use of public resources as required by Article 229(6) of the Constitution. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

I do not express a conclusion on the effectiveness of internal controls, risk management and governance as required by Section 7(1)(a) of the Public Audit Act, 2015. Because of the significance of the matters described in the Basis for Disclaimer of Opinion

section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit 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 (Accrual 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.

In preparing the financial statements, Management is responsible for assessing the Scheme Fund's ability to continue to 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 manner.

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

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

In addition, my responsibility is 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. I also consider internal control, risk management and governance processes and systems in order to give an assurance on the effectiveness of internal controls, risk management and governance 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit conclusion.

I am independent of the Kericho County Executive Staff Mortgage Fund 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 October, 2021

COUNTY GOVERNMENT OF KERICHO
Financial Statement
As at 30th Jun 2016

KERICHO COUNTY EXECUTIVE STAFF MORTGAGE

I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-16	2014-15
		Kshs	Kshs
RECEIPTS			
Transfers from CRF	1	49,999,000.00	49,999,000
Unspent funds	2	49,999,000.00	49,999,000
TOTAL RECEIPTS			
PAYMENTS			
Use of goods and services	3	-	-
Acquisition of Assets	4	-	-
Other Payments (Bank Charges)	5	-	-
TOTAL PAYMENTS			
		49,999,000.00	49,999,000.00
SURPLUS/DEFICIT			

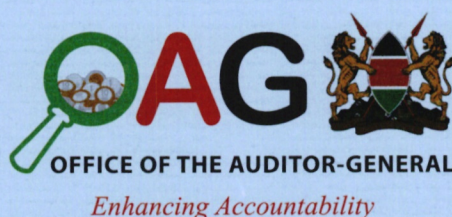
COUNTY GOVERNMENT OF KERICHO
Financial Statement
As at 30th Jun 2016

I. STATEMENT OF FINANCIAL ASSETS

	Note	2015-16	2014-15
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	6	49,999,000.00	0
TOTAL FINANCIAL ASSETS		49,999,000.00	0
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions			
NET FINANCIAL ASSETS			
REPRESENTED BY			
Fund balance b/fwd		49,999,000	0
Surplus/Deficit for the quarter			

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON KERICHO COUNTY ALCOHOLIC DRINKS CONTROL FUND FOR THE YEAR ENDED 30 JUNE, 2016

REPORT ON THE FINANCIAL STATEMENTS

Disclaimer of Opinion

I have audited the accompanying financial statements of Kericho County Alcoholic Drinks Control Fund set out on pages 4 to 6, which comprise the statement of financial assets as at 30 June, 2016, statement of receipts and payments for the year then ended, 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 do not express an opinion on the accompanying financial statements. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

1. Presentation and Inaccuracies of Financial Statements

A review of the financial statements for the year ended 30 June, 2016 revealed the following anomalies contrary to the International Public Sector Accounting Standards (IPSAS) No. 1 and prescribed format by the Public Sector Accounting Standard Board (PSASB): -

- 1.1. Financial statements were prepared on Cash Basis as opposed to Accrual Basis of accounting.
- 1.2. The following statements and reports were not prepared and included in the financial statements
 - i) The statement of financial performance and statement of financial performance
 - ii) The statement of changes in net assets
 - iii) Statement cash flows
 - iv) Statement of comparison of budget and actual amounts
 - v) A summary of significant accounting policies
 - vi) Statement of performance against County entity's predetermined objectives
 - vii) The Management committee

- viii) Key entity information and management
- ix) Report of the Fund administrator
- x) Board chairperson's report
- xi) Corporate governance statement
- xii) Corporate social responsibility statement/sustainability reporting
- xiii) Report of the Management
- xiv) Statement of Management's responsibilities
- xv) The annual reports and financial statements are paginated from number 6 to 9 excluding the statement of financial assets and notes to the financial statements instead of number 1 to 6. In addition, page 7 is repeated twice.

Consequently, the financial statements do not conform to the reporting requirements prescribed by the Public Sector Accounting Standards Board. In addition, the accuracy, validity and completeness of the financial statements could not be confirmed for the year ended 30 June, 2016.

2. Cash and Cash Equivalents

The Fund's statement of financial assets reflects a bank balance as at 30 June, 2016 of Kshs.26,900. However, cashbooks, bank reconciliation statements and bank confirmation certificates were not provided for audit verification.

Under the circumstances, the accuracy of the cash and cash equivalents balance of Kshs.26,900 as at 30 June, 2016 could not be confirmed.

3. Unsupported Licensing Fees

As disclosed in Note 1 to the financial statements, the statement of receipts and payments for the year ended 30 June, 2016 reflects licensing fees of Kshs.12,601,000 for the year under review. However, supporting documents including ledgers, schedules, invoices and receipts were not provided for audit verification.

Under the circumstances, the accuracy and completeness of licensing fees of Kshs.12,601,000 for the year ended 30 June, 2016 could not be confirmed.

4. Use of Goods and Services

As disclosed in Note 3 to the financial statements, the statement of receipts and payments for the year ended 30 June, 2016 reflects Fund administration expenses of Kshs.1,908,050. However, supporting documents including ledgers and schedules and payment vouchers were not provided for audit.

Consequently, the accuracy and validity of the Fund administration expenses balance of Kshs.1,908,050 for the year ended 30 June, 2016 could not be confirmed.

5. Late Submission of Financial Statements

The Fund's financial statements for the year ended 30 June, 2016 were submitted for audit on 3 March, 2020. This was contrary to Section 167(3) of the Public Finance Management Act, 2012 which requires that financial statements for a public county

fund be submitted to the Auditor-General within three (3) months after the end of the fiscal year to which the accounts relate.

Consequently, the Fund's Management breached the law.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

I do not express a conclusion on the lawfulness and effectiveness in the use of public resources as required by Article 229(6) of the Constitution. Because of the significance of the matters described in the Basis for Conclusion for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

I do not express a conclusion on the effectiveness of internal controls, risk management and governance as required by Section 7(1)(a) of the Public Audit Act, 2015. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of my report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for my audit conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Funds ability to continue to 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 manner.

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

My responsibility is to conduct an audit of the financial statements in accordance with International Standards of Supreme Audit Institutions (ISSAIs) 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

In addition, my responsibility is 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. I also consider internal control, risk management and governance processes and systems in order to give an assurance on the effectiveness of internal controls, risk management and governance 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. However, because of the matters described in the Basis for Disclaimer of Opinion section of my report, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit conclusion on lawfulness and effectiveness in use of public resources, and on effectiveness of internal controls, risk management and governance.

I am independent of the Kericho County Alcoholic Drinks Control Fund 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

09 February, 2022

I. STATEMENT OF FINANCIAL ASSETS

	Note	2015-16	2014-15
FINANCIAL ASSETS		Kshs	Kshs
Cash and Cash Equivalents			
Bank Balances	4	26,900.00	11,870.00
TOTAL FINANCIAL ASSETS		26,900.00	11,870.00
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions			
NET FINANCIAL ASSETS			
REPRESENTED BY			
Fund balance b/fwd			
Surplus/Deficit for the quarter		26,900.00	11,870.00

KERICHO COUNTY ALCOHOLIC DRINKD FUND

NOTES TO THE FINANCIAL STATEMENTS

NOTES 1-EXCHQUER RELEASES

During the financial year a total of Ksh 12,601,000 was received on various dates as evidenced in the attached copies of the bank statement (See Annex 1)

NOTES 2 OPENING BALALNCES

At the beginning of the financial year the opening balance was Ksh 11,870 as seen in the attached copies of the bank statement (See Annex 1)

NOTES 3-USE OF GOODS AND SERVICES

Goods and services were incurred during the FY is to Ksh 1,908,050.00.

NOTES 4- TRANSFERS TO COUNTY ENTITY

As a requirement the County transferred Ksh 10,670,660 in the last quarter to our CRF Account as evidenced in the attached copy in Annex 1

NOTES 5-BANK CHARGES

A total of Ksh 7,260 was incurred as bank charges in as evidenced in Annex 1

NOTES 6-SURPLUS/DEFICIT

During the end of the financial year the funded reported a balance of Ksh 26,900 in the attached copy of cash book in Annex 1

STATEMENT OF MANAGEMENT RESPONSIBILITIES

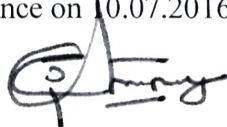
Section 166 of the PFM Act requires that an Accounting Officer for a County Government entity prepares a report for each quarter of the financial year in respect of the entity. The County Executive Committee (CEC) member for finance being the head of the County Treasury is responsible for the preparation and presentation of the County Government of Kericho financial statements, which give a true and fair view of the state of affairs of the County Government of Kericho for and as at the end of the quarter ended on 30.06.2016. 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 Government of Kericho; (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 Government; (v) selecting and applying appropriate accounting policies; and(vi) making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Government of Kericho 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 this report gives a true and fair view of the state of the County Government’s transactions during the quarter ended 30.06.2016, 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 Government which have been relied upon in the preparation of this report as well as the adequacy of the systems of internal financial control.

The CEC member for finance confirms that the County Government has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Government’s funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the CEC member for finance confirms that the County Government’s financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The County Government’s financial statements were approved and signed by the CEC member for finance on 10.07.2016.



County Executive Committee member – Finance and Economic Planning

CHALLENGES, WAY FORWARD AND CONCLUSION

Key challenges

The following key challenges were noted during the quarter.

- a) Lack of payments for liquor licensing
- b) Enforcement of collections by the security arm of the national government.

Way Forward

The County Treasury considers the following suggestions as a way forward for challenges faced to speed up liquor licensing process

- a) Timely collections and public participation to target groups
- b) Proper and timely training before implementation of Acts and related legislations.
- c) Consultative process in budget making process for timely conclusion of the budget cycle.

Conclusion

The collection of licences of the 2015-2016 financial cycles will be greatly determined by the enforcement of the same by the security arm of the national government. The execution of the budget and the service delivery for citizens of the County Government will be achieved through collaboration of all the stakeholders in the national and county levels to bring out the potential of the County Government of Kericho.



Patrick Mutai

**County Executive Committee Member- Finance and Economic Planning and
Head of County Treasury**

I. FOREWORD

This is the County Government of Kericho Financial Report for the FY 2015-2016 financial period ending 30th Jun, 2016 for the Kericho County Alcoholic Drinks Fund. This report was prepared and presented as required by Section 168 of the *Public Financial Management (PFM) Act 2012*. The report expounds on local collections and transfers in relation to liquor licensing.

The Constitution of Kenya Articles 2010 gives a constitutional right and requirement for the public to participate in budgetary process and prudent financial management of the public resources. According to the County Government Act, 2012 each county shall prepare a county integrated plan which shall be the basis for all budgeting and spending of public funds. The acts clearly states that “A county government shall plan for the county and no public funds shall be appropriated outside a planning framework developed by the County Executive Committee and approved by the County Assembly” The county integrated plan shall focus on economic, physical, social, environmental and spatial planning.

The guiding legislation is the Kericho County Alcoholic Drinks Fund, 2014 which was assented to on 29 April 2014 and commenced on 16th May, 2014. The Fund Administrator is CEC Finance and Economic Planning and its primary purpose is Meet capital and recurrent expenditure in carrying out operations of Alcoholic Drinks section under the department of trade.

It is expected that this report will enable the county government to adequately monitor the challenges faced in budget implementation and use the lessons learnt in future economic forecasts. In addition, the report expounds on the actionable steps to be taken by all stakeholders in the subsequent reporting periods.



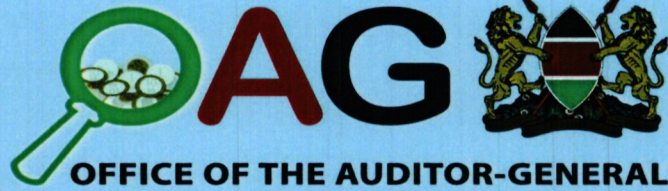
COUNTY GOVERNMENT OF KERICHO
FINANCIAL STATEMENTS FOR
KERICHO COUNTY ALCOHOLIC DRINKS FUND
FOR THE PERIOD ENDED
30.06.2016

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



REPUBLIC OF KENYA

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Enhancing Accountability

REPORT

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THE AUDITOR-GENERAL

ON

**KERICHO COUNTY ALCOHOLIC DRINKS
CONTROL FUND**

**FOR THE YEAR ENDED
30 JUNE, 2016**

PAPERS LAID	
DATE	09/03/2022
TABLED BY	SML
COMMITTEE	—
CLERK AT THE TABLE	UTHEROP C.