

REPUBLIC OF KENYA



*Enhancing Accountability*

PARLIAMENT  
OF KENYA  
LIBRARY

## REPORT

OF

## THE AUDITOR-GENERAL

ON

PAPERS LAID	
DATE	21/3/23
TABLED BY	Dep. Maj. Leader
COMMITTEE	
CLERK AT THE TABLE	M. Agjibekou

## COUNTY ASSEMBLY OF THARAKA NITHI

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





---

**THARAKA NITHI COUNTY ASSEMBLY**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

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

---

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

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

*Leave a blank page*

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

**TABLE OF CONTENTS**

1. Key Entity Information and Management.....	ii
2. Foreword by the Clerk of the Assembly .....	vi
3. Statement Of Performance Against County Assembly Predetermined Objectives .....	xvi
4. Corporate Social Responsibility Statement/Sustainability Reporting .....	xviii
5. Statement Of Management Responsibilities .....	xx
6. Report Of the Independent Auditor On The Entity Tharaka Nithi County Assembly.....	xxii
7. Statement of Receipts and Payments for The Year Ended 30th June 2022.....	1
8. Statement Of Financial Assets and Liabilities As At 30th June 2022.....	2
9. Statement Of Cash Flows for The Period Ended 30 <sup>th</sup> June 2022.....	3
10. Statement of Comparison of Budget & Actual Amounts: Recurrent and Development.....	5
11. Statement of Comparison of Budget & Actual Amounts: Recurrent.....	7
12. Statement of Comparison of Budget & Actual Amounts: Development.....	8
13. Budget Execution by Programmes and Sub-Programmes .....	9
14. Significant Accounting Policies.....	10
15. Notes to the Financial Statements.....	16
4. Progress On Follow On Prior Year Auditor's Recommendations .....	28
5. Annexes .....	31

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

**1. Key Entity Information and Management**

**(a) Background information**

The County is constituted as per the constitution of Kenya is headed by the Speaker of the County Assembly, who is responsible for the general policy and strategic direction of the Assembly. The County Assembly constitutes Twenty One Members of County Assembly (MCAs) Fifteen elected to represent members of the public from their respective wards and Six nominated to represent various group of people of the public. The MCAs are responsible for making any laws for effective performance of the County Government, approving plans and policies and playing the oversight role over the County Executive.

**(b) Key Management**

The *entity's* day-to-day management is under the following key organs:

No.	Designation	Name
1.	Speaker of the County Assembly	Hon. John Mbaya
2.	Clerk of the County Assembly	Amos Kiangwe Sikweya
3.	Deputy Clerk	Eric Muthuri Nthumbi
4.	HOD Human Resource Department	Catherine Njeri
5.	HOD Finance & Accounting Department	Polly Kagendo
6.	HOD Administration Department	Peter Muniu
7.	HOD Planning & Implementation Department	Purity Kawira
8.	HOD Sergeant at Arms/Security Department	Kenneth Nyaga
9.	HOD Budget and Fiscal Planning	Pius Micheni
10.	HOD Legal Department	Murithi Kanampiu
11.	HOD Procurement Department	Festus Kinoti

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

No.	Designation	Name
12.	HOD Hansard Department	Dennis Ndiga
13.	HOD Audit Department	Davidson Kiriiri

**(c) Fiduciary Management**

The key management personnel who held office during the year ended 30<sup>th</sup> June, 2022 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer- Clerk	<b>Amos Kiangwe Sikweya</b>
2.	Head of Finance &Accounts	<b>Polly Kagendo Mbae</b>

**(d) Fiduciary Oversight Arrangements**

*The following committees have been established in the County Assembly*

*i) Audit Committee activities-This is an audit committee which comprises of Chairperson and two other external members of the audit committee while the county assembly internal auditor shall be the secretary to the committee. The committee supports the Accounting officer with regard to their responsibilities for issues of risk, control and governance and associated assurance. Follow up on the implementation of the recommendation of internal and external auditors.*

*ii) Finance committee activities-This committee consist of a Chairperson and Vice chairperson from amongst its members. This committee investigate, inquire into and report on all matters related to coordination, control and monitoring of County Budget.*

*iii) Public Accounts and Investment Committee-This committee consist of a chairperson and vice chairperson from amongst its members. This committee discusses the annual reports of the Auditor General on the accounts relating to the appropriations of the sum voted by the County Assembly to meet the public expenditure for the County Government, including the Assembly.*

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

*iv) Budget and Appropriation committee-This committee consist of a chairperson and vice chairperson from amongst its members. This committee deals with county fiscal strategy paper presented to the Assembly, examines bills in relation to that, evaluates tax estimates, economic and budgetary policies and programmes with direct budget outlays, consider the reports of the controller of budget on the implementation of the annual county budget and in accordance of Public Finance Management Act, examine the levels of county public debt and proposals for limitation of expenditure on the wages of public officers serving in the County.*

**(e) Entity Headquarters**

**Tharaka Nithi County Assembly**

P.O. Box 694

Chuka Meru Highway

Chuka, Kenya

**(f) Entity Contacts**

Telephone: 202399828

E-mail: [tharakanithicountyassembly@gmail.com](mailto:tharakanithicountyassembly@gmail.com)

Website: [Http://.tharakanithica.go.ke](http://.tharakanithica.go.ke)

**(g) Entity Bankers**

1. Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

Nairobi, Kenya

2. Equity Bank Limited

P.O Box 213

Chuka, Kenya

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

**(h) Independent Auditor**

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

**(i) Principal Legal Adviser**

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

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

**2. Foreword by the Clerk of the Assembly**

**2.1 Budget performance**

The County Assembly approved a budget of **Kshs. 473,000,000** for the Financial Year 2021/2022 of which **kshs. 423,000,000** was for Recurrent Expenditure and **Kshs. 50,000,000** was for Development Expenditure. The budget was later reviewed twice through Supplementary Budget to the total of Kshs 449,413,000 where the Recurrent Expenditure was **Kshs. 424,413,000** and **Kshs. 25,000,000** as Development Expenditure.

However, by the end of Financial Year 30<sup>th</sup> June 2022, the County Assembly had received **Kshs. 400,032,127** through exchequer releases representing against the expected disbursement of Kshs. 449,413,000.

**Summary of Budget Utilization by Budget Category**

	<b>Budget Category</b> Assembly	<b>Original Budget</b> FY2021/22 (Kshs)	<b>Budget Supplementary adjustment</b> FY 2021/22 (Kshs)	<b>Revised Approved Budget</b> FY 2021/22 (Kshs)	<b>Actual Cumulative Expenditure</b> (Kshs)	<b>Level of Funds Absorption</b> (%)
<b>1</b>	<b>Recurrent</b>	423,000,000	1,413,000	424,413,000	393,141,115	93%
<b>2</b>	<b>Development</b>	50,000,000	(25,000,000)	25,000,000	6,862,494	28%
	<b>Total</b>	<b>473,000,000</b>	<b>(23,587,000)</b>	<b>449,413,000</b>	<b>400,003,609</b>	<b>89%</b>

During the period ended 31<sup>st</sup> June, 2022 the County Assembly reported budget absorption rate of 89% with 93% and 28% absorption for recurrent and development respectively. The under budget utilization for both recurrent and development was as a result of unavailability of funds.

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

**Summary of Expenditure by Item and Head**

Description	Approved Budget (Kshs)	Cumulative Actual Expenditure (Kshs)	Level of Budget Utilization %
Compensation of Employees	206,991,687	196,459,603	95%
Use of Goods and Services	199,017,254	178,976,966	90%
Social Security Benefits	18,404,059	17,704,516	96%
Transfers to Other Government Entities	-	29,153	-
Acquisition of Assets	25,000,000	6,862,494	28%
<b>Total</b>	<b>449,413,000</b>	<b>400,032,732</b>	<b>89%</b>

Remuneration of State Officers and Staff recorded a 95% wages and salaries budget utilization for the period ended 30<sup>th</sup> June, 2022.

Use of Goods and Services expenditure relate to trainings and facilitation of Honourable Members and staff while executing their mandates.

Social Security Benefits relate to budgetary allocation for monthly payment of gratuity to State Officers and members of staff on contract service. During the period under review the County Assembly utilized 96% of the budget on gratuity.

Transfers to Other Government Entities amount to Kshs. 29,153 relate to reimbursement of unspent balances to the County Revenue Fund and the end of financial period ended 30<sup>th</sup> June 2022.

Acquisition of Assets relates to expenditure mainly from implementation of development projects. During the period under review payments were done towards construction of Speaker's residence and installation of power generator at the County Assembly premises.

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

**2.2 Operational Performance**

- a) Laws passed during the period includes;
1. The Tharaka Nithi County Health Services and Sanitation Bill,2021.
  2. The Tharaka Nithi County Finance Bill,2021.
  3. The Tharaka Nithi County Road Asset Management Bill,2021.
  4. The Tharaka Nithi County Supplementary Appropriation Bill,2021.
  5. The Tharaka Nithi County supplementary Appropriation Bill,2022.
  6. The Tharaka Nithi County Appropriation Bill,2022.
  7. The Tharaka Nithi County Finance Bill,2022.

The Appropriation and Finance Bills ensure prudent county finance management as well as collection of own source revenue. The road asset management bill is expected to benefit the population of the County through having better and accessible roads by directing and controlling maintenance resources for optimum benefits.

Dates when the various budget documents were passed in the County Assembly:

- (i) ADP FY2022/2023-12<sup>th</sup> October,2021.
- (ii) FY2021/2022 Supplementary Budget 1-23<sup>rd</sup> November,2021
- (iii)CBROP 2021-15<sup>th</sup> December,2021
- (iv)CFSP 2022-16<sup>th</sup> February,2022.
- (v) FY2021/2022 Supplementary Budget 11-29<sup>th</sup> February,2022.
- (vi)Budget FY2022/2023-23<sup>rd</sup> March,2022.

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

- b) Assembly committees, their mandate and success over the period. The County Assembly Committees comprise of the sectoral and select committees.

The Select committees are:

- (i) Committee on Assembly Business committee
- (ii) Committee on selection
- (iii) Committee on Assembly Rules and procedures
- (iv) Committee on appointments
- (v) Committee on Delegated Legislation
- (vi) Committee on County public Accounts and Investment
- (vii) Committee on Finance Budget and Appropriations
- (viii) Committee on Implementation
- (ix) Committee on Powers and privileges

**Sectoral Committees**

The functions of a sectorial committee are to-

- a) Investigate, inquire into, and report on all matters relating to the mandate, management, activities, administration, operations and estimates of the assigned departments.
- b) Study the programme and policy objectives of departments and the effectiveness of the implementation.
- c) Study and review all county legislation referred to it;
- d) Study, assess and analyse the relative success of the departments as measured by the results obtained as compared with their stated objectives;
- e) Investigate and inquire into all matters relating to the assigned departments as they may deem necessary, and as may be referred to them by the County assembly.

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

f) To vet and report on all appointments where the Constitution or any law requires the County Assembly to approve, except those understanding order 185(Committee on Appointments); and

g) Make reports and recommendations to the County Assembly as often as possible, including recommendation of proposed legislation.

There are nine sectoral committees as listed below:

1. Committee on Agriculture, Livestock and Fisheries

Consider all matters related to agriculture, including irrigation, crop and animal husbandry, livestock sale yards, county abattoirs, plant and animal disease control and fisheries; veterinary services(excluding regulation of the profession),blue economy and animal control and welfare, including licensing of dogs and facilities for the accommodation, care and burial of animals.

2. Committee on public service and administration.

Consider all matters relating to justice and legal affairs; county public service including labor, manpower or human resource planning; delivery of county public services; decentralized units; civil education and citizen participation; and the county enforcement units.

3. Committee on Education, Science and Technology

Consider all matters related to pre-primary education, village polytechnics, home craft centers, childcare facilities, libraries and research.

4. Committee on Health Services

Consider all matters related to county health services, including, in particular county health facilities and pharmacies, ambulance services, promotion of primary health care, licensing and control of undertakings that sell food to the public, cemeteries, funeral parlours and crematoria.

5. Committee on Land, Housing and Physical Planning

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

Consider all matters related to county planning and development including statistics, land survey and mapping, boundaries and fencing, housing; matters related to county land use including zoning, spatial plans, sectoral plans, cities and urban areas plans.

6. Committee on Trade, Tourism and Cooperatives

Consider all matters related to county trade development and regulation, including markets, trade licenses (excluding regulation of professions), fair trading practices, county investments, local tourism and cooperative societies.

7. Committee on Transport, public works and Infrastructure

Consider all matters related to county transport, including county roads, street lighting, traffic and parking, public road transport; county public works and services including storm water management systems in builds-up areas; electricity and gas reticulation and energy regulation.

8. Water, Environment and Natural Resources

Consider all matters related to implementation of specific national government policies on natural resources and environmental conservation, including soil and water conservation and forestry and control of air pollution, sound pollution, other public nuisances and outdoor advertising and refuse removal, refuse dumps and solid waste disposal and water and sanitation services.

9. Committee on Youth, Sports and social Service

Consider all matters relating to gender, youth and sports; cultural activities, public entertainment and public amenities, including betting, casinos and other forms of gambling, racing, liquor licensing, cinemas, video shows, museums, county parks, and other recreation facilities; firefighting services and disaster management, control of drugs and substance abuse and pornography; and matters related to preservation of county cultural heritage.

During the said period the committees achieved the following:

- (i) Considered amendments to the County Assembly Standing Orders

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

- (ii) Considered the respective departmental Annual Development plan for the financial year 2022/2023
  - (iii) Considered the respective departmental ceilings for the financial year 2022/2023
  - (iv) Considered the respective departmental Budget Estimates for the financial year 2022/2023
  - (v) Considered the respective departmental Annual reports
  - (vi) Considered the County Budget review and outlook paper 2021
  - (vii) Considered the Bills committed to the respective committees and tabled their reports for adoption by the County Assembly.
- c) Highlights on the oversight role of the County Assembly

Oversight promotes democratic and accountable exercise of power. It also ensures effectiveness of service delivery in the County. During the said period of the County Assembly achieved this through;

- (i) Inviting of the Members of the County Executive Committee to respond to various matters of County importance
- (ii) Conducting public participation especially on the Budget process documents.
- (iii) Scrutinizing various activities, programs and expenditure of the County Government.
- (iv) Making visits or spot checks of various County projects.

### **2.3 Performance of key development projects**

- a) The County Assembly was established under the constitution 2010 and commenced in the year 2013. The County Assembly of Tharaka Nithi has made great progress in the development of infrastructure for habitable working environment for her staff. The renovation of the main offices to habitable and better standards, completion of members centre and connection of internet for the county assembly. Beautification of the

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

compound by through construction of perimeter wall and cabling of drive way and landscaping.

b) The main key development projects included in Assembly's strategic plan include;

i) Cabro paving –This was among the development project included and it was completed and has assisted in maintaining the compound clean and parking space.

ii) Perimeter wall –The County Assembly of Tharaka Nithi has been able to do a perimeter wall which has enhanced security in the Assembly.

iii)Members centre List the key development projects included in the Assembly's strategic plan, procurement plan and work plan and indicate the progress made and how if completed, will improve the effectiveness and efficiency of operations.

iv) Speakers Residence-The speaker's residence is an on-going project which is almost 50% complete.

c) Anti-corruption –County Assembly of Tharaka Nithi practices integrity in carrying out its processes for procurement as way of protecting its suppliers.

-Political Involvement –County Assembly of Tharaka Nithi use fairness while carrying out its procurement process by use of tenders to the public where every person interest tenders and during a warding it's done fairly with no political influence and interest.

-Fair Competition- County Assembly of Tharaka Nithi exercises fair competition with its suppliers by use of pre-qualification, open tenders while awarding to suppliers.

-Respect for competitors and their product-County Assembly of Tharaka Nithi do respects its competitors and their products in all instances and work in good relation with other institutions.

-The County Assembly of Tharaka Nithi treat its own suppliers well by honouring their contracts as per the agreement and pay then as per the availability of Funds.

**2.4 Comment on value-for-money achievements**

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

During the period under review, the County Assembly Service Board prioritized in enhancing the core mandate of the County Assembly of Tharaka Nithi whereby the Assembly approved 37 bills, which have been gazetted. The Service Board undertook and completed various developments projects, which have improved working conditions for both Hon.Members and enhanced service delivery for staff.

**2.5 Challenges and Recommended Way Forward**

The following are some of the implementation challenges of strategic objectives for the County Assembly or the key factors that caused the County Assembly not to achieve its goals and the recommended way forward:

**Implementation Challenges:**

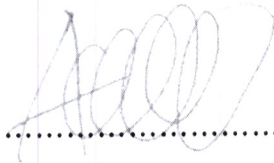
1. The irregular, unpredictable and delays in Exchequer Releases from the National Treasury which in effects hinders effective planning and Budget implementation.
2. Integrated Financial Management Information System (IFMIS) connectivity challenges.
3. Limited budget resources via demand for the resources to support operations of the County Assembly.
4. Inadequate basic infrastructure, equipment's and facilities.
5. Failure to receive the full budgeted allocation within the financial year from the National Treasury hence resulting to huge pending bills.

**Recommended Way Forward:**

1. The National Treasury through Controller of Budget to release the County Assembly's Exchequer in time and without delays for proper planning and budget execution.
2. The National Treasury to address the challenge of Integrated Financial Management Information System (IFMIS) connectivity through its ICT department.
3. Budget ceiling for the County Assembly of Tharaka Nithi be increased to avoid limited resources while operating the County Assembly.

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

4. Adhere to the annual budget allocations for the procurement of the various equipment's and facilities for good performance and working conditions. Here list some of the implementation challenges of strategic objectives for the County Assembly and recommended way forward.
5. The National Treasury through the Controller of Budget to release to the County Assembly's full Budgeted Exchequer within the financial in order to avoid huge pending bills.



.....  
**Name: Amos Kiangwe Sikweya**  
**Clerk of the County Assembly**

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

**3. STATEMENT OF PERFORMANCE AGAINST COUNTY ASSEMBLY  
 PREDETERMINED OBJECTIVES**

**Introduction**

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each County Government entity Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity's performance against predetermined objectives.

The key mandate of the County Assembly of Tharaka Nithi County is legislation, oversight, and representation. To achieve this, the assembly's program was document in terms of objective, key performance indicators, and output. Below were the expected outputs of the assembly in FY 2021/2022

The County Assembly of Tharaka Nithi in enhancing their mandate undertook trainings, which enabled them to achieve the following:

<b>Program 1</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Legislation, oversight and representation	Enhanced professional development of MCAs – Provide ongoing professional development of MCAs	Increased ability of MCA in legislation	No of bills passed in the County Assembly	Seven Bills were passed during the said period
	Enhanced professional development of MCAs – Review standing orders	Review standing orders	% Increase in efficient Assembly operation	Standing orders were reviewed and resulted to inclusion of virtual sittings among others thus increasing the efficiency of the County Assembly in

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

<b>Program 2</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
General Administration, Finance and Planning	To promote good Governance in Management of County Assembly affairs	Remuneration of staff	Implemented payroll	conducting its business All staff being their salaries
		Develop and retain competent human capital	Percentage of trained staff annually	All staff trained in respect to needs assessments by training committee
		Acquisition of goods & Services	% of good & service acquired to support service delivery	90% of goods and services acquired to support service delivery.
		Construction of Speaker's residence	% completion of Speaker's resident	30% completion rate

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

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

Two-to-three pages

Tharaka Nithi County Assembly exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on these pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

- a) Sustainability strategy and profile** –The Accounting Officer of the County Assembly ensures that the Assembly operates in the ecological, social and economic environment where he ensures that the Assembly do the following;
- Set goals and commitments to be achieved within a given period.
  - Engages with stakeholders in various issues.
  - Establish systems and processes in the Assembly, which are strictly followed.
  - Take track process, communicate actions and meet expectations.
- b) Environmental performance-** The County Assembly Service Board in collaboration with Kenya Urban Roads Authority was able to do grading and constructing the retainers on feeder roads around the County Assembly. The county Assembly has also done beautification of the compound by planting trees, flowers and grass around the compound.
- c) Employee welfare-**Tharaka Nithi County Assembly have policies guiding the hiring process which includes schemes of services which describes requirements for engagement, job descriptions, duties and responsibilities and career progression. After engagement of staff is done, there is staff induction, training and development with the guide of training and development policy to improve their skills and expertise which go a long way in improving performance. The County Assembly of Tharaka Nithi have a strategic plan which is in use and is reviewed after Five years that is year 2025 and other policies will be reviewed after three years. Tharaka Nithi County Assembly we do not have a policy on OSHA but we have catered for PDWs in that we have disability ramps where there are staircases or raised ground in our offices.

**d) Market place practices-**

The organisation should outline its efforts to:

- i. Responsible competition practice-The County Assembly Service Board ensures that there is fairness and transparency during employment and in case one is caught in the act of bribery he or she is dismissed from attending the interviews. It also ensures that their staffs are non-partisan.
- ii. Responsible Supply chain and supplier relations-The County Assembly of Tharaka Nithi use open tenders to allow competition among business entities, awarding to the lowest evaluated bidder and prompt payment after delivery.
- iii. Responsible marketing and advertisement-The County Assembly of Tharaka Nithi make sure that advertisement is done for pre-qualification or registration of suppliers, advertisement for open tenders and use of public participation and advertisement in at least two dairies.
- iv. Product stewardship- Tharaka Nithi County Assembly make sure that the products delivered are of good quality and right specification as per request by the department.

**e) Community Engagements-** County Assembly of Tharaka Nithi engaged their staff in cleaning of the market in the last financial year.

**f) Tharaka Nithi County Assembly** has promoted education through formulation and enactment of the pre-primary education bill which has promoted Ecde by employment of teachers in our primary school.

Tharaka Nithi County Assembly has promoted sports in participation in the County Assemblies sports Association events also they have participated in Kicosca games.

Tharaka Nithi County Assembly has promoted healthcare through formulation and enactment of the Tharaka Nithi County Health Services and sanitation bill.

Tharaka Nithi County Assembly has promoted formulation and enactment of the Tharaka Nithi County water services bill.

Tharaka Nithi County Assembly has promoted staff training through training our staff through need assessment by training committee.

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

**5.Statement Of Management Responsibilities**

Sections 164 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer of a County Government Entity to prepare financial statements in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Clerk of the County Assembly is responsible for the preparation and presentation of the County Assembly's financial statements, which give a true and fair view of the state of affairs of the County Assembly for the year, ended June 30, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the County Assembly; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Assembly; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Clerk accepts responsibility for the County Assembly's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Clerk is of the opinion that the County Assembly's financial statements give a true and fair view of the state of the County Assembly's transactions for the year ended June 30, 2022, and of its financial position as at that date. The Clerk further confirms the completeness of the accounting records maintained for the County Assembly which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

The Clerk confirms that the County Assembly has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Assembly's funds received during the quarter under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Clerk confirms that the

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

County Assembly's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The County Government's financial statements were approved and signed by the Clerk of the County Assembly on 29/07/ 2022.



**Name: Amos Kiangwe Sikweya**

**Clerk of the County Assembly**

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON COUNTY ASSEMBLY OF THARAKA NITHI FOR THE YEAR ENDED 30 JUNE, 2022**

---

### **PREAMBLE**

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, 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 the County Assembly of Tharaka Nithi for the year ended 30 June, 2022 set out on pages 1 to 30, which comprise of the

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the County Assembly of Tharaka Nithi as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis), the Public Finance Management Act, 2012 and comply with the County Government Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Irregular Domestic Travel Payments**

The statement of receipts and payments reflects use of goods and services amount of Kshs.178,976,966 as disclosed in Note 4 to the financial statements. The amount includes domestic travel and subsistence balance of Kshs.94,216,200 out of which Kshs.250,000 airtime for an online senior management course was not supported by the Tharaka Nithi County Assembly Virtual Policy 2020 which forms the basis for approving the payment. In addition, a staff member was paid Kshs.108,000 for attending validation of civic education framework workshop which was not approved by Management. Further, Kshs.419,800 was paid to facilitate the Hon. Speaker and staff while at County Assembly Forum Workshop in Mombasa but the amount included Kshs.63,800 for capacity building needs assessment in public process for counties held in Isiolo in June, 2021. No explanations were provided for paying for an activity that occurred in the previous financial year.

In the circumstances, the accuracy and completeness of domestic, travel and subsistence amount of Kshs.421,800 could not be confirmed.

#### **2. Unsupported Hospitality Supplies and Services**

The statement of receipts and payments reflects use of goods and services amount of Kshs.178,976,966 as disclosed in Note 4 to the financial statements. The amount includes office and general supplies and services of Kshs.1,943,400 out of which Kshs.350,900 was lunches for guests with the Clerk whose supporting documents were not provided for audit.

In the circumstances, the accuracy and completeness of hospitality supplies and services amount of Kshs.350,900 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the County Assembly of Tharaka Nithi 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 judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

### **Other Matter**

#### **1. Budgetary Control and Performance**

The statement of comparison of budget and actual amounts: recurrent and development combined reflects final receipts budget of Kshs.449,413,000 and actual on comparable basis of Kshs.400,032,732 resulting to an under-funding of Kshs.49,380,268 or 11% of the budget. Similarly, the Assembly spent Kshs.400,032,732 against an approved budget of Kshs.449,413,000 resulting to an under-expenditure of Kshs.49,380,268 or 11% of the budget.

The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

#### **2. Failure to Value Inherited Assets**

The County Assembly is located in the land and buildings inherited from the defunct local authority. However, these assets have not been revalued to comply with Paragraph 27 of IPSAS 17 on property, plant and equipment which requires assets acquired through non-exchange transactions to be measured at fair value as at the date of acquisition.

In the circumstances, valuation and completeness of land and buildings could not be confirmed.

#### **3. Unresolved Prior Year Audit Matters**

In the audit report of the previous year, several issues were raised. However, no report or recommendations from the County Assembly Management and Oversight bodies were submitted for audit verification and clearance. Further, the issues remain unresolved contrary to Section 149(2)(i) of the 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.

# REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

## **Conclusion**

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

## **Basis for Conclusion**

### **1. Incomplete Speaker's Residence**

The tender to construct the speaker's residence was awarded on 20 May, 2021 at a cost of Kshs.33,709,617 for a period of two (2) years ending 20 April, 2023 and cumulatively Kshs.5,938,864 has been paid. However, there was no evidence of publicizing the contract, the contract progress reports were not prepared on monthly basis, there was no project implementation plan or contract management plan and the status report was not provided for audit. In addition, payments to contractor were delayed and physical verification in the month of July, 2022 revealed that the speaker's house was incomplete and that the contractor was not on site. Further, the Salaries and Remuneration Commission through circular no. SRC/TS/CGOVT/3/61/VOL.V(44) stipulated the deadline for leasing of County Assembly speaker's house to be 30 June, 2022 which has not been complied with.

In the circumstances, the value for money for the expenditure of Kshs.5,938,864 on speaker's residence could not be confirmed.

### **2. Irregular Meeting Outside the Offices**

The statement of receipts and payments reflects use of goods and services amount of Kshs.178,976,966 as disclosed in Note 4 to the financial statements. The amount includes domestic travel and subsistence of Kshs.94,216,200 out of which Kshs.1,777,200 was paid as allowances for report writing and training held outside the precincts of the County Assembly. This was contrary to The National Treasury Circular No.20 /2015 of 04 November, 2015 which provides that Accounting Officer shall ensure that all workshops and retreats with majority of participants drawn from one duty station are held within the precincts of the duty station.

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

### **3. Failure to Publish and Publicize Awarded Tenders**

In the year under review, there was no evidence that goods, works and services procured were publicized on the County's websites, public notice boards or the public regulatory authority platforms. This was contrary to the Executive Order No.2 of 2018 on

procurement which states that all public procurement entities shall maintain and continuously update and publicize complete information of all the tenders awarded were not provided for audit review.

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

#### **4. Insurance Costs Omitted in the Procurement Plan**

The statement of receipts and payments reflects use of goods and services amount of Kshs.178,976,966 as disclosed in Note 4 to the financial statements. The amount includes insurance costs of Kshs.14,086,499 which was not included in the annual procurement plan. This was contrary to Regulation 51(2) of Public Finance Management (County Governments) Regulations, 2015 which states expenditure commitments for goods and services shall be controlled against spending and procurement plans approved by the responsible Accounting Officer, based on allocations and allotments from approved budgets.

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

#### **5. Gaps in the Procurement Plan**

Review of the annual procurement plan revealed the following weaknesses;

- i. The annual procurement plan was not approved by the County Assembly Service Board contrary to Regulation 40(4) of the Public Procurement and Assets Disposal Regulations, 2020;
- ii. The schedule of the planned delivery, implementation or completion dates of all goods, works or services was not included contrary to Regulation 41(b) of the Public Procurement and Asset Disposal Regulations, 2020;
- iii. The plan did not indicate whether some procurements were to be procured within a single year period or under a multi-year period;
- iv. There was no indication whether any items may be aggregated for procurement as a single package or for procurement through any applicable arrangement for common user items;
- v. The annual procurement plan was not done in accordance with the format specified in the Third Regulation 42 of the Public Procurement and Asset Disposal Regulations, 2020.

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

#### **6. Pending Bills**

Annex 1 to the financial statements reflects pending accounts payable balance of Kshs.71,720,931 which includes Kshs.24,817,381 relating to supply of services. However,

the pending bills were not supported by requisitions, invoices, procurement records, contract agreements. This was contrary to Regulation 104(1) of the Public Finance Management (County Governments) Regulations, 2015 which states that all payments and receipts of public monies shall be supported by pre-numbered receipts, payment vouchers, appropriate authority and documentation. Further, supply of services includes Kshs.4,000,000 pending bill for annual subscriptions to County Assemblies Forum which is not established by any law.

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

## **7. Irregular Use of Low Value Procurement Method**

The statement of receipts and payments reflects use of goods and services amount of Kshs.178,976,966 as disclosed in Note 4 to the financial statements. The amount includes goods and services of Kshs.5,240,750 that were procured using low value procurement method despite not meeting the conditions set in Section 107 of the Public Procurement & Asset Disposal Act, 2015. In addition, there was no evidence that requisition documents were approved.

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

## **8. Un-Utilized Ablution Block**

The statement of receipts and payments reflects acquisition of assets amount of Kshs.6,862,494 as disclosed in Note 7 to the financial statements. The amount includes construction of buildings amount of Kshs.5,938,84 out of which Kshs.437,818 was spent on the construction of ablution block. However, physical verification in the month of July, 2022 revealed that the project was complete but had not been put into the intended use. In addition, there project's completion and hand over certificates were not provided for audit.

In the circumstances, the value for money on ablution block expenditure of Kshs.437,818 could not be confirmed.

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, except for 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 overall governance were not effective.

## **Basis for Conclusion**

### **1. Long Outstanding Accounts Receivables**

The statement of financial assets and liabilities reflects accounts receivables balance of Kshs.1,382,729 as disclosed in Note 9 to the financial statements. The amount relates to imprests that has been outstanding for more than three (3) years and no recovery measures have been put in place. In addition, Management has not formulated a policy on debt management.

In the circumstances, the effectiveness of controls on imprest management could not be confirmed.

### **2. Unstructured County Assembly Service Board Meetings**

Review of the board minutes revealed that the Members of the County Assembly Service Board met only in the months of August, 2021, November, 2021, February, 2022, March, 2022 and April 2022. Further, the minutes of these meetings were not signed contrary to the provisions of the Second Schedule of the County Assembly Services Act, 2017 on conduct of business and affairs of the County Assembly.

In the circumstances, the effectiveness of the Board's overall governance could not be confirmed.

### **3. Salary Paid Outside Integrated Personnel and Payroll Database (IPPD)**

Analysis of the personnel records revealed that an officer who was confirmed on 19 February, 2014 to be permanent and pensionable has been paid up to 30 June, 2022 cumulatively salary of Kshs.940,620. However, the salary was processed through manual payrolls instead of the Integrated Personnel and Payroll Database (IPPD).

In the circumstances, the effectiveness of controls of manual payrolls could not be confirmed.

### **4. Failure to Update Fixed Assets Register**

The fixed assets register provided for audit was not updated and lacked critical information such as asset acquisition cost, tag number, date of acquisition, condition of asset, serial number, depreciation charged and net book value and some assets were omitted from the assets register.

In the circumstances, the effectiveness of controls of maintaining the fixed asset register could not be confirmed.

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

processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

### **Responsibilities of Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of 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 overall governance.

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

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015. In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

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

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities,

financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

- Identify and assess the risks of material misstatement of the 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 Assembly's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Assembly to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Assembly to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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

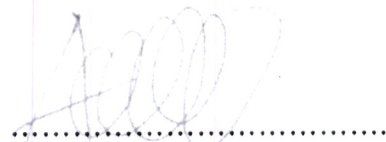
27 February, 2023

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

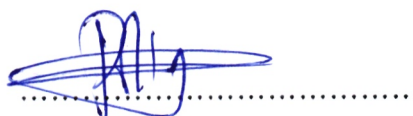
**7.Statement of Receipts and Payments for The Year Ended 30th June 2022**

		2021-2022	2020-2021
	Note	KShs	KShs
<b>Receipts</b>			
Exchequer releases	1	400,032,732.00	429,024,953.00
Other receipts	2	-	-
<b>Total receipts</b>		<b>400,032,732.00</b>	<b>429,024,953.00</b>
<b>Payments</b>			
Compensation of employees	3	196,459,603.00	198,040,643.00
Use of goods and services	4	178,976,966.00	193,859,137.00
Transfers to other government entities(Refund to CRF unspent Funds)	5	29,153.00	10,405.00
Social security benefits	6	17,704,516.00	18,677,867.00
Acquisition of assets	7	6,862,494.00	18,436,901.00
<b>Total payments</b>		<b>400,032,732.00</b>	<b>429,024,953.00</b>
<b>Surplus/deficit</b>		<b>-</b>	<b>-</b>

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/07/2022 and signed by:



Name: Amos Kiangwe Sikweya  
 Clerk of the Assembly

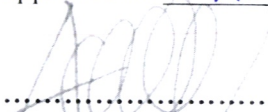


Name: Polly Kagendo Mbae  
 Chief Finance Officer – County Assembly  
 ICPAK Member Number: 18586

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

		2021-2022	2020-2021
Financial assets	Note	Kshs	Kshs
<b>Cash and cash equivalents</b>			
Bank balances	8A	-	24,428.00
Cash balances	8B	-	-
<b>Total cash and cash equivalents</b>		-	<b>24,428.00</b>
Accounts receivables	9	1,382,727.00	1,382,727.00
<b>Total financial assets</b>		<b>1,382,727.00</b>	<b>1,407,155.00</b>
<b>Financial liabilities</b>			
<b>Net financial assets</b>		<b>1,382,727.00</b>	<b>1,407,155.00</b>
<b>Represented by</b>			
Fund balance b/fwd	10	1,407,155.00	1,407,155.00
<b>Prior year adjustment</b>		<b>(24,428.00)</b>	-
<b>Total Net Financial Assets and Liabilities</b>		<b>1,382,727.00</b>	<b>1,407,155.00</b>

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/07 2022 and signed by:



Name: Amos Kiangwe Sikweya  
Clerk of the Assembly



Name: Polly Kagendo Mbae  
Chief Finance Officer – County Assembly  
ICPAK Member Number:18586

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

	Note	2021-2022 KShs	2020-2021 KShs
<b>Cash flows from operating activities</b>			
<b>Receipts from operating income</b>			
Exchequer releases	1	400,032,732.00	429,024,953.00
Other receipts	2	-	-
<b>Payments for operating expenses</b>			
Compensation of employees	3	196,459,603.00	198,040,643.00
Use of goods and services	4	178,976,966.00	193,859,137.00
Transfers to other government entities	5	29,153.00	10,405.00
Social security benefits	6	17,704,516.00	18,677,867.00
<b>Adjusted for</b>			
Prior year adjustment		24,428.00	-
<b>Net cash flows from operating activities</b>		<b>393,194,666.00</b>	<b>410,588,052.00</b>
		6,838,066.00	18,436,901.00
<b>Cashflow from investing activities</b>			
Acquisition of assets	7	(6,862,494.00)	(18,436,901.00)
<b>Net cash flows from investing activities</b>		<b>(6,862,494.00)</b>	<b>(18,436,901.00)</b>
<b>Net increase in cash and cash equivalents</b>		<b>-24,428.00</b>	<b>-</b>
<b>Cash &amp; cash equivalent at Start of the year</b>	8	<b>24,428.00</b>	<b>24,428.00</b>
<b>Cash &amp; cash equivalent at end of the year</b>	8	<b>-</b>	<b>24,428.00</b>

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

The explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/07/ 2022 and signed by:



.....  
**Name: Amos Kiangwe Sikweya**  
**Clerk of the Assembly**



.....  
**Name: Polly Kagendo Mbae**  
**Chief Finance Officer – County Assembly**  
**ICPAK Member Number 18586**

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

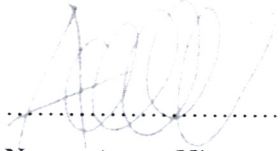
Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	Kshs	Kshs	e=a+b	e=d-c	Kshs
<b>Receipts</b>					
Exchequer releases	473,000,000	(23,587,000)	449,413,000	400,032,732.00	11%
Other receipts	-	-	-	-	-
<b>Total</b>	<b>473,000,000</b>	<b>(23,587,000)</b>	<b>449,413,000</b>	<b>400,032,732.00</b>	<b>11%</b>
<b>Payments</b>					
Compensation of employees	216,991,687	(10,000,000)	206,991,687	196,459,603.00	5%
Use of goods and services	173,083,712	25,933,542	199,017,254	178,976,966.00	10%
Transfers to other government entities	-	-	-	29,153.00	-
Social security benefits	18,404,059	-	18,404,059	17,704,516.00	4%
Acquisition of assets	64,520,542	(39,520,542)	25,000,000	6,862,494.00	72%
<b>Total</b>	<b>473,000,000</b>	<b>(23,587,000)</b>	<b>449,413,000</b>	<b>400,032,732.00</b>	<b>11%</b>
<b>Surplus/ deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(a) The overall underutilization of the budget by 11% is attributed to failure of exchequer disbursement amounting to Kshs.

49,380,268 during the financial period ended 30<sup>th</sup> June 2022.

The entity financial statements were approved on 29/07 2022 and signed by:

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



.....  
**Name: Amos Kiangwe Sikweya**

**Clerk of the Assembly**



.....  
**Name: Polly Kagendo Mbae**

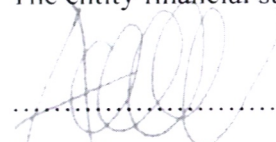
**Chief Finance Officer – County Assembly**

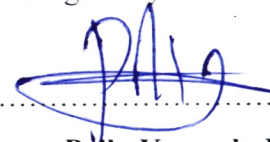
**ICPAK Member Number: 18586**

11.Statement of Comparison of Budget & Actual Amounts: Recurrent

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	A	B	c=a+b	e=d-c	
<b>Receipts</b>					
Exchequer releases	423,000,000	1,413,000	424,413,000	393,141,115.00	7%
Other receipts	-	-	-	-	-
<b>Total</b>	<b>423,000,000</b>	<b>1,413,000</b>	<b>424,413,000</b>	<b>393,141,115.00</b>	<b>7%</b>
<b>Payments</b>					
Compensation of employees	216,991,687	(10,000,000)	206,991,687	196,459,603.00	5%
Use of goods and services	173,083,712	25,933,542	199,017,254	178,976,966.00	10%
Transfers to other government entities	-	-	-	29.70	-
Social security benefits	18,404,059	-	18,404,059	17,704,516.00	4%
Acquisition of assets	14,520,542	(14,520,542)	-	-	-
<b>Total</b>	<b>423,000,000</b>	<b>1,413,000</b>	<b>424,413,000</b>	<b>393,141,115.00</b>	<b>7%</b>
<b>Surplus/ deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The entity financial statements were approved on 29/07/2022 and signed by:

  
Name: Amos Kiangwe Sikweya  
Clerk of the Assembly

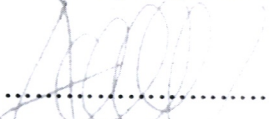
  
Name: Polly Kagendo Mbae  
Chief Finance Office – County Assembly  
ICPAK Member Number: 18586

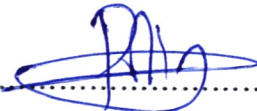
Tharaka Nithi County Assembly  
Annual Report and Financial Statements For the year ended 30<sup>th</sup> June 2022

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

Receipt/expense item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	% Utilization difference
	Kshs	Kshs	c=a+b	e=d-c	Kshs
<b>Receipts</b>					
Treasury/ exchequer releases	50,000,000	(25,000,000)	25,000,000	6,891,617.00	72%
Other receipts	-	-	-	-	-
<b>Total</b>	<b>50,000,000</b>	<b>(25,000,000)</b>	<b>-</b>	<b>6,891,617.00</b>	<b>72%</b>
<b>Payments</b>					
Compensation of employees	-	-	-	-	-
Use of goods and services	-	-	-	-	-
Transfers to other government entities	-	-	-	29,123.00	-
Social security benefits	-	-	-	-	-
Acquisition of assets	50,000,000	(25,000,000)	25,000,000	6,862,494.00	72%
<b>Total</b>	<b>50,000,000</b>	<b>(25,000,000)</b>	<b>25,000,000</b>	<b>6,891,617.00</b>	<b>72%</b>
<b>Surplus/ deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The entity financial statements were approved on 29/07 2022 and signed by:

  
Name: Amos Kiangwe Sikweya  
Clerk of the Assembly

  
Name: Polly Kagendo Mbae  
Chief Finance Office – County Assembly  
ICPAK Member Number: 18586

13. Budget Execution by Programmes and Sub-Programmes

Programme/Sub-Programme	Final Budget	Indicators	Outcomes	Actual on comparable basis	Budget utilization difference
	Kshs	%/ number	%/ number	Kshs	Kshs
<b>Programme 1</b>	<b>252,760,266</b>	-	-	<b>219,045,345</b>	<b>13%</b>
Sub-Programme 1	188,630,498		-	161,328,554	<b>14%</b>
Sub-Programme 2	52,633,000	-	-	47,369,700	<b>10%</b>
Sub-Programme 3	11,496,768	-	-	10,347,091	<b>10%</b>
<b>Programme 2</b>	<b>196,652,734</b>	-	-	<b>180,958,234</b>	<b>8%</b>
Sub-Programme 1	129,155,972	-	-	120,967,149	<b>7%</b>
Sub-Programme 2	5,793,916	-	-	4,458,524	<b>23%</b>
Sub-Programme 3	61,702,846	-	-	55,532,561	<b>10%</b>
<b>Total</b>	<b>449,413,000</b>	-	-	<b>400,003,579</b>	<b>11%</b>

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

**14. Significant Accounting Policies**

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

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

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

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

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

**2. Reporting entity**

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

**3. Recognition of receipts and payments**

**a) Recognition of receipts**

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

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

**Significant Accounting Policies (Continued)**

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

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

**ii) Other Receipts**

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

**b) Recognition of payments**

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

**i) Compensation of employees**

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

**ii) Use of goods and services**

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

**iii) Acquisition of fixed assets**

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

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

**Significant Accounting Policies (Continued)**

**4. In-kind contributions**

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

**5. Third Party Payments**

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

**6. Cash and cash equivalents**

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

**7. Restriction on cash**

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

Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30<sup>th</sup> June 2022, this amounted to KShs Nill .

**Significant Accounting Policies (Continued)**

**8. Imprests and Advances**

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

**9. Third party deposits and retention**

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

**10. Non-current assets**

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

**11. Pending bills**

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

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

**Significant Accounting Policies (Continued)**

**12. Contingent Liabilities**

A contingent liability is:

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

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

**13. Contingent Assets**

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

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

**Significant Accounting Policies (Continued)**

**14. Budget**

The budget is prepared on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *Tharaka Nithi County Assembly* budget was approved as required by Law. The original budget was approved by the County Assembly on 9<sup>th</sup> June, 2021 for the period 1<sup>st</sup> July 2021 to 30 June 2022 as required by law. There was 2 number of supplementary budgets passed in the year. The supplementary budgets were approved on 23/11/2021 and 02/03/2022. A high-level assessment of the *Tharaka Nithi County Assembly* actual performance against the comparable budget for the financial year under review has been included in the Statement of Comparison between actual and budgeted amounts included in these financial statements.

**15. Comparative figures**

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

**16. Subsequent events**

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

**17. Prior Period Adjustment**

During the year the Equity bank balances has been adjusted to the correct figure of zero balance as the balance brought forward from previous years and amount of Kshs 24,428 adjusted in statement of financial assets and statement of cashflow with the same figures .

**18.Related Party Transactions**

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

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

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

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

15. Notes to the Financial Statements

1. Exchequer Releases

	2021-2022	2020-2021
	Kshs	Kshs
Transfers from the county treasury for q1	58,206,561.00	36,751,560.00
Transfers from the county treasury for q2	125,769,230.00	132,820,293.00
Transfers from the county treasury for q3	72,491,269.00	99,531,264.00
Transfers from the county treasury for q4	143,565,672.00	159,921,836.00
<b>Cumulative amount</b>	<b>400,032,732.00</b>	<b>429,024,953.00</b>

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

**Notes to the Financial Statements**

**2. Other Receipts**

	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Other Receipts II	-	-

**3. Compensation Of Employees**

	<b>2021- 2022</b>	<b>2020- 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Basic salaries of permanent employees	125,992,574.00	136,053,174.00
Basic wages of temporary employees	67,951,629.00	59,312,669.00
Employer contribution to compulsory national social schemes	422,800.00	428,800.00
Employer contribution to compulsory national health insurance schemes	2,092,600.00	2,246,000.00
Pension and other social security contributions	-	-
<b>Total</b>	<b>196,459,603.00</b>	<b>198,040,643.00</b>

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

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

**4. Use Of Goods And Services**

	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	42,000.00	196,856.00
Communication, supplies and services	-	226,998.00
Domestic travel and subsistence	94,216,200.00	88,986,404.00
Foreign travel and subsistence	16,678,349.00	-
Printing, advertising and information supplies & services	223,000.00	6,750,663.00
Rentals of produced assets	-	840,000.00
Training expenses	8,227,900.00	4,129,972.00
Hospitality supplies and services	21,912,850.00	22,333,421.00
Insurance costs	14,086,499.00	19,400,000.00
Specialized materials and services	-	1,982,260.00
Office and general supplies and services	1,943,400.00	11,185,470.00
Fuel, oil and lubricants	1,059,000.00	2,969,000.00
Other operating expenses	20,308,768.00	31,999,950.00
Routine maintenance – vehicles and other transport equipment	17,000.00	2,858,143.00
Routine maintenance – other assets	262,000.00	-
<b>Total</b>	<b>178,976,966.00</b>	<b>193,859,137.00</b>

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

Notes To The Financial Statements (Continued)

5. Transfers To Other Government Entities

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers to County Government entities(Unspent to CRF statement)	29,153.00	10,405.00
<b>Total</b>	-	-

*The transfer of Kshs 29,153 to the County Government Entities was unspent money received from Exchequer during the financial year and not spent.*

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

Notes To The Financial Statements (Continued)

6. Social Security Benefits

	2021 - 2022	2020-2021
	Kshs	Kshs
Government Pension and Retirement Benefits	17,704,516.00	18,677,867.00
Employer Social Benefits	-	-
<b>Total</b>	<b>17,704,516.00</b>	<b>18,677,867.00</b>

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

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

**7. Acquisition Of Assets**

<b>Non- financial assets</b>	<b>2021 - 2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Construction of buildings	5,938,864.00	-
Refurbishment of buildings	-	6,025,333.00
Purchase of vehicles and other transport equipment	-	2,972,768.00
Purchase of office furniture and general equipment	-	6,438,800.00
Purchase of ICT Equipment	923,630.00	3,000,000.00
<b>Total acquisition of non- financial assets</b>	<b>6,862,494.00</b>	<b>18,436,901.00</b>
<b>Financial assets</b>		
<b>Total acquisition of financial assets</b>	-	-
<b>Total acquisition of assets</b>	<b>6,862,494.00</b>	<b>18,436,901.00</b>

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

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

**8. Cash And Bank Balances**

**8A. Bank Balances**

<b>Name Of Bank, Account Name &amp; Currency</b>	<b>Account Number</b>	<b>Indicate whether Rec, Dev, Dep e.t.c</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
			<b>Kshs</b>	<b>Kshs</b>
<i>Central Bank of Kenya Acc no:1000199407</i>	1000199407	Development	-	-
<i>Central Bank of Kenya Acc no:1000199393</i>	1000199393	Recurrent	-	-
<i>Equity Bank Limited Acc no:0210261489699</i>	0210261489699	Deposit	-	24,428.00
<b>Total</b>		-	-	<b>24,428.00</b>

**8B. Cash In Hand**

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

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

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

Cash in hand should be analysed as follows:

<b>Description</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Location I	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**9. Imprests and Advances**

<b>Description</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Government Imprests	1,382,727.00	1,382,727.00
<b>Total</b>	<b>1,382,727.00</b>	<b>1,382,727.00</b>

<b>Breakdown Of Imprest And Salary Advance Per Department</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
<b>Imprests</b>	<b>Kshs</b>	<b>Kshs</b>
Spearkers Office	145,000.00	145,000.00
Procurement Department	296,399.00	296,399.00
Legal Department	471,830.00	471,830.00
Hasard Department	25,500.00	25,500.00
Clerks Department	414,000.00	414,000.00
Audit Department	30,000.00	30,000.00
<b>Sub-Total</b>	<b>1,382,729.00</b>	<b>1,382,729.00</b>
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Grand Total</b>	<b>1,382,729.00</b>	<b>1,382,729.00</b>

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

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

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

**10. Fund Balance Brought Forward**

<b>Description</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank Accounts	24,428.00	24,428.00
Cash In Hand	-	-
Accounts Receivables	1,382,727.00	1,382,727.00
Accounts Payables	-	-
<b>Total</b>	<b>1,407,155.00</b>	<b>1,407,155.00</b>

*The fund balances brought forward refers to the previous financial year's closing balances*

**11. Changes In Imprests and Advances**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Opening Account Receivables As At 1 <sup>st</sup> July 2021	1,382,727.00	1,382,727.00
Closing Account Receivables As At 30 <sup>th</sup> June 2022	1,382,727.00	1,382,727.00
Change In Account Receivables	-	-

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

Notes To The Financial Statements (Continued)

Other Disclosures

1. Pending Accounts Payable (See Annex 1)

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Construction Of Buildings	15,737,963.00	2,783,249.00	-	18,521,212.00
Construction Of Civil Works	-	-	-	-
Supply Of Goods	4,946,040.00	997,000.00	-	5,943,040.00
Supply Of Services	43,040,216.20	4,216,463.00	-	47,256,679.20
<b>Total</b>	<b>63,724,219.20</b>	<b>7,996,712.00</b>	<b>-</b>	<b>71,720,931.20</b>

2. Pending Staff Payables (See Annex 2)

	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
Description	Kshs	Kshs	Kshs	Kshs
Senior Management	2,157,000.00	6,228,550.00	(2,157,000.00)	6,228,550.00
Middle Management	4,067,128.00	3,128,400.00	(4,067,128.00)	3,128,400.00
<b>Total</b>	<b>6,224,128.00</b>	<b>9,356,950.00</b>	<b>(6,224,128.00)</b>	<b>9,356,950.00</b>

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

**3. Related Party Disclosures**

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

The following comprise of related parties to the County Assembly:

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

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

Related party transactions:

	2021- 2022	2020- 2021
	Kshs	Kshs
<b>Compensation to Key Management</b>		
Compensation to the Speaker, Deputy Speaker and the MCAs	76,914,206.00	91,367,829.00
Key Management Compensation (Clerk and Heads of departments)	27,890,110.00	24,809,460.00
<b>Total Compensation to Key Management</b>	<b>104,804,316.00</b>	<b>116,177,289.00</b>
<b><u>Transfers to related parties</u></b>		
<b>Total Transfers to related parties</b>	-	-
<b><u>Transfers from related parties</u></b>		
Transfers from the County Executive- Exchequer	400,032,732.00	429,024,953.00
<b>Total Transfers from related parties</b>	<b>400,032,732.00</b>	<b>429,024,953.00</b>

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

**4. Progress On Follow On Prior Year Auditor's Recommendations**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
<b>1.</b>	<b>Compensation of Employees</b>			
1.1	Non-Compliance with the law on Fiscal Responsibility –Wage bill	Working on it	Not Resolved	30 <sup>th</sup> June 2023
1.2	Lack of approved staff establishment	Working on it	Not Resolved	30 <sup>th</sup> June 2023
1.3	Employees Earning Below a Third of Basic Salary	Working on it	Not Resolved	30 <sup>th</sup> June 2023
1.4	Officer Working Beyond 60 Years	Working on it	Not Resolved	30 <sup>th</sup> June 2023
1.5	Exceeding the Allowed Period on acting Appointment	Working on it	Not Resolved	30 <sup>th</sup> June 2023
<b>2.</b>	<b>Use of Goods and Services</b>			
2.1	Irregular Procurement of Printing Information, Advertisement and Supplies Services	Working on it	Not Resolved	30 <sup>th</sup> June 2023
2.2	Training Expenses Incurred without Need Identification	Working on it	Not Resolved	30 <sup>th</sup> June 2023
2.3	Irregular Payment on Training held outside Duty Station	Working on it	Not Resolved	30 <sup>th</sup> June 2023

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

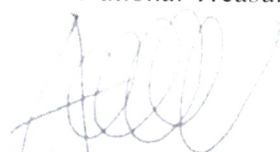
<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
2.5	Irregular Payment for Supply and Delivery of Sports Uniform and Equipment	Working on it	Not Resolved	30 <sup>th</sup> June 2023
2.6	Irregular Payment of Office General and Supplies Services	Working on it	Not Resolved	30 <sup>th</sup> June 2023
2.7	Irregular Subscriptions to Other Bodies	Working on it	Not Resolved	30 <sup>th</sup> June 2023
2.8	Irregular Payment for Maintenance of Motor Vehicle	Working on it	Not Resolved	30 <sup>th</sup> June 2023
3.	Unauthorized Reallocation of Funds- Acquisition of Assets	Working on it	Not Resolved	30 <sup>th</sup> June 2023
4.	Issuance of Multiple Imprest and Delay in Imprest Surrender.	Working on it	Not Resolved	30 <sup>th</sup> June 2023
5.	Unsupported Pending Bills	Working on it	Not Resolved	30 <sup>th</sup> June 2023
6.	Failure to Publish and Publicize Awarded Tender	Working on it	Not Resolved	30 <sup>th</sup> June 2023
7.	Failure to Prepare Quarterly Cash Flow Projections	Working on it	Not Resolved	30 <sup>th</sup> June 2023
8.	Late Disbursement of Funds	Working on it	Not Resolved	30 <sup>th</sup> June 2023
<b>Report on Effectiveness of Internal Controls, Risk Management and Governance</b>				
1.	Lack of an approved Risk Management Policy	Working on it	Not Resolved	30 <sup>th</sup> June 2023
2.	Failure to Establishment an Audit Committee	Working on it	Not Resolved	30 <sup>th</sup> June 2023

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

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
3.	Lack of ICT Policy	Working on it	Not Resolved	30 <sup>th</sup> June 2023

**Guidance Notes:**

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



.....  
**Amos Kiangwe Sikweya**

Clerk of the County Assembly

Date 29/07/2022

## 5. Annexes

## Annex 1 – Analysis of Pending Accounts Payable

Supplier of Goods or Services	Date Contracted	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	
<b>Construction Of Buildings</b>							
1. Fintech Capital Ltd	16/06/2021	4,810,000.00	4,810,000.00	-	-	4,810,000.00	Awaiting payment
2. SuppMerchant	13/11/2020	3,034,230.00	3,034,230.00	623,294.00	-	3,657,524.00	Awaiting payment
3. Kendy heights limited	20/05/2021	2,134,514.00	2,134,515.00	-	-	2,134,514.00	Awaiting payment
4. G.G Construction Co.LTD	27/11/2020	2,018,465.00	2,018,465.00	2,159,955.00	-	4,178,420.00	Awaiting payment
5. Real Deal Fittings	28/06/2020	1,338,832.00	1,338,832.00	-	-	1,338,832.00	Awaiting payment
6. Rezworld Enterprises	28/06/2020	445,000.00	445,000.00	-	-	445,000.00	Awaiting payment
7. Galianne Enterprises	22/04/2021	1,956,922.00	1,956,922.00	-	-	1,956,922.00	Awaiting payment
<b>Sub-Total</b>		<b>15,737,963.00</b>	<b>15,737,963.00</b>	<b>2,783,249.00</b>	<b>-</b>	<b>18,521,212.00</b>	
<b>Construction Of Civil Works</b>							
8.							
<b>Sub-Total</b>							
<b>Supply Of Goods</b>							
9. Leemax Executive Kenya LTD	05/05/2020	360,340.00	360,340.00	-	-	360,340.00	Awaiting payment
10. Dynamite Enterprises	22/11/2021	530,500.00	530,500.00	997,000.00	-	1,527,500.00	Awaiting

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

Supplier of Goods or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
							payment
11. Kenri General Merchants	13/10/2021	360,000.00	360,000.00	-	-	360,000.00	Awaiting payment
12. Yankey Traders	29/10/2021	990,300.00	990,300.00	-	-	990,300.00	Awaiting payment
13. Somreys Enterprises	23/11/2021	1,204,900.00	1,204,900.00	-	-	1,204,900.00	Awaiting payment
14. Jomamu Company LTD	15/10/2021	1,050,000.00	1,050,000.00	-	-	1,050,000.00	Awaiting payment
15. Seven Eighty Logistics	07/02/2021	450,000.00	450,000.00	-	-	450,000.00	Awaiting payment
<b>Sub-Total</b>		<b>4,946,040.00</b>	<b>4,946,040.00</b>	<b>997,000.00</b>	<b>-</b>	<b>5,943,040.00</b>	
<b>Supply Of Services</b>							
16. Mountain Bleeze Hotel LTD	05/08/2020	1,756,000.00	1,756,000.00	2,280,000.00	-	4,036,000.00	Awaiting payment
17. Standard	30/09/2020	563,200.00	563,200.00	-	-	563,200.00	Awaiting payment
18. CAF	08/01/2020	4,000,000.00	4,000,000.00	-	-	4,000,000.00	Awaiting payment
19. Yunis&Osman	12/03/2019	531,433.20	531,433.20	-	-	531,433.20	Awaiting payment
20. Kenya School of Government	02/11/2020	1,516,660.00	1,516,660.00	75,400.00	-	1,592,060.00	Awaiting payment
21. Kenya Institute of Management	02/11/2020	417,600.00	417,600.00	-	-	417,600.00	Awaiting payment
22. G.K.Kibira	08/02/2019	1,496,552.00	1,496,552.00	-	-	1,496,552.00	Awaiting payment
23. Mutindwa Toyota	02/11/2020	37,404.00	37,404.00	665,125.00	-	702,529.00	Awaiting payment
24. MFI Solution	20/08/2020	270,240.00	270,240.00	168,445.00	-	438,685.00	Awaiting payment

**Tharaka Nithi County Assembly**

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

<b>Supplier of Goods or Services</b>	<b>Date Contracted</b>	<b>Original Amount</b>	<b>balance at the beginning of the year</b>	<b>Addition During the year</b>	<b>Amount paid During the year</b>	<b>Outstanding Balance</b>	<b>Comments</b>
25. Cyclop Solution	01/10/2020	198,000.00	198,000.00	-	-	198,000.00	Awaiting payment
26. Sunstar	01/10/2020	855,500.00	855,500.00	-	-	855,500.00	Awaiting payment
27. Tredds Resorts	05/05/2021	57,000.00	57,000.00	198,000.00	-	255,000.00	Awaiting payment
28. Swiffcost Enterprises	11/08/2021	700,000.00	700,000.00	-	-	700,000.00	Awaiting payment
29. Jenet Works	20/08/2020	80,400.00	80,400.00	552,000.00	-	632,400.00	Awaiting payment
30. IHRM	15/08/2020	12,000.00	12,000.00	-	-	12,000.00	Awaiting payment
31. ESAMI	11/08/2020	791,840.00	791,840.00	-	-	791,840.00	Awaiting payment
32. Clarion Hotel	08/11/2021	474,800.00	474,800.00	-	-	474,800.00	Awaiting payment
33. Pride Inn Hotel Mombasa	17/10/2021	584,000.00	584,000.00	-	-	584,000.00	Awaiting payment
34. The Star Publication	08/07/2021	850,094.00	850,094.00	-	-	850,094.00	Awaiting payment
35. Kenya Insitute of Highways& Building Technology	10/09/2021	92,056.00	92,056.00	-	-	92,056.00	Awaiting payment
36. CMC Motors Limited	17/02/2021	446,203.00	446,203.00	253,493.00	-	699,696.00	Awaiting payment
37. Nation Media Group	02/02/2022	468,640.00	468,640.00	-	-	468,640.00	Awaiting payment
38. Kasarani Sport View Hotel	31/01/2022	222,000.00	222,000.00	-	-	222,000.00	Awaiting payment
39. SOCCAT	01/07/2021	750,000.00	750,000.00	-	-	750,000.00	Awaiting payment
40. CIC Insurance Companies	28/09/2021	5,323,346.00	5,323,346.00	-	-	5,323,346.00	Awaiting payment
41. CIC Insurance Company	28/09/2021	3,265,445.00	3,265,445.00	-	-	3,265,445.00	Awaiting payment

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

<b>Supplier of Goods or Services</b>	<b>Date Contracted</b>	<b>Original Amount</b>	<b>balance at the beginning of the year</b>	<b>Addition During the year</b>	<b>Amount paid During the year</b>	<b>Outstanding Balance</b>	<b>Comments</b>
42. Kenya Institute of supplies Management	15/05/2020	142,680.00	142,680.00	24,000.00	-	166,680.00	Awaiting payment
43. Postal Corporation	15/03/2021	38,303.00	38,303.00	-	-	38,303.00	Awaiting payment
44. HAM Internation	03/12/2021	197,200.00	197,200.00	-	-	197,200.00	Awaiting payment
45. Law Society of Kenya	15/04/2021	21,360.00	21,360.00	-	-	21,360.00	Awaiting payment
46. Mwiti Kaburu and Company Advocates	08/08/2018	4,594,110.00	4,594,110.00	-	-	4,594,110.00	Awaiting payment
47. Gikunda Miriti & Co.LTD	12/10/2021	12,286,150.00	12,286,150.00	-	-	12,286,150.00	Awaiting payment
<b>Sub-Total</b>		<b>43,040,216.00</b>	<b>43,040,216.20</b>	<b>4,216,463.00</b>	-	<b>47,256,679.20</b>	
<b>Grand Total</b>		<b>63,724,219.20</b>	<b>63,724,219.20</b>	<b>7,996,712.00</b>	-	<b>71,720,931.20</b>	
Note: Pending bills comprise goods and services rendered and invoiced but not yet settled and does not include commitments							

Tharaka Nithi County Assembly

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

Annex 2 – Analysis of Pending Staff Payables

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
<b>Senior Management</b>							
Amos Kiangwe Otieno			38,600	-	38,600		
Murithi Kanampiu			27,400	-	27,400		
Catherine Njeri Kathuni			17,500	-	17,500		
Catherine Njeri Kathuni			19,000	-	19,000		
Amos Kiangwe Otieno			28,200	-	28,200		
Eric Muthuri Nthumbi			24,000	-	24,000		
Peter Mburu Muniu			24,000	-	24,000		
Catherine Njeri Kathuni			24,000	-	24,000		
Purity Kawira Njeru			24,000	-	24,000		
Kenneth Nyaga Cheri			24,000	-	24,000		
Festus Kinoti Kubai			24,000	-	24,000		
Paul Mwenda Thirika			24,000	-	24,000		
Polly Kagendo Mbae			19,800	-	19,800		
Dennis Kimathi Ndiga			19,800	-	19,800		
Pius Nyaga Micheni			19,800	-	19,800		
Davidson Kirriiro Murungi			19,800	-	19,800		
Murithi Kanampiu			19,800	-	19,800		
Eric Muthuri Nthumbi			113,000	-	113,000		
Eric Nthumbi			33,000	-	33,000		
Festus Kinoti Kubai			31,000	-	31,000		
Pius Nyaga Micheni			61,000	-	61,000		

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Pius Nyaga Micheni			31,000	-	31,000		
Festus Kinoti Kubai			33,000	-	33,000		
Paul Mwenda Thirika			36,600	-	36,600		
Pius Nyaga Micheni			38,600	-	38,600		
Paul Mwenda Thirika			45,000	-	45,000		
Eric Muthuri Nthumbi			108,000	-	108,000		
Peter Mburu Muniu			108,000	-	108,000		
Peter Mburu Muniu			108,000	-	108,000		
Polly Kagendo Mbae			108,000	-	108,000		
Catherine Njeri Kathuni			70,000	-	70,000		
Peter Mburu Muniu			34,500	-	34,500		
Pius Nyaga Micheni			28,200	-	28,200		
Peter Muniu			89,000	-	89,000		
Kenneth Nyaga Cheri			33,000	-	33,000		
Amos Kiangwe			94,000	-	94,000		
Murithi Kanampiu			28,200	-	28,200		
Kenneth Nyaga Cheri			34,500	-	34,500		
Pius Nyaga Micheni			54,800	-	54,800		
Polly Kagendo Mbae			75,000	-	75,000		
Polly Kagendo Mbae			61,000	-	61,000		
Polly Kagendo Mbae			61,000	-	61,000		
Purity Kawira Njeru			34,500	-	34,500		
Dennis Kimathi Ndiga			34,500	-	34,500		
Davidson Kirriiro Murungi			38,000	-	38,000		

**Tharaka Nithi County Assembly**

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Pius Nyaga Micheni			36,600	-	36,600		
Peter Mburu Muniu			630,000	-	630,000		
Polly Kagendo Mbae			38,600	-	38,600		
Amos Kiangwe Otieno			55,400	-	55,400		
Festus Kinoti Kubai			46,000	-	46,000		
Eric Nthumbi			66,000	-	66,000		
Paul Mwenda Thirika			75,000	-	75,000		
Polly Kagendo Mbae			61,000	-	61,000		
Paul Mwenda Thirika			75,000	-	75,000		
Peter Mburu Muniu			318,250	-	318,250		
Paul Mwenda Thirika			45,000	-	45,000		
Amos Kiangwe Sikweya			40,800	-	40,800		
Eric Nthumbi			34,500	-	34,500		
Pius Nyaga Micheni			36,600	-	36,600		
Dennis Kimathi			34,500	-	34,500		
Hon.Karen Karimi			12,400	-	12,400		
Hon Mucee Njagi John			12,400	-	12,400		
Hon Wilson Nyaga			12,400	-	12,400		
Hon Rugia Benard Mutegi			12,400	-	12,400		
Hon Mbae Anitah			12,400	-	12,400		
Hon Karen Karimi			29,200	-	29,200		
Hon Mucee Njagi John			29,200	-	29,200		
Hon Wilson Nyaga			29,200	-	29,200		
Hon Benard Mutegi			29,200	-	29,200		

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Millicent Muganna Nthiga			80,000	-	80,000		
Ginson Gikundi Nkonge			129,000	-	129,000		
Hon David John Mbaya			57,800	-	57,800		
Hon Dennis Mutwiri			125,000	-	125,000		
Godfrey Murithi Muchiri			37,600	-	37,600		
Julius Gataya Mwenda			37,600	-	37,600		
Jones Kinegeni Kabii			37,600	-	37,600		
Erastus Kinyua			37,600	-	37,600		
Millicent Muganna Nthiga			37,600	-	37,600		
Godfrey Murithi Muchiri			46,000	-	46,000		
Erastus Kinyua			46,000	-	46,000		
Jones Kinegeni Kabii			46,000	-	46,000		
Millicent Muganna Nthiga			46,000	-	46,000		
Julius Gataya Mwenda			46,000	-	46,000		
Hon Charles Nyaga			46,000	-	46,000		
Hon Assumpta Gabriel			46,000	-	46,000		
Hon Margret Gitari			46,000	-	46,000		
Hon.Gitonga Leonard			46,000	-	46,000		
Hon.Susan Ngugi			46,000	-	46,000		
Godfrey Murithi Muchiri			46,000	-	46,000		
Julius Gataya Mwenda			46,000	-	46,000		
Jones Kinegeni Kabii			46,000	-	46,000		

**Tharaka Nithi County Assembly**

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Erastus Kinyua			46,000	-	46,000		
Millicent Muganna Nthiga			46,000	-	46,000		
Millicent Muganna Nthiga			58,500	-	58,500		
Dennis Mutwiri Muthitu			58,500	-	58,500		
Denis Mutwiri Muthitu			90,000	-	90,000		
David John Mbaya			50,400	-	50,400		
Hon.Erastus Kinyua			37,600	-	37,600		
Hon.Jones Kabii Kinegeni			37,600	-	37,600		
Hon.Godfrey Muchiri Murithi			37,600	-	37,600		
Hon.Mwenda Julius Gataya			37,600	-	37,600		
Hon.Millicent Mugganna Nthiga			37,600	-	37,600		
David John Mbaya			100,800	-	100,800		
Hon Dennis Mutwiri			125,000	-	125,000		
David John Mbaya			50,400	-	50,400		
Ginson Gikundi Nkonge			123,000	-	123,000		
Purity Kawira Njeru			21,000	-	21,000		
Purity Kawira Njeru			95,000	-	95,000		
Kenneth Nyaga Cheri			41,500	-	41,500		
AMos Kiangwe Sikweya			6,750	-	6,750		
Peter Muniu			15,750	-	15,750		

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Purity Kawira Njeru			15,750	-	15,750		
Festus Kinoti Kubai			15,750	-	15,750		
Polly Kagendo Mbae			10,500	-	10,500		
Murithi Kanampiu			98,000	-	98,000		
<b>Sub-Total</b>			<b>6,228,550</b>	<b>-</b>	<b>6,228,550</b>		
<b>Middle Management</b>							
Paul Mwenda Thirika			36,600	-	36,600		
Paul Mwenda Thirika			223,580	-	223,580		
Paul Mwenda Thirika			187,420	-	187,420		
Paul Mwenda Thirika			75,000	-	75,000		
Paul Mwenda Thirika			47,000	-	47,000		
Paul Mwenda Thirika			34,500	-	34,500		
Paul Mwenda Thirika			47,000	-	47,000		
Paul Mwenda Thirika			45,000	-	45,000		
Evans Kinyua Mugambi			19,800	-	19,800		
Benson Kirimo Kitheeru			19,800	-	19,800		
Edward Nyaga Irichu			19,800	-	19,800		
Murithi Mwenda Joshua			19,800	-	19,800		
Kennedy Kiimani Kanake			2,500	-	2,500		
Silas Kariuki Mitugo			16,800	-	16,800		
Nancy Kaimuri Mukuru			27,400	-	27,400		
Mary Kendi			36,600	-	36,600		
Peterson Murithi Maimbu			31,000	-	31,000		
Jonathan Njeru			28,200	-	28,200		

Tharaka Nithi County Assembly

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Advin Mugo			34,500	-	34,500		
Kenneth Nyaga Cheri			33,000	-	33,000		
Benson Kirimo Kitheeru			84,900	-	84,900		
Canvat Muriungi Kimani			54,800	-	54,800		
Purity Makena			201,000	-	201,000		
Dorcas Makena			201,000	-	201,000		
Catherine Njeri Kathuni			5,250	-	5,250		
Benson Kirimo Kitheeru			4,500	-	4,500		
Evans Kinyua Mugambi			4,500	-	4,500		
Kendi Mary			33,000	-	33,000		
Benson Kirimo Kitheeru			35,200	-	35,200		
Kendi Mary			33,000	-	33,000		
Monicah Wangari Ndung'u			33,000	-	33,000		
Festus Kinoti Kubai			223,000	-	223,000		
Davidson Kirriiro Murungi			77,200	-	77,200		
Peter Mwenda Mbae			77,200	-	77,200		
Nyaga Irichu			10,500	-	10,500		
Peter Mutuiri Iguna			10,500	-	10,500		
Advin Munene			9,000	-	9,000		
Silas Kariuki Mitugo			163,000	-	163,000		
Felix Mwititi Manyaki			38,000	-	38,000		
Peter Mwenda Mbae			35,000	-	35,000		
Birichi Duncun			38,000	-	38,000		

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

Name of Staff	Job Group	Date Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2021-2022	2020-2021	
			a	b	c=a-b		
Linos Kinyua Kithande			35,000	-	35,000		
Kendi Mary			34,500	-	34,500		
Silas Kariuki Mitugo			112,750	-	112,750		
Monicah Wangari Ndung'u			34,500	-	34,500		
Peterson Murithi Maimbu			28,200	-	28,200		
Verah Mwendwa			28,200	-	28,200		
Felix Mwiti Manyaki			16,200	-	16,200		
Verah Mwendwa			94,000	-	94,000		
Nancy Kaimuri Mukuru			72,200	-	72,200		
Dancun Birichi			72,200	-	72,200		
Kennedy Kimathi Kanake			10,000	-	10,000		
Joshua Mwenda			27,800	-	27,800		
Mary Kendi			89,000	-	89,000		
Genson Mwenda Nathan			117,000	-	117,000		
<b>Sub-Total</b>			<b>3,128,400</b>	-	<b>3,128,400</b>		
Salaries			17,000,000	17,000,000	17,000,000		
<b>Sub-Total</b>			<b>17,000,000</b>	<b>17,000,000</b>	<b>17,000,000</b>		
<b>Grand Total</b>			<b>26,356,950</b>	<b>17,000,000</b>	<b>26,356,950</b>		

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

**Annex 3 – Summary Of Non-Current Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (KShs) 2020-2021</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Transfers in/(out)</b>	<b>Historical Cost c/f (KShs) 2021-2022</b>
Buildings and structures					
Household furniture	28,000				28,000
Office equipment, furniture and fittings	4,453,790				4,453,790
Ict equipment	4,725,110				4,725,110
Furniture & Fittings	13,626,510				13,626,510
Other machinery & Equipment	21,058,768				21,058,768
Office Renovation of buildings	12,573,995				12,573,995
<b>Total</b>	<b>56,466,173</b>				<b>56,466,173</b>

**Annex 4 – Analysis Of Accounts Receivables**  
**(a) Government Imprest**

<b>Name Of Officer Or Institution</b>	<b>Date Imprest Taken</b>	<b>Amount Taken</b>	<b>Amount Surrendered</b>	<b>Balance</b>
		<b>KShs</b>	<b>KShs</b>	<b>KShs</b>
Peterson Mugendi	24/06/2019	25,000.00	0	25,000.00
Festus Kinoti	24/06/2019	132,567.00	0	132,567.00
Peterson mugendi	24/06/2019	120,000.00	0	120,000.00
Eric Murimi	14/07/2019	471,830.00	0	471,830.00
Titary Mutugi	31/07/2020	25,500.00	0	25,500.00
Peter Mwenda	14/01/2020	30,000.00	0	30,000.00
Joshua Mwenda	24/03/2020	88,832.00	0	88,832.00
Nyaga Irichu	30/11/2019	75,000.00	0	75,000.00
Paul Thirika	24/10/2019	414,000.00	0	414,000.00
<b>Total</b>		<b>1,382,729.00</b>		<b>1,382,729.00</b>

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

**Annex 5: Contingent Liabilities Register**

	<b>Nature of contingent liability</b>	<b>Payable to</b>	<b>Currency</b>	<b>Estimated Amount Kshs</b>	<b>Expected date of payment</b>	<b>Remarks</b>
1.	Fee note on petition No 2 of 2019 Susan Nduyo p petitioner verses Speaker.Clerk	Gk kibira	Kshs	1,496,552.00	When Funds Are Available	Waiting Payment
2.	Fee note on Legal opion on stalled construction of Tharaka Nithi County Assembly Chambers.	Gikunda Miriti &Co Advocate	Kshs	12,286,150.00	When Funds Are Available	Waiting Payment
3.	Fee note on Chuka Ele Civil Suit No.2 of 2019	Yunis&Osman	Kshs	531,433.20	When Funds Are Available	Waiting Payment
4.	In matters of developing approving and implementating the Tharaka Nithi County Development Budget for the Financial year 2018/2019	Mwiti Kaburu	Kshs	4,594,110.00	When Funds Are Available	Waiting Payment

**Annex 6 – Bank Reconciliation/FO 30 Report**

*(Attach FO 30 Reports from IFMIS)*

From Date : 01-JUL-22 To : 30-JUN-22

THARAKA NITHI COUNTY ASSEMBLY RECURRENT

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000199393

Balance as per bank certificate	29.70
Less --	
1. Payment in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	
2. Receipts in Bank Statement not yet recorded in Cash Book	
Add --	
3. Payment in Bank Statement not yet recorded in Cash Book	
4. Receipts in Cash Book not yet Recorded in Bank Statement	
Bank Balance as per Cash Book	29.70

Reconciled by: Daisy Muthi Signature: [Signature] Date: 30/06/2022

Reviewed by: Nancy Kamuri Signature: [Signature] Date: 30/06/2022

Approved by: Paul KAGWU Signature: [Signature] Date: 30/6/2022

REPUBLIC OF KENYA  
**BANK RECONCILIATION**

F.O. 30

From Date : 30-JUN-22 To : 30-JUN-22

THARAKA NITHI COUNTY ASSEMBLY DEVELOPMENT

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000199407

Balance as per bank certificate

Less --

1. Payment in Cash Book not yet recorded in Bank Statement  
(Unpresented Cheques)

2. Receipts in Bank Statement not yet recorded in Cash Book

Add --

3. Payment in Bank Statement not yet recorded in Cash Book

4. Receipts in Cash Book not yet Recorded in Bank Statement

Bank Balance as per Cash Book

0.00

Reconciled by: Daisy Miriti Signature: [Signature] Date: 30/06/2022

Reviewed by: Nancy Kaimuri Signature: [Signature] Date: 30/06/2022

Approved by: Polly Kagalo Signature: [Signature] Date: 30/06/2022