

REPUBLIC OF KENYA



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REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
COUNTY GOVERNMENT OF MANDERA**

**FOR THE YEAR ENDED
30 JUNE 2014**

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON COUNTY GOVERNMENT OF MANDERA FOR THE YEAR ENDED 30 JUNE 2014

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of County Government of Mandera as set out on pages 7 to 40, which comprise the statement of assets as at 30 June 2014, the statement of receipts and payments, statement of cash flows for the year then ended from operating activities 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 8 of the Public Audit Act, 2003.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such 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.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 7 (2) of the Public Audit Act, 2003.

Auditor-General's Responsibility

My responsibility is to express an opinion on the financial statements based on the audit and report in accordance with the provisions of Section 9 of the Public audit Act, 2003 and submit the audit report in compliance with Article 229(7) of the Constitution of Kenya. The audit was conducted in accordance with International standards on Auditing. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Entity's preparation and fair presentation of the

financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I am not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

1. Accuracy and completeness of the Financial Statements

- (a) The account balances reflected in the financial statements as at 30 June 2014 were not supported by a trial balance. As a result, the completeness and accuracy of the reported balances could not be confirmed.
- (b) The County Government of Mandera did not submit the bank reconciliation statements for the operation account. No reason has been provided for failure to prepare and submit the reconciliation statement for audit as required by Section 5.9.2.1 of the Government Financial Regulations and Procedures
- (c) Note 7 to the financial statement disclosed summary of fixed assets amounting to Kshs.1,368,559,881 as at 30 June 2014. However, fixed assets register was not made available to ascertain the balances and make-up of the fixed assets disclosed. Further, the management did not avail the official list of assets inherited from the defunct local authorities and other government departments with their values. In addition, Annex 2 to the financial statements reflects summary of assets of Kshs.587,511,813. The two Notes figures have not been reconciled.

In view of the foregoing, it has not been possible to confirm the accuracy and completeness of the financial statements for the year ended 30 June 2014

2. Unsupported and Un analyzed balances

The statement revenue and expenditure of receipts and payments for the year ended 30 June 2014 reflect the following revenue and expenditure which have not been analyzed and supported.

Particulars	Amount (Kshs)
Tax Revenues	32,195,544.00
Exchequer releases	3,416,639,959.00
Other Revenues	88,601,981.00
Compensation of employees	887,746,554.00

Use of Goods and services	1,192,087,007.00
Acquisition of Assets	1,368,559,881.00
Other Payment	<u>15,895,348.00</u>
TOTAL	<u>7,001,726,274.00</u>

In the absence of detailed analyses and supporting documents, the validity, completeness and accuracy of the balances of Kshs.7,001,726,274.00 as at 30 June 2014 could not be ascertained revenue expenditure.

3. Cash and Cash equivalents

The statement of assets reflects a bank balance of Ksh.172, 489,279.00 under cash and cash equivalent as at 30 June 2014. However, the balance was not supported with bank balance confirmation certificate, bank statement and bank reconciliation statements as required.

In view of the foregoing, the accuracy of the cash and cash equivalents balance of Kshs.172,489,279 could not be ascertained as at 30 June 2014.

4. Unsupported Accounts Payables

During the year under Schedule Annex 1 to the financial statement disclosed Pending account Payables from Supply of goods and services of Kshs.183,181,099.10 as at 30 June 2014. However, LPOs, LSOs and invoices were made available to support the schedule annexed to the financial statement.

Consequently, it has not possible to ascertain the validity, completeness and accuracy of the accounts payable balance of Kshs.183,181,099.00 as at 30 June 2014.

5. Unvouched Expenditure

A review of the IFMIS generated vote book, which was supporting the expenditure returns of the County Government of Mandera for the F/Y 2013/2014 revealed that, an amount of Kshs.612,043,441 was spent by the County Assembly as at 30 June 2014.

However, scrutiny of the County Assembly bank account held at KCB Mandera, reflected that an amount of Kshs.113,870,980 was released to the Assembly by the County Executive for the year 2013/2014. The remaining Kshs.498,172,461 was spent by the Executive on behalf of the Assembly without authority. The County Government did not maintain vote book and there were no payment vouchers made available to support the expenditure.

Further, scrutiny of the bank statement for Mandera County Recurrent Account No. 1000170913 at the Central Bank of Kenya revealed that an amount of Kshs.10,200,000 was debited in the account. The payment was made through RTGS payment to a

contractor. However, no payment vouchers and other supporting documents were made available to support the payment and the transaction was not recorded in the development Cash book maintained by the County.

In the circumstances, the propriety of the expenditure of Kshs.508,372,461.00 could not be confirmed as at 30 June 2014.

6. Unsupported capital projects Expenditure

During the financial year under review, the County Government of Mandera awarded contracts totaling to Kshs.147,084,606.30 to various civil works contractors within the County. The contracts were however, not properly executed no proper bids evaluation was carried out resulting to awarding of contracts at higher prices. Scrutiny of the Bills of Quantities (BQS), minutes of the tender committees and other tender documents revealed the evaluation procedures and criteria used during the evaluation were not set in the tender documents as required by Section 66 (2) of the Public Procurement and Disposal Act, 2005 but were introduced at the evaluation stage. Some of the BQs had arithmetical errors which were not countersigned and which the tender evaluation committee did not detect. In addition, some contracts agreements were not signed between the procuring entity and the contractors as required by Section 68 of the Public Procurement and Disposal Act, 2005.

Under the circumstances, it has not possible to confirm the propriety of the expenditure amounting to Kshs.147,084,606.30 as at 30 June 2014.

7. Unsupported Consultancy Services Payments

Examination of payment vouchers and supporting documents revealed that County Government of Mandera incurred an expenditure amounting of Ksh.56,368,000 for consultancy services. The following anomalies were however noted:-

- a) The evaluation report for the consultancy for livestock census indicated an amount of Kshs.32,543,000 for one of bidder. The original tenders for the same bidder however showed an amount of Kshs.25,493,000. It was not clear how the evaluation committee arrived at the Kshs.32,543,000 indicated for the bidder in the minutes.
- b) The evaluation report for the tenders for the detailed Engineering Design for Takaba Diagnostic Centre showed a different list of suppliers than those indicated in the Minutes of the Tender Opening Committee.
- c) The Technical and Financial proposal for all the bidders for the tenders for the detailed Engineering Design for Takaba Diagnostic Centre were not made available for audit review.
- d) The evaluation procedures and criteria used were not set in the tender documents as required by Section 66 (2) of the Public Procurement and Disposal Act, 2005 but were introduced at the evaluation stage

- e) There was no contract agreement signed between the procuring entity and the supplier for the contract for the detailed Engineering Design for Takaba Diagnostic Centre as required by Section 68 of the Public Procurement and Disposal Act, 2005

In view of the foregoing, it has not been possible to confirm propriety of the procurement expenditure of Kshs.56,368,000 for the consultancy services as at 30 June 2014.

8. Unsupported and Unaccounted For Goods and Services

Included in the use of goods and services expenditure of Kshs.1,192,087,007 for the year ended 30 June 2014 are goods and services amounting to Ksh.28,205,850 with following anomalies;

- a) The goods and services were mainly procured without request for quotations. In some cases the quotations supporting the expenditure were not properly prepared. They did not show the officers who opened them, reference numbers and date opened and some of the payments were not supported with LPOs and LSOs.
- b) The goods procured were not received vide counter receipt vouchers (S13), not recorded in the stores ledgers contrary to Chapter 18:2 of the Government Financial Regulations and Procedure and not issued out using counter requisition and issue vouchers (SII).
- c) There were no inspection and acceptance report to confirm that the goods and services were delivered or rendered as ordered or specified.

Consequently, it has not been possible to confirm that the goods were received, recorded and properly accounted for and whether the County Government got value money in the transactions.

9. Unsupported Hire of Transport Services

Audit scrutiny of payment vouchers and other supporting documents relating to hire of transport revealed that the county government made payment of Kshs.17,412,200 for hire of motor vehicles. The following anomalies were however noted:-

- a) The services were mainly procured without request for quotations, sometimes quotations were floated after the services were rendered
- b) Temporary work tickets were not maintained for the hired vehicles, copies of the log books, insurance covers and driver's licenses were not attached to the payment vouchers

- c) In some cases contract agreements were not signed between the County Government and the owners of the vehicles. It was also noted that some of the contract agreements were signed after the services were rendered

In view of the foregoing, it has not been possible to ascertain the propriety of the expenditure of Kshs.17,412,200 as at 30 June 2014.

10. Doubtful Travel and Accommodation Allowances

Examination of payment vouchers and the supporting documents relating to travel and accommodation allowances revealed that an amount of Kshs.29,464,453.00 was spent on travel and subsistence allowances for officers who travelled for official trips within and outside the County. However, the payments were not supported with the minutes of the County Assembly Service Board approving and indicating justification of the trips, air tickets and other travel documents. Further, no reports by the respective committees for the tour to justify the expenditure.

In addition,, the payments of subsistence allowances for officers on local trips were not supported with bus tickets or work tickets, invitation letters for those who were attending workshops. Some of the payment schedules were not signed by the participants to acknowledge receipt of money.

In the circumstances, it has not been possible to confirm the propriety of the expenditure of Kshs.29,464,453.00 as at 30 June 2014.

11. Undeducted and unsurrendered Withholding Tax

During the financial year 2013/2014, various projects such as construction of building, roads and other works were implemented by the County Government of Mandera. Part payments were made to the contractors for the works done as at 30 June 2014. However, a total of Kshs.18,697,884.93 was not deducted from the merchants in form of Withholding Tax as the contractors were paid the full amounts. The tax was not deducted from the contractors at every payment and therefore, the Government has lost fund through uncollected revenue.

Consequently, the National Government has lost the withholding tax of Kshs.18,697,884.93 as at 30 June 2014.

12. Payment of Committee Sitting Allowance

Audit scrutiny of the payment vouchers and other supporting documents at the Mandera County Assembly revealed that an amount of Kshs.608,400 was paid to MCAs inform of sitting allowances. The MCAs who are members of various committees were performing official duties in the Sub-Counties. It was however, noted that the Members were paid subsistence allowances amounting to Kshs.1,744,000 during the same period. The members of County Assembly were paid sitting allowances while at the same time they were paid subsistence allowances for official duties outside their working stations.

13. Irregular Payment of Salary and Overtime Allowances

A review of the IPPD Payroll data revealed that the payroll manager was irregularly paid Kshs.588,608 and Kshs.967,028 as overtime allowances and salary increment respectively during the year. Out of the Kshs.588,608 paid as overtime allowances, Kshs.403,808 relate to the financial Year 2013/2014 and Kshs.184,800 relates to 2014/2015. No explanation was given why the officer was paid the allowances when he was performing his official duties. Further, the payment was not authorized by the AIE holder hence was irregular.

Similarly, the payment of salary over and above his salary entitlement amounting to Kshs.967,028 was as a result of an alleged promotion to the officer to the post of Deputy Director Human Resource Management and Development – Job Group Q back dated to January, 2014. Out of the Kshs.967,028 paid, Kshs.556,188 relate to the salary overpayment for the months of January, 2014 to June, 2014 while Kshs.410,840 relates to 2014/2015. The officer has however not been promoted as alleged.

In the circumstances, the payments of Ksh.403,808 and Kshs.556,188 in respect of overtime allowances and salary increment respectively remains irregular and recoverable.

14. Unaccounted for fuel

Records held at various departments in the County Government of Mandera indicates that during the financial year under review, fuel worth Kshs.6,869,800.50 was purchased from various filling stations within the County. However, the fuel was not accounted for through the use of bulky fuel registers, detail orders, delivery notes and work tickets contrary to Section 18.1 of the Government Financial Regulations and procedures Store accounting requires that stock ledgers be used in which properly authorized vouchers showing quantities received, quantities issued and current stock balances are posted.

Under the circumstances, it has not been possible to confirm that fuel worth Kshs.6,869,800.50 had been received and used for the intended purposes and properly accounted for as at 30 June 2014.

15. Unaccounted for Motor Vehicle Repairs

Examination of motor vehicle records of the County Government of Mandera showed that Kshs.7,419,184 was paid to various garages for the repair of motor vehicles during the year ended 30 June 2014. However, no documentary evidence was produced to confirm that the repairs were carried out in the garages. Further, no certificates of inspection were issued by the mechanical department (Public Works) indicating the nature of repairs and estimated costs nor were there entries made in the vehicles log books on repairs carried out.

16. PAYE Deductions

During the period under review, an amount of Kshs.12,934,678 was debited in the bank account of County Government of Mandera. The tax deductions according to the records made available was in respect of outstanding PAYE relating to the former Local Authorities for the years 2010, 2011 and 2012.

However, no documentary evidence to show that the former Town Council and County Council had tax arrears. The tax liabilities were also not included in the handing over and taking over report of the former defunct Local Authorities during the Transition Period.

In view of the foregoing, it has not been possible to establish the authenticity and accuracy of the money deducted by the Central Bank of Kenya on behalf of the Kenya Revenue Authority as at 30 June 2014.

17. Unsupported Casual Wages

The County Government paid compensation of employees of Kshs.887,746,554 as at 30 June 2014 including payment to temporary employees of Kshs.139,353,226.43. However, examination of payment vouchers relating to casual workers engaged during the period under review revealed that payments of Ksh.11,103,215 was made without following the laid down procedures. The payment vouchers were not supported with FO.79. No muster rolls were maintained for the casuals to confirm the number of days they worked. Further, the location where the casuals worked and how they were engaged was not stated.

In view of the circumstances, it has not been possible to confirm the propriety of the expenditure of Kshs.11,103,215.00 as at June 2014.

18. Doubtful /Unsupported Expenditure

Examination of payment vouchers and the supporting documents revealed that an amount of Ksh.6,114,824.00 was incurred on various items. The payment vouchers had no departmental numbers and were not posted to the cash book, they were not examined, vote book certificate not signed and in some cases the payment vouchers lacked proper narrations. It was further observed that the payment vouchers were not supported with relevant supporting documents such as cash sales, LPOs, invoices and payment schedules.

Under the circumstances, it has not been possible to ascertain what was paid for and whether the County Government got value for money in the transactions.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide

a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.

Other Matter

Direct Procurement of Works

Examination of payment vouchers and supporting documents revealed an expenditure of Kshs.21,391,350 was paid for renovation of buildings during the financial 2013/2014. However, the works were mainly procured without request for quotations and where quotations were raised, they lacked reference numbers, date and signature of the officers who opened, in some cases, LSOs and other tender documents were prepared after the services were rendered and some of the payments were not supported with bills of quantities, hence it was not possible to ascertain the nature of renovation carried out.

Under the circumstances, the propriety of the expenditure amounting to Kshs.21,391,350 could not be ascertained as at 30 June 2014. My opinion is not qualified with respect to the above matter.

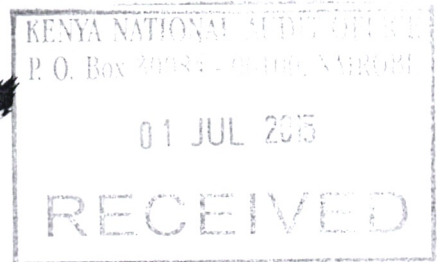


Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

18 May 2015

REPUBLIC OF KENYA



MANDERA COUNTY GOVERNMENT

REPORTS AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

JUNE 30, 2014

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

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

(e) Mandera County Government Headquarters

P.O. Box 13-70300
COUNTY GOVERNMENT HEADQUARTER
MALKA PUNDA ROAD
MANDERA

(f) Mandera County Government Contacts

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(g) Mandera County Government Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
MANDERA BRANCH
3. EQUITY BANK
MANDERA BRANCH
...

(h) Independent Auditors

Auditor General
Kenya National Audit Office
Anniversary Towers, University Way
P.O. Box 30084
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(i) Principal Legal Adviser

The Attorney General
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MANDERA COUNTY GOVERNMENT
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II. FORWARD

2013/2014 was the first full financial year under the devolved governance structure after the County government came into office in March 2013. In this first financial year, the County government started with a budget of Kshs 6,987,632,929. The county initially had a balanced budget funded by Kshs 6,550,232,929 being equitable share of the revenue allocated by Commission on Revenue Allocation (CRA) and Kshs 437,400,000 being revenue raised in the county. However, by the end of third quarter, it became a reality that it was not possible to collect this amount at local level. Accordingly, the supplementary budget was introduced and local revenue target was lowered to Kshs 150m. By the end of the financial year, we had only collected about Kshs 110m. Similarly some expenditure lines were slashed by the same amount in order for the budget to remain balanced. 43% of the budget was allocated to Recurrent Expenditure while 57% on Development Expenditure.

Budget implementation started at a slow pace in the early months of the financial year as the organizational and service delivery structure was not fully operational. Initial transition issues caused delay at the national level in the timely disbursements of funds to the counties.

At County level too lack of capacity in some vital departments such as procurement and Human Resource delayed the process of the budget implementation. Accordingly our absorption rate for the full year stood about 52%. It is however noted that the entire budget was fully committed and only fund for the big projects such as Road infrastructure, Construction of the County Headquarter, County Assembly, Rest House, Moi stadium etc were not spent by the end of the financial year

During this first Financial Year under the devolved governance structure, development has been felt across all sectors particularly social sector and infrastructure improvement. For example

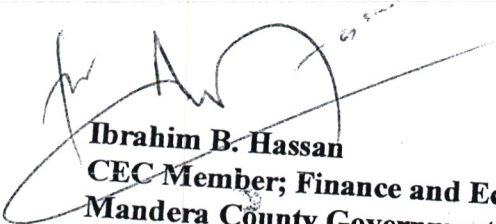
In the department of **Health Services**, Kshs 800 million was allocated in the year ended 30th June 2014. The bulk of this money is expected to operationalize all the health facilities in the county. More 300 medical personnel have been successfully recruited and deployed to all health facilities in the county and their presence are being felt in a positive way. The county has signed a MOU with KEMSA and drugs and medicine supplies have improved in a significant way. There is marked improvement in supply of medical equipment and non pharmaceuticals. Rehabilitation of Mandera

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County Referral Hospital, Construction of Radiology department at Takaba Sub-county hospital, construction of dispensaries at Falana, Lagsure and Takaba South has been completed. County has outsourced 7 (seven) Ambulances from Kenya Red-cross. All these are have improved all the key health sector indicators that are currently the worst in the country

Similar progresses have been made in the department of Agriculture, Water, Livestock, Roads and Education and Social services

These successes however, are not without challenges. These include the ongoing clan conflicts in some part of the county, frequent terrorist attacks, Tedious procurement processes, Corruption, insufficient resources, poor energy supply, poor infrastructure, difficulties in retaining high caliber staff in some of the key sectors like health and works etc. Despite all these challenges, the county government will continue to build on the progresses that have already been made in the year under review in our effort to enhance service delivery and reverse the negative impact of marginalization over the last fifty years in our county.


Ibrahim B. Hassan
CEC Member; Finance and Economic Planning
Mandera County Government

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

III. STATEMENT OF MANDERA COUNTY GOVERNMENT MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a county government Mander County Government shall prepare financial statements in respect of that Mander County Government. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

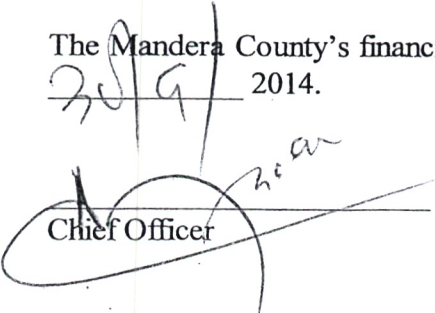
The Accounting Officer in charge of the Mander County Government is responsible for the preparation and presentation of the County Government's financial statements, which give a true and fair view of the state of affairs of the county for and as at the end of the financial year (period) ended on June 30, 2014. 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 Mander County Government; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the County Government; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

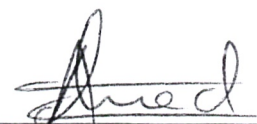
The Accounting Officer in charge of the Mander County Government accepts responsibility for the County's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the County's financial statements give a true and fair view of the state of County's transactions during the financial year ended June 30, 2014, and of the County's financial position as at that date. The Accounting Officer charge of the Mander County Government further confirms the completeness of the accounting records maintained for the County, which have been relied upon in the preparation of the County's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the Mander County Government confirms that the County has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the Mander County Government's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the County'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 Mander County's financial statements were approved and signed by the Accounting Officer on 30/6/2014 2014.


Chief Officer


Head of Treasury Accounts

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

IV. REPORT OF THE INDEPENDENT AUDITORS ON THE MANDERA COUNTY GOVERNMENT

We have audited the accompanying (consolidated) financial statements of Mandera County Government for the year ended June 30, 2014, which comprise: (i) a statement of receipts and payments; (ii) a statement of financial assets and liabilities; (iii) a statement of comparative budget and actual amounts; (iv) a statement of pending bills as at June 30, 2014; and (v) a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

The County's Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards, and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the *Mandera County Government's* preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Mandera County Government's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Mandera County Government as at June 30, 2014, and its receipts and payments, as well as cash flows for the year then ended in accordance with International Public Sector Accounting Standards.

Auditor General

Date

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

V. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2013-2014	2012-2013
		Kshs	Kshs
RECEIPTS			
Tax Revenues	1	32,195,544	-
Transfers from National Treasury	2	3,416,639,959	337,276,386
Transfers from Other government agencies	2		52,563,522
Other Revenues	3	88,601,981	-
TOTAL REVENUES		3,537,437,484	389,839,908
PAYMENTS			
Compensation of Employees	4	887,746,554	89,345,700
Use of goods and services	5	1,192,087,007	76,920,107
Other grants and transfers	6	-	15,342,132
Acquisition of Assets	7	1,368,559,881	91,834,450
Other Payments	8	15,895,348	17,056,934
TOTAL PAYMENTS		3,464,288,790	290,499,323
SURPLUS/DEFICIT		73,148,695	99,340,585

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mandera County Government financial statements were approved on 30/9/2014 and signed by:

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

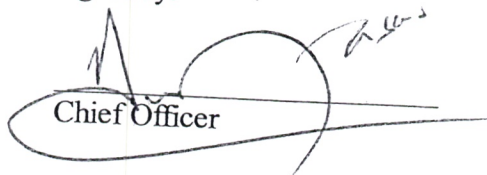
Chief Officer

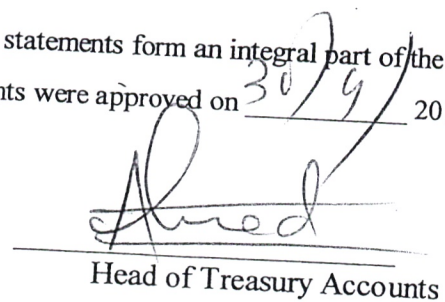
Head of Treasury Accounts

VI. STATEMENT OF ASSETS

	Note	2013-2014	2012-2013
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	9A	172,489,279	99,340,585
Cash Balances	9B	-	-
Cash Equivalents	9C	-	-
Outstanding Imprests	9D	-	-
TOTAL FINANCIAL ASSETS		172,489,279	99,340,585
REPRESENTED BY			
Fund balance b/fwd	10	99,340,585	-
Surplus/Deficit for the year		73,148,694	99,340,585
Prior year adjustments	11		-
NET FINANCIAL POSITION		172,489,280	99,340,585

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mandera County Government financial statements were approved on 30/9 2014 and signed by:


 Chief Officer


 Head of Treasury Accounts

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

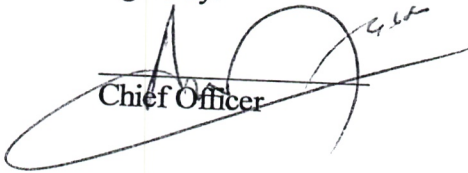
VII. STATEMENT OF CASHFLOW

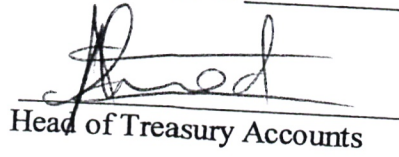
	Note	2013 - 2014	2012 - 2013
		Kshs	Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Tax Revenues	1	32,192,544	-
Transfers from National Treasury	2	3,416,639,959	337,276,386
Transfers from Other government agencies	2	-	52,563,522
Other Revenues	3	88,601,981	-
Payments for operating expenses			
Compensation of Employees	4	887,746,554	89,345,700
Use of goods and services	5	1,192,087,007	76,920,107
Other grants and transfers	6	-	15,342,132
Other Expenses	8	15,895,348	17,056,934
Adjusted for:			
Adjustments during the year	11	-	-
Net cash flow from operating activities		1,441,708,575	191,175,035
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	7	1,368,559,881	91,834,450
Net cash flows from Investing Activities		1,368,559,881	91,834,450
CASHFLOW FROM BORROWING ACTIVITIES			
Net cash flow from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		73,148,694	99,340,585

MANDERA COUNTY GOVERNMENT
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For the year ended June 30, 2014 (Kshs'000)

Cash and cash equivalent at BEGINNING of the year	10	99,340,585	-
Cash and cash equivalent at END of the year	9A	172,489,279	99,340,585

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mandera County Government financial statements were approved on _____ 2014 and signed by:


 Chief Officer

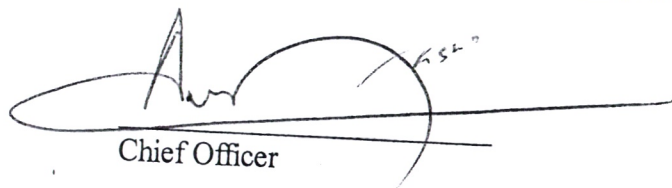

 Head of Treasury Accounts

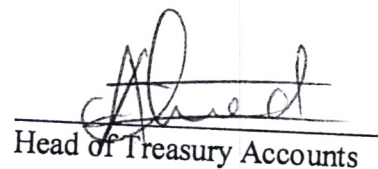
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

VIII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Code	Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
		a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS							
11	Tax Receipts	58,000,000	-	58,000,000	32,195,544	25,804,456	56%
9910301	Exchequer releases	6,550,232,929	-	6,550,232,929	3,416,639,959	3,133,592,970	52%
14	Other Receipts	379,400,000	-	379,400,000	88,601,981	290,798,019	23%
PAYMENTS							
21	Compensation of Employees	989,436,230	-	989,436,230	788,405,969	201,030,261	80%
22	Use of goods and services	1,739,275,293	-	1,739,275,293	1,134,164,582	605,110,711	65%
261/2/4	Other grants and transfers	442,658,500	-	442,658,500	157,263,010	285,395,490	36%
30&40	Acquisition of Assets	3,421,974,568	-	3,421,974,568	1,514,857,273	1,907,117,295	44%
28	Other Payments	394,288,338	-	394,288,338	15,895,348	378,392,990	4%
Grand Total		13,975,265,858.00	-	13,975,265,858.00	7,148,023,666.30	6,827,242,191.70	51%

The County Government financial statements were approved on _____ 2014 and signed by:

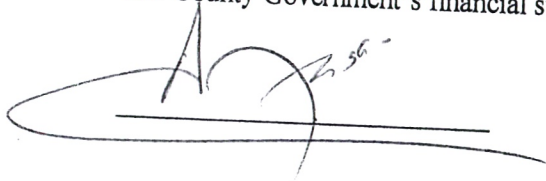
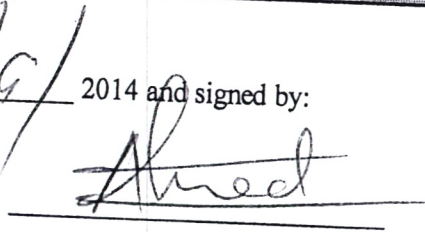

 Chief Officer


 Head of Treasury Accounts

IX. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

Code	Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
		a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS							
11	Tax Receipts	58,000,000		58,000,000	32,195,544	25,804,456	56%
9910301	Exchequer releases	2,571,669,023		2,571,669,023	2,431,450,430	140,218,593	95%
14	Other Receipts	379,400,000		379,400,000	88,601,981	290,798,019	23%
PAYMENTS							
21	Compensation of Employees	989,436,230		989,436,230	788,405,969	201030260.8	80%
22	Use of goods and services	840,630,100		840,630,100	1,134,164,582	-293534481.8	135%
261/2/4	Other grants and transfers	100,534,600		100,534,600	157,263,010	-56728410.18	156%
30&40	Acquisition of Assets	560,785,440		560,785,440	573,363,970	-12578529.8	102%
28	Other Payments	0		0			
Grand Total		5,500,455,393.00		5,500,455,393.00	5,221,340,834.30	-279,114,558.70	95%

The County Government's financial statements were approved on 30/9/ 2014 and signed by:



GOVERNMENT

Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)


Chief Officer

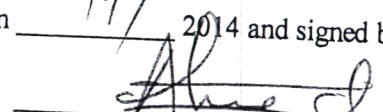
Head of Treasury Accounts

X. SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Code	Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
		a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS							
11	Tax Receipts			-	-	-	0
9910301	Exchequer releases	3,978,563,906		3,978,563,906	985,189,529	2,993,374,377	25%
14	Other Receipts			-	-	-	
PAYMENTS							
21	Compensation of Employees			-	-	-	0%
22	Use of goods and services	687,499,543		687,499,543	-	687,499,543	0%
261/2/4	Other grants and transfers	342,123,900		342,123,900		342,123,900	0%
30&40	Acquisition of Assets	2,423,789,128		2,423,789,128	941,493,303	1,482,295,825	39%
28	Other Payments	394,288,338		394,288,338		394,288,338	0%
Grand Total		7,826,264,815.00		7,826,264,815.00	1,926,682,832.00	5,899,581,983.00	25%

The County Government's financial statements were approved on 31/9/ 2014 and signed by:


 Chief Officer


 Head of Treasury Accounts

**Mandera County Government
 Reports and Financial Statements
 For the year ended June 30, 2014 (Kshs'000)**

XI. SUMMARY STATEMENT OF PROVISIONINGS

- Details of General Accounts On Vote

	2013 - 2014 Kshs	2012 - 2013 Kshs
GAV Provisioning account balance	3,377,046,747.00	-
Total	3,377,046,747.00	-

- Details of Exchequer Account

	2013 - 2014 Kshs	2012 - 2013 Kshs
Exchequer Provisioning account balance	3,133,592,970.00	-
Total	3,133,592,970.00	-

XII. SIGNIFICANT ACCOUNTING POLICIES

The principle 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 and in comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the County and all values are rounded to the nearest thousand (Kshs'000). The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the Mandera County Government.

2. Recognition of revenue and expenses

The County Government recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the County. In addition, the County Government recognises all expenses when the event occurs and the related cash has actually been paid out by the County Government

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. 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 recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the County Government at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

6. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The County Government's budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the Government's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

7. Comparative figures

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

8. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2014.

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

XIII. NOTES TO THE FINANCIAL STATEMENTS

1 TAX REVENUES

	2013 - 2014 Kshs	2012 - 2013 Kshs
Taxes on Income, Profits and Capital Gains	-	-
Taxes on Property	32,195,544.00	-
Taxes on Goods and Services	-	-
Taxes on International Trade and Transactions	-	-
Other Taxes (not elsewhere classified)	-	-
Total	32,195,544	-

2 EXCHEQUER RELEASES

Description and reference of the transfer	2013 - 2014 Kshs	2012 - 2013 Kshs
1st quarter transfer	1,018,619,826.00	134,910,560
2nd quarter transfer	858,465,016.00	101,182,920
3rd quarter transfer	967,248,280.00	101,182,906
4th quarter transfer	572,306,837.15	-
Total	3,416,639,959	337,276,386
Transfers from National Government entities	-	-
Allocation through Transition authority	-	52,563,522.00
Total	-	52,563,522.00

3 OTHER REVENUES

2013 - 2014

2012 - 2013

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

	Kshs	Kshs
Interest Received	-	-
Profits and Dividends	-	-
Rents	2,654,880	-
Other Property Income	1,650,700.00	-
Sales of Market Establishments	1,302,000.00	-
Receipts from Administrative Fees and Charges	1,918,700.00	-
Receipts from Administrative Fees and Charges - Collected as AIA	68,887,902.05	-
Receipts from Incidental Sales by Non-Market Establishments	1,779,499.20	-
Receipts from Sales by Non-Market Establishments	-	-
Receipts from Sale of Incidental Goods	-	-
Fines Penalties and Forfeitures	1,750,000.00	-
Receipts from Voluntary transfers other than grants	-	-
Other Receipts Not Classified Elsewhere SALE OF Tenders	8,658,300.00	-
Total	88,601,981	-

4 COMPENSATION OF EMPLOYEES

	2013 - 2014 Kshs	2012 - 2013 Kshs
Basic salaries of permanent employees	312,284,724.76	59,340,119.00
Basic wages of temporary employees	139,353,226.43	11,451,470
Personal allowances paid as part of salary	337,577,192.31	3,991,000
Personal allowances paid as reimbursements	31,036,905.40	550,000
Personal allowances provided in kind	18,299,578.36	-
Pension and other social security contributions	77,490.55	-
Compulsory national social security schemes	33,987,709.50	12,563,111

MANDERA COUNTY GOVERNMENT
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Compulsory national health insurance schemes	3,734,126.50	1,450,000
Social benefit schemes outside government	10,043,924.00	-
Other personnel payments	1,351,676.35	-
Total	887,746,554	89,345,700

[Provide short appropriate explanations as necessary]

5 USE OF GOODS AND SERVICES

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Domestic travel and Substance	40,391,934.00	15,420,754
Foreign travel and subsistence	35,459,000.00	2,265,729
insurance costs	32,978,366.12	32,223,649
Office and general supplies and services	106,184,398.00	5,060,484
Printings, advertising and information supplies & services	124,033,469.00	15,546,986
Routine maintenance-vehicles and other transport equipment	109,910,752.00	4,516,368
Communication, supplies and services	54,174,920.00	1,886,138
Hospitality supplies and services	89,118,841.00	-
Other operating expenses	107,560,583.44	-
Rentals of produced assets	25,088,848.00	-
Routine maintenance-other assets	128,139,645.00	-
Specialized materials and services	94,761,916.00	-
Training expenses	23,406,141.00	-
Relief food Distributions	157,263,010	15,342,132
Utilities, supplies and services	63,615,183.20	-

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

Total	1,192,087,007	92,262,239
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6 OTHER GRANTS AND OTHER PAYMENTS

	2013 - 2014 Kshs	2012 - 2013 Kshs
Scholarships and other educational benefits	-	-
Emergency relief and refugee assistance	-	-
Subsidies to small businesses, cooperatives, and self employed	-	-
Other current transfers, grants	-	-
Other capital grants and transfers	-	-
Total	157,263,010	15,342,132

7 ACQUISITION OF ASSETS

	2013 - 2014 Kshs	2012 - 2013 Kshs
<u>Non Financial Assets</u>		
Acquisition of Lands	2,895,000	-
Acquisition of strategic stock and commodities	5,215,500	-
Construction and Civil Works	200,577,370	-
Construction of Roads	336,153,767	-
Constructions of Buildings	108,920,886	-
Overhaul and Refurbishment of Construction and Civil Works	48,977,985	-
Overhaul of Vehicles and other Transport Equipment	50,000	-
Purchase of Certified Seeds Breeding stocks and Live animals	35,982,770	-

MANDERA COUNTY GOVERNMENT
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Purchase of Household Furniture and Institutional Equipment	14,075,472	-
Purchase of ICT Equipment	9,199,731	-
Purchase of Office Furniture and General Equipment	33,462,751	16,000,888
Purchase of Specialized Plant, Equipment and Machinery	89,924,723	-
Purchase of Vehicles and Other Transport Equipment	203,482,785	59,103,665
Refurbishment of Buildings	51,226,828	-
Rehabilitation of Civil Works	49,223,601	16,729,897
Research, Studies Project preparation, Design & Supervision	179,190,712	-
Total	1,368,559,881	91,834,450

8 OTHER EXPENSES

	2013 - 2014 Kshs	2012 - 2013 Kshs
Budget Reserves	-	-
Civil Contingency Reserves	-	-
Capital Transfers to Non Financial Public Enterprises	-	-
Capital Transfer to Public Financial Institutions and Enterprises	-	-
Capital Transfer to Private Non-Financial Enterprises	-	-
Other expenses	15,895,348	17,056,934
Domestic Accounts	-	-
	15,895,348	17,056,934

9A Bank Accounts

Name of Bank, Account No. & currency	2013 - 2014	2012 - 2013
--------------------------------------	-------------	-------------

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

XX	-	-
Total	-	-

9D Outstanding Imprests

<i>Name of Officer or Institution</i>	<i>Balance</i>	<i>Balance</i>
Total	-	-

10 BALANCES BROUGHT FORWARD

	2013 - 2014 Kshs	2012 - 2013 Kshs
Bank accounts	-	-
Cash in hand	-	-
Cash equivalents (short-term deposits)	99,340,585	-
Imprest	-	-
Total	99,340,585	-

11 PRIOR YEAR ADJUSTMENT

	2013 - 2014 Kshs	2012 - 2013 Kshs
Bank accounts	-	-
Cash in hand	-	-
Cash equivalents (short-term deposits) Transferred to Mandera county Revenue fund FY 2013/2014	-	-

MANDERA COUNTY GOVERNMENT
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For the year ended June 30, 2014 (Kshs'000)

Imprest

-

Total

-

Mandera County Government
Reports and Financial Statements
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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance
				2013	2012
	a	b	c	d=a-c	
Construction of buildings					
Castle Roks construction company	1,740,000.00			1,740,000.00	
Jabana Africa limited	2,475,000.00			2,475,000.00	
Abeera enterprises	3,194,000.00			3,194,000.00	
Abeera enterprises	1,998,650.00			1,998,650.00	
Doveland investment limited	2,998,000.00			2,998,000.00	
RIOS Gate company ltd	408,000.00			408,000.00	
Jabana Africa limited	3,685,275.00			3,685,275.00	
Garsele construction com limited	3,998,000.00			3,998,000.00	
Jazeera construction co limited	3,876,059.00			3,876,059.00	
Sub-Total	24,372,984.00			24,372,984.00	
Construction of civil works					
Jabana Africa limited	2,400,000.00			2,400,000.00	
Green Forest Network	432,094.00			432,094.00	

MANDERA COUNTY GOVERNMENT
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For the year ended June 30, 2014 (Kshs'000)

Abdisalan Birik Aftin	174,500.00			174,500.00	
Femas Logistic and construction co limited	1,440,000.00			1,440,000.00	
Suleim Agency Limited	3,750,000.00			3,750,000.00	
Amas Trading company Limited	2,262,000.00			2,262,000.00	
Tifow and Adams limited	1,799,300.00			1,799,300.00	
Frontier Bookmen	1,918,000.00			1,918,000.00	
Iqran investment Kenya ltd	499,600.00			499,600.00	
Chief officer water	1,095,038.00			1,095,038.00	
AL-hamdu Hardware	1,740,000.00			1,740,000.00	
Sub-Total	17,510,532.00			17,510,532.00	
Supply of goods					
Elwak Youth for peace	1,454,408.00			1,454,408.00	
Elwak Youth for peace	1,507,620.00			1,507,620.00	
Green Adeni Construction limited	2,200,000.00			2,200,000.00	
Nakel Investment limited	2,575,200.00			2,575,200.00	
Bikola system and engineering solution	1,650,000.00			1,650,000.00	

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

Nabi Amana company	1,999,500.00			1,999,500.00	
Sky Consult limited	298,800.00			298,800.00	
Frontier Bookmen	715,000.00			715,000.00	
Southern Printing and Design limited	26,318,800.00			26,318,800.00	
Kenya Power lighting company	26,482.50			26,482.50	
Bashash construction co. Ltd	1,310,000.00			1,310,000.00	
The Horn Consult limited	200,000.00			200,000.00	
Tifow and Adams limited	3,725,000.00			3,725,000.00	
Sadeti logistic and Engineering	1,890,000.00			1,890,000.00	
Amma Construction co. Ltd	3,790,000.00			3,790,000.00	
Nakel Investment limited	1,425,000.00			1,425,000.00	
Ibse General Construction co limited	699,500.00			699,500.00	
Takabir General Trading company	2,199,592.00			2,199,592.00	
Cordoba Restaurant	303,400.00			303,400.00	
Oilken Limited	10,336,400.00			10,336,400.00	
Helleshid Building contractors limited	1,648,000.00			1,648,000.00	

MANDERA COUNTY GOVERNMENT
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For the year ended June 30, 2014 (Kshs'000)

Khalankhalesa Investment limited	3,985,295.00			3,985,295.00	
Idow trading company limited	2,160,000.00			2,160,000.00	
Chief officer water	56,400.00			56,400.00	
Chief officer water	40,000.00			40,000.00	
Ugas General limited	451,500.00			451,500.00	
Adroit Construction and Engineering limited	3,998,000.00			3,998,000.00	
Urgo women company limited	2,495,000.00			2,495,000.00	
Yatho company limited	1,495,000.00			1,495,000.00	
Akida builder and general construction limited	1,100,000.00			1,100,000.00	
Sub-Total	82,053,897.50	-	-	82,053,897.50	-
Supply of services					
N.H.I.F	5,760.00			5,760.00	
Zeytal company limited	1,900,000.00			1,900,000.00	
Multilevel consultants (k) limited	1,997,000.00			1,997,000.00	
Femas Logistic and construction co limited	1,498,500.00			1,498,500.00	
Northlink General Suppliers	173,700.00			173,700.00	

MANDERA COUNTY GOVERNMENT
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

Galana Building Contractors limited	5,470,877.00			5,470,877.00	
Kenya Red cross	9,840,000.00			9,840,000.00	
Road master building and construction co. Limited	466,648.00			466,648.00	
Gamoji Investment ltd	757,132.00			757,132.00	
Kisasa Construction general supplies	5,427,188.00			5,427,188.00	
Taqawa Supplies and construction company	1,600,000.00			1,600,000.00	
Equipment and parts matts	154,500.00			154,500.00	
Barrows Construction company	14,950,647.20			14,950,647.20	
Gurumesa store	344,200.00			344,200.00	
Qolob suppliers limited	3,998,000.00			3,998,000.00	
Anisa Agencies kenya ltd	1,655,824.40			1,655,824.40	
Koromey Hills Construction co ltd	3,610,000.00			3,610,000.00	
Tawakal Motors Garage	402,100.00			402,100.00	
Namis Auto Service limited	949,000.00			949,000.00	
Kawsar Motors	53,000.00			53,000.00	
Marrile Service Station	700,000.00			700,000.00	

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Gurumesa Construction co. Ltd	1,687,559.00			1,687,559.00	
Better solution limited	1,395,800.00			1,395,800.00	
Tawakal Motors Garage	206,250.00			206,250.00	
Sub-Total	59,243,685.60	-	-	59,243,685.60	-
GRAND TOTAL	183,181,099.10	-	-	183,181,099.10	-

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For the year ended June 30, 2014 (Kshs'000)

ANNEX 2 - SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2013/14	Historical Cost (Kshs) 2012/13
Land		
Buildings and structures	37,691,025	
Transport equipment	239,608,310	
Office equipment, furniture and fittings	99,538,609	
ICT Equipment, Software and Other ICT Assets	87,345,900	
Other Machinery and Equipment	123,327,969	
Heritage and cultural assets	-	
Intangible assets	-	
Total	710,839,782	

