

REPUBLIC OF KENYA



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KENYA NATIONAL AUDIT OFFICE

REPORT

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OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
KITUI COUNTY GOVERNMENT**

**FOR THE SIXTEEN MONTHS
ENDED 30 JUNE 2014**



REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON KITUI COUNTY GOVERNMENT FOR THE SIXTEEN MONTHS ENDED 30 JUNE 2014

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Kitui County Government set out on pages 8 to 23, which comprise the statement of financial assets for the sixteen months ending 30 June 2014, and the statement of receipts and payments, statement of cash flows, summary statement of appropriation for the period 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 8 of the Public Audit Act, 2003. 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.

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 4 of the Public Audit Act, 2003.

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 9 (2) of the Public Audit Act, 2003 and submit the report in accordance 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 Government'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.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my adverse opinion.

Basis for Adverse Opinion

1. Accuracy and Completeness of the Financial Statements

(i) Separate Financial Statements

The County Government of Kitui did not prepare and submit for audit separate annual financial statements in respect of County Executive and County Assembly as required by section 163. (1) of the Public Finance Management Act 2012. Although, the County Treasury prepared combined financial statements for the County Government, no separate financial statements were prepared for the County Executive and County Assembly. It was therefore, not clear how the balances reflected in the combined financial statements were obtained.

In the circumstances, the county treasury of Kitui did not comply with the provisions of the Public Finance Management Act, 2012.

(ii) Unsupported Expenditure

The financial statements cover a period of sixteen (16) months ending 30 June 2014. However, the figures for the first four months ended 30 June 2013 were not supported by expenditure schedules and as such could not be confirmed.

(iii) Understated Revenue

The statement of receipts and payments reflects Kshs.5,103,096,075 as revenue for the 12 months ended 30 June 2014.

However, the total revenue for the period is Kshs.5,103,696,075 resulting to an understatement of Kshs.600,000. The understatement of Kshs.600,000 has not been explained.

(iv) Use of Goods and Services

The statement of receipt and payments reflect an expenditure of Kshs.831,990,052 for the use of goods and services as at 30 June 2014. However, the expenditure

was not supported with any expenditure schedules. No ledgers were availed for audit verification.

In the circumstances, the propriety of the expenditure amounting to Kshs.831,990,052 for use of Goods and services for the sixteen months ended 30 June 2014 could not be confirmed.

(v) Compensation of Employees

Included in the compensation of employee balance of Kshs.1,924,708,699 is unsupported expenditure of Kshs.1,166,801 in relation to pension and other social security contributions. In the absence of the supporting ledgers and expenditure schedules, the accuracy and authenticity of the expenditure of Kshs.1,166,801 could not be confirmed as at 30 June 2014.

In the circumstance, the accuracy and completeness of the financial statements for the year ended 30 June 2014 could not be confirmed.

2. Acquisition of Assets

Included in the acquisition of assets balance of Kshs.783,751,899 as at 30 June 2014 in the statement of receipts and payments is an amount of Kshs.140,089,772 in relation to construction and civil works, purchase of office furniture and general equipment, purchase of ICT equipment, research, studies, project preparation, design and supervision and rehabilitation of civil works whose expenditure could not be confirmed for lack of supporting schedules.

Further, assets acquired altogether amounting to Kshs.7,283,500 were erroneously classified under use of goods and services. In addition, the County Government had not taken over the assets and liabilities of the defunct local authorities in its area of jurisdiction from the Transition Authority.

Consequently, the reported assets acquisition balance of Kshs.783,751,899 as at 30 June 2014 could not be confirmed.

3. Other Grants and Payments

Included in the grants and other payments balance of Kshs.186,561,001 as at 30 June 2014 is an amount of Kshs.2,461,000 being transfers to Pro-poor programme not supported by expenditure schedules.

Consequently, the expenditure of Kshs.2,461,00 could not be confirmed as a lawful charge to public funds as at 30 June 2014.

4. Cash and Cash Equivalents

The statement of financial position reflects cash and cash equivalents balance of Kshs.1,743,765,123 as at 30 June 2014. However, during the period under review, the County Government of Kitui continued to collect revenue and banking it in the

accounts of the defunct local authorities contrary to the National Treasury guidelines. Further, a total of Kshs.7,158,322 was collected and banked in the defunct local authorities' bank accounts of which Kshs.5,762,456 was withdrawn without proper county authorization and spent on undisclosed activities. In addition, there was an under banking of revenue amounting to Kshs.12,191,016 between May 2013 and April 2014. As at the time of the audit, an amount of Kshs.21,697,669 held in the LATF account of the defunct County Council of Kitui had not been transferred to the County Government Revenue Account. This is an indication of lack of proper controls as regards the management of cash collections.

In view of the foregoing, the cash and cash equivalents balance of Kshs.1,743,765,123 as at 30 June 2014 could not be confirmed as fairly stated.

5. Overpaid Salaries and Advances

The County Government over paid salary amounting to Kshs.734,297 to seven (7) officers contrary to the remunerations set by the Salaries and Remunerations Commission (SRC). Further, fifty six (56) members of the county Assembly were given salary advance amounting to Kshs.2,520,000 recoverable as from February 2014. However, no recoveries had been made from both the overpaid salaries and advances as at June 2014.

6. Irregular Procurement of Motor Vehicles

The Kitui County Government procured three (3) motor vehicles at a cost of Kshs.27,840,000 from a supplier who was not in the list of pre-qualified suppliers for negotiated running contracts of the Government. The County used direct procurement method instead of open tender system.

In the circumstance, it was not possible to ascertain the propriety of the amount of Kshs.27,840,000 spent on the procurement of motor vehicles.

Adverse Opinion

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly the financial position of Kitui County Government for the sixteen months ending 30 June 2014 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards, the Public Finance Management Act, 2012 and does not comply with the County Government Act, 2012.

Emphasis of Matter

I draw your attention to the following financial improprieties noted during sixteen months ending 30 June 2014.

(i) Irregular Staff Recruitment

The County Government of Kitui recruited three senior officers without following proper recruitment procedures. The said officers did not apply for the posts; they were not shortlisted, or interviewed as required. They included the Chief Officer for Trade, Industry and Cooperative, Deputy Director for Trade, Industry and Cooperatives and Deputy Chief Officer Finance.

The recruitment process should be fair and on merit so that equal opportunity is given to all Kenyans interested in the position and for the County Government to access competent staff compliment.

(ii) Internal Audit Committee

During the period under review, the County Government of Kitui had not established the internal audit committee as required under the Public Finance Management Act, 2012. The internal audit department had only two (2) staff who are considered inadequate in relation to the volume of work and risk levels.

My opinion is not qualified in respect of these matters.



**Edward R. O. Ouko CBS,
AUDITOR-GENERAL**

Nairobi

10 July 2015

KENYA NATIONAL BUREAU OF STANDARDS
EMBO 1003
05 JUN 2015
719
Tel: 068 - 30261
P. O. BOX 113, Embu



COUNTY GOVERNMENT OF KITUI

REPORTS AND FINANCIAL STATEMENTS

FOR THE SIXTEEN MONTHS PERIOD ENDED

JUNE 30, 2014

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

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I. KEY COUNTY INFORMATION AND MANAGEMENT

(a) Background information

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

(b) Key Management

The County Government of Kitui day-to-day management is under the following key organs:

- Dr. Julius M. Malombe -Governor;
- Penina Malonza -Deputy Governor;
- Simon N. Mundu -CEC Member Finance and Economic Planning
- Charles Muthui Kang'e -CEC Member Agriculture, Water and Irrigation
- Peninah Martha Kilonzi - CEC Member Basic Education, Training and Skills
- Paul Christopher Kimali Kioko – CEC Lands, Infrastructure and Urban Development
- Ruth Koki Mwanzia - CEC Member Health and Sanitation
- James Mwinzi Jonah – CEC Member Trade, Industry, ICT and Cooperatives
- Jane Kanyiva Musembi- CEC Member Culture, Youth, Sports and Social Services
- George Mutuku Mulatya- CEC Member Environment, Energy and Minerals Investment Development
- Peter Gitonga Nkunda – CEC Member Natural Resources and Tourism
- Rev. Daniel Safari Kilonzo- CEC Member Administration and Coordination of County Affairs



(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2014 and who had direct fiduciary responsibility were:

Title	Name	Qualification	Area of Specialisation	Years of Experience
Chief Officer Finance & Economic Planning	Grace Muimi Kavinya	Masters Degree, Bachelor of Arts Economics	Economic Planning	Over 15years
Chief Finance Officer	June Mawia Munyao	MBA Strategic Management B.Com ,CPA(K)	Finance	15years
Deputy Chief Finance Officer	Enock Nguthu	B.Com ,CPA(K)	Finance	15years
Interim Principal Finance Officer	Fidhelis Mwaniki	Bachelors Degree Arts Economics	Economic Planning	Over 15years
Interim Head of County Treasury	Waweru Henry Mburu	B Com ,CPA K	Finance & Accounting	15 Years

(d) Fiduciary Oversight Arrangements

- Kitui County Assembly Public Investment and Accounts Committee
- Kitui County Assembly County Budget and Appropriation

(e) County Headquarters

P.O. Box 33 90200
Tana Athi Building
Kitui, KENYA

(f) County Contacts

Telephone: 044-4422041, 044-4422304
E-mail: info@kituicounty.go.ke
Website: www.kituicounty.go.ke

(g) County Bankers

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

2. Kenya Commercial Bank
Kitui Branch
P. O. Box 683- 90200
Kitui, Kenya

(h) Independent Auditors

Auditor General
Kenya National Audit Office
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

II. FORWARD BY THE CEC MEMBER FINANCE

The Public Finance Management Act 2012 Section 163 requires that at the end of each financial year, the County Treasury shall, for the county government, consolidate the annual financial statements in respect of all the county government entities in formats to be prescribed by the Accounting Standards Board. These should be done in accordance to Article 201 (e) of the Constitution of Kenya 2010.

The financial statement shows all money paid into and paid out of the County Exchequer Account.

The County had an approved budget of Kshs.6.49 billion for the FY 2013/14 comprising of Kshs.3.62 billion (**55.8 per cent**) as recurrent expenditure and Kshs.2.87 billion (**44.2 per cent**) for development expenditure. This budget was to be financed by Kshs.5.3 billion (**81.7 per cent**) from the national equitable share, Kshs.519 million (**8.1 per cent**) from donor funds, Kshs.448 million (**7 per cent**) from local revenue sources and Kshs.206.7 million (**3.2 per cent**) being balance brought forward from FY 2012/13.

During the FY 2013/ 2014, the County received **Kshs.4.83 billion** as the national equitable share, raised **Kshs.257.3 million** from local sources, and had **Kshs.188.92 million** as balance brought forward from FY 2012/13.

The County did not receive **Kshs.519 million** budgeted under the donor funds. Although by the close of the financial year the national equitable share had not been received in full, the balance was received in the first week of July 2014.

Total local revenue raised during the period under review was **57.4 per cent** of the annual local revenue target. This was caused by the delay in the passing the relevant laws which could have enabled the County to collect funds previously being collected by the National government e.g. Liquor License.

The total expenditure for the FY 2013/14 amounted to Kshs.3.53 billion which was **54.4 per cent** of the budget. The County spent Kshs.3.02 billion (**83.5 per cent**) on recurrent activities and Kshs.506.3 million (**17.6 per cent**) on development projects.

The County Government of Kitui will continue to apply prudence financial management and timely reporting.



SIMON N.MUNDU
CEC MEMBER FINANCE & ECONOMIC PLANNING
COUNTY GOVERNMENT OF KITUI

**III. REPORT OF THE INDEPENDENT AUDITORS ON THE COUNTY
GOVERNMENT OF KITUI**

IV. STATEMENT OF COUNTY 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 entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya from time to time.

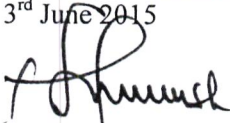
The Accounting Officer in charge of the County Government of Kitui is responsible for the preparation and presentation of the County Government of Kitui financial statements, which give a true and fair view of the state of affairs of the County for and as at the end of the financial year ended on June 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 entity; (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 of Kitui; (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 County Government of Kitui accepts responsibility for the County Government of Kitui 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 Government of Kitui financial statements give a true and fair view of the state of County Government of Kitui transactions during the financial year ended June 30, 2014, and of the County Government of Kitui financial position as at that date. The Accounting Officer in charge of the County Government of Kitui further confirms the completeness of the accounting records maintained for the County, which have been relied upon in the preparation of the County Government of Kitui financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the County Government of Kitui confirms that the county has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Government of Kitui 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 Government of Kitui 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 of Kitui financial statements were approved and signed by the Accounting Officer on 3rd June 2015



Chief Officer – Finance and Economic Planning



Chief Finance Officer

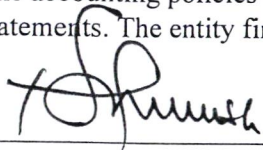


COUNTY GOVERNMENT OF KITUI

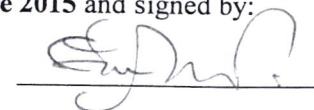
V.STATEMENT OF RECEIPTS AND PAYMENTS

	Note	12 MONTHS 2013-2014 Kshs	4 MONTHS 2012-2013 Kshs	COMBINED Kshs
RECEIPTS				
Transfers from National Treasury	1	4,825,624,355	273,681,740	5,099,306,095
Transfers from Other Government Entities	2	-	61,592,200	61,592,200
Other Revenues	3	278,071,720	31,806,760	309,878,480
TOTAL REVENUES		<u>5,103,096,075</u>	<u>367,080,700</u>	<u>5,470,776,775</u>
PAYMENTS				
Compensation of Employees	4	1,847,451,328	77,257,371	1,924,708,699
Use of goods and services	5	788,410,364	43,579,688	831,990,052
Other grants and transfers	6	186,561,001	-	186,561,001
Acquisition of Assets	7	705,623,981	78,127,918	783,751,899
TOTAL PAYMENTS		<u>3,528,046,674</u>	<u>198,964,977</u>	<u>3,727,011,651</u>
SURPLUS/DEFICIT		<u>1,575,649,401</u>	<u>168,115,723</u>	<u>1,743,765,124</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 3rd June 2015 and signed by:



Chief Officer - Finance and Economic Planning



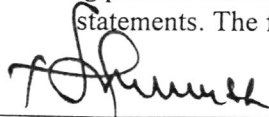
Chief Finance Officer

COUNTY GOVERNMENT OF KITUI

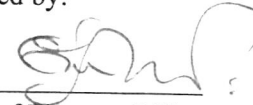
VI.STATEMENT OF FINANCIAL POSITION

		12 MONTHS	4MONTHS	COMBINED
		2013-2014	2012-2013	
		Kshs	Kshs	Kshs
FINANCIAL ASSETS				
Cash and Cash Equivalents				
Bank Balances	8	1,741,268,434	168,115,723	1,741,268,434
Outstanding Imprests	9	2,496,689	-	2,496,689
TOTAL FINANCIAL ASSETS		1,743,765,123	168,115,723	1,743,765,123
REPRESENTED BY				
Fund balance b/fwd	10	168,115,722		
Surplus/Deficit for the year		1,575,649,401	168,115,723	1,743,765,124
NET FINANCIAL POSITION		1,743,765,123	168,115,723	1,743,765,123

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 3rd June 2015 and signed by:



Chief Officer - Finance and Economic Planning

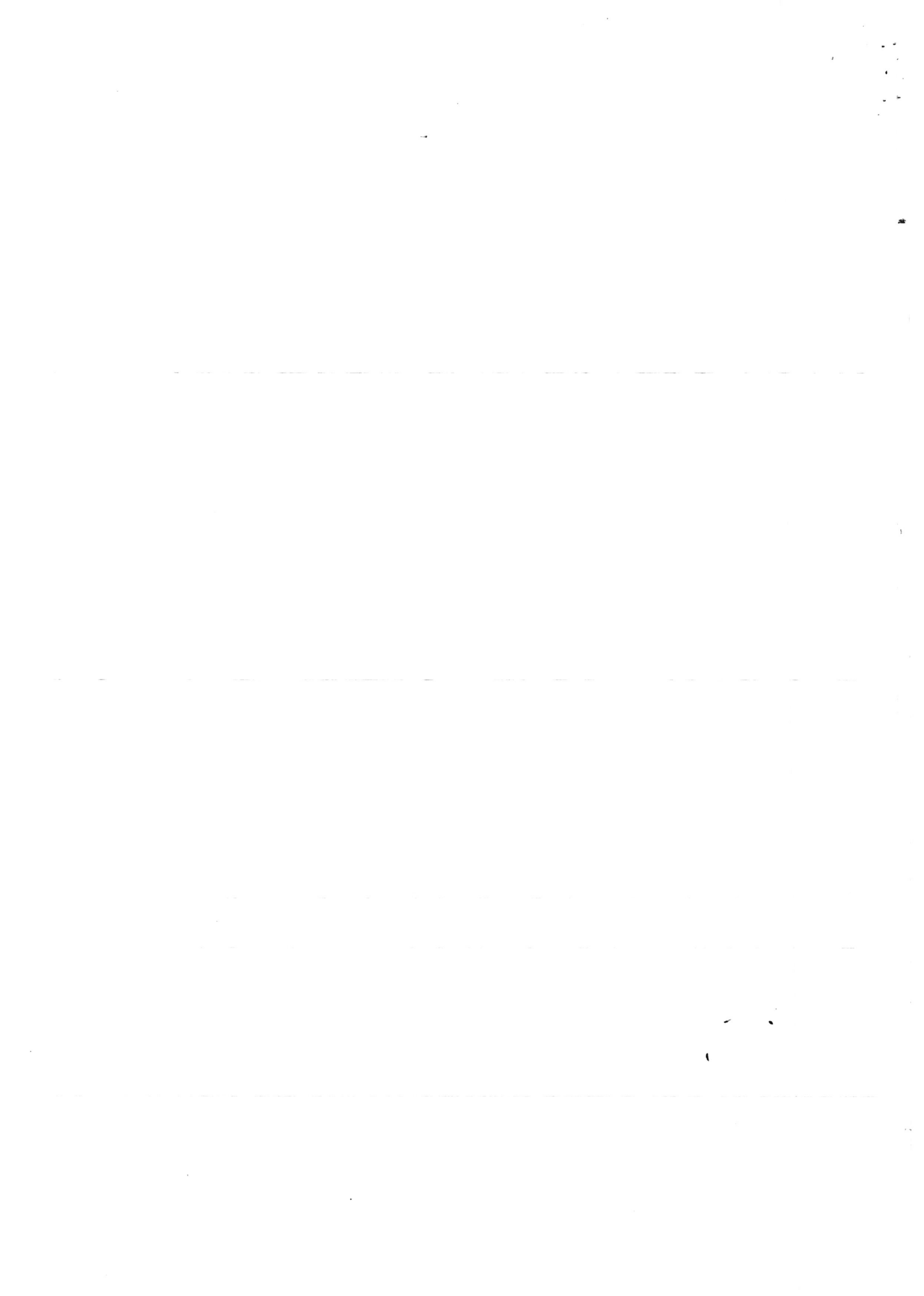


Chief Finance Officer

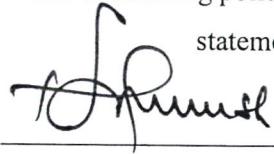
COUNTY GOVERNMENT OF KITUI

VII.STATEMENT OF CASH FLOW

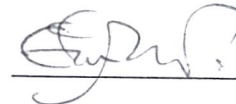
	Note	12 MONTHS 2013 - 2014 Kshs	4 MONTHS 2012 - 2013 Kshs	COMBINED Kshs
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts for operating income				
Transfers from National Treasury	1	4,825,624,355	273,681,740	4,825,624,355
Transfers from Other Government Entities	2	-	61,592,200	-
Other Revenues	3	278,071,720	31,806,760	278,071,720
Payments for operating expenses				
Compensation of Employees	4	(1,847,451,328)	(77,257,371)	(1,847,451,328)
Use of goods and services	5	(788,410,364)	(43,579,688)	(788,410,364)
Other grants and transfers	6	(186,561,001)	-	(186,561,001)
Adjusted for:				
Adjustments during the year				
Net cash flow from operating activities		2,281,273,382	246,243,641	2,281,273,382
CASHFLOW FROM INVESTING ACTIVITIES				
Acquisition of Assets	7	(705,623,981)	(78,127,918)	(705,623,981)
Net cash flows from Investing Activities		(705,623,981)	(78,127,918)	(705,623,981)
NET INCREASE IN CASH AND CASH EQUIVALENT		1,575,649,401	168,115,723	1,575,649,401
Cash and cash equivalent at BEGINNING of the year	10	168,115,722		168,115,722
Cash and cash equivalent at END of the year	8	1,743,765,123	168,115,723	1,743,765,123



The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 3rd June 2015 and signed by:



Chief Officer - Finance and Economic Planning

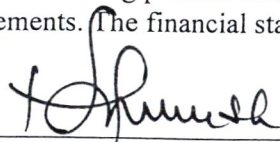


Chief Finance Officer

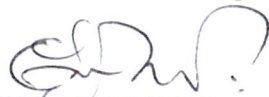
VIII.SUMMARY STATEMENT OF APPROPRIATION: 2013-2014 RECURRENT AND DEVELOPMENT COMBINED

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						
13	Proceeds from Domestic and Foreign Grants	519,000,000	-	519,000,000	-	519,000,000	-
9910301	Exchequer releases	5,315,000,000	309,833	5,315,309,833	4,825,624,355	489,685,478	91
14	Other Receipts	448,000,000	-	448,000,000	257,271,880	190,728,120	57
	Balance brought down from 2012/2013	266,246,241	(59,530,574)	206,715,667	188,915,562	17,800,105	91
	GRAND TOTAL	6,548,246,241	(59,220,741)	6,489,025,500	5,271,811,797	1,217,213,703	81
	PAYMENTS						
21	Compensation of Employees	2,184,866,025	(241,685,638)	1,943,180,387	1,847,451,328	95,729,059	95
22	Use of goods and services	1,086,017,147	(72,605,944)	1,013,411,203	788,410,364	225,000,839	78
261/2/4	Other grants and transfers	943,946,241	77,753,759	1,021,700,000	186,561,001	835,138,999	18
30&40	Acquisition of Assets	2,333,416,828	177,514,749	2,510,931,577	705,623,981	1,805,307,596	28
	GRAND TOTAL	6,548,246,241	(59,023,074)	6,489,223,167	3,528,046,674	2,961,176,493	54

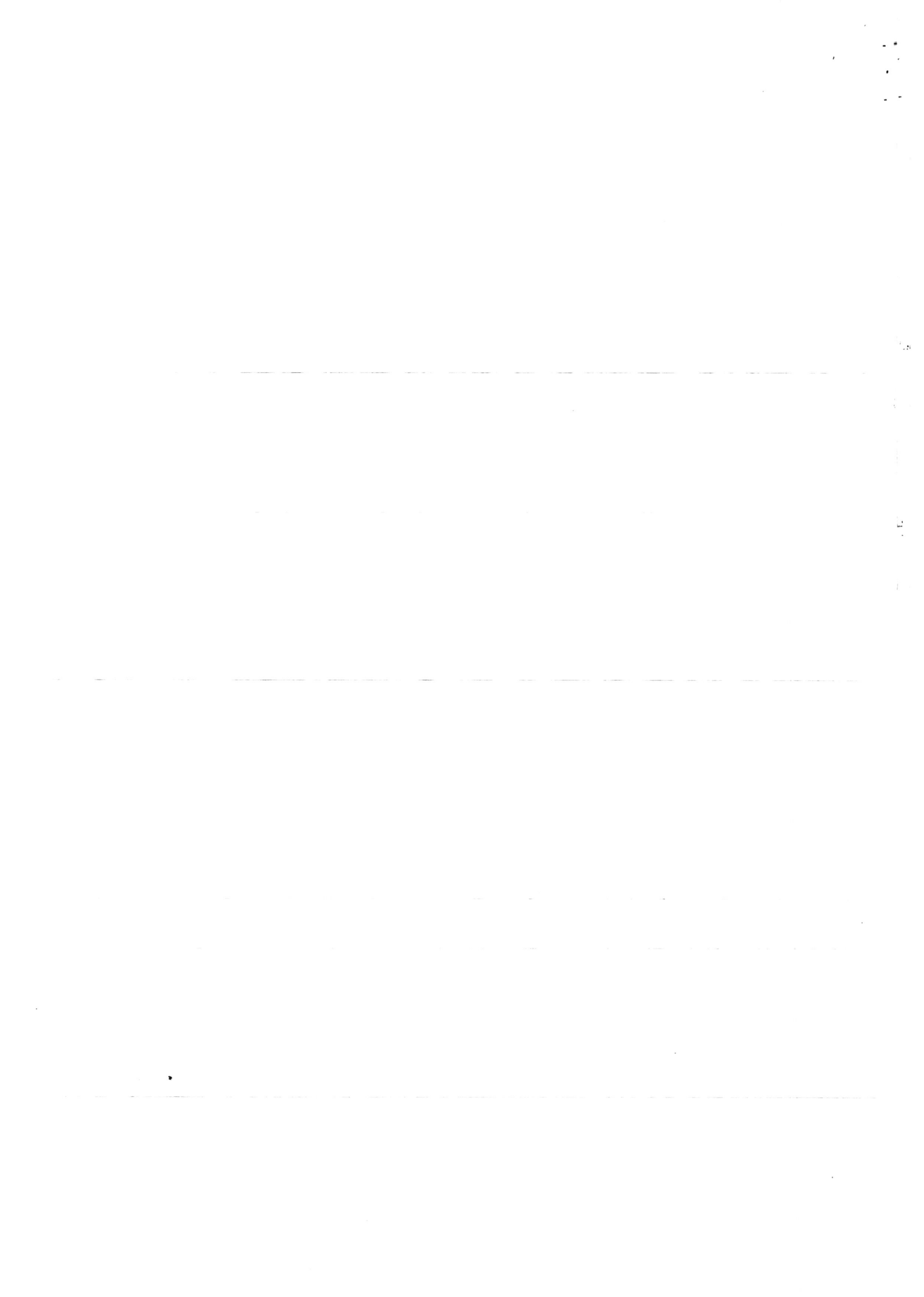
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 3rd June 2015 and signed by:



Chief Officer - Finance and Economic Planning



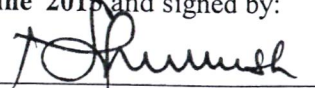
Chief Finance Officer 12

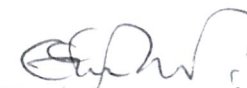


IX .SUMMARY STATEMENT OF APPROPRIATION: 2013-2014 RECURRENT

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						
13	Proceeds from Domestic and Foreign Grants	519,000,000	-	519,000,000		519,000,000	0
991030 1	Exchequer releases	5,315,000,000	309,833	5,315,309,833	4,825,624,355	489,685,478	91
14	Other Receipts	448,000,000	-	448,000,000	257,271,880	190,728,120	57
	Balance brought down from 2012/2013	266,246,241	(59,530,574)	206,715,667	188,915,562	17,800,105	91
	GRAND TOTAL	6,548,246,241	(59,220,741)	6,489,025,500	5,271,811,797	1,217,213,703	81
	PAYMENTS						
21	Compensation of Employees	2,184,866,025	(241,685,638)	1,943,180,387	1,847,451,328	95,729,059	95
22	Use of goods and services	1,074,502,147	(70,605,944)	1,003,896,203	780,081,150	223,815,053	78
261/2/4	Other grants and transfers	62,700,000	145,600,000	208,300,000	116,100,000	92,200,000	56
30&40	Acquisition of Assets	394,037,780	69,048,003	463,085,783	278,132,739	184,953,044	60
	GRAND TOTAL	3,716,105,952	(97,643,579)	3,618,462,373.00	3,021,765,217	596,697,156	84

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 3rd June 2015 and signed by:

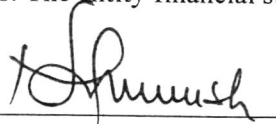

 Chief Officer - Finance and Economic Planning


 Chief Finance Officer

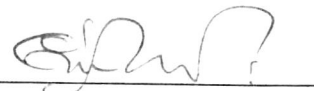
X. SUMMARY STATEMENT OF APPROPRIATION: 2013-2014 DEVELOPMENT

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 %
	PAYMENTS						
21	Compensation of Employees			-			
22	Use of goods and services	11,515,000	(2,000,000)	9,515,000	8,329,214	1,185,786	86
261/2/4	Other grants and transfers	881,246,241	(67,846,241)	813,400,000	70,461,001	742,938,999	9
30&40	Acquisition of Assets	1,939,379,048	108,466,746	2,047,845,794	427,491,242	1,620,354,552	21
	GRAND TOTAL	2,832,140,289	38,620,505	2,870,760,794	506,281,457	2,364,479,337	18

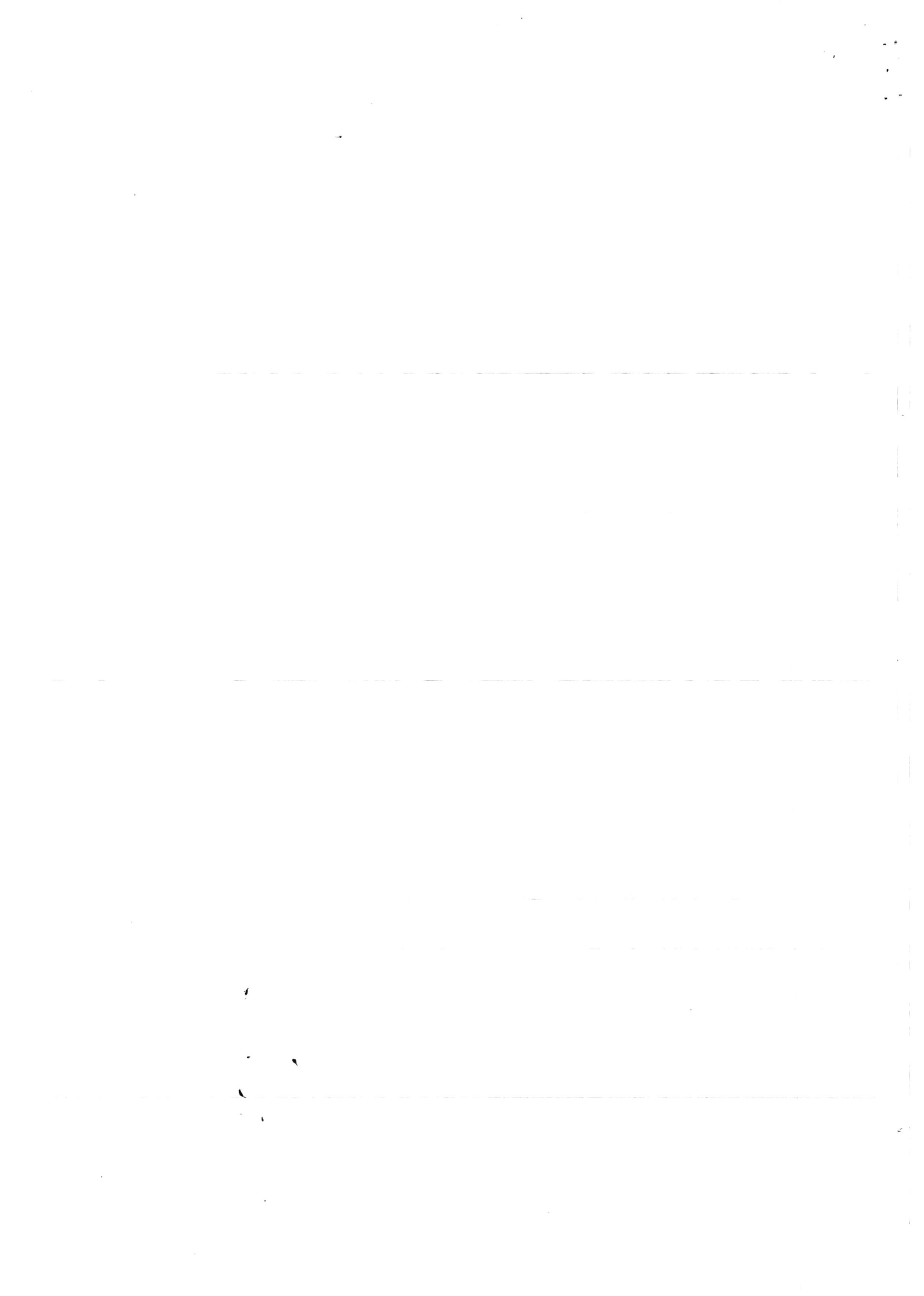
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 3rd June 2015 and signed by:



Chief Officer - Finance and Economic Planning



Chief Finance Officer



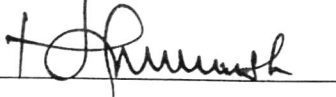
XI. SUMMARY STATEMENT OF PROVISIONINGS

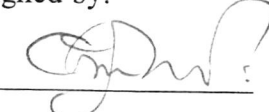
	12 MONTHS	4 MONTHS	COMBINED
	2013 - 2014	2012 - 2013	
	Kshs	Kshs	
GAV Provisioning account balance	2,293,544,616	74,716,763	2,368,261,379
Total	2,293,544,616	74,716,763	2,368,261,379.00

Details of Exchequer Account

	12 MONTHS	4MONTHS	COMBINED
	2013 - 2014	2012 - 2013	
	Kshs	Kshs	
Exchequer Provisioning account balance	489,685,478	-	489,685,478
Total	489,685,478	-	489,685,478

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on **3rd June 2015** and signed by:


 Chief Officer - Finance and Economic Planning


 Chief Finance Officer

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 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 one shilling. The accounting policies adopted have been consistently applied in the year presented.

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

2. Recognition of revenue and expenses

The County recognizes 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 recognizes all expenses when the event occurs and the related cash has actually been paid out by the County Government of Kitui.

3. In-kind contributions

In-kind contributions are donations that are made to the County Government of Kitui 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 Government of Kitui 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 authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

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 of Kitui 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 of Kitui budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the County Government of Kitui 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

These are first financial statements for the county government and there are no comparative figures.

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.

XIII. NOTES TO THE FINANCIAL STATEMENTS

1. EXCHEQUER RELEASES	12 MONTHS 2013 - 2014 Kshs	4 MONTHS 2012 - 2013 Kshs	COMBINED Kshs
1st quarter transfer	903,602,672		903,602,672
2nd quarter transfer	956,755,770		956,755,770
3rd quarter transfer	1,116,215,065		1,116,215,065
4th quarter transfer	1,849,050,848	273,681,740	2,122,732,588
Total	4,825,624,355	273,681,740	5,099,306,095

2. TRANSFERS FROM OTHER GOVERNMENT ENTITIES	12 MONTHS 2013 - 2014 Kshs	4 MONTHS 2012 - 2013 Kshs	COMBINED Kshs
Description			
Transfer from Transition Authority	-	61,592,200	61,592,200
TOTAL		61,592,200	61,592,200

These were funds transferred from defunct Local Authorities LATF A/C

3. OTHER REVENUES	12 MONTHS 2013 - 2014 Kshs	4 MONTHS 2012 - 2013 Kshs	COMBINED Kshs
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Rents	4,860,979	-	4,860,979
Other Property Income	24,876,034	-	24,876,034
Receipts from Administrative Fees and Charges	226,942,732	-	226,942,732
Fines Penalties and Forfeitures	562,135		562,135
Receipts from Voluntary transfers other than grants	30,000		30,000
Other Receipts Not Classified Elsewhere	20,799,840	31,806,760	52,606,600
Total	278,071,720	31,806,760	309,878,480

4. COMPENSATION OF EMPLOYEES	12 MONTHS	4 MONTHS	COMBINED
	2013 - 2014	2012 - 2013	
	Kshs	Kshs	Kshs
Basic salaries of permanent employees & Contributions to Pension Funds	1,514,083,729	74,799,613	1,588,883,342
Basic wages of temporary employees	213,813,583	276,800	214,090,383
Personal allowances paid as part of salary	118,387,215	2,180,958	120,568,173
Personal allowances paid as reimbursements	6,000	-	6,000.00
Pension and other social security contributions	1,077,801	-	1,077,800
Other personnel payments	83,000	-	83,000.00
Total	1,847,451,328	77,257,371	1,924,708,699

5. USE OF GOODS AND SERVICES	12 MONTHS	4 MONTHS	COMBINED
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	2013 - 2014	2012 - 2013	
	Kshs	Kshs	Kshs
Utilities, supplies and services	81,041,472	68,356	81,109,828
Communication, supplies and services	23,443,469	1,485,551	24,929,020
Domestic travel and subsistence	157,602,670	15,631,584	173,234,254
Foreign travel and subsistence	71,524,266	-	71,524,266
Printing, advertising and information supplies & services	34,240,935	2,318,225	36,559,160
Rentals of produced assets	298,800	321,000	619,800
Training expenses	49,374,639	3,045,716	52,420,355
Hospitality supplies and services	86,029,067	9,077,915	95,106,982
Insurance costs	15,390,551	3,917,200	19,307,751
Specialized materials and services	108,839,929	570	108,840,499
			41,559,218
Office and general supplies and services	38,100,570	3,458,648	
Fuel Oil and Lubricants	32,670,219	1,668,997	34,339,216
Other operating expenses	60,719,246	773,860	61,493,106
Routine maintenance – vehicles and other transport equipment	13,786,818	572,498	14,359,316
Routine maintenance – other assets	15,347,713	1,239,568	16,587,281
Total	788,410,364	43,579,688	831,990,052

6. OTHER GRANTS AND OTHER PAYMENTS	12 MONTHS	4 MONTHS	COMBINED
	2013 - 2014	2012 - 2013	
	Kshs	Kshs	Kshs
Scholarships and other educational benefits	70,461,001	-	70,461,001
Emergency relief and refugee assistance	100,000	-	100,000
Other current transfers, grants	116,000,000	-	116,000,000
Total	186,561,001		186,561,001

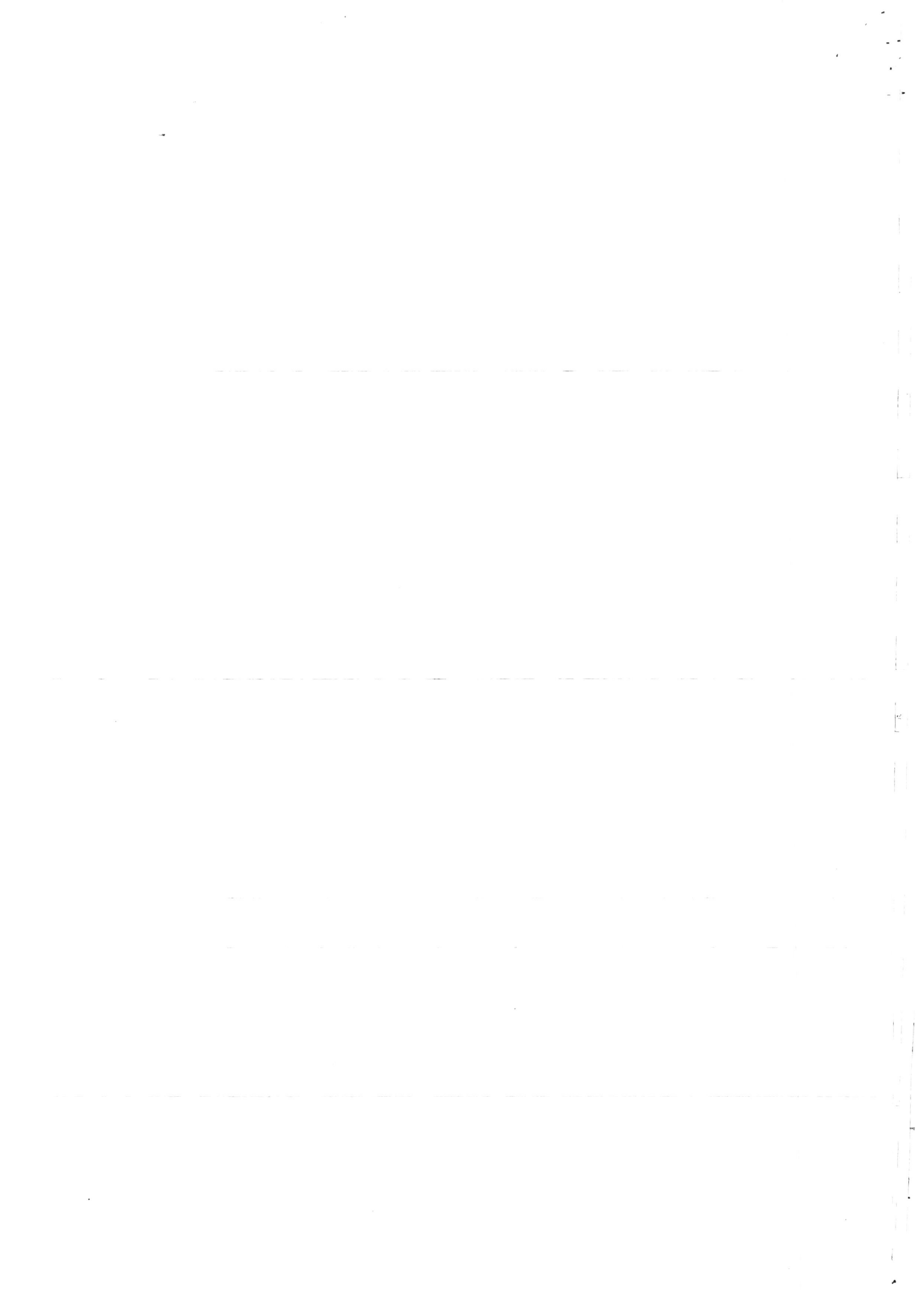
1. The scholarship and other educational benefits amount of Kshs. 70,461,001 is for the pro-poor programme.

2. The sh.116, 000,000 under other current transfers was a car loan Fund to MCAs.

7. ACQUISITION OF ASSETS	12 MONTHS	4 MONTHS	COMBINED
	2013 - 2014	2012 - 2013	
	Kshs	Kshs	Kshs
<u>Non Financial Assets</u>			
Construction of Buildings	85,579,281	-	85,579,281
Refurbishment of Buildings	35,898,845	2,276,489	38,175,334
Construction of Roads	182,230,944	-	182,230,944
Construction and Civil Works	82,502,642	-	82,502,642
Purchase of Vehicles and Other Transport Equipment	165,111,793	69,352,744	234,464,537
Purchase of Office Furniture and General Equipment	46,004,489	6,340,685	52,345,174
Purchase of ICT Equipment	1,487,900	-	1,487,900

Purchase of Specialized Plant, Equipment and Machinery	56,315,138	158,000	56,473,138
Purchase of Certified Seeds, Breeding Stock and Live Animals	39,157,408	-	39,157,408
Research, Studies, Project Preparation, Design & Supervision	10,820,930	-	10,820,930
Rehabilitation of Civil Works	514,611	-	514,611
Total	705,623,981	78,127,918	783,751,899

8 Bank Accounts	12 MONTHS	4 MONTHS	COMBINED
	Name of Bank, Account No. & currency 2013 - 2014 Kshs	2012 - 2013 Kshs	Kshs
Kitui County Recurrent A/C 1000170654	211,426,791	-	211,426,791
Kitui County- Standing GVT IMPT A/C 1140752995	8,334,709	136,309,963	8,334,709
Kitui County Development A/C 1000170638	404,568,370	-	404,568,370
Kitui County Revenue Fund A/C 1000171111	1,055,989,199	-	1,055,989,199
Kitui County LATF A/C 01141301351200	21,697,670	897,830	21,697,670
Kitui County Revenue Collection A/C 1140752855	1,834,891	30,907,930	1,834,891
Kitui County Assembly Recurrent A/C 1000197919	28,000,000	-	28,000,000
Kitui County Assembly A/C 1143459695	9,416,804	-	9,416,804
Total	1,741,268,434	168,115,723	1,741,268,434



9	OUTSTANDING IMPRESTS	12 MONTHS	4MONTHS	COMBINED
		2013-2014	2012-2013	
	Name of Officer	Kshs	Kshs	Kshs
	AS PER ATTACHED ANNEX I	2,496,689		2,496,689
	Total	2,496,689		2,496,689.00

10	BALANCES BROUGHT FORWARD	12 MONTHS	4 MONTHS	COMBINED
		2013 - 2014	2012 - 2013	
		Kshs	Kshs	Kshs
	Kitui County- Standing GVT IMPT A/C 1140752995	136,309,963	-	136,309,962.65
	Kitui County LATF A/C 01141301351200	897,829.60		897,829.60
	Kitui County Revenue Collection A/C 1140752855	30,907,930		30,907,930.20
	Total	168,115,722	-	168,115,722.45

ANNEX 1.ANALYSIS OF OUTSTANDING IMPRESTS

Name of Staff	Job Group	Original Amount	Date Issued	Amount Surrendered.	Outstanding Balance	Comments
					2013/2014	
SENIOR MANAGEMENT						
MUSYOKA NYAMAI	T	200,000	17/01/2014		200,000	
ALEX KIMANZI	S	114,250	17/01/2014		114,250	
KYALE CHARLES	S	30,000	17/01/2014		30,000	
SAMUEL OWANDE	S	223,000	12/5/2014		223,000	
MUSYA MWINZI	S	17,500	12/5/2014		17,500	
GEORGE MULATYA	S	9,000	12/5/2014		9,000	
EMMA KITEMANGE	S	66,000	12/5/2014		66,000	
IAN MUIRURI	S	2,000	12/5/2014		2,000	
KENNEDY MUTATI	Q	68,500	12/5/2014		68,500	
STEPHEN SALEE	Q	117,000	12/5/2014		117,000	
ESTHER MUTEMI	Q	294,000	11/03/2014		294,000	
CHRISTINE KWITHONGA	Q	9,000	11/03/2014		9,000	
NELSON MUSYOKA	P	93,050	11/03/2014		93,050	
KAMUNDA JOHN	P	5,000	15/04/2014		5,000	
WAZIR WAZIR	P	27,000	09/04/2014		27,000	
FRANCIS MULU	P	5,000	07/04/2014		5,000	
RACHAEL MWANGANGI	P	33,000	21/05/2014		33,000	

PENNINAH NJERU	P	153,479	13/05/2014		153,479
FRANCIS NGOROI	P	350,000	07/04/2014		350,000
RICHARD KINYENZE	N	52,750	21/05/2014		52,750
		1,869,529			1,869,529
MIDDLE MANAGEMENT					
ESTHER KIVINDYO	M	108,760	8/05/2014		108,760
KOKI MWOVA	M	2,000	04/04/2014		2,000
PHILIP MUTAKI	L	8,000	04/04/2014		8,000
JURNICE MWINZI	L	9,750	04/04/2014		9,750
YOUSTONE KIHAMBA	L	4,000	04/04/2014		4,000
PETER KARUHI	L	4,000	04/04/2014		4,000
SOLOMON KINGOKU	K	8,000	04/04/2014		8,000
DANIEL NYILI	K	37,400	11/04/2014		37,400
ROBERT MUNYOKI	K	210,000	24/04/2014		210,000
		391,910			391,910
UNIONISABLE EMPLOYEES					
KEMBO NDORE	H	51,550	11/06/2014		51,550
PATRICK KAVOI	H	21,500	23/06/2014		21,500
ERICK MUTUNGA	H	15,500	10/06/2014		15,500
DOMINIC NZIOKI	H	13,500	10/06/2014		13,500
ALEX MUTINDA	H	27,000	10/06/2014		27,000
BONIFACE MURIITHI	H	3,500	10/06/2014		3,500

BENEDICT SYENGO	H	5,000	10/06/2014		5,000	
JOSHUA M. GII	H	4,500	10/06/2014		4,500	
DAMARIS MUTHUSI	H	11,500	10/06/2014		11,500	
KIMANZI NZUKI	H	6,000	10/06/2014		6,000	
THOMAS MUTIA	H	4,750	10/06/2014		4,750	
MATHIAS KITHEKA	H	4,750	10/06/2014		4,750	
MUNYWOKI MBALUKA	F	9,700	28/05/2014		9,700	
REHEMA ABDI	F	50,000	29/05/2014		50,000	
COLLINS MULWA	E	5,000	12/05/2014		5,000	
ELIJAH KOLITE	D	1,500	12/05/2014		1,500	
		235,250			235,250	
Grand Total		<u>2,496,689</u>			<u>2,496,689</u>	

ANNEX II.OTHER DISCLOSURES

PENDING BILLS AS AT 30TH JUNE 2014

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
				2013/2014	
	a	b	c	d=a-c	
Construction of Buildings					
FLEXIM AGENCIES	1,783,190	MARCH. 2014,	897,766	885,425	
NDAMBI PROPERTIES LTD	1,157,223	MARCH. 2014,	1,086,464	70,759	
KANG'ENDA WHOLESSELLERS	2,944,595	MARCH. 2014,	2,016,466	928,130	
SAMMARAN SERVICES KENYA LTD	1,408,290	MARCH. 2014,	1,060,836	347,454	
NEWTONNER CATRIDGE LTD	3,301,185	MARCH. 2014,	2,612,638	688,547	
JACI GENERAL INVESTMENTS LTD	4,997,235	MARCH. 2014,	4,381,197	616,038	
KATULANI BUILDING CONTRACTORS	2,954,498	MARCH. 2014,	-	2,954,498	
JACI GENERAL INVESTMENTS LTD	747,900	MARCH. 2014,	655,702	92,198	
TUMAC ENGINEERING(MBAA MULI)	2,031,346	MARCH. 2014,		2,031,346	
TAINO INVESTMENTS	2,493,385	MARCH. 2014,	930,555	1,562,830	
VINZA INVESTMENTS	2,525,465	MARCH. 2014,	848,178	1,677,287	

MAKWO ENTREPRISES LTD	2,589,277	MARCH. 2014,	-	2,589,277	
GENERAL TERRAZO AND MARBLE	2,661,632	MARCH. 2014,	1,383,629	1,278,003	
MBAA MULI AGENCIES	2,498,843	MARCH. 2014,	2,186,518	312,325	
NGUUTANI GENERAL CONTRACTORS	2,710,247	MARCH. 2014,	2,318,619	391,629	
BAVKO ENGINEERING	2,563,745	MARCH. 2014,	2,176,507	387,238	
GARNET BUILKERS	3,089,509	MARCH. 2014,	2,722,546	366,963	
PENTUS SERVICES LTD	1,016,710	MARCH. 2014,	736,448	280,262	
QUALITY CARE ENTRPRISES	1,018,457	MARCH. 2014,	661,050	357,407	
NGAACA YAKWA CONSTRUCTRION	975,769	MARCH. 2014,	809,512	166,257	
BEWIMA INVESTMENTS	968,217	MARCH. 2014,	848,859	119,358	
TOKAI CONSTRUCTION	988,407	MARCH. 2014,	873,789	114,618	
KYAMBOO BUILDING CONTRACTORS	1,063,024	MARCH. 2014,	806,586	256,438	
STAIRCAP LIMITED	987,844	MARCH. 2014,	866,067	121,777	
WIFLO AGENCIES	929,813	MARCH. 2014,	593,847	335,966	
KWIK CONSTRUCTION	960,927	MARCH. 2014,	434,007	526,920	
MUMBE CONSTRUCTION	997,820	MARCH. 2014,	874,813	123,007	
MBAA MULI AGENCIES	1,019,501	MARCH. 2014,	893,095	126,406	

ONE RHINO CONSTRUCTION	998,325	MARCH. 2014,	378,426	619,899	
TECHNOLOGY TELE COMMUNICATION	1,080,395	MARCH. 2014,	663,046	417,349	
ENTTHERT BUILDING	978,211	MARCH. 2014,	857,621	120,590	
KEVIHA SUPPLIES	968,055	MARCH. 2014,	847,226	120,829	
TRYPHOSA AGENCIES	1,033,227	MARCH. 2014,	905,464	127,763	
TUMAC ENGINEERING(MBAA MULI)	1,015,673	MARCH. 2014,	890,465	125,208	
KIMASHA COMPANY LIMITED	1,003,225	MARCH. 2014,	359,457	643,769	
MARKERS CO LTD	929,813	MARCH. 2014,	519,171	410,642	
SUWINA INVETMENT LTD	978,344	MARCH. 2014,	857,738	120,606	
SALVIN CONTRACTORS LTD	1,014,571	MARCH. 2014,	889,499	125,072	
NZAMBA BUILDING	1,012,390	MARCH. 2014,	433,089	579,301	
SHATIT ENTREPRISES	1,000,000	MARCH. 2014,	876,724	123,276	
KISIWANI CONSTRUCTION	1,020,755	MARCH. 2014,	-	1,020,755	
JEMMITECH ENTREPRISES	1,021,313	MARCH. 2014,	574,886	446,427	
ERICO WINNERCONTRACTORS LTD	1,021,409	MARCH. 2014,	844,644	176,765	
LONZO CONTRACTORS LTD	1,001,225	MARCH. 2014,	-	1,001,225	
MUTINDI GENERAL CONTRACTORS CO LTD	929,822	MARCH. 2014,	560,190	369,632	

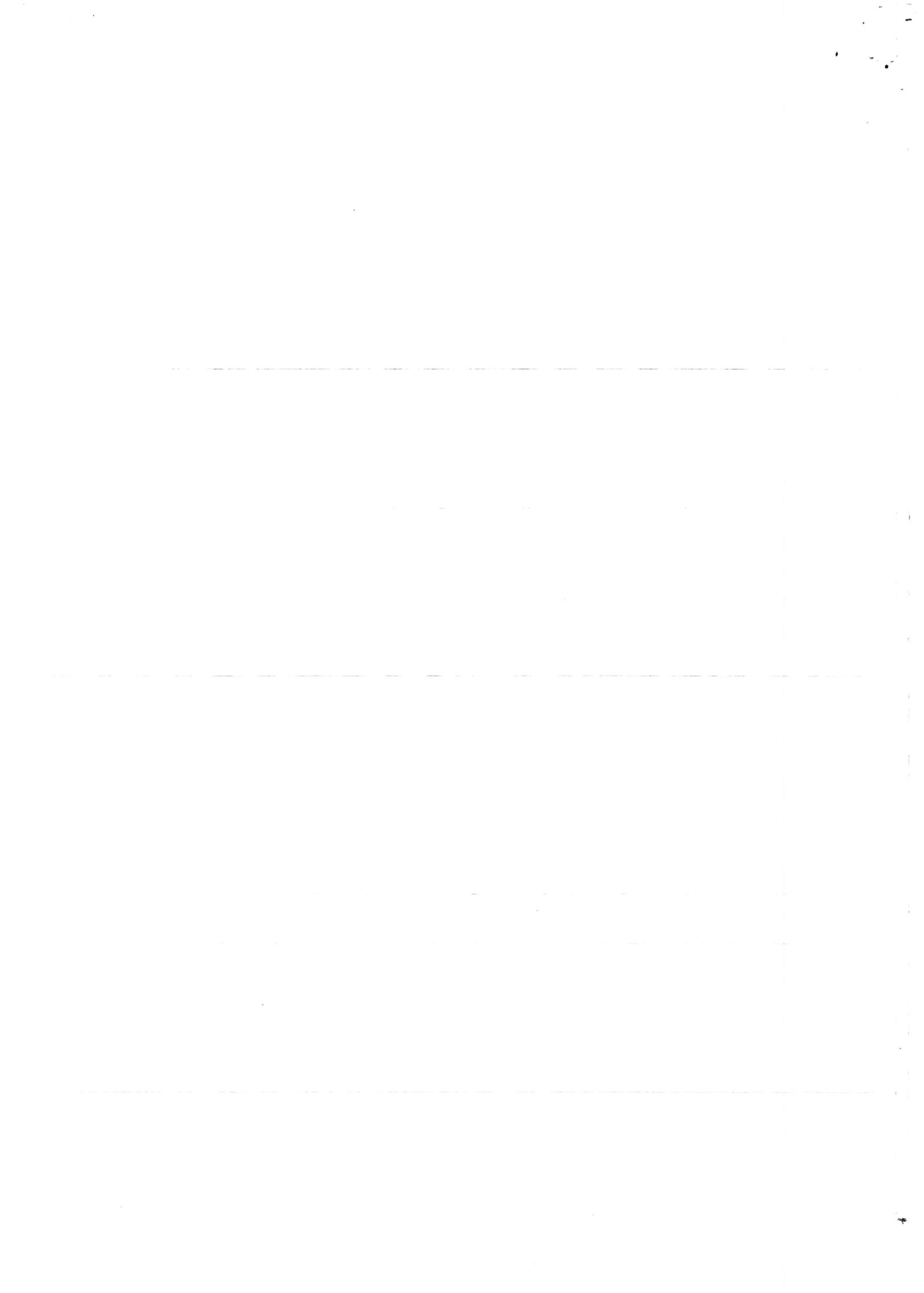
JEMODA BUILDING AND CONSTRUCTION	1,092,401	MARCH. 2014,	957,734	134,667	
KANDU CONSTRUCTION	1,021,525	MARCH. 2014,	477,256	544,269	
FAHARI MERCHANTS	996,353	MARCH. 2014,	463,628	532,725	
MUUKI GENERAL CONTRACTORS	1,017,465	MARCH. 2014,	-	1,017,465	
NETAZ ENTERPRISES LTD	1,019,089	MARCH. 2014,	561,384	457,705	
GAMECO CONSTRUCTION	1,019,501	MARCH. 2014,	376,991	642,509	
BATON VENTURES	991,805	MARCH. 2014,	-	991,805	
ALEMAKO GENERAL CONTRACTORS	998,411	MARCH. 2014,	-	998,411	
EITUNA MICRO ENTREPRISWES	1,011,520	MARCH. 2014,	-	1,011,520	
GARNET BUILDERS	996,376	MARCH. 2014,	-	996,376	
TARTEC GENERAL CONTRACTORS	1,019,430	MARCH. 2014,	-	1,019,430	
MALILI CONSTRUCTION	4,589,679	MARCH. 2014,	3,526,172	1,063,507	
HILDOM INVESTMENT LTD	3,437,080	MARCH. 2014,	2,893,190	543,890	
TRYPHOSA AGENCIES	24,602,457	MARCH. 2014,	2,945,185	21,657,273	
MUKAVI WAYS	30,745,046	MARCH. 2014,	7,017,300	23,727,746	
SAMCO CONTRACTORS LTD	24,424,247	MARCH. 2014,	6,763,559	17,660,689	
NDAMBI PROPERTIES LTD	1,557,223	MARCH. 2014,		1,557,223	

KIMASHA CO LTD	2,724,480	MARCH. 2014,		2,724,480	
KEVASAM BASIC & CONSTRUCTION CO.	2,001,706	MARCH. 2014,	594,945	1,406,761	
KEVASAM BASIC & CONSTRUCTION CO.	496,144	MARCH. 2014,	-	496,144	
MAROLTA CONSTRUCTION COMPANY	1,546,952	MARCH. 2014,	1,356,250	190,702	
KIMASHA CO LTD	1,778,305	MARCH. 2014,	1,223,451	554,854	
LEHI GEN CONTRACTORS LTD	1,658,308	MARCH. 2014,	897,900	760,408	
BEWIMA INVESTMENT LTD	1,400,415	MARCH. 2014,	-	1,400,415	
Sub-Total	182,536,722	-	74,188,280	108,348,441	
Construction of Civil Works					
MULTIPLE CONTRACTORS LTD	4,094,046	MARCH. 2014,	3,589,349	504,697	
KENISTAR CONTRACTORS	4,948,100	MARCH. 2014,	872,127	4,075,973	
MULTIPLE CONTRACTORS LTD	1,023,512	MARCH. 2014,	897,337	126,174	
MULTIPLE CONTRACTORS LTD	1,907,278	MARCH. 2014,	-	1,907,278	
KANA GENERAL CONTRACTORS	498,500	MARCH. 2014,	-	498,500	
JETI GENERAL CONTRACTORS	1,975,699	MARCH. 2014,	1,924,603	51,096	
OJAYS MACHINERY LOGISTICS LTD1	1,504,300	MARCH. 2014,		1,504,300	
KATUNGATE CONTRACTORS LTD	1,999,395	MARCH. 2014,	-	1,999,395	
QUALITY CARE ENTREPRISES		MARCH. 2014,			

	1,410,000		1,230,930	179,070	
MUKI GENERAL CONTRACTORS CO. LTD	766,000	MARCH. 2014,	-	766,000	
INSIGHT GEN CONTRACTORS	1,380,000	MARCH. 2014,	-	1,380,000	
ALLAN BAUHMANN CONSTRUCTION LTD	1,989,740	MARCH. 2014,	-	1,989,740	
STESHA VENTURES CONTRACTOR	1,545,500	MARCH. 2014,	-	1,545,500	
KYAMBOO BUILDING CONTRACTORS	1,786,646	MARCH. 2014,	-	1,786,646	
FAHARI MERCHADISE	2,000,090	MARCH. 2014,	1,940,087	60,003	
RIFTVALLEY MACHINERIES	583,165	MARCH. 2014,	-	583,165	
DANVIN DISTRIBUTORS LTD	1,546,860	MARCH. 2014,	-	1,546,860	
KASONI GENERAL CONTRACTORS	1,000,000	MARCH. 2014,	-	1,000,000	
PATIENCE SERVICES	14,621,776	MARCH. 2014,	-	14,621,776	
SPARR DRILLING CO LTD	1,866,324	MARCH. 2014,	-	1,866,324	
CHUONI ENTERPRISES	6,295,018	MARCH. 2014,		6,295,018	
MUTUKANYA UILDING & CIVIL WORKS LTD	1,644,248	MARCH. 2014,	-	1,644,248	
AKIBUILD SERVICES LTD	1,906,232	MARCH. 2014,	-	1,906,232	
SHALMAC TECHNOLOGIES	3,054,427	MARCH. 2014,	2,677,890	376,537	
KAMWANDO ENTRERPRISES	14,712,384	MARCH. 2014,	9,437,699	5,274,686	
SHATIT ENTREPRISES		MARCH. 2014,			

	16,538,176			16,538,176	
KATULANI BUILDING CONTRACTORS	25,405,586	MARCH. 2014,	21,249,331	4,156,255	
TIMAX BUILDING	24,295,202	MARCH. 2014,	10,196,429	14,098,773	
MUKESH TECHNICAL SERVICES	25,190,440	MARCH. 2014,	5,672,546	19,517,894	
MWALEWA STORES	21,712,671	MARCH. 2014,	3,977,532	17,735,139	
KYENGE AGENCIES	26,247,999	MARCH. 2014,		26,247,999	
EBRAHIM MOHAMMED	18,025,201	MARCH. 2014,	2,897,913	15,127,288	
JETI GENERAL CONTRACTORS LTD	20,174,158	MARCH. 2014,	12,523,676	7,650,482	
MAANGI CONSTRUCTION	20,545,756	MARCH. 2014,		20,545,756	
STEEL AND ALLIED	43,994,390	MARCH. 2014,	8,736,660	35,257,730	
MUTINDI GENERAL CONTRACTORS	26,476,386	MARCH. 2014,	7,112,671	19,363,715	
JEMU AGENCIES	11,790,680	MARCH. 2014,	6,724,812	5,065,868	
KANGAMA BUILDERS	20,250,006	MARCH. 2014,	4,612,680	15,637,326	
NGAACA YAKWA CONSTRUCTION	17,832,373	MARCH. 2014,	8,690,704	9,141,668	
CLYMON GENERAL CONTRACTORS	7,791,311	MARCH. 2014,	3,918,275	3,873,036	
KASONI GENERAL CONTRACTORS	19,700,297	MARCH. 2014,	5,280,984	14,419,313	
NGUUTANI GENERAL CONTRACTORS	14,834,875	MARCH. 2014,	2,669,760	12,165,115	
VICKY CONTRACORS AND TRASPORTERS		MARCH. 2014,			

	13,003,940		7,827,543	5,176,397	
BENDE CONTRACTORS COMPANY LTD	25,979,940	MARCH. 2014,	5,873,825	20,106,115	
CHAEI GENERAL AGENCIES	16,323,656	MARCH. 2014,	13,075,600	3,248,056	
CHARWINS LTD	9,970,792	MARCH. 2014,	9,813,064	157,728	
NATAZ ENTRERPRISES LTD	10,515,944	MARCH. 2014,	8,651,389	1,864,555	
NZUSSON CONSTRUCTION AND ENGINEING	23,169,405	MARCH. 2014,	2,358,720	20,810,685	
MALILI CONSTRUCTION	22,996,449	MARCH. 2014,		22,996,449	
FELIKEYS K LTD	9,720,948	MARCH. 2014,	3,817,184	5,903,764	
DANVIN DISTRIBUTORS	9,560,185	MARCH. 2014,	1,709,640	7,850,545	
NZAMBA BUILDING	1,540,331	MARCH. 2014,	622,788	917,543	
KWIK CONSTRUCTION	1,844,710	MARCH. 2014,	1,635,703	209,007	
JOSEMA CO LTD	1,700,226	MARCH. 2014,	1,653,995	46,231	
SUWIMA INVESTMENTS	1,189,000	MARCH. 2014,	1,138,475	50,525	
MIAMBANI GENERAL CONTRACTORS	5,849,262	MARCH. 2014,	4,504,423	1,344,839	
BATON VENTURES	5,501,383	MARCH. 2014,		5,501,383	
LETHAMACS LOGISTICS	5,893,631	MARCH. 2014,		5,893,631	
MBUSYANI CONTRACTORS	5,150,001	MARCH. 2014,		5,150,001	
STAIRCAP LTD		MARCH. 2014,			



	1,410,015		-	1,410,015	
Sub-Total	608,184,565	-	189,516,345	418,668,219	
Grand Total	790,721,286	-	263,704,626	527,016,660.31	

The items disclosed as pending bills in the Financial Statements are not creditors. These are commitments which were outstanding as at 30th June 2014. LSOs had been given to contractors but as at 30th June 2014 the services had not been rendered hence they had not invoiced the County Government of Kitui



ANNEX III. SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost	Historical Cost	COMBINED
	(Kshs)	(Kshs)	
	2013/14	2012/2013	
	12 MONTHS	4 MONTHS	
Land			
Buildings and structures	357,554,792.42	1,162,189.33	358,716,981.75
Transport equipment	229,015,457.39	63,734,001.67	285,645,759.06
Office equipment, furniture and fittings	27,464,479.55	8,258,842.00	35,723,321.55
ICT Equipment, Software and Other ICT Assets	16,340,001.00	4,742,435.00	20,139,436.00
Other Machinery and Equipment	11,067,080.00	230,450.00	11,297,530.00
Heritage and cultural assets	46,895,881.47		46,895,881.47
Intangible assets	17,286,289.17		7,901,404.55
Total	705,623,981.00	78,127,918.00	783,751,899.00

