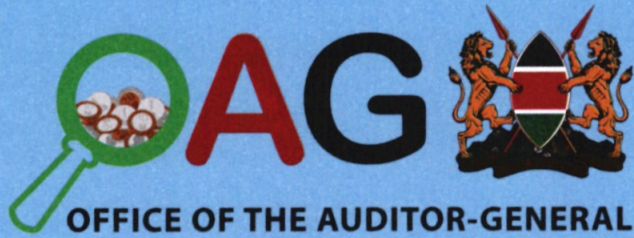


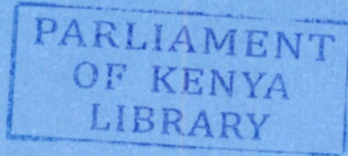
REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

**REPORT**



**OF**

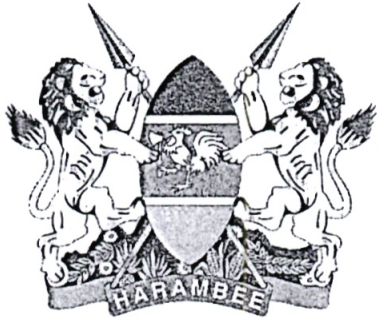
**THE AUDITOR-GENERAL**

PAPERS LAID	
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**RECEIVER OF REVENUE - REVENUE  
STATEMENTS**

**FOR THE YEAR ENDED  
30 JUNE, 2023**

**COUNTY GOVERNMENT OF KERICHO**



COUNTY GOVERNMENT OF KERICHO

---

**RECEIVER OF REVENUE**  
*(County Government of Kericho)*

**REVENUE STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>TH</sup> JUNE 2023**

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

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**Table of Contents  
Page**

1.	Acronyms and glossary of terms.....	iii
2.	Key Entity Information and Management .....	iv
3.	Foreword By the CECM Finance and Economic Planning .....	vii
4.	Management Discussion and Analysis .....	x
5.	Statement of Receiver of Revenue’s responsibilities.....	xii
6.	Report of the Independent Auditor on the Receiver of Revenue for the year ended 30 <sup>th</sup> June 2023.....	xiii
7.	Statement of Receipts and Disbursements for the year ended 30 <sup>th</sup> June 2023.....	1
8.	Statement of Financial Assets and Liabilities As at 30 <sup>th</sup> June 2023.....	2
9.	Statement of Comparison of budget vs Actual Amounts for the Period Ended 30 <sup>th</sup> June 2023 .....	3
10.	Statement of Arrears of Revenue As At 30 <sup>th</sup> June 2023 .....	6
11.	Significant Accounting Policies.....	7
12.	Notes to the Financial Statements.....	9

**1. Acronyms and glossary of terms**

*a) Acronyms*

CA	County Assembly
COB	Controller of Budget
CRF	County Revenue Fund
FY	Financial Year
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OSR	Own Source Revenue
PFMA	Public Finance Management Act
PSASB	Public Sector Accounting Standards Board
ROR	Receiver of Revenue

*b) Glossary of terms*

Comparative FY	Comparative Prior Financial Year
Fiduciary Management	The key management personnel who had financial responsibility

## 2. Key Entity Information and Management

### (a) Background information

The *receiver of revenue Financial statement* is under the Department of Finance and Economic Planning. At the County Executive Committee level, the *receiver of revenue* is represented by the County Executive committee member for Finance and Economic Planning, who is responsible for the general policy and strategic direction of the *receiver of revenue*. The *receiver of revenue* was designated as a receiver on 07/02/2023 by the County Executive Committee member for Finance, in accordance with Section 157 of the PFM Act.

### (b) Principal activities

The collection of revenue in the County Government of Kericho is domiciled in the Department of Finance and Economic Planning and its mandate entails giving technical support and guiding other departments in financial and economic planning matters. Revenue section's sole purpose is to enhance the mobilization of County revenue by providing effective revenue administration and sustainability in revenue collection. The Department of Finance through the Revenue section has taken its time and resources in putting up schemes, methods and adoption of new strategies aimed at facilitating operational efficiency of the Revenue Collection processes. In particular, to its functions which includes;

- a) assessing, collecting, and accounting for all revenues in accordance with the laid provisions of all revenue laws;
- b) advising on administration of revenue matters,
- c) managing of revenue debtors,
- d) setting and monitoring revenue targets,
- e) Developing revenue collection enhancement strategies,
- f) preparation of revenue collection performance reports and
- g) Management of revenue records.
- h) Remitting collected revenue to the County Revenue Fund (CRF).

In fulfilling its mandate, Revenue section administer revenues Acts, which includes the Kericho County Finance Act, Public Finance Management act 2012 (PFM Act), the Trade License Act, Alcoholic Drinks License act and Public Health Act. Concerning structure of organization, Revenue section is made up of centralized and decentralized units, situated across the County. The centralized units are located at Kericho Town Revenue Office, besides Kebo Plaza. The operational jurisdiction of the decentralized units is geographically located across the County in seven regions these are: Kericho Town Sub County, Ainamoi Sub County, Bureti Sub County, Belgut Sub County, Soin/ Sigowet Sub County, Kipkelion East Sub County and Kipkelion West Sub County. Due to enlarged scope of operation each Sub County-Revenue Section is headed by a sub county revenue officer who reports directly to Director Revenue who coordinates the seven Sub Counties zoned for administration and management of revenue collection.

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

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**(c) Key Management Team**

The County Government of Kericho's day-to-day management of revenue is under the following:

1.	Hon Leonard Ngetich	County Executive Committee Member-Finance and Economic Planning and Head of Treasury
2.	CPA. Gilbert Kipkurui Bii	Chief officer-Finance & Receiver of Revenue
3.	Stanley Koech	Ag. Director Revenue
4.	CPA Kipkurui Koros Benard	Head of Revenue Reporting

**Key Entity information and Management (continued)**

**a) Entity Headquarters**

County Government of Kericho Headquarters  
P.O. Box 112-20200,  
Kericho, KENYA

**b) Entity Contacts**

Telephone: (254) 0522021100  
(254) 0522021101  
E-mail: [info@kericho.go.ke](mailto:info@kericho.go.ke)  
Website: [www.kericho.go.ke](http://www.kericho.go.ke)

**c) Entity Bankers**

County Government of Kericho Revenue Collection  
Kenya Commercial Bank-Kericho Branch  
Account:1140754297

**d) Independent Auditors**

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

**e) Principal Legal Adviser**

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

## **1. FORWARD BY THE CECM FINANCE AND ECONOMIC PLANNING**

The devolved system of governance brought in by the proclamation of the Constitution of Kenya 2010 (CoK 2010) ushered in the creation of County governments in Kenya. The need for effective and efficient service delivery to the citizens cannot be downplayed, especially with key powers and functions initially controlled by the national government having been moved to the counties. Article 175 of the Constitution requires county governments established there-under to reflect the principles of devolved government that include the principle that they shall have reliable sources of revenue to enable them to govern and deliver services effectively. A major and principle source of government revenue is taxation and levying of fees and charges for the services delivered. Strengthening local revenue performance is essential to creating fiscal space for local developmental needs. Further, monitoring and assessing local revenue performance assists in designing effective and efficient policies.

Kericho County being one of the forty-seven devolved units contributes close to 1.8 percent of Kenya's GDP. It has ten (10) Departments each headed by the County Executive Committee Members (CECMs) who deliver strategic and leadership policy direction while the Chief Officers coordinate and administrate all actions of the Department by virtue of being the authorized and accounting officer of the Department. Financing of the Kericho County government budget, like many other county governments in Kenya, remains a significant pillar in defining the devolution program.

The county governments are semi-autonomous units mandated to collect and account for their own revenues. The county revenue directorates are constituted to assess and collect specific revenue streams; and administer and enforce laws pertaining to such revenues. The PFM Act 2013 further provides for the effective management of public finances by the national and county government. One of the principles of devolved government, as contained in Article 175(b) of the Constitution of Kenya, 2010, is for the county governments to have reliable sources of revenue to enable them to govern and deliver services effectively. Sustained collection of own source revenue is paramount to counties' self-sufficiency in the provision of public goods and services, eradication of poverty and achievement of targeted development milestones. This will improve fiscal autonomy thus allowing counties to have greater ownership and control over their development agenda.

The Constitution empowers the Counties to impose:

- a) Property rates;
- b) Entertainment taxes;
- c) Charges for services they provide; and,

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

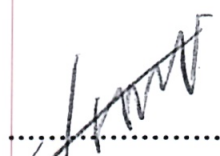
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d) Any other tax or licensing fee authorized by an Act of Parliament.

The taxes, fees and charges imposed and levied ought to be prudently used for service delivery through a transparent and accountable process.

This report provides a system for collecting, receiving and accounting for taxes, fees and charges in the County. It confers the responsibility for the administration of county revenue laws on County Receiver of Revenue who is to be held accountable for that administration.

The County also finances its operations through own generated revenues. These are revenues collected within the County. The County Government continues to explore new and innovative ways of increasing its local revenue collections. Some of the steps among others that the County has taken towards improving its revenue collections include automation of revenue collection system.

  
.....  
**CECM Finance and Economic Planning**  
**County Government of Kericho**

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

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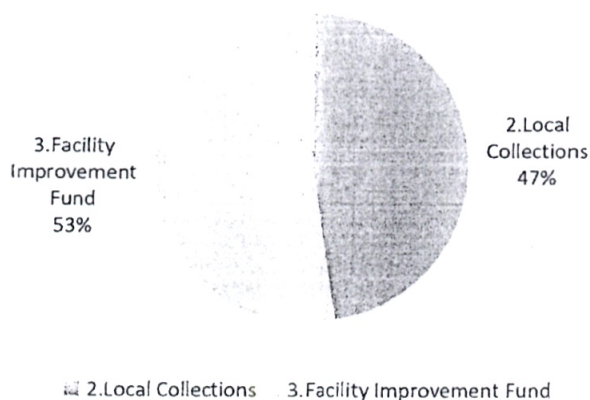
*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**3. Management Discussion and Analysis**

In the year ended 30th June 2023, the County had projected revenues of Kshs. 1,033,268,053. consisting of Kshs 405,071,600 from own sources and Kshs 628,196,453 as Facility improvement Fund (FIF) entities.

<b>COUNTY GOVERNMENT OF KERICHO</b>	
<b>SOURCES OF REVENUE</b>	<b>2022/2023</b>
<b>Own Source Revenue Description</b>	
2.Local Collections	385,071,600
3.Facility Improvement Fund	634,316,453
<b>Total</b>	<b>1,019,388,053</b>

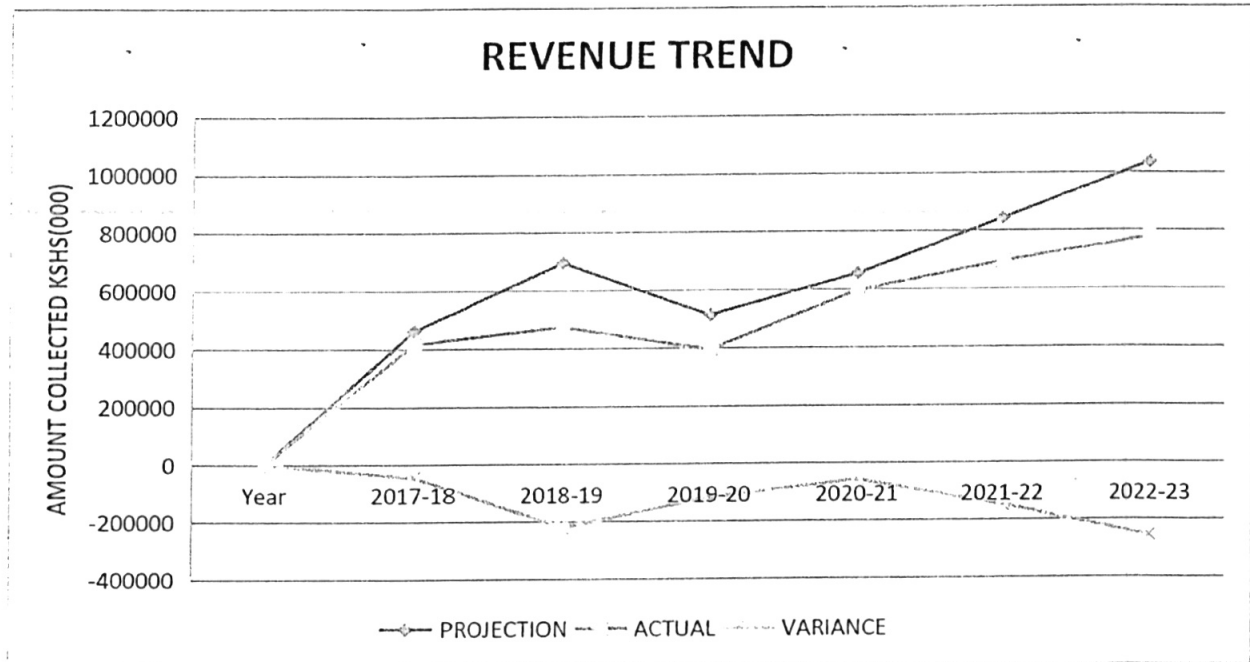
**SOURCES OF REVENUE**



The local revenue collections performance over the years is as shown below.

Year	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
<b>Projection(000)</b>	461,211	694,819	512,294	654,058	842,386	1,019,388
<b>Amount Collected KSHS(000)</b>	415,612	473,694	394,054	595,977	693,663	501,291
<b>Shortfall</b>	(45,599)	(221,125)	(118,240)	(58,081)	(148,723)	(518,097)

Receiver Of Revenue  
 County Government Of Kericho  
 Revenue Statements for the Period Ended 30<sup>th</sup> June 2023



**4. Statement of Receiver of Revenue's responsibilities**

Section 165 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, a receiver of revenue for a county government shall prepare an account in respect of the revenue collected, received and recovered by the receiver during that financial year.

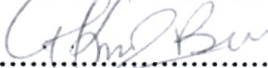
The Receiver of Revenue is responsible for the preparation and presentation of the *receiver of revenue account*, which gives a true and fair view of the state of affairs of the *receiver of revenue* for and as at the end of the financial year ended on June 30, 2023. This responsibility includes: (i) 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 statement of assets and liabilities 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 entity, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Receiver of Revenue in charge accepts responsibility for the *entity's receiver of revenue* accounts, 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) and relevant legal framework of the Government of Kenya. The Receiver of Revenue is of the opinion that the *entity's receiver of revenue* account gives a true and fair view of the state of *entity's receiver of revenue* transactions during the financial year ended June 30, 2023, and of the *entity's* statement of assets and liabilities as at that date. The Receiver of Revenue further confirms the completeness of the accounting records maintained, which have been relied upon in the preparation of the *receiver of revenue account* as well as the adequacy of the systems of internal financial control.

The Receiver of Revenue confirms that the *entity* has complied fully with applicable Government Regulations and the terms of external financing covenants. The Receiver of Revenue confirms that the revenue statements have been prepared in a form that complies with relevant accounting standards as prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the Revenue Statements**

The *revenue* statements were approved and signed by the Receiver of Revenue on 30/09/2023

.....  
  
Name GILBERT K. B.  
County Receiver of Revenue

# REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke  
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**HEADQUARTERS**  
Anniversary Towers  
Monrovia Street  
P.O. Box 30084-00100  
NAIROBI

## **REPORT OF THE AUDITOR-GENERAL ON RECEIVER OF REVENUE- REVENUE STATEMENTS FOR THE YEAR ENDED 30 JUNE, 2023 - COUNTY GOVERNMENT OF KERICHO**

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### **PREAMBLE**

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

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

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

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

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Adverse Opinion**

I have audited the accompanying financial statements of Receiver of Revenue-County Government of Kericho set out on pages 1 to 17, which comprise the statement of financial assets and liabilities as at 30 June, 2023 and the statement of receipts and disbursements and statement of comparison of budget versus actual amounts for the year

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

In my opinion, because of the significance of the matters described in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, in all material respects, the financial position of Receiver of Revenue - County Government of Kericho as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and does not comply with the Public Finance Management Act, 2012.

## **Basis for Adverse Opinion**

### **1. Failure to maintain a Cash Book**

Review of the financial records in respect of revenue collected during the year under review, revealed that Management did not maintain cash book in respect to revenue collected by the County Government as required by Regulation 100 of the Public Finance Management Regulation, 2015 (County Government) which provides that Accounting Officers shall keep in all offices concerned with receiving cash or making payments a cash book showing the receipts and payments and shall maintain such other books and registers as may be necessary for the proper maintenance and production of the accounts of the Vote for which he or she is responsible.

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

### **2. Inaccuracies in the Financial Statements**

#### **2.1. Variances Between Financial Statement and Ledger Amounts**

The statement of receipts and disbursements reflects an amount of Kshs.501,291,247 in respect to total county own source revenue. However, review of revenue collection supporting schedules revealed that revenue from four (4) streams were at variance with amounts in the financial statements as shown below.

<b>Items</b>	<b>Amounts in Financial Statements for 2022/2023 (Kshs.)</b>	<b>Amounts in Supporting Schedules (Kshs.)</b>	<b>Variance (Kshs.)</b>
Single Business Permit	65,370,907	60,858,695	4,512,212
Hospital Fees	219,603,767	211,258,979	8,344,788
Cess	7,465,662	2,165,766	5,299,896
Administration Control Fee	13,492,485	13,447,485	45,000
Vehicle Parking Fees	30,583,202	30,582,302	900

## **2.2. Variance Between Financial Statement and Revenue Collected from Health facilities Schedules**

The statement of receipts and disbursements reflects an amount of Kshs.501,291,247 in respect to total County own source revenue which includes hospital fees amount of Kshs.219,603,767 as disclosed in Note 8 to the financial statements. However, review of revenue collections from six health facilities revealed revenue collected of Kshs.217,155,616 and Kshs.274,666,812 from Facility Improvement Fund (FIF) and National Hospital Insurance Fund (NHIF) respectively totaling to Kshs.491,822,428. The total collection was at variance with the reported amount of Kshs.219,603,767 in the statement resulting to an unexplained and unreconciled variance of Kshs.272,218,661.

Further, review of the bank statements of revenue collection bank account revealed that Kshs.274,666,812 from NHIF was not transferred to the County Revenue Fund contrary to Section 109(2) of the Public Finance Management Act, 2012 which states that The County Treasury for each County Government shall ensure that all money raised or received by or on behalf of the County Government is paid into the County Revenue Fund.

## **2.3. Disbursements to County Revenue Fund (CRF)**

The statement of receipts and disbursements reflects disbursements to CRF account of Kshs.447,246,120. However, review of revenue CRF bank account statements for the year under review revealed that Kshs.489,161,120 was transferred to the account resulting to unexplained and unreconciled variance of Kshs.11,915,000.

In the circumstances the accuracy and completeness of the county own source revenue of Kshs.501,291,247 could not be confirmed.

## **2.4. Failure to Map Revenue Sources**

The statement of receipts and disbursements reflects total County own source revenue of Kshs.501,291,247 which includes Kshs.65,370,907, Kshs.92,673,207 and Kshs.7,212,429 in respect of single business permit, land rates and property rent and as disclosed in Note 3,2 and 4 to the financial statements. Review of supporting documents in respect to own generated receipts for the three revenue streams revealed that the County Government did not maintain a register of land rates, property rents and licenses and only updated them when traders and individuals presented themselves for renewal or application of the permits and payments.

In the circumstances the accuracy and completeness of the own source revenue of an amount of Kshs.501,291,247 could not be confirmed.

## **5. Unsupported Cash and Cash equivalents**

The statement of financial assets and liabilities reflects balance of Kshs.24,089,226 and as disclosed in Note 18 to the financial statements, However, the balance was not supported with documents including bank statements, bank reconciliation statements and board of survey report.

In the circumstances the accuracy and completeness of the balance of Kshs.24,089,266 in respect of cash and cash equivalents could not be confirmed.

## **6. Unsupported Long Outstanding Land Rates and Property Rates Arrears**

The statement of comparison of budget versus actual amount for the year ended 30 June, 2023 reflects land rates revenue target of an amount of Kshs.142,500,000 and actual on comparable basis of Kshs.92,673,207 resulting to uncollected land rates of Kshs.49,826,793 or 35% of the targeted revenue. However, review of Note 20 to the financial statements revealed accumulated land rates and property rates arrears amounting to Kshs.158,607,975 and Kshs.9,535,100 respectively totaling to Kshs.158,607,957. The outstanding rates were not supported with control ledger. In addition, the county did not maintain an updated valuation roll or land register thus making it difficult to identify all the chargeable property, the rates charged per year and any adjustments that were made.

In the circumstances, the accuracy, regularity, completeness and fair statement of outstanding land rates could not be confirmed.

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amount reflects revenue budget and actual on comparable basis amounts of Kshs.1,019,388,053 and Kshs.501,291,247 respectively, resulting in under collection of revenue of Kshs.518,096,806 or 51% of the budget.

As a result of under collection of revenue, the planned activities may not have been realized thus impacting negatively on service delivery to the residents of Kericho County.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

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

## **Other Matter**

### **Unresolved Prior Year Matters**

As disclosed under the progress on follow up of auditors recommendation section of the financial statements, the Management indicated four (4) prior year audit issues of which two(2) are resolved and two(2) not resolved. However, Management did not provide reports and invitations from the oversight committee's detailing the deliberations and recommendations of the committees on the resolved issue. Further, Management has not provided satisfactory reasons for the delay in resolving the issues

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Adverse Opinion and the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **Non-Compliance with the Public Sector Accounting Standards Board Requirement on Presentation of the Financial Statements**

The receiver of revenue statements for the year under review did not comply with reporting format as prescribed and published by the Public Sector Accounting Standards Board as follows:

- i. Preamble information in respect of the statement of receiver of revenue responsibilities was not customized to replace the word entity with the actual name of the revenue statement.
- ii. The revenue statements and headers of the statements are represented for the period ended 30 June, 2023 instead of the year ended 30 June, 2023.
- iii. Paragraph 6 on page 8 to the significant policies in respect of disbursement to CRF did not provide the receiver's actual policy on disbursement as required.

In the circumstances, the financial statements were not presented in accordance with the applicable financial framework as prescribed by the Public Sector Accounting Standards Board (PSASB).

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

# REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

## **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, based on the audit procedures performed, I confirm that, internal controls, risk management and overall governance were not effective.

## **Basis for Conclusion**

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

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

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

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

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

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

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

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

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them, and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Receiver of Revenue's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Receiver of Revenue to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Receiver of Revenue to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

**Nairobi**

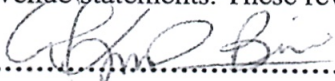
**16 February, 2024**

Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023

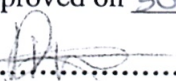
6. Statement of Receipts and Disbursements for the year ended 30th June 2023

	Note	22/2023	21/2022
		Kshs	Kshs
<b>County Own Source Revenue</b>			
Cess	1	7,465,662	6,060,073
Land Rate	2	92,673,207	63,703,775
Single/Business Permits	3	65,370,907	60,096,539
Property Rent	4	7,212,429	8,462,056
Vehicle Parking Fees	5	30,583,202	39,009,760
Market Fees	6	18,981,805	21,241,300
Advertising	7	19,192,163	18,817,435
Hospital Fees	8	219,603,767	448,863,635
Public Health Service Fees	9	4,027,100	4,339,552
Physical Planning and Development	10	7,752,520	5,766,701
Hire Of County Assets	11	300,000	118,000
Conservancy Administration	12	7,458,000	7,021,300
Administration Control Fees and Charges	13	13,492,485	8,163,325
Profits and Dividends	14	1,500,000	2,000,000
Proceeds from Insurance Compensation	15	5,678,000	
<b>Total County Own Source Revenue</b>		<b>501,291,247</b>	<b>693,663,451</b>
<b>Other Receipts</b>			
Donations/Grants Not Received Through CRF		-	-
<b>Total Other Receipts</b>		-	-
<b>Total Receipts</b>		<b>501,291,247</b>	<b>693,663,451</b>
Balance b/f at the beginning of the year	16	69,298.57	252,177
<b>Disbursements To CRF</b>		(477,246,120)	(562,856,805.00)
NHIF Rebates		-	(131,018,149.43)
Bank charges	17	(25,200.)	(28,800)
<b>Balance Due for Disbursement</b>		<b>24,089,226</b>	<b>69,298</b>

The accounting policies and explanatory notes to these revenue statements form an integral part of the revenue statements. These revenue statements were approved on 30/09/23 and signed by:



Name: CPA. Gilbert Kipkurui Bii  
County Receiver of Revenue



Name: CPA Kipkurui Koros Benard  
Head of Revenue Reporting  
ICPAK M/No: 18698

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

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**7. Statement of Financial Assets and Liabilities As at 30<sup>th</sup> June 2023**

	Note	FY 22/2023	FY 21/2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalentents</b>			
Bank Balances	18	24,089,226.12	69,298.57
Cash In Hand	-	-	-
<b>Total Financial Assets</b>		<b>24,089,226.12</b>	<b>69,298.57</b>
<b>Total Financial Assets</b>		<b>24,089,226.12</b>	<b>69,298.57</b>
<b>Financial Liabilities</b>			
Payables-Due to CRF	19	24,089,226.12	69,298.57
<b>Total Financial Liabilities</b>		<b>24,089,226.12</b>	<b>69,298.57</b>

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 30/09/2023 2023 and signed by:



.....  
Name: CPA. Gilbert Kipkurui Bii  
County Receiver of Revenue



.....  
Name: CPA Kipkurui Koros Benard  
Head of Revenue Reporting  
ICPAK M/No:18698

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

8. Statement of Comparison of budget vs Actual Amounts for the Period Ended 30<sup>th</sup> June 2023

Receipt	Original Targets	Adjustments	Final Targets	Actual On Comparable Basis	Budget Realization Difference	% Of Realization
	A	B	C=A+B	D	E=C-D	F=D/C %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>County Own Source Revenue</b>						
Cess	7,100,000	-	7,100,000	7,465,662	365,662.50	105.15
Land Rate	142,500,000	-	142,500,000	92,673,207	49,826,793	65.03
Single/Business Permits	85,500,000	(5,000,000)	80,500,000	65,370,907	15,129,093.00	81.20
Property Rent	10,000,000	-	10,000,000	7,212,429	2,787,571.00	72.12
Vehicle Parking Fees	51,300,000	(10,000,000)	41,300,000	30,583,202	9,916,798	75.51
Market Fees	43,500,000	(10,000,000)	33,500,000	18,981,805	14,518,195.00	56.66
Advertising	16,456,600	4,543,400	21,000,000	19,192,163	1,807,837.00	91.39
NHIF Rebates	396,227,047	-	396,227,047	-	-	-
Hospital Facility improvement Fund	238,089,406	-	238,089,406	219,603,767	26,830,427	88.73
Public Health Service Fees	5,000,000	-	5,000,000	4,027,100	972,900.00	80.54
Physical Planning and Development	10,700,000	-	10,700,000	7,752,520	2,947,480.00	72.45
Hire Of County Assets	450,000	50,000	500,000	300,000	200,000.00	60.00
Conservancy Administration	8,265,000	406,600	8,671,600	7,458,000	1,213,600	86.00
Administration Control Fees and Charges	19,300,000		19,300,000	13,492,485	5,057,515.00	72.74

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

Receipt	Original Targets	Adjustments	Final Targets	Actual On Comparable Basis	Budget Realization Difference	% Of Realization
	A	B	C=A+B	D	E=C-D	F=D/C %
Proceeds from Insurance Compensation	-	-	-	5,678,000	-	-
Profits and Dividends	5,000,000	-	5,000,000	1,500,000	3,500,000	30.00
<b>Total County Own Source Revenue</b>	<b>1,039,388,053</b>	<b>(20,000,000)</b>	<b>1,019,388,053</b>	<b>492,946,459.80</b>	<b>79,833,675.20</b>	<b>48.36</b>
<b>Other Receipts</b>						
Donations /Grants Not Received Through CRF	-	-	-	-	-	-
<b>Total Other Receipts</b>		-	-	-	-	-
<b>Total Receipts</b>	<b>1,039,388,053</b>	<b>(20,000,000)</b>	<b>1,019,388,053</b>	<b>501,291,247</b>	<b>518,096,806</b>	<b>49.18</b>

*(a) Landrates*

The under realisation of landrates was occasion by the inability to trace all the rates payers so as to serve the demand notes. Meanwhile, county is in the process of implementing the new valuation roll which has been approved by County Assembly .Again, there has been a continuous effort to reach out to defaulters by issuance of demand notes.

*(b) Property Rent*

This is a collection of rent from commercial stalls owned by county under tenancy. The under realization of collection was occasion by tenants who defaulted on the premise that the business was not doing well and kept requesting for additional time to make good their arrears which has seen some evicted hence existence of dormant stalls with uncollectable arrears .

*(c) Markets*

The temporary displacement of vendors at the Kericho town market to pave way for the construction of modern food market together with boundary disputes at sondu market contributed to a drop of 10.63% in the market.

*(d) Hire Of County Assets*


*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

---

This is a user fee collection which depends on the external request to make use of county asset thus the collection depends demand basis.

*(Explain whether the changes between the original and final are as a result of reallocations within the budget or other causes as per IPSAS 1.7.23 The total of actual on comparable basis should tie with the totals under receipts and payments where this is not the case, a reconciliation should between the two statements should be prepared and disclosed.)*

The County Receiver of revenue's financial statements were approved on 30.06.2023 2023 and signed by:



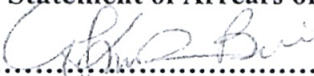
.....  
**Name:** CPA. Gilbert Kipkurui Bii  
**County Receiver of Revenue**




.....  
**Name:** CPA Kipkurui Koros Benard  
**Head of Revenue Reporting**  
**ICPAK M/No:18698**

Receiver Of Revenue  
 County Government Of Kericho  
 Revenue Statements for the Period Ended 30<sup>th</sup> June 2023

9. Statement of Arrears of Revenue As at 30th June 2023

  
 .....

Name: CPA. Gilbert Kipkurui Bii  
 County Receiver of Revenue

  
 .....

Name: CPA Kipkurui Koros Benard  
 Head of Revenue Reporting  
 ICPAK M/No:18698

Classification Of Receipts (Indicate As Applicable)	Balance as at The beginning of the current year (1 <sup>st</sup> July 2022) A	Arrears received during the year. B	Additions in arrears for the current year to June 30, 2023 C	Total arrears as at 30 June 2023 D=A+(B)+C	Measures taken to recover the arrears	Assessment to the recoverability of arrears
Land rate	133,624,366	-	24,983,591	158,607,957	Issuance of Demand notes	
Property Rent	8,388,900	-	1,146,200	9,535,100	Issuance of eviction notices	
<b>Total Arrears</b>	<b><u>142,013,266</u></b>	<b>=</b>	<b><u>26,129,791</u></b>	<b><u>168,143,057</u></b>		

## **10. Significant Accounting Policies**

The principal accounting policies adopted in the preparation of these revenue statements are set out below:

### **1. Statement of Compliance and Basis of Preparation**

The revenue 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 and relevant legal framework of the County Government of Kericho. 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 *entity*. The accounting policies adopted have been consistently applied to all the years presented.

The revenue statements have been prepared on the cash basis following the standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the *entity*.

### **2. Recognition of Receipts**

The *entity* recognises all receipts from the various sources when the related cash has been received by the *entity*.

### **3. Budget**

The County Revenue 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 budget was approved as required by law. The original budget was approved by the County Assembly on 28/04/2022 for the period 1st July 2022 to 30 June 2023 as required by law. There was *two* number of supplementary budgets passed in the year. A high-level assessment of the County's actual performance against the comparable budget for the financial year under review has been included in these financial statements.

### **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 revenue collection accounts held at Commercial banks.

**5. Revenue in Arrears**

This relates to revenue earned and is yet to be received or collected by the receiver of revenue. These arrears are disclosed under the statement of arrears as required under the PFM Act, 2012 Section 165 (2) (b) which is a memorandum statement.

**6. Disbursements to CRF**

The Receiver of Revenue has an arrangement for transfer of funds from its bank account to the CRF account. Total disbursements to the CRF are as a result of the transfer arrangement during the year. *(Include the receiver's actual policy on disbursements)*

**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 revenue statements for the year ended June 30, 2023

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**11. Notes to the Financial Statements**

**1. Cess**

Description	2022-23	2021-22
	Kshs	Kshs
Produce cess	3,601,862	2,463,323
Quarrying cess	2,364,700	2,417,100
Murram ,ballast and Scrap metal cess	922,900	684,800
Forest cess	502,700	414,600
Tea Transport cess	73,500	80,250
<b>Total</b>	<b>7,465,662</b>	<b>6,060,073</b>

There was an increase of 23.19% compared to the previous year. This was enable by increased enforcement at our revenue collection points.

**2. Land rates**

Description	2022-23	2021-22
	Kshs	Kshs
Land rates	89,226,614.30	61,621,999
Land Cultivation fee	1,030,945	684,625
Plot Rent	2,415,648	1,396,976
<b>Total</b>	<b>92,673,207.30</b>	<b>63,703,600</b>

The 45.48% increase emanated mostly from receipts from multinational through the implementation of the agreements between County and Tea growers on revised rates per year.

**3. Single /Business Permits**

Description	2022-23	2021-22
	Kshs	Kshs
Business permit application fees	1,721,700	1,500,000
Annual Business permit fees	60,858,605	56,119,300
Business permit penalties and interest	501,102	458,739
Business permit inspection fee	2,289,500	2,018,500
<b>Total</b>	<b>65,370,907</b>	<b>60,096,539</b>

Enhance inspection and enforcement contributed to an increase of 8.8% for single business permit

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**4. Property Rent**

<b>Description</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Stalls/kiosks rent	7,212,429	8,462,056
<b>Total</b>	<b>7,212,429</b>	<b>8,462,056</b>

**5. Vehicle Parking Fees**

<b>Description</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Car parking fees	11,404,700	15,185,500
Motorbike/Boda boda fees	44,800	705,160
Reserved parking	3,433,000	3,351,200
Bus Park fees	15,367,802	19,519,650
Clamping fee	332,000	248,250
<b>Total</b>	<b>30,582,302</b>	<b>39,009,760</b>

There was a drop of 21.6% during the year under review. This was largely traced to the months of July, August and September 2022 which were pre-election, election and post-election period and this was occasion by the inability mount roadblocks at our usual collection points because of lack of enforcement officers and national police officer who normally give back up to our collectors.

**6. Market Fees**

<b>Description</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Market fees	16,084,425	18,237,000
Stock sales fees	1,727,780	1,540,060
Slaughter house fee	1,169,600	1,464,240
<b>Total</b>	<b>18,981,805</b>	<b>21,241,300</b>

The temporary displacement of vendors at the Kericho town market to pave way for the construction of modern food market together with boundary disputes at sondu market contributed to a drop of 10.63% in the market.

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**7. Advertising**

<b>Descriptions</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Branding and advertising	14,402,463	13,506,001
Signage	4,789,700	5,311,434
<b>Total</b>	<b>19,192,163</b>	<b>18,817,435</b>

The 2% increase is largely attributed to charges subjected to campaign materials during electioneering period.

**8. Hospital Fees**

<b>Description</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
F.I.F Collection	219,603,767	317,845,486
NHIF Rebates	-	131,018,149
<b>Total</b>	<b>219,603,767</b>	<b>448,863,635</b>

The NHIF rebates was not wired to our CRF account during the period.

**9. Public Health Service Fees**

<b>Description</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Public health permit	4,027,100	4,339,552
<b>Total</b>	<b>4,027,100</b>	<b>4,339,552</b>

**10. Physical Planning and Development**

<b>Description</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Building plans approval	7,280,720	5,133,601
Survey fee	471,800	633,100
<b>Total</b>	<b>7,752,520</b>	<b>5,766,701</b>

The increased in development of structures within the county that requires plan approvals contributed to an increase in physical planning and development by 34.4%.

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**11. Hire of County Assets**

Description	2022-23	2021-22
	Kshs	Kshs
Hire of County Halls	300,000	118,000
<b>Total</b>	<b>300,000</b>	<b>118,000</b>

This is a revenue collected from hire of county assets and there was an increase of 154% which was largely attributed to campaign period whereby election candidates did use county amenities for their rallies.

**12. Conservancy Administration**

Description	2022-23	2021-22
	Kshs	Kshs
Refuse disposal fees	6,468,000	5,849,000
Public cemetery	11,500	17,300
Noise control fee	978,500	1,155,000
<b>Total</b>	<b>7,458,000</b>	<b>7,021,300</b>

**13. Administration Control Fees and Charges**

Description	2022-23	2021-22
	Kshs	Kshs
Weights and measures	2,211,810	1,982,640
Fire Services	4,133,000	3,820,900
Liquor licenses	5,000,000	121,670
Agricultural and Veterinary	2,102,675	2,134,665
<b>Total</b>	<b>13,447,485</b>	<b>8,059,875</b>

**14. Profits and Dividends.**

	2022-23	2021-22
	Kshs	Kshs
Receipts from Kabianga Tea Farm	1,500,000	2,000,000
<b>Total</b>	<b>1,500,000</b>	<b>2,000,000</b>

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

**15. Proceeds From Insurance Compensation**

	2022-23	2021-22
	Kshs	Kshs
Proceeds From Insurance Compensation	5,678,000	-
<b>Total</b>	<b>5,678,000</b>	<b>-</b>

During the year under review, County received ksh 5,678,000 as an insurance claim for vehicle 35CG066A which was written off after an occurrence of accident.

**16. Bank Balance Brought forward**

	2022-23	2021-22
	Kshs	Kshs
Balance B/f at the beginning of the year	69,298.57	252,177
<b>Total</b>	<b>69,298.57</b>	<b>252,177</b>

**17. Bank Charges**

Description	2022-23	2021-22
	Kshs	Kshs
Bank Charges & commissions	25,200	28,800
<b>Total</b>	<b>25,200</b>	<b>28,800</b>

**18.(a) Bank Balances**

Name of Bank, Account No. & currency	Amount	Exc. rate (if in foreign currency)	2022-23	2021-22
			Kshs	Kshs
Kenya Commercial Bank-acc No-1140754297	-	-	24,089,226.12	69,298.57
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**18 (b). Balance carried forward as at 30<sup>th</sup> June 2023 and subsequently transferred**

Ref	Amount (Kshs)	Date subsequently transferred
Disbursement 1	24,089,226.12	18 July 2023
<b>Total</b>	<b>24,089,226.12</b>	

*(This is a disclosure note indicating how the cash balance as at the end of the year has been subsequently disbursed to the CRF)*

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

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**19. Payables- Due To CRF**

<b>Payables</b>	<b>2022-23</b>	<b>2021-22</b>
	<b>Kshs</b>	<b>Kshs</b>
Balance b/f at the beginning of the year	69,298.57	<b>252,177.00</b>
Amount collected during the year	501,291,247.80	693,663,276.00
Amounts disbursed to CRF during the year	(477,246,120.00)	562,828,005.00
NHIF Rebates	-	131,018,149.43
Bank Charges	(25,200)	
<b>Balance c/d at the end of the year</b>	<b>24,089,226.12</b>	<b>69,298.57</b>

*This relates to amounts yet to be disbursed to the exchequer at the end of the financial year. The amount should be supported by the bank balances as per note 16 above.*

Notes to the Financial Statement (Continued)

20. Ageing Analysis of Revenue in Arrears

Description (indicate as applicable)	Less than 1 year	Between 1-2 years	Between 2-3 years	Over 3 years	Total
Land rate	26,156,663	35,391,657	63,736,391	33,323,246	158,607,957
Property Rent	1,146,200	1,535,100	4,752,600	2,101,200	9,535,100
<b>Total (agree to statement of arrears)</b>	<b>26,156,663</b>	<b>35,391,657</b>	<b>63,736,391</b>	<b>33,323,246</b>	<b>158,607,957</b>

12. Appendices

Appendix 1: A Report of Waivers and Variations of Fees or charges granted by the Receiver of Revenue during the year.

S/No	Name of person / organisation benefitting from waiver/ variation	Year in which waiver/ variation relates	Amount of variation/ waiver (fee or charge)	Reasons for waiver/ variation	The law in terms of which the variation/waiver was granted
-	-	-	-	-	-



Sign and date  
 Accounting Officer

**Receiver Of Revenue**  
**County Government Of Kericho**  
**Revenue Statements for the Period Ended 30<sup>th</sup> June 2023**

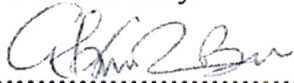
**Appendix 2: Progress on follow up of prior Year Auditor Recommendations.**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Trial Balance	Prepared and submitted	Resolved	-
2	Failure to Map Revenue Sources	Enactment of Kericho County Finance act to include all the revenues	Resolved	-
3	Arrears of Revenue	Enhance enforcement on collection of arrears	ongoing	-
4	Expired Service Agreement for Revenue Collection	<i>initiated process of sourcing for a new solution</i>	ongoing	-

**Guidance Notes:**

- (i) Use the same reference numbers as contained in the external audit report.
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management.
- (iii) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.



Name: CPA. Gilbert Kipkurui Bii  
 County Receiver of Revenue

Date 30.09.23



Name: CPA Kipkurui Koros Benard  
 Head of Revenue Reporting

ICPAK M/No:18698

Date 30.09.23

*Receiver Of Revenue  
County Government Of Kericho  
Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

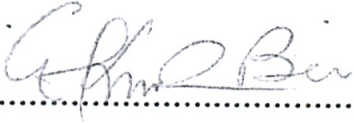
*Trial Balance Statement for the period ended 30th June 2023*

S/NO	Particulars	2022/23	
		AMOUNTS (Ksh)	
		Dr.	Cr.
1	Balance b/f at the beginning of the year		69,298.57
2	Advertisement/branding fees		14,402,463.00
4	Agriculture livestock and veterinary payments		2,102,675.00
5	Alcoholic drink license fees		5,000,000.00
6	Application/registration fees		1,721,700.00
7	Audit fees		45,000.00
9	Building plan approvals fees		7,280,720.00
11	Business permits late payment penalties, current year		501,102.00
13	Cemetery fees		11,500.00
14	Clumping, fines and impounding fees		332,000.00
16	Fire license fee		4,133,000.00
17	Forest cess		502,700.00
18	Hire of social hall/park & stadium fees		300,000.00
19	Hospital payments		219,603,767.00
20	House rent fees		7,212,429.00
21	Inspection fees		2,289,500.00
23	Kabianga tea farm payments		1,500,000.00
24	Land and property rates fees		89,226,614.30
25	Land cultivation fees		1,030,945.00
26	Market fees		16,084,425.00
27	Murram, ballast and sand cess fees		922,900.00
28	NEMA fees		978,500.00
29	Plot rent		2,415,648.00
30	Produce cess		3,601,862.25
31	Public health payments		4,027,100.00
32	Quarry stone cess		2,364,700.00
33	Refuse fees		6,468,000.00
34	Signages fees		4,789,700.00
35	Single business permit		60,858,605.00
36	Slaughter house operation fees		1,169,600.00
37	Stockyard sales fees		1,727,780.00
38	Survey fee		471,800.00
39	Tea transport cess		73,500.00
40	Weights and measures fee		2,211,810.00
41	Vehicle Parking fee		30,251,202.00
42	Insurance Compensation		5,678,000.00
44	Disbursements To CRF	477,246,120.00	
45	Balance Due to CRF (Closing Bank Balance)	24,089,226.12	

*Receiver Of Revenue*  
*County Government Of Kericho*  
*Revenue Statements for the Period Ended 30<sup>th</sup> June 2023*

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46	Bank Charges	25,200.00	
	<b>Total</b>	<b>501,360,546.12</b>	<b>501,360,546.12</b>



.....  
**Name:** CPA. Gilbert Kipkirui Bii

**County Receiver of Revenue**

**Date** 30/09/23



.....  
**Name:** CPA Kiplurui Koros Benard

**Head of Revenue Reporting**

**ICPAK M/No:18698**

**Date** 30/09/23