

REPUBLIC OF KENYA



*Enhancing Accountability*

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**REPORT**

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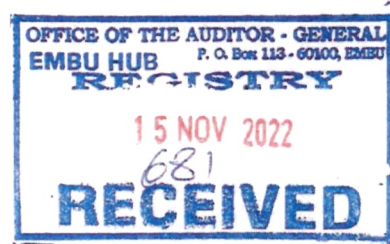
**OF**

**THE AUDITOR-GENERAL**

**ON**

**COUNTY EXECUTIVE OF MERU**

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



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COUNTY GOVERNMENT OF MERU

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2022

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## 1. Key Entity Information And Management

### a) Background information

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

The Governor is supported by an Executive Committee in carrying out the mandate as stipulated in the Constitution. The County Executive Committee Member for Finance, Economic Planning & ICT is in charge of the County Treasury. One of the functions of the CEC – Finance is financial reporting at the County level.

#### **Vision**

“A United, Prosperous Green Model County.”

#### **Mission**

“To facilitate sustainable development and wealth creation in the County through technological innovations, trade and industrialization that leverages on our skilled human resources, agriculture, wildlife, bio-diversity and cultural heritage.”

#### **Core Values**

The County is committed to upholding the following core values as the guiding principles for its operations:

##### *Integrity*

Honesty and sincerity are an integral part of the County’s operations. The county shall uphold these through strict adherence to the moral principles underlying all our policies.

##### *Transparency and Accountability*

The county shall always endeavor to be transparent, answerable and liable at all times.

##### *Team work*

The county shall treat one another with respect and communicate openly. The county shall create a workplace that fosters community, respect, and uniqueness of each person, promotes employee participation to ensure their full contribution and appreciate the value of multiple perspectives and diverse expertise.

##### *Inclusiveness*

In its undertakings, the county shall have people from diverse backgrounds or communities involved in development. The county values the perspectives and contributions of all people, and incorporates the needs, and perspectives of communities into the design and implementation of county programs. All groups and members of the county shall be treated equally and without exception.

##### *Innovativeness*

The county shall thrive on creativity and ingenuity. The county will seek the innovations and ideas that can bring a positive change. The county will value creativity that is focused, data-driven, and continuously-improving based on results.

##### *Hard work*

The county shall be patriotic to the cause of the county and be guided by ethics of hard work in all its undertakings

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**b) Key Management**

The County Government of Meru – County Executive day-to-day management is under the following key organs:

	<b>Name</b>	<b>Designation</b>	<b>Date of holding office</b>
1.	H.E Kiraitu Murungi	Governor	15 <sup>th</sup> August, 2017
2.	H.E Titus Ntuchiu	Deputy Governor & CECM : Finance, Economic Planning & ICT	15 <sup>th</sup> August, 2017
3.	James Koome Miriti	CECM: Youth Affairs & Sports	12 <sup>th</sup> July 2019
4.	Edith Caroline Kagwiria Mutiga	CECM: Agriculture, Livestock Development & Fisheries	15 <sup>th</sup> April 2019
5.	Linner Nkirote Kailanya	CECM: Education, Technology, Gender, Culture & Social Development	12 <sup>th</sup> October 2017
6.	Julius Taitumu M'Anaiba	CECM: Roads, Transport & Energy	12 <sup>th</sup> October 2017
7.	Maingi Mugambi	CECM: Trade, Investment, Industrialization, Tourism & Cooperatives	12 <sup>th</sup> October 2017
8.	Kiautha Ariithi	CECM: Legal Affairs, Public Service Management & Administration	12 <sup>th</sup> October 2017
9.	Jeremiah Lenya M'Iringo	CECM: Land, Physical Planning, Urban Development & Public Works	12 <sup>th</sup> October 2017
10.	Eunice Kobia Nkirote	CECM: Water & Irrigation	23 <sup>rd</sup> November 2018
11.	Prof. Karwitha Kiugu	CECM: Environment, Wildlife & Natural Resources	15 <sup>th</sup> April 2019
12.	Misheck Mutuma M'Muyuri	Health Services	23 <sup>rd</sup> November 2018

**c) Fiduciary Management**

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

No.	Designation	Name
1	Deputy Governor & CECM: Finance, economic Planning & ICT	Titus Ntuchiu
2	Chief Officer Finance, Economic Planning & ICT	Joseph Chabari
3	Chief Officer Agriculture	Dionisia Warue M'eruaki
4	Chief Officer Livestock & Fishery	Dr. David Kimenchi Mugambi

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5	Chief Officer Water, & Irrigation	Jack Muthamia
6	Chief Officer Education	Kirema Patrick Mioki
7	Chief Officer Gender & Social Development	Lewis Mwirigi
8	Chief Officer Culture	Cyprian Nturibi Kalaine
9	Chief Officer Health Services	Dr. James Kirimi
10	Chief Officer Lands & Public Works	Timothy Kaaria
11	Chief Officer Physical Planning	Martin Gitiye Mutwiri
12	Chief Officer Public Service Administration & Legal Affairs	Kanathi Aaron
13	Chief Officer Roads & Transport	George Kimathi
14	Chief Officer Energy	Joseph Nchani
15	Chief Officer Trade, Investment & Industrialization	Catherine Wanja Kithinji
16	Chief Officer Tourism	Titus Mithika Murungi
17	Chief Officer Co-operatives Development	Denson Mwirigi
18	Chief Officer Sports	Mercy Mwendwa Ndiira
19	Chief Officer Youth Affairs	Flora Kananu Ntongai
20	Chief Officer County Public Service Board	Clare Kagwiria
21	Chief Officer Environment, Wildlife and Natural Resources	Lawrence Kinoti Mwebia

**d) Fiduciary Oversight Arrangements**

The key fiduciary oversight bodies at the County for the year ended 30<sup>th</sup> June 2022 were:

1. County Assembly of Meru;
2. Public Accounts Committee of the County assembly of Meru
3. Budget and Appropriations Committee
4. Senate Sectorial Committee on Public Accounts and Investment

**e) County Government of Meru Headquarters**

P.O. Box 120 - 60200  
County Headquarters Building  
Meru- Makutano Road  
Meru, Kenya

**f) County Government of Meru Contacts**

Telephone: (254) 720088043  
E-mail: [merucounty@meru.go.ke](mailto:merucounty@meru.go.ke)  
Website: [www.meru.go.ke](http://www.meru.go.ke)

**g) County Government of Meru Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
2. Kenya Commercial Bank  
Meru Branch, Kenya
3. Cooperative Bank of Kenya  
Meru Branch, Kenya
4. Family Bank  
Meru Branch, Kenya
5. Housing Finance Corporation  
Meru Branch, Kenya

**h) Independent Auditors**

Auditor General  
Office of the Auditor General  
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

## **2. Forward by the CECM Finance and Economic Planning**

Pursuant to section 164 of the Public Finance Management Act, 2012 at the end of each Financial Year, the County Treasury shall prepare Financial Statements in respect of the entity in formats to be prescribed by the Accounting Standards Board.

It is my pleasure to present the County Government of Meru financial statements for the year ended 30th June 2022. The financial statements present the financial performance of the County Government over the past year.

The promulgation of the Constitution of Kenya, 2010 under Chapter 11 ushered Kenya into a new system of governance, replacing the centralized system with a devolved system of governance.

### **a) Functions of the County Government**

As per the County Government act 2012, a County Government shall be responsible for any function assigned to it under the Constitution or by an Act of Parliament. Without prejudice to the generality of subsection (1), a county government shall be responsible for:-

- i. County legislation in accordance with Article 185 of the Constitution;
- ii. Exercising executive functions in accordance with Article 183 of the Constitution;
- iii. Functions provided for in Article 186 and assigned in the Fourth Schedule of the Constitution;
- iv. Any other function that may be transferred to county governments from the national government under Article 187 of the Constitution;
- v. Any functions agreed upon with other county governments under Article 189(2) of the Constitution; and
- vi. Establishment and staffing of its public service as contemplated under Article 235 of the Constitution.

### **b) budget performance against actual amounts**

the budget performance for the County is analysed as shown below:-

#### **i. Revenue**

In the year ended 30th June 2022, the County had projected revenues of Kshs 11,464,494,219 consisting of Kshs 11,160,824,169.02 which was to be received through the County Revenue fund and Ksh 303,670,051 as Appropriation In Aid.

Out of the projected revenue, the county was able to realise Kshs 10,036,211,627 in actual revenues representing 87.54% performance. Failure to meet revenue budget was as a result of merging conditional grants with exchequer resulting to reduction of expected funds to Counties along with failure by the National treasury to release all the exchequer release due for the year.

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In table below we present an analysis of revenue performance during the year.

<b>Revenue classification</b>	<b>Revenue Budget</b>	<b>Actual</b>	<b>Realization (%)</b>
Equitable share	11,160,824,169.02	9,767,991,505	89.43
Other Income	303,670,051	268,220,122	49.65
	<b>11,464,494,219</b>	<b>10,036,211,627</b>	<b>87.54</b>

Though the statement of receipt and payment shows transfers from CRF of Kshs 9,767,991,505, the actual amount received during the period under review was Kshs 7,763,509,992.00, with the balance Kshs 2,004,481,513 coming in as transfer from other government agencies, own source revenue and fund balance brought forward from the previous year.

**Payments**

Our total expenditure for the year amounted to Kshs **10,296,334,453** comprising of Kshs **3,872,721,050** development and Kshs **6,423,613,403** recurrent.

Much of the recurrent budget was spent on compensation for employees. However, we appreciate that a well remunerated workforce is necessary for service delivery. As such, we are committed to improving the welfare of our staff.

**Cash flows**

In the FY 2021/2022, we have not had many liquidity disruptions. This was as a result of proper planning by the County.

**Accounts receivables**

Imprests management is a critical area of focus in Meru County. Our aim is to adhere to the PFM regulations on imprests management. We appreciate that there is still, room for improvement in this area. The main challenge has been to get staff to account for their imprests on time. Going into FY 2022/2023, we will place more emphasis on complying with the PFM regulations with regards to imprests.

**c) Physical progress based on outputs, outcomes and impacts**

The county government of Meru has made strides in delivery of essential services to its residence since introduction of the devolved system of Governance. Major progress has been made in setting up major infrastructural development which are expected to be the cornerstone of economic empowerment of the residents of Meru. On matters pertaining health, the county has been able to construct a renal unit in the Meru Level V hospital which will serve many cancer patients within the region; this is in addition to construction of 250 ward block in the level 5

hospital, constructed and equipped various health centres and dispensaries, along with upgrading of all level 3 and 4 hospitals.

The county has further been able to construct several markets, graded over 1,000kms of road, constructed various ECDE classrooms and equipped all the youth polytechniques.

**d) Comment on each of the County flagship projects and how they have been achieved.**

The identified projects were expected to create transformative impact in terms of employment creation, increasing county competitiveness, revenue generation across the County. Overall, approximately 30% of the planned flagship projects have been successfully implemented. Others are at various implementation stages.

The following flagship projects have been implemented successfully:

1. **Meru Vision 2040** – The vision is the County’s development blueprint developed to provide long-term development strategy.
2. **Revenue automation system** – to increase own revenue and overall improved service delivery, the Meru County Revenue Board (MCRB) transitioned to an automated revenue collection system for all revenue streams.
3. **Meru County meals and nutrition** – the flagship project focused on supplementing nutrition for public schools ECDE learners across the County as well as increase the enrolment and retention of learners to approximately 95%. 65,224 learners received 200mls milk cartons twice a week. The programme has however faced budgetary challenges though its span.
4. **Establishment of model vocational training centres** – The vision was to ensure each Sub-County had at least one VTC to equip youths with relevant skills and ensure 100% transition from high schools. Over the CIDP period, 2 VTCs were renovated and 17 workshops and 2 hostels were constructed and equipped.
5. **Meru Youth Service** – Still focusing on the youth welfare, MYS was established to equip the youth with requisite technical skills and enhance their employability. To date approximately 2,000 youths have enrolled and successfully completed their basic training.
6. **Roman paving technology (Paving using Cobblestones)** – Under roads, over 20 market centres across the County have been paved to create access and conducive environment for the traders.
7. **Wind /solar/hydro energy** – Meru County has an ambitious vision to generate 100MW of power to provide clean, affordable and reliable energy. In partnership with Windlab this vision continues to be implemented by Meru County Investments and Development Corporation (MCIDC).
8. **Coffee Cash Model** – To increase coffee production, the coffee cash model was introduced to pay coffee farmers cash on delivery of their produce. Limited resources disrupted the payment model.
9. **“Fukuza Saratani” Cancer/Gastrointestinal Center** - To realize a cancer-free society, reduce cancer burden in the community, early detection and treatment of cancer and

reduce cancer related deaths by 50%, the Health Department has a fully equipped and operational cancer center at MTRH.

10. **Tree Crops Development** – To diversify livelihoods and increase household income through agricultural production, the sector procured and distributed macadamia and avocado seedlings
11. **Drilling of boreholes** – Close to 200 boreholes have been drilled Countywide especially in semi-arid wards to increase access to domestic and irrigation water.

**e) Comment on value-for-money achievements**

The county has received value for money for various projects implemented during the period. This county has undertaken various social and value for money audits which has shown that the county has been effective in utilization of its funds and that the projects implemented have had impact on the livelihoods of its residents.

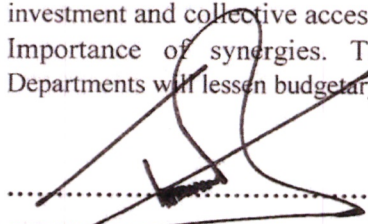
**f) implementation challenges of strategic objectives for the County**

The biggest impediment to the achievement of the CIDP is limited resources and budgetary allocation to cover implementation and maintenance cost of some flagship projects

**g) key risk management strategies applied by the County**

The County Government has steered towards collaborating with institutions, development partners and stakeholders in implementing its mandates and successfully empower low-income households. Through the collaborations, the County has amplified its development impact by pooling technical, monetary and capacity building investments, establishing partnerships for investment and collective access to impactful innovations in the sector.

Importance of synergies. The implementation of high investment collaboratively between Departments will lessen budgetary burdens.

.....  
  
**CECM Finance and Economic Planning**

**County Government of Meru**

### 3. STATEMENT OF PERFORMANCE AGAINST COUNTY PREDETERMINED OBJECTIVES

#### Introduction

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

#### Strategic development objectives

The County's 2018-2022 CIDP has identified 13 key strategic development objectives. Broadly, these objectives have been identified through a participatory process that reviewed the development priorities of the Governor's Manifesto, the National Government's "Big Four", NIUPLAN, SDGs and the MTP III.

The strategic objectives are a synthesised product of the afore-mentioned planning frameworks that amalgamate the thematic focus and development aspirations in these policy frameworks.

The key development objectives of the Meru County's 2018-2022 CIDP are to:

- 1) **New structure of Governance.** The new government of Meru County will be accessible to all; it will be consultative and involve the people and their leaders in decision-making, right from the Ward to County level. Structures to be created include Meru Economic and Social Council, Meru County Development Boards, Sub-County Development Boards, Ward Development Boards. This will enrich the CIDP projects at the ward levels
- 2) **Provision of water in the county** e.g. Buuri, Tigania East, Tigania West, Igembe South and Igembe North and all arid areas of the county. The flagship projects here include drilling and equipping of boreholes in the county, construction of dams, water pans among others & Conservation and Protection of water towers.
- 3) **Improved Agriculture-** flagship projects here include investing at least 20% of the budget in agriculture.
- 4) **Tourism-**Flagships here to include Launch of Meru cultural festivals, put more funds for investment in Meru cultural centre's i.e Njuri Ncheke, Improve infrastructure in Meru National park and Isiolo Resort City

- 5) **Education –key flagship being** Provision of free milk for all ECDE children, Provision of free ECDE education for all children.
- 6) **Roads-** Key flagships to include Murraming all county roads, ensure quality construction of roads, Use labour intensive methods for maintenance of county roads to create more employment for our youth, Establish Meru County Roads Board in collaboration with KERRA and KURRA and Lobby National Government to maintain their roads.
- 7) **Health-Some of the flagship projects include:** increased Investment in public health education, improving working environment for health workers, ensure adequate and proper usage of drugs for all health facilities & Get involved in talks with the nurses to end the strikes.
- 8) **Towns Modernization** –flagship projects to include -Modernization of all towns in Meru, ensure growth of our towns by provision of water & construction of toilets and laying cabros; provide funds for not yet established markets, establishment of town committees/boards.
- 9) **Entrepreneurship** and Attraction of Private Investment
- 10) **Youth-** flagship projects include -Establishment of a powerful and well-resourced youth ministry, Establish Meru Youth Service (MYS) - this will ensure that all youths get technical skills to be involved in drilling of boreholes, dams and water pans.
- 11) **People with Disabilities-**Create programmes that support PWDs engaged in business, agriculture and other economic activities.
- 12) **Promotion of Kimeru culture and Tradition-**Support Kimeru Institute to promote Kimeru language and culture even to the diaspora, Establishment of Njuri Ncheke cultural centre, Create an annual Meru cultural festival to showcase culture, music, and dance and Kimeru foods
- 13) **Environmental Conservation** –Flagship project include: Introduction of bamboo farming to boost forest cover and conserve water catchment areas.

#### **Progress on attainment of Strategic development objectives**

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified

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for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Department	Objectives	Outcomes	Indicators	Performances
Governor's Office	Facilitate efficient Communication	Well informed public on County Activities	No. of documentary produced and Aired	3
Finance, Economic planning & ICT	To enhance efficiency and effectiveness in utilization of public resources	Enhanced efficiency and effectiveness in utilization of public resources	% level of compliance with Public Procurement Regulations	99%
			% of pending Bills reduced	10%
	To enhance evidence based policy Development	Evidence based Policies and Plans	No. of ADPs	5
			No. of County Annual progress Report produced	5
			CIDP Review Report Produced	1
	To realize Optimum Revenue Collection and mounting	Increased Revenue	Revenue streams	20
% of Revenue collected through Automated Revenue streams			100%	
Education, Technology, Gender, Culture & Social Services	To improve access, Retention, transition and completion rate	Increased enrolment and completion rate	% of enrolment of ECDE leaners	90%
			% of retention of pupils in ECDE	98%
			% of transition of pupils in ECDE	98%
			No. of ECDE classes constructed	34
	To empower Marginalized and enforce affirmative action	Increased gender awareness, empowerment and gender inclusivity	No. of women empowered	1447 Twaweza Women Empowered Socially, Politically and Economically
			No. of PWDs Trained on entrepreneurship	1700

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Youth Affairs & Sport	To increase youth involvement in social economic development	Gainful employment and engaged meaningful social activities in the community	No. of youth groups given financial support	110 youth groups
			No. of Youths participating in exhibitions to nurture talents and innovations	1000 youth participants
	To increase youth participation in sports	Nurtured Talents and increase in income	No. of teams equipped	450
			No. of teams supported	2
	To generate all empowered youths, actively involved in building the Nation	Meaningful youth involvement and increased income	No of youths recruited and trained	200
Energy, Transport and Infrastructure	To boost trade, communication and economic activities in the region	Reduced travelling time & operational costs by road users	No. of KM graded	800KM
			No. of KM of Murramed	610KM
			No. of Culverts	1852 meter
			No. of Bridges / drift Constructed	2
			No. of Gabions	50
PSMA&LA	To strengthen the capacity to provide leadership & co-ordination required for successful implementation of development plans	Strengthened capacity and full implementation of County Development Plans	% of proportion of county citizens participating in county initiatives & projects	80%
			% of proportion of citizens satisfied with the County Job Performance	65%
	To provide unassailable Legal services	Efficient and effective delivery of legal services	No. of Court cases concluded	30

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Trade, Tourism & Cooperative Development	To increase County revenue	Increased County revenue from trade activities	No. of modern Kiosk Constructed	45
Health	To reduce disease burden	Reduced mortality and mobility rate	No. of Oxygen plant and Oxygen piping completed	1 Oxygen plant and piping completed at MeTRH
			No. of Renal unit constructed	2 Renal unit at MeTRH and 1 at Nyambene sub-county Hospital
			No. of Covid-19 isolation centres established and operationalized	5 isolation centres -Mboroga -Kangeta -Nyambene -Igoji MYS training centre - MeTRH)
			No. of Covid-19 molecular lab at MeTRH	1
Agriculture, Livestock Development and Fisheries	To equip farmers and staff with necessary technological skills	Improve Farm Production and Productivity	No. of Farmers trained	3000 Farmers trained
			No. of Staff trained	116 Staff trained
	Control diseases and pests and increase reproduction	Sustained household income and protection of livelihoods	No. of doses of local semen for Genetically Improved Livestock breeds	8,000 doses of local semen
			No. of animals vaccinated	200,000 animals vaccinated

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	To create wealth and improve food and nutrition security	Improved livelihood and quality of life	No. of fish farmers and technical staff trained	1,700
			No. of fingerlings stocked	300,000
			No. of fish ponds rehabilitated	40
Lands, Physical Planning, Urban Development and Public Works	Promote Sustainable Industrial development for effective resource utilization	Improved Standards of living	No. of markets constructed	3
Water	To provide clean, safe drinking water for Meru County residents	Reliable supply and access of clean water to Meru residents	No. of water storage in m <sup>3</sup>	5,000,000
			No. of water projects completed	30

#### **4. Environmental and Sustainability Reporting**

##### **1. Sustainability strategy and profile**

The county government of Meru has instituted performance based management to ensure key county services are delivered and projects implemented on timely basis, and at the right cost. All the County Executive Members have signed Performance Contracts, Chief Officers and Directors of various departments.

The county has establishment a directorate of efficiency monitoring unit which coordinates implementation of various county programmes and projects, undertakes monitoring and evaluation along with ensuring goods and services are procured at prevailing market rates to ensure the county gets value for its monies. We have also institutionalized Rapid Result Initiatives as part of tools employed to ensure Programs/Projects are implemented effectively and efficiently for the citizen to get value for money.

##### **2. Environmental performance**

The county Government of Meru has put in mechanism to safeguard environmental issues. This has involved of fully fledged department of Environment and natural resource management, along with establishment of Sub County Environmental committees. The county has supported the preservation of Environment and Natural resources through reforestation, Beautification of Urban Centers like; Meru Town, Maua Town, Timau Town e.t.c, the conservation of biodiversity, reducing human wildlife conflict.

##### **3. Employee welfare**

The county Government of Meru is committed to investing in its employees and creating a healthy, friendly working environment. Further the county has complied with various labour laws including ensuring adherence to the one third gender rules with the ratio currently standing at 50:50.

We are also committed towards safeguarding the safety and health of all our employees.

##### **4. Market place practices-**

The County Government of Meru has a vibrant internal directorate fully staffed and an active audit committee which looks on matters of Accountability and good governance practice.

##### **5. Community Engagements-**

The community is engaged during various county processes such as; Preparation of Meru County Vision 2040, 2018-2022 CIDP Development process, County Strategy Paper, Budget Review and Outlook Paper, Budgeting and during various policy formulation. The County also has established a County Magazine produced Quarterly.

**6. Others**

The County Government of Meru undertook several Corporate Social Responsibility during this Financial year. Listed below are some of the CSR undertaken.

- i. The County Government of Meru distributed to PWD'S Assistive devices across the 9 sub-counties
- ii. Distributed food rations to the PWD'S and most vulnerable in the community during the emergence of Covid-19 pandemic.
- iii. Supplied to Vulnerable girls sanitary and dignity kits

**5. Statement of Management Responsibilities**

Sections 163,164 and 165 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the County Treasury shall prepare financial statements of each County Government entity, receiver of receipts and consolidated financial statements for all County Government entities in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The County Executive Committee (CEC) member for Finance and Economic planning of the County Government is responsible for the preparation and presentation of the County Executive's financial statements, which give a true and fair view of the state of affairs of the County Executive for and as at the end of the financial year ended on June 30, 2022. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the county Executive; (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 Executive; (v) Selecting and applying appropriate accounting policies; and (iv) Making accounting estimates that are reasonable in the circumstances.

The CEC member for finance accepts responsibility for the County Executive's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The CEC member for finance is of the opinion that the County Executive's financial statements give a true and fair view of the state of the County Executive's transactions during the financial year ended June 30, 2022, and of its financial position as at that date.

The CEC member for finance further confirms the completeness of the accounting records maintained for the County Executive which have been relied upon in the preparation of its financial statements as well as the adequacy of the systems of internal financial control.

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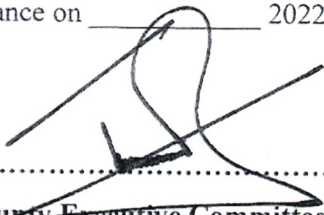
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The CEC member for finance confirms that the County Executive has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the County Executive's funds received during the year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

Further the CEC member for finance confirms that the County Executive's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

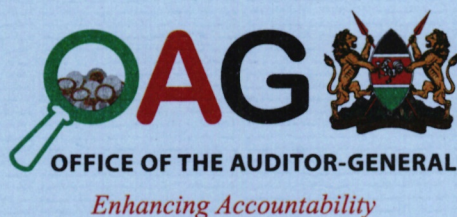
The County Executive's financial statements were approved and signed by the CEC member for finance on \_\_\_\_\_ 2022.



.....  
**County Executive Committee Member –**  
**Finance and Economic Planning**

# REPUBLIC OF KENYA

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## REPORT OF THE AUDITOR-GENERAL ON COUNTY EXECUTIVE OF MERU FOR THE YEAR ENDED 30 JUNE, 2022

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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 Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of County Executive of Meru set out on pages 1 to 41, which comprise of the statement of assets and liabilities as at

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

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

### **Basis for Qualified Opinion**

#### **1. Lack of Valuation and Title Deeds for Land**

Annex 3 to the financial statements reflects a balance of Kshs.9,165,729,104 in respect to summary of non-current asset register which includes Kshs.42,337,783 in respect to land. However, the County Executive did not provide a list of all parcels of land owned by the County, specific location of land, approximate size, value of land and respective title deeds.

In addition, although the County Executive explained that it has already made efforts to acquire ownership documents, the verification and validation exercise for the assets owned by the devolved unit has not been undertaken and therefore the existence, valuation and location of specific land parcels could not be established. Further, no title deeds in the name of the County Government were provided for audit.

In the circumstances, the accuracy, existence, value and ownership of the fixed assets balance of Kshs.9,165,729,104 could not be confirmed.

#### **2. Unsupported Penalty and Interest for Unpaid PAYE**

The statement of receipts and payment reflects compensation of employees' amount of Kshs.4,496,439,039 which includes Kshs.57,597,233 on other personnel payments as disclosed in Note 3 to the financial statements. However, the amount rose from Nil in 2020/2021 financial year to Kshs.57,597,233 in the current financial year without justification.

Further, the amount of Kshs.57,597,233 includes an amount deducted by Kenya Revenue Authority (KRA) from County Revenue Fund as penalties and un-remitted Pay As You Earn (PAYE). However, the balance was not broken down to distinguish between what was deducted by KRA as penalty and the unremitted PAYE. In addition, the County did not explain why it failed to remit PAYE deductions within the statutory deadlines.

In the circumstances, the accuracy, propriety, and completeness of the expenditure amount of Kshs.57,597,233 could not be confirmed.

### **3. Unsupported Expenditure on Legal Fees**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an amount of Kshs.1,275,786,103 in respect to use of goods and services which includes an amount of Kshs.233,706,236 incurred on other operating expenses, out of which Kshs 38,822,518 is in respect to legal fees for various court cases filed against the County Executive. However, this was an unexplained and unsupported increase of Kshs.9,438,070 from the previous year.

In the circumstances, the accuracy and completeness of the expenditure amount of Kshs.9,438,070 could not be confirmed.

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

### **Key Audit Matters**

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

### **Other Matter**

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

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.11,464,494,220 and Kshs.10,036,211,627 respectively resulting to an under-funding of Kshs.1,428,282,593 or 12% of the budget. Similarly, the County Executive spent Kshs.10,296,334,453 against an approved budget of Kshs.11,464,494,220 resulting to an under-expenditure of Kshs.1,168,159,767 or 10% of the budget.

The under-funding and under-performance affected the planned activities and may have impacted negatively on service delivery to the public.

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

Review of the progress on follow up on prior year auditor's recommendations reveal that, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness

of Internal Controls, Risk Management and Governance which remained unresolved contrary to Section 149(2)(l) of the Public Finance Management Act, 2012 which require Accounting Officers designated for county government entities to try to resolve any issues resulting from an audit that remain outstanding.

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

### Conclusion

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

### Basis for Conclusion

#### 1. Non-Compliance to the Fiscal Responsibility Principles

The statements of receipts and payments reflects an amount of Kshs.4,496,439,039 in respect to compensation of employees as disclosed in Note 3 to the financial statements which translates to 45% of the total receipts of Kshs.10,036,211,627. This is contrary to Section 25(1)(b) of the Public Finance Management (County Governments) Regulations, 2015 which limits expenditure on wages and benefits to not more than 35% of the total revenue for the year.

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

#### 2. Earnings Below the Statutory Minimum

The statement of receipts and payments reflects compensation of employees of Kshs.4,496,439,039 which includes an amount of Kshs.2,050,745,671 on basic salaries of permanent employees as disclosed in Note 3 to the financial statements . Review of the monthly payroll records revealed that one hundred seventy-three (173) employees' salary deductions fell below the a-third (1/3) of the basic salary contrary to Section 19 (3) of the Employment Act, 2007 which require that deductions made by an employer from the wages of his employee at any one time shall not exceed two thirds of such wages. No explanation from Management was provided for the employee earnings below the statutory minimum.

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

#### 3. Non-Compliance with Ethnicity and Regional Distribution

Review of the Integrated Personnel and Payroll Database (IPPD) Payroll revealed that 90% of the County Executive employees were from the same dominant ethnic community contrary to Section 7(2) of the National Cohesion and Integration Act, 2008.

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

#### **4. Use of Manual Payroll**

The statement of receipts and payments reflects an amount of Kshs.4,496,439,039 in respect of compensation of employees as disclosed in Note 3 to the financial statements. Included in this balance is an amount of Kshs.203,187,379 paid through the manual payroll system . This is contrary to Section 6.7.6 of the County Financial Accounting and Reporting Manual which requires all payments for personal services should be paid through the payroll system.

In the circumstances, Management was in breach of regulations.

#### **5. Lack of an Approved Staff Establishment**

The County Executive did not have an approved staff establishment contrary to Section B 5(2) of the County Public Service Human Resource Manual, 2013 which states that all vacancies shall be declared in a prescribed format which shall include the number of vacancies; when the vacancy occurred; whether the vacancy is within the authorized establishment and other relevant details. Further, Section B 6(3) states that in the recruitment process, due consideration will be given to appropriate organizational structure in each department, optimal staffing levels, schemes of service and career progression guidelines.

In the circumstances, it was not possible to establish if the County Executive operated at optimum staffing levels. In addition, the County Executive is in breach of the County Public Service Human Resource Manual, 2013.

#### **6. Failure to Pay Gratuity to Contracted Employees**

The statement of receipts and payments reflects compensation of employees amount of Kshs.4,496,439,039 which includes Kshs.203,187,379 for basic salaries of temporary employees as disclosed in Note 3 to the financial statements . However, it was noted that the County engaged contract employees but failed to include the clause on gratuity on the terms of service as required by the Employment Act, 2007 to pay 31% of the basic pay to contracted employees at the end of the contract. It was not explained why the County failed to pay gratuity to the contracted employees.

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

#### **7. Acquisition of Assets**

##### **7.1 Refurbishment of Cancer Centre at Meru Level 5 Hospital**

The Meru County Government Department of Health issued a tender for refurbishment of Cancer Centre at a contract sum of Kshs.10,501,446. Further, it was observed that certificate No.1 of Kshs.5,090,983 was paid on 21 February, 2022. However, the following anomalies were observed;

- a) Very minimal work of painting of the walls and tiling of the floor had been done.
- b) The contractor was not on site.

- c) The contract was not secured by a performance bond as the tender security from an insurance company expired on 27 October, 2021.
- d) The ablution block was incomplete as the contractor had only constructed the slab.
- e) The parking and waiting areas were incomplete.
- f) Refurbishment of toilets done were 2 out of 4 and hand washing basins done were 2 out of 8.
- g) Few materials were on site.
- h) The landscape which was part of the contract was not designed.
- i) The Accounting Officer did not carry out monitoring and evaluation and as such no report was provided.

In the circumstances, the value for money on the expenditure amount of Kshs.5,090,983 could not be confirmed.

### **7.2 Construction of Ward Block at Miathene Sub- County Hospital**

Review of Health Department records revealed that the County Executive awarded a Contract for construction of Ward Block at Miathene Sub County Hospital at a Contract sum of Kshs.19,621,139 on 2 July, 2020. However, payment of Kshs.3,657,087 was paid during the year in respect of the contract. Physical inspection of the project carried out in July, 2022 revealed the following;

- a) The contractor was not on site and had abandoned the project
- b) The project had stalled and contract period had expired
- c) Work was abandoned at an estimated 30% of completion level
- d) The contractor had not applied for an extension and the County Executive had not initiated termination process.

In the circumstances, the value for money on the project expenditure amount of Kshs.3,657,087 could not be confirmed. In addition, the completion and eventual usage of the project is in doubt.

### **7.3 Construction of Kangeta Theatre**

Review of Health Department projects records revealed that the Meru County Government awarded a contract at a sum of Kshs.11,988,413 on 2 July, 2020 for construction of Kangeta Theatre where Ksh.1,278,887 was paid during the year. However, program of works, evidence of site visits, project monitoring and evaluation reports, scope of works, special specification if any and priced bills of quantities by the Accounting Officer were not provided for audit. Further, physical inspection of the project carried out in July, 2022 revealed the following;

- a) The contractor was not on site and had abandoned the project
- b) The project had stalled and the contract period had expired
- c) Work was abandoned at an estimated 40% completion level
- d) The contractor had not applied for extension while the County Executive had not initiated termination process.

In the circumstances, value for money for the project expenditure of Kshs.1,278,887 could not be confirmed. In addition, the completion and eventual usage of the project is in doubt.

#### **7.4 Erection and Completion of Ward Block at Meru Teaching and Referral Hospital (MTRH)**

The County Executive awarded a contract for erection and completion of Ward Block at Meru Teaching and Referral Hospital at a contract sum of Kshs.387,469,465. However, the tender opening register, tender opening minutes, notification of award and information to unsuccessful bidders, program of works, evidence of site visits, project monitoring and evaluation, complete contract document, scope of works, special specification if any, priced bills of quantities, general conditions of contract and evidence of appointment of inspection and acceptance committee by the Accounting Officer were not provided for audit contrary to Section 78(6) and (10) of the Public Procurement and Asset Disposal Act, 2015 .

Further, payment certificates paid during the year included certificates 18 and 20 of Kshs.23,946,067 and Kshs.18,069,067 respectively. However, physical inspection of the project carried out in July, 2022 revealed the following anomalies:

- a) The Ward Block is not yet operational despite being commissioned on 19 July, 2022.
- b) The electricity installation, lifts installation, networking, water tanks and medical gas plan room/gas point which form basic operational components were not yet started.
- c) Although the Ward Block structure is complete, finishing works like ceiling cannot proceed before installation of network cables, CCTV links, gas piping and electrical wiring.
- d) Sub-contractors' payment has been delayed leading to stalling of major works. These include electrical and mechanical works, plumbing, water tanks, cabling and medical gas installation.
- e) Project status and completion level was not documented.

In the circumstances, the completion, value for money and eventual usage of the project could not be confirmed.

#### **7.5 Renovation Works at Nyambene Level 4 Hospital**

The County Executive's Health Department awarded a contract on 12 June,2020 at a contract sum of Kshs.13,903,916 for renovation works at Nyambene Level 4 Hospital. However, physical inspection of the project carried out in July, 2022 revealed the following anomalies;

- a) The contractor was not on site and had abandoned the project
- b) The project had stalled and contract period had expired

- c) Work was abandoned at an estimated 40% completion level
- d) The contractor had neither applied for extension nor the County Executive initiated termination process

In the circumstances, the value for money for the expenditure amount of Kshs.13,903,916 could not be confirmed. In addition, the completion and eventual usage of the project is in doubt.

## **8. Abandoned Health Facility Projects**

The County Executive spent an amount of Kshs.130,223,075 on various health facilities during the year under review. However, physical inspection carried out in July, 2022 on sampled projects totalling to Kshs.72,511,952 revealed that most of them were not in progress and had been abandoned by the contractors.

In addition, there was no indication of either the contractors seeking project extension or the Accounting Officer initiating any termination process.

In the circumstances, value for money for the expenditure amount of Kshs.72,511,952 incurred on these projects could not be confirmed.

## **9. Expired Contract on Consultancy Services for Preparation of Nchiiru-Kianjai and Urru Development Plans**

During the year under review, the County Executive paid the fourth and final payment of Kshs.1,985,000 for consultancy services for digital topographical mapping and preparation of urban development plans for Nchiiru-Kianjai-Urru and its environs. Review of documents provided for audit revealed the following anomalies.

- i. The consultancy contract was awarded on 14 February, 2017 at a contract sum of Kshs.22,385,000 for a contract period of 12 months meaning the contract period ended in February, 2018. Therefore, the payment of the 4<sup>th</sup> and final amount of Kshs.1,985,000 was made on an expired contract. There was no evidence of contract period extensions.
- ii. There was no inspection and acceptance certification by the Contract Implementation Team to confirm that the services were actually rendered and in compliance with the terms of the contract.
- iii. The payment of Kshs.1,985,000 was pending bill but had no evidence of audit report attached authenticating and approving the payment.
- iv. Deliverables of the contract including, results of public participation, stakeholders conference meeting minutes, final report/plans, digital maps and evidence of presentation conference to the client were not provided for audit.

In the circumstances, the value for money for the expenditure amount of Kshs.1,985,000 could not be confirmed.

## **10. Expired Contract on Consultancy Services for Preparation of Karachi, Ngundune, Muriri, Muthara and Karama Township Urban Development Plans**

During the year under review, the County Executive paid the fourth and final payment of Kshs.1,857,000 for consultancy services for digital topographical mapping and preparation of urban development plans for Karachi, Ngundune, Muriri, Muthara, Karama township and their environs. Review of documents provided for audit revealed the following anomalies;

- i. The consultancy contract was awarded on 14 February, 2017 at a contract sum of Kshs.23,595,000 for a contract period of 12 months meaning that the contract period ended in February, 2018. Therefore, payment of the fourth and final amount of Kshs.1,857,000 was made on an expired contract. There was no evidence of contract period extensions provided for audit.
- ii. There was no inspection and acceptance certification by the Contract Implementation Team to confirm that the services were actually rendered and in compliance with the terms of the contract.
- iii. The payment of Kshs.1,857,000 was a pending bill but had no evidence of audit report attached authenticating and approving the payment.
- iv. Deliverables of the contract including, results of public participation, stakeholders conference meeting minutes, final report/plans, digital maps and evidence of presentation conference to the client were not provided for audit.

In the circumstances, the value for money for the expenditure amount of Kshs.1,857,000 could not be confirmed.

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

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

#### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

### **1. Inadequate Controls on Routine Maintenance of Vehicles**

The statement of receipts and payments reflects use of goods and services balance of Kshs.1,275,786,102 as disclosed in Note 4 to the financial statements which further includes an amount of Kshs.37,516,074 in respect to routine maintenance of vehicles. Included in this amount is an expenditure of Kshs.11,606,069 on repairs of motor vehicles. The following internal control weakness were noted;

- a) No efficiency analysis reports were provided for County vehicles. In the absence of these reports, it is not possible to identify unserviceable vehicles which are costly to repair and maintain.
- b) The Logbooks for services, repairs and maintenance undertaken were not provided for audit.
- c) No record of work done was posted in vehicle logbooks.
- d) Invoices were not examined, authorized and approved for payment.
- e) There is no matching of invoices, Local Purchase Orders (LPOs) and requisitions.
- f) Repairs done were not entered in the vehicle work tickets.

In the circumstances, the propriety of the expenditure amount of Kshs.11,606,069 could not be confirmed.

### **2. Supplies of Assorted Pharmaceuticals at Various Hospitals by KEMSA**

Physical verification of drugs supplied by KEMSA to various hospitals in Meru County revealed the following anomalies;

#### **2.1 Meru Teaching and Referral Hospital**

- a) No regular stock taking at the main pharmacy.
- b) No evidence of verification of stores bin cards by senior officers.
- c) Inspection and acceptance committee received drugs with short expiry period resulting to expiry of drugs.
- d) Ledger provided from the pharmacy indicated that the hospital has been disposing expired drugs.

#### **2.2 Mikinduri Sub-County Hospital**

The hospital does not have a theatre but was supplied with Midazolam Injection of Kshs.2,310 which is a drug used in theatre and which has since expired. Further, the following was noted;

- a) Upon enquiry from the hospital, it was revealed that the hospital ordered drugs worth Kshs.500,000 from MEDS which have not been delivered.
- b) The hospital has not been able to dispose expired drugs since 2017 due to lack of disposing equipment.

- c) Poor controls at the dispensing pharmacy as no record is kept on the number of drugs issued to the patient and the balance.
- d) The drugs are poorly stored as the store is too small and lacks storage facilities.

### **2.3 Nyambene District Hospital**

The County Executive paid an amount of Kshs.5,186,280 to KEMSA vide payment voucher number 67 and LPO number 1152. However, physical inspection at the hospital revealed the following drugs were missing;

- a) 4 Thiosulphate Citrate bile salt sucrose at Kshs.5,700 all totalling Kshs.22,800
- b) 10 Dexamethasone Tablets at Kshs.1,030 each all totalling Kshs.10,300

The drugs could not be accounted for and the records at the hospital are poorly maintained.

In the circumstances, the propriety of the expenditure amount of Kshs.5,186,280 could not be confirmed.

### **3.0 Lack of Policy on Airtime**

During the year under review, it was noted that the County Executive does not have policy guidelines on the expenditure of airtime which would stipulate airtime entitlement for each job group and its limit. Further, employees spent money on airtime then presented receipts for refund. This is contrary to the Salaries and Remuneration Commission circular number SRC/ADM/CIR/1/13 VOL (138) of 10 August, 2015 which gave guidelines on airtime entitlement

In the circumstances, the propriety of the expenditure on airtime could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and 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 International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls 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 controls, risk management and governance.

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

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

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

Those charged with governance are responsible for overseeing the County Executive of Meru 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 controls 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 controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of noncompliance. 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 Meru County Executive 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 controls.
- 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 County Executive of Meru ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the County Executive of Meru 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 County Executive of Meru to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships

and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

14 February, 2023

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

**7. Statement of Receipts and Payments for the year ended 30th June 2022.**

		2021-2022	2020-2021
	Notes	Kshs	Kshs
<b>RECEIPTS</b>			
Exchequer releases (Transfers from the CRF)	1	9,767,991,505	9,104,335,432
Proceeds from Domestic and Foreign grants		-	637,815,738
Proceed from sales of Assets			300,778,124
County Own Generated Receipts			651,978,775.14
Other receipts	2	268,220,122	-
<b>TOTAL RECEIPTS</b>		<b>10,036,211,627</b>	<b>10,694,908,069</b>
<b>PAYMENTS</b>			
Compensation of employees	3	4,496,439,039	4,450,390,659
Use of goods and services	4	1,275,786,103	1,226,954,795
Transfers to other government entities	5	402,524,412	1,626,733,541
Other grants and transfers	6	669,563,318	960,061,283
Acquisition of assets	7	1,435,349,685	619,093,234
Other payments	8	2,016,671,896	1,762,073,031
<b>Total payments</b>		<b>10,296,334,453</b>	<b>10,645,306,543</b>
<b>Surplus/deficit</b>		<b>- 260,122,826</b>	<b>49,601,526</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on

\_\_\_\_\_ 2022 and signed by:

Name: Charles Mwenda

Chief Officer Finance

ICPAK M/No: 20191



Name: Douglas Kibet Domiziano

Head of Accounting Services

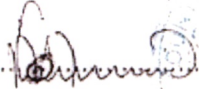
ICPAK M/No: 10401

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

**8. Statement of Assets and Liabilities as at 30th June 2022**

		2021-2022	2020-2021
	Notes	Kshs	Kshs
<b>Financial assets</b>			
<b>Cash and cash equivalents</b>			
Bank balances	9A	304,308,632	1,969,050,307
Cash balances	9B	339,032	1,142,252
<b>Total cash and cash equivalent</b>		<b>304,647,664</b>	<b>1,970,192,559</b>
Outstanding imprests and advances		-	-
<b>Total financial assets</b>		<b>304,647,664</b>	<b>1,970,192,559</b>
<b>Financial liabilities</b>			
Accounts Payables – Deposits and retentions	10	168,054,466	132,915,268
<b>Net financial assets</b>		<b>136,593,198</b>	<b>1,837,277,291</b>
<b>Represented by</b>			
Fund balance b/fwd.	11	396,716,023	1,787,675,765
Prior year adjustments	12	-	-
Surplus/deficit for the year		- 260,122,826	49,601,526
<b>Net financial position</b>		<b>136,593,198</b>	<b>1,837,277,291</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on \_\_\_\_\_ 2022 and signed by:

  
 Name: Charles Mwenda  
 Chief Officer Finance  
 ICPAK M/No: 20191



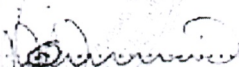
  
 Name: Kabla Domiziano  
 Head of Accounting Services  
 ICPAK M/No: 10401

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

**9. Statement of Cash Flows for the period ended 30th June 2022.**

		2021-2022	2020-2021
	Notes	Kshs	Kshs
<b>Receipts from operating income</b>			
Exchequer releases (Transfers from the CRF)	1	9,767,991,505	9,104,335,432
Proceeds From Domestic and Foreign Grants			637,815,738
Transfer from other Government Entities			300,778,124
Other receipts	2	268,220,122	-
County Own Generated Receipts			651,978,775
<b>Payments for operating expenses</b>			
Compensation of employees	3	4,496,439,039	4,450,390,659
Use of goods and services	4	1,275,786,103	1,226,954,795
Transfers to other government units	5	402,524,412	1,626,733,541
Other grants and transfers	6	669,563,318	960,061,283
Other payments	8	2,016,671,896	1,762,073,031
<b>Adjusted for:</b>			
<b>Other adjustments</b> Prior year adjustments	12	-	-
Increase/(decrease) in deposits and retentions	13	35,139,198	- 23,554,492
<b>Net cash flow from operating activities</b>		<b>1,210,366,057</b>	<b>645,140,268</b>
<b>Cash flow from investing activities</b>			
Acquisition of assets	7	- 1,435,349,685	- 619,093,234
<b>Net cash flows from investing activities</b>		<b>- 1,435,349,685</b>	<b>- 619,093,234</b>
<b>Cash flow from borrowing activities</b>			
Repayment of principal on domestic and foreign Borrowing			- -
<b>Net cash flow from financing activities</b>			- -
<b>Net increase in cash and cash equivalents</b>		<b>- 224,983,628</b>	<b>26,047,035</b>
<b>Cash and cash equivalents at beginning of the year</b>	9c	<b>529,631,291</b>	<b>1,944,145,524</b>
<b>Cash and cash equivalents at end of the year</b>		<b>304,647,664</b>	<b>1,970,192,559</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The County Executive's financial statements were approved on 14 NOV 2022 and signed by:

14 NOV 2022  
  
 Name: Charles Mwenda  
 Chief Officer Finance  
 ICPAK M/No: 20191

MERU COUNTY GOVERNMENT  
 DIRECTOR OF ACCOUNTS  
 14 NOV 2022  
 P.O. Box 12042 Meru  
 Kobia Domiziano  
 Head of Accounting Services  
 ICPAK M No: 10401



**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Exchequer releases (Transfers from the CRF)	6,350,068,630	1,029,788,850	7,379,857,480	6,679,508,555	700,348,925	91%
Other receipts	270,000,000	33,670,051	303,670,051	268,220,122	35,449,929	88%
<b>TOTAL RECEIPTS</b>	<b>6,620,068,630</b>	<b>1,063,458,901</b>	<b>7,683,527,531</b>	<b>6,947,728,677</b>	<b>735,798.854</b>	<b>90%</b>
<b>PAYMENTS</b>						
Compensation of employees	4,579,078,502	17,000,000	4,596,078,502	4,496,439,039	99,639,463	98%
Use of goods and services	970,345,000	20,345,000	950,000,000	912,345,567	37,654,433	96%
Transfers to other government units	60,400,123	3,245,002	63,645,125	63,564,126	80,999	100%
Other grants and transfers	68,245,005	20,293,869	88,538,874	61,670,108	26,868,766	70%
Acquisition of assets	242,000,000	5,500,000	236,500,000	235,123,345	1,376,655	99%
Other payments	700,000,000	12,730,455	687,269,545	654,471,218	32,798,327	95%
<b>TOTAL PAYMENTS</b>	<b>6,620,068,630</b>	<b>1,963,416</b>	<b>6,622,032,046</b>	<b>6,423,613,403</b>	<b>198,418,643</b>	<b>97%</b>
<b>SURPLUS/ (DEFICIT)</b>	-	<b>31,706,635</b>	-	<b>524,115,274</b>		

The County Executive's financial statements were approved on \_\_\_\_\_ 2022 and signed by:

Name: Charles Mwenda

Chief Officer Finance

ICPAK M/No: 20191



Name: Douglas Kobia Domiziano

Head of Accounting Services

ICPAK M/No: 10401

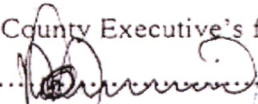


**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**


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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget utilization difference	% of Utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Exchequer releases (Transfers from the CRF)	3,631,916,779	149,049,910	3,780,966,689	3,088,482,950	692,483,739	82%
Other receipts				-		
<b>TOTAL RECEIPTS</b>	<b>3,631,916,779</b>	<b>149,049,910</b>	<b>3,780,966,689</b>	<b>3,088,482,950</b>	<b>692,483,739</b>	<b>82%</b>
<b>PAYMENTS</b>						
Compensation of employees				-		
Use of goods and services	591,039,351	-27,196,200	563,843,151	363,440,536	200,402,615	64%
Transfers to other government units	339,600,000	-549,876	339,050,124	338,960,286	89,838	100%
Other grants and transfers	615,000,000	-4,000,000	611,000,000	607,893,210	3,106,790	99%
Acquisition of assets	777,577,183	1,127,561,016	1,905,138,199	1,200,226,340	12,428,120	63%
Other payments	1,308,700,245	114,730,455	1,423,430,700	1,362,200,678	61,230,022	96%
<b>TOTAL PAYMENTS</b>	<b>3,631,916,779</b>	<b>1,20,545,395</b>	<b>4,842,462,174</b>	<b>3,872,721,050</b>	<b>969,741,124</b>	<b>80%</b>
<b>SURPLUS/ (DEFICIT)</b>	-	<b>1,20,545,395</b>		<b>-784,238,100</b>		

The County Executive's financial statements were approved on \_\_\_\_\_ 2022 and signed by:

  
 Name: Charles Mwenda  
 Chief Officer Finance  
 ICPAK M/No: 20191



  
 Name: Douglas Kobia Domiziano  
 Head of Accounting Services  
 ICPAK M/No: 10401



**MERU COUNTY GOVERNMENT- COUNTY EXECUTIVE -**  
**Annual Reports and Financial Statements**  
**For the year ended June 30, 2022**

**13. Budget Execution by Programmes and Sub-Programmes**

Programme	Sub-programme	Description	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
			2021-22		2021-22	2021-22	
			KShs	KShs	KShs	KShs	KShs
101003560		<b>Administration, Planning and Support Services</b>	744,422,136	110,098,516	854,520,652	832,674,519	21,846,133
	101013560	Administration, Planning and Support Services	744,422,136	110,098,516	854,520,652	832,674,519	21,846,133
102003560		Agriculture development	30,180,448	-2,575,962	27,604,486	7,452,590	20,151,896
	102013560	<b>Agriculture development</b>	<b>30,180,448</b>	<b>-2,575,962</b>	<b>27,604,486</b>	<b>7,452,590</b>	<b>20,151,896</b>
103003560		Aquaculture Development	7,150,000	-488,200	6,661,800	2,390,350	4,271,450
	103013560	<b>Aquaculture Development</b>	<b>7,150,000</b>	<b>-488,200</b>	<b>6,661,800</b>	<b>2,390,350</b>	<b>4,271,450</b>
104003560		Livestock Management	24,316,386	-165,044	24,151,342	4,774,100	19,377,242
	104013560	<b>Livestock Management</b>	<b>24,316,386</b>	<b>-165,044</b>	<b>24,151,342</b>	<b>4,774,100</b>	<b>19,377,242</b>
105003560		Animal disease management	3,200,000	4,500	3,204,500	800,500	2,404,000
	105013560	<b>Animal disease management</b>	<b>3,200,000</b>	<b>4,500</b>	<b>3,204,500</b>	<b>800,500</b>	<b>2,404,000</b>
106003560		County Owned Enterprise (ATC)	10,056,247	33,892,239	43,948,486	31,373,962	12,574,525
	106013560	<b>County Owned Enterprise (ATC)</b>	<b>10,056,247</b>	<b>33,892,239</b>	<b>43,948,486</b>	<b>31,373,962</b>	<b>12,574,525</b>
107003560		County Owned	1,500,000	-1,500,000	0	0	0

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

		Enterprises(AMS)					
	107013560	<b>County Owned Enterprises(AMS)</b>	<b>1,500,000</b>	<b>-1,500,000</b>	<b>0</b>	<b>0</b>	<b>0</b>
108003560		Administration,planning and support	276,218,847	48,012,832	324,231,679	209,885,976	114,345,703
	108013560	<b>Administration,planning and support</b>	<b>276,218,847</b>	<b>48,012,832</b>	<b>324,231,679</b>	<b>209,885,976</b>	<b>114,345,703</b>
109003560		Spatial,planning,survey and mapping	272,890,200	138,838,662	411,728,862	158,669,584	253,059,278
	109013560	<b>Spatial,planning,survey and mapping</b>	<b>272,890,200</b>	<b>138,838,662</b>	<b>411,728,862</b>	<b>158,669,584</b>	<b>253,059,278</b>
201003560		Administration	76,875,317	6,654,314	83,529,631	54,883,061	28,646,570
	201013560	<b>Administration,Planning and Support Services</b>	<b>76,875,317</b>	<b>6,654,314</b>	<b>83,529,631</b>	<b>54,883,061</b>	<b>28,646,570</b>
202003560		Road Transport	922,141,600	395,853,077	1,317,994,677	1,239,967,243	78,027,434
	202013560	<b>Road Transport</b>	<b>922,141,600</b>	<b>395,853,077</b>	<b>1,317,994,677</b>	<b>1,239,967,243</b>	<b>78,027,434</b>
205003560		Rural Electrification	101,764,597	54,309,748	156,074,345	101,917,186	54,157,159
	205013560	<b>Rural Electrification</b>	<b>101,764,597</b>	<b>54,309,748</b>	<b>156,074,345</b>	<b>101,917,186</b>	<b>54,157,159</b>
301003560		General admnistration planning and support services	62,893,762	0	62,893,762	48,180,515	14,713,247
	301013560	<b>General admnistration planning and support services</b>	<b>62,893,762</b>	<b>0</b>	<b>62,893,762</b>	<b>48,180,515</b>	<b>14,713,247</b>
303003560		Tourism development and promotion	47,000,000	-1,606,164	45,393,836	12,875,618	32,518,218
	303013560	<b>Tourism development</b>	<b>47,000,000</b>	<b>-1,606,164</b>	<b>45,393,836</b>	<b>12,875,618</b>	<b>32,518,218</b>

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

		and promotion					
304003560		Cooperative development	42,000,000	-1,200,000	40,800,000	24,707,800	16,092,200
	304013560	<b>Cooperative development</b>	<b>42,000,000</b>	<b>-1,200,000</b>	<b>40,800,000</b>	<b>24,707,800</b>	<b>16,092,200</b>
305003560		Trade development and promotion	105,350,000	37,192,787	142,542,787	73,409,681	69,133,106
	305013560	<b>Trade development and promotion</b>	<b>105,350,000</b>	<b>37,192,787</b>	<b>142,542,787</b>	<b>73,409,681</b>	<b>69,133,106</b>
401003560		Administration, Planning and Support Services	2,580,582,239	4,600,000	2,585,182,239	2,585,161,571	20,668
	401013560	<b>Administration, Planning and Support Services</b>	<b>2,580,582,239</b>	<b>4,600,000</b>	<b>2,585,182,239</b>	<b>2,585,161,571</b>	<b>20,668</b>
402003560		Curative Health Care	742,176,169	-212,035	741,964,134	641,764,134	100,200,000
	402013560	<b>Curative Health Care</b>	<b>742,176,169</b>	<b>-212,035</b>	<b>741,964,134</b>	<b>641,764,134</b>	<b>100,200,000</b>
403003560		Preventive and Promotive Health Care	208,548,409	-1,002,389	207,546,020	200,045,225	7,500,795
	403013560	<b>Preventive and Promotive Health Care</b>	<b>208,548,409</b>	<b>-1,002,389</b>	<b>207,546,020</b>	<b>200,045,225</b>	<b>7,500,795</b>
501003560		Administration, Planning and Support Services	713,463,586	27,861,962	741,325,548	721,711,508	19,614,040
	501013560	<b>Administration, Planning and Support Services</b>	<b>713,463,586</b>	<b>27,861,962</b>	<b>741,325,548</b>	<b>721,711,508</b>	<b>19,614,040</b>
502003560		Basic Education	110,800,000	77,371,921	188,171,921	187,804,510	367,412
	502013560	<b>Basic Education</b>	<b>110,800,000</b>	<b>77,371,921</b>	<b>188,171,921</b>	<b>187,804,510</b>	<b>367,412</b>
503003560		Technical and Vocation Education and Training	62,086,170	-198,796	61,887,374	31,381,369	30,506,005

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

	503013560	<b>Technical and Vocational Education and Training</b>	62,086,170	-198,796	61,887,374	31,381,369	30,506,005
702003560		Administration, Management, Planning and Support of County affairs	330,689,728	30,691,257	361,380,985	360,780,861	600,124
	702013560	<b>Administration, Management, Planning and Support of County affairs</b>	330,689,728	30,691,257	361,380,985	360,780,861	600,124
703003560		Coordination and Supervisory Services	21,000,000	-2,300,000	18,700,000	18,098,550	601,450
	703033560	<b>Partnership Development and External Linkages</b>	21,000,000	-2,300,000	18,700,000	18,098,550	601,450
704003560		Governors' press	31,800,000	-2,180,000	29,620,000	8,975,140	20,644,860
	704013560	<b>Governors' press</b>	31,800,000	-2,180,000	29,620,000	8,975,140	20,644,860
706003560		Administration, Planning and Support Services	787,707,822	80,511,684	868,219,506	867,564,433	655,073
	706013560	Administration, Planning and Support Services	787,707,822	80,511,684	868,219,506	867,564,433	655,073
708003560		<b>Public Finance and Budget Management</b>	61,273,231	1,577,689	62,850,920	43,687,063	19,163,857
	708013560	Public Finance	29,938,000	1,860,812	31,798,812	23,947,038	7,851,774
	708023560	<b>Budget Office and Coordination</b>	31,335,231	-283,123	31,052,108	19,740,025	11,312,083
709003560		Financial Accounting and Supply Chain Management	13,100,000	73,808,681	86,908,681	85,362,929	1,545,752

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

		Systems					
	709023560	<b>Fiancial Accounting and Reporting for County Accounts</b>	13,100,000	73,808,681	86,908,681	85,362,929	1,545,752
711003560		1 Administration,Planning and Support Services	54,557,524	-33,617,189	20,940,335	20,770,049	170,286
	711013560	<b>Administration,Planning and Support Services</b>	54,557,524	-33,617,189	20,940,335	20,770,049	170,286
712003560		2 Information Communication Services	44,300,000	-7,580,000	36,720,000	29,819,309	6,900,691
	712013560	Information Communication Services	44,300,000	-7,580,000	36,720,000	29,819,309	6,900,691
<b>714003560</b>		<b>4 Human Resource Management</b>	<b>703,482,797</b>	<b>45,883,439</b>	<b>749,366,236</b>	<b>748,420,327</b>	<b>945,909</b>
	714013560	Human Resource Management	703,482,797	45,883,439	749,366,236	748,420,327	945,909
715003560		<b>5 Human Resource Management and Development</b>	<b>45,198,022</b>	<b>0</b>	<b>45,198,022</b>	<b>22,237,612</b>	<b>22,960,410</b>
	715013560	Human Resource Management and Development	45,198,022	0	45,198,022	22,237,612	22,960,410
<b>716003560</b>		<b>6 Town Management and Administration</b>	<b>4,527,200</b>	<b>-1,257,346</b>	<b>3,269,854</b>	<b>2,032,100</b>	<b>1,237,754</b>
	716013560	Town Management and Administration	4,527,200	-1,257,346	3,269,854	2,032,100	1,237,754

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

717003560		<b>Coordination Of County Government Functions</b>	72,333,811	31,054,830	103,388,641	40,854,870	62,533,771
	717013560	County Field Administration Services	20,818,689	480,625	21,299,314	12,730,695	8,568,619
	717023560	<b>County Enforcement Services</b>	<b>51,515,122</b>	<b>30,574,205</b>	<b>82,089,327</b>	<b>28,124,175</b>	<b>53,965,152</b>
901003560		Sports	37,000,000	40,799,693	77,799,693	35,965,363	41,834,330
	901013560	<b>Sports</b>	<b>37,000,000</b>	<b>40,799,693</b>	<b>77,799,693</b>	<b>35,965,363</b>	<b>41,834,330</b>
902003560		Gender Mainstreaming and Youth Empowerment	52,000,000	10,031,600	62,031,600	59,913,450	2,118,150
	902013560	<b>Gender Mainstreaming and Youth Empowerment</b>	<b>52,000,000</b>	<b>10,031,600</b>	<b>62,031,600</b>	<b>59,913,450</b>	<b>2,118,150</b>
903003560		Arts and Culture	27,426,211	-1,286,221	26,139,990	3,122,300	23,017,690
	903013560	Arts and Culture	27,426,211	-1,286,221	26,139,990	3,122,300	23,017,690
<b>905003560</b>		<b>General administration ,planning &amp; support services</b>	<b>129,019,071</b>	<b>-14,397,308</b>	<b>114,621,763</b>	<b>81,985,049</b>	<b>32,636,714</b>
	905013560	General administration ,planning & support services	129,019,071	-14,397,308	114,621,763	81,985,049	32,636,714
<b>1001003560</b>		<b>Administration risk assesment and field services</b>	<b>176,503,877</b>	<b>17,603,043</b>	<b>194,106,920</b>	<b>172,205,250</b>	<b>21,901,670</b>
	1001013560	Administration risk assesment and field services	176,503,877	17,603,043	194,106,920	172,205,250	21,901,670

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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1002003560		<b>Water resources management</b>	502,850,000	17,467,242	520,317,242	519,830,273	486,969
	1002013560	Water resources management	502,850,000	17,467,242	520,317,242	519,830,273	486,969
1004003560		<b>Enviromental management and protection</b>	11,600,000	-44,250	11,555,750	2,878,525	8,677,225
	1004013560	Enviromental management and protection	11,600,000	-44,250	11,555,750	2,878,525	8,677,225
		<b>Grand Total</b>	10,251,985,407	1,212,508,812	11,464,494,219	10,296,334,453	1,168,159,766

#### **14. Significant Accounting Policies**

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

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

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of accounting, as prescribed by the PSASB and set out in the accounting policy notes below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The receivables and payables are disclosed in the Statement of Assets and Liabilities.

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

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

##### **2. Reporting entity**

The financial statements are for the Meru County Executive. The financial statements encompass the reporting entity as specified under section 164 of the PFM Act 2012.

##### **3. Recognition of receipts and payments**

###### **a) Recognition of receipts**

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

**Significant Accounting Policies (Continued)**

**i) Transfers from the County Revenue Fund (CRF)**

Transfer from CRF is recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and a notification received by the entity.

**ii) Proceeds from sale of assets**

Proceeds from the sale of assets are recognised in the statement of receipts and payments when the related monies from the sale are received by the entity.

**b) Recognition of payments**

The County Executive recognises all expenses when the event occurs, and the related cash has been paid out.

**i) Compensation of employees**

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

**ii) Use of goods and services**

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

**iii) Interest on borrowing**

Borrowing costs that include interest are recognized as payment in the period in which they incurred and paid for.

**Significant Accounting Policies (Continued)**

**iv) Repayment of borrowing (principal amount)**

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made. The stock of debt is disclosed as an annexure to the County consolidated financial statements.

**v) Acquisition of fixed assets**

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

**4. In-kind contributions**

In-kind contributions are donations that are made to the County Executive 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 Executive includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

**5. Third Party Payments**

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

**Significant Accounting Policies (Continued)**

**6. Cash and cash equivalents**

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

**a) Restriction on cash**

Restricted cash represents amounts that are limited /restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits. As at 30th June 2022, this amounted to KShs 168,054,466 compared to KShs 132,915,268 in prior period as indicated on note 11

*(There were no other restrictions on cash during the year)*

**7. Imprests and Advances**

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

**8. Third Party Deposits and Retention**

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

### **Significant Accounting Policies (Continued)**

#### **9. Non-current assets**

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

#### **10. Pending bills**

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

#### **11. Contingent Liabilities**

Section 185 (2) (i) of the PFM Act requires the County Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships. The County Executive does not recognize a contingent liability but discloses details of any contingencies in the notes to the

financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Note xx and *Annex 5* of this financial statement is a register of the contingent liabilities in the year.

## **12. Contingent Assets**

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

## **13. 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 Executive's budget was approved as required by Law and as detailed in the County Revenue Allocation Act. The original budget was approved by the County Assembly on 24<sup>th</sup> May 2021 for the period 1<sup>st</sup> July 2021 to 30 June 2022 as required by law. There was two (2) number of supplementary budgets passed in the year. A high-level assessment of the County Executive's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

## **14. Comparative figures**

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

**Significant Accounting Policies (Continued)**

**15. Subsequent events**

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

**16. Prior Period Adjustment**

During the year, errors that have been corrected are disclosed *under note 13* explaining the nature and amounts.

**17. Related Party Transactions**

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

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

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

15. Notes to the Financial Statements

1. Exchequer Releases( Transfer from the CRF)

Description	2021-2022	2020-2021
	Kshs	Kshs
Total exchequer releases for quarter 1	2,108,161,904	691,362,600
Total exchequer releases for quarter 2	2,142,755,234	2,652,903,000
Total exchequer releases for quarter 3	2,279,836,102	2,181,756,502
Total exchequer releases for quarter 4	3,237,238,265	3,578,313,330
<b>Total</b>	<b>9,767,991,505</b>	<b>9,104,335,432</b>

Exchequer Releases

Description	2020-2021
	Kshs
Total exchequer releases for quarter 1	691,362,600
Total exchequer releases for quarter 2	2,652,903,000
Total exchequer releases for quarter 3	2,009,775,000
Total exchequer releases for quarter 4	3,376,422,000
<b>Total</b>	<b>8,730,462,600</b>

Level 5 Hospitals Allocations

Description	2020-2021
	Kshs
Transfers to level 5 Hospitals	373,872,832
<b>Total</b>	<b>373,872,832</b>

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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**PROCEED FROM DOMESTIC AND FOREIGN GRANTS**

Description	2020-2021
	Kshs
DANIDA-universal Healthcare in devolved units programme	22,860,000
World bank – THUSCP	33,543,650
National agricultural & Rural Inclusive Growth Project (NAGRIP)	229,286,745
Kenya Devolution Support Programme (KDSP)	186,844,646
Youth Polytechinc Support Support Grant	58,249,894
Abolishment Of User Fees In Health Centers And Dispensaries	31,648,428
Kenya Urban Support Programme	64,331,378
Agriculture Sector Development Support Project (ASDSP)	11,050,997
<b>SUBTOTAL</b>	<b>637,815,738</b>

**TRANSFER FROM OTHER GOVERNMENT ENTITIES**

Description	2020-2021
	Kshs
Road Maintenance Levy Fund (RMLF)	241,491,600
Covid-19 Fund	-
Ministry Of Agriculture (ABDP)	12,861,594
Ministry Of Energy (KEEP)	10,441,930
Meru County Emergency Locust	35,983,000
<b>SUBTOTAL</b>	<b>300,778,124</b>

**2. OTHER RECEIPTS**

Description	2020-2022	2020/2021
	Kshs.	Ksh.
Tender fee received	-	-
Ministry of agriculture (ABDP)	15,425,455	-
Ministry Of Energy (MEEP)	2,742,709	-
Kaguru ATC	15,668,054	-
AMS Mitunguu	1,011,517	-
Public Health Facility Operations	233,372,387	-
<b>TOTAL</b>	<b>268,220,122</b>	<b>-</b>

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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**COUNTY OWN GENERATED RECEIPTS**

Receipts	2020-2022	2020/2021
	Kshs.	Ksh.
Fines, Penalties and forfeitures	-	693,362
Business permits	-	125,075,905
Cess	-	67,422,590
Poll Rates	-	36,099,667
Plot Rates	-	12,658,615
Local Levies	-	35,883,238
Other Miscellaneous Receipts	-	3,871,923
Market/trade center levies	-	43,804,490
Vehicle parking fees	-	61,497,394
Housing	-	9,700,395
AMS Mitunguu	-	14,982,205
Kaguru ATC	-	23,745,654
Public Health Facilities Operations (FIF)	-	179,918,740.30
Slaughter Houses Administration	-	4,036,290
Sewerage Administration	-	804,505
Other Health & Sanitization Revenues	-	2,045,480
Technical Services Fees	-	29,738,321
<b>TOTAL</b>	-	<b>651,978,775</b>

Notes to the Financial Statements (Continued)

3. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
Basic salaries of permanent employees	2,050,745,671	2,037,151,404
Basic wages of temporary employees	203,187,379	140,298,937
Personal allowances paid as part of salary	2,022,960,796	2,036,925,703
Employer contribution to compulsory national social schemes	161,947,960	236,014,615
Other personnel payments	57,597,233	-
<b>Total</b>	<b>4,496,439,039</b>	<b>4,450,390,659</b>

(Give brief explanation including the comparative number of employees. Explain what other personnel costs relate to, explain significant change from prior period)

4. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	KShs
Utilities, supplies and services	50,158,562.00	51,472,077.35
Communication, supplies and services	24,690,403.90	20,290,368.05
Domestic travel and subsistence	144,830,748.50	186,525,556.60
Foreign travel and subsistence	3,193,838.10	-
Printing, advertising and information supplies & services	11,390,180.60	15,982,343.60
Rentals of produced assets	11,566,200.00	26,976,660.00
Training expenses	28,420,214.60	19,319,662.00
Hospitality supplies and services	137,553,390.80	142,573,657.20
Insurance costs	281,160,966.45	292,932,012.00
Specialized materials and services	44,625,498.30	27,236,846.00
Office and general supplies and services	14,709,555.80	12,817,362.80
Other operating expenses	233,706,235.90	297,768,130.40
Routine maintenance – vehicles and other transport equipment	37,516,074.35	17,804,881.20
Fuel, oil and lubricants	45,000,000.00	50,032,163.50
Routine maintenance – other assets	207,264,233.65	65,223,074.45

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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<b>Total</b>	<b>1,275,786,102.95</b>	<b>1,226,954,795.15</b>
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**5. Transfer to Other Government entities**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>Transfers to county government entities</b>		
Meru County Assembly		947,936,408
Meru County Investment and Development Corporation	40,000,000	110,964,539
Meru County Microfinance Corporation	81,000,000	110,024,735
Transfer to Health Facilities (DANIDA)	13,564,126	67,014,394
Meru County Revenue Board	169,738,512	272,673,941
Transfer to Youth Polytechnics	29,782,979	58,119,524
Meru Youth Service	42,000,000	60,000,000
Recovery of exchequer over issue	26,438,795	-
<b>Total</b>	<b>402,524,412</b>	<b>1,626,733,541</b>

*(Provide the nature and purpose of transfers and are these transfers to be recovered. The transfers under this note should be that done to self-reporting entities, explain significant change from prior period)*

**6. Other Grants and Payments**

	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Scholarships and other educational benefits	129,279,277	132,918,166
Other grants and current transfers	30,026,561	20,198,953
Other grants and capital transfers	510,257,479	806,944,164
<b>Total</b>	<b>669,563,318</b>	<b>960,061,283</b>

*(Provide explanation as to what other grants and payments relate to and who is the beneficiary explain significant change from prior period)*

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

**Notes to the Financial Statements (Continued)**

**7. Acquisition of Assets**

<b>Non- financial assets</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of buildings	-	-
Construction of buildings	129,903,381	100,272,947
Refurbishment of buildings	658,188	-
Construction and civil works	307,772,791	284,243,131
Overhaul and refurbishment of construction & civil works	813,262,362	149,773,765
Purchase of vehicles and other transport equipment	500,000	40,478,000
Purchase of household furniture and institutional equipment	-	58,000
Purchase of office furniture and general equipment	31,616,906	13,012,340
Purchase of ICT Equipment	23,603,541	9,311,116
Purchase of specialized plant, equipment and machinery	5,491,320	-
Purchase of certified seeds, breeding stock and live animals	-	13,444,900
Research, studies, project preparation, design & supervision	4,361,689	8,499,035
Rehabilitation of civil works	118,179,506	-
<b>Total acquisition of non- financial assets</b>	<b>1,435,349,685</b>	<b>619,093,234</b>
<b>Financial assets</b>		
Domestic public non-financial enterprises	-	-
Domestic public financial institutions	-	-
<b>Total acquisition of financial assets</b>	<b>-</b>	<b>-</b>
<b>Total acquisition of assets</b>	<b>1,435,349,685</b>	<b>619,093,234</b>

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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**Notes to the Financial Statements (Continued)**

**8. Other Payments**

	2021-2022	2020-2021
	Kshs	Kshs
Budget Reserves	16,894,236.00	14,851,900.00
Civil Contingency Reserves	-	-
Other expenses- Kaguru ATC	16,622,299.95	27,730,191.00
Other expenses- AMS Mitunguu	10,311,258.85	7,887,878.25
Other expenses- FIF	277,497,120.76	250,418,541.24
Other expenses	18,188,662.20	23,599,694.10
Other expenses -Payables from previous financial period	1,677,158,317.75	1,437,584,826.00
<b>Total</b>	<b>2,016,671,896</b>	<b>1,762,073,030.59</b>

*(Provide explanation as to what each component of other expenses relates to, explain significant change from prior period)*

**9. Cash and Bank Balances**

**9A. Bank Balances**

Name Of Bank, Account Name & Currency	Account Number	Indicate whether Rec, Dev, Dep e.t.c	2021-2022	2020-2021
			Kshs	Kshs
Central Bank Of Kenya-REV Ac no.1000170484 Meru County Revenue Fund			-	1,430,589,994
Central bank of Kenya,-REC. Ac no. 1000170368 Recurrent			-	-
Central bank of Kenya,-DEV. Ac no. 1000170352 Development			-	-
Central Bank of Kenya-Ac no.1000228342 Deposit			168,054,465.55	132,915,268
Central Bank of Kenya- Ac no.1000346817 Meru County			2,510,002.95	22,573,941

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

Special Purpose				
Central Bank of Kenya- Ac no.1000365706 Meru County Road Maintenance Fund			40,984.90	3,740,364
Central Bank of Kenya- Ac no.1000367695 NARIGP			6,500,000.00	-
Central Bank of Kenya- Ac no.1000367725 ASDSP			20,548,425.00	25,576,067
Central Bank of Kenya- Ac no.1000368942 Village Polytechnic Projects			10,834.00	141,204
Central Bank of Kenya- Ac no.1000375728 Kenya Urban Development Grant			-	64,331,377
Central Bank of Kenya- Ac no.1000375736 Urban Institution Program			-	-
Central Bank of Kenya- Ac no.1000553057 Meru County climate change fund			-	
Central Bank of Kenya- Ac no.1000436077 Meru County Devolution Support Program (KDSP)			3,838,924.80	73,892,037
Central Bank of Kenya- Ac no.1000556226 Meru County Primary Health Care			389,999.00	
Central Bank of Kenya- Ac no.1000514493 Meru County Emergency Locust Response Project			17,682,247.00	
Central Bank of Kenya- Ac no.1000454668 Meru County Covid-19 Special Purpose Account			2,456.90	4,311,414
Kenya Commercial bank, Ac no.1140746480 Meru County Standing Imprest			-	-
Co-operative bank, Ac no. 01120206430600 - Kaguru ATC			-	954,246
Kenya Commercial bank, Ac			-	9,299,742

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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no.1151596299 - AMS Mituungu				
Kenya Commercial bank, Ac no.1199571369 FIF - Hospital Revenue Account			1,581,362.46	4,447,131
Kenya Commercial bank, Ac no.1266598448 Meru ABDP Programme Account			2,953.30	25,335
Kenya Commercial bank, Ac no.1140746316 Revenue main Account				247,672.29
Co-operative bank Ac no 01141418507201 Revenue Control Account				8,689,506.13
Co-operative bank, Ac no. 01141665693600 Meru Hospital Revenue Account			1,511,875.00	776,893
Kenya Commercial bank Ac no. 1155672720 Meru County Hospital Account			24,810.70	271,592
Family Bank Ac no.063000055885 Meru County Bursary Account			80,873.01	510,150
Kenya Commercial bank Ac no.1205726659 Meru County ECDE project			132,392.00	132,392
Co-operative bank, Ac no 01141418844302 Meru County Departmental Account - (Agriculture Revolving Fund)			-	17,004,963
Co-operative bank, Ac no 01141665645500 Meru Municipality Urban Development Grant Account			13,065,839.20	89,007,285
Co-operative bank, Ac no 01141665645600 Meru County Urban Institutional Grant Account			363.21	131,113
Kenya Commercial bank Ac no.1285223047 Meru County Emergency Locust –ELRP Account			2,629,401.60	35,983,000
Housing Finance Corporation Ac no.9783652536			1,266,125.73	1,264,243

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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(MCEEP)				
Housing Finance Corporation Ac no.2042683204 Meru County (NARIGP)			62,158,804.00	39,404,051
Housing Finance Corporation Ac no.2042683203 County Government of Meru (ASDP 11)			2,275,491.40	2,829,326
<b>Total</b>			<b>304,308,632</b>	<b>1,969,050,307</b>

*Note: Amount should be as per amount in the cash book and bank reconciliation statements prepared for each account held.*

*These balances do not include bank balances for self-reporting entities and revenue collection accounts as at reporting date.*

**9 B Cash in Hand**

	2021-2022	2020-2021
	Kshs	Kshs
Cash in hand – Held in Domestic Currency	339,032	1,142,252
Cash in hand – Held in Foreign Currency	-	-
<b>Total</b>	<b>339,032</b>	<b>1,142,252</b>

Cash in hand should also be analysed as follows:

	2021-2022	2020-2021
	Kshs	Kshs
Location 1	-	-
Location 2	-	-
Location 3	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*[Provide cash count certificates for each]*

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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**9 C Distribution of cash and Cash Equivalent brought forward due to change of reporting template**

2021/2022 Meru County Executive Financial Statement Cash and Cash equivalent at the beginning of the year	2020/2021 Closing Balance	2020/2021 Cash in hand	2020/2021 Cash and cash equivalent at end of the year
529,631,291	1,969,050,307	1,142,252	1,970,192,559

**Distribution of Fund Balances in f/y 2021-2022**

	2021/2022 Opening Balance	2021/2022 Cash in hand Opening Balance
Meru County Executive Financial Statement F/Y 2021-2022	529,523,134	108,157
Meru County Revenue Fund Financial Statement F/Y 2021-2022	1,430,589,994.00	
Meru County Receiver of Revenue Financial Statement F/Y 2021-2022	8,937,178.42	1,034,095
<b>Totals</b>	<b>1,969,050,306.42</b>	<b>1,142,252</b>

Notes to the Financial Statements (Continued)

**10. Deposits and Retention**

	2021-2022	2020-2021
	Kshs	Kshs
Retention Monies	168,054,466	132,915,268
<b>Total</b>	<b>168,054,466</b>	<b>132,915,268</b>

[Provide short appropriate explanations as necessary]

**11. Fund Balance Brought Forward**

	2021-2022	2020-2021
	Kshs	Kshs
Bank Accounts	529,523,134	1,943,730,212
Cash in Hand	108,157	415,312
Accounts Payables	- 132,915,268	- 156,469,761
<b>Total</b>	<b>396,716,023</b>	<b>1,787,675,763</b>

[Provide short appropriate explanations, as necessary. The fund balances brought forward refers to the previous financial year's closing balances]

**12. Prior Year Adjustments**

A prior period adjustment really applies to the correction of an error in the financial statements of a prior period.

	Balance b/f FY 2020-2021 as per audited financial statements	Adjustments during the year relating to prior periods	Adjusted ** Balance b/f FY 2020-2021
Description Of The Error	Kshs	Kshs	Kshs
Bank Account Balances	-	-	-
Cash in Hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (Specify)	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

\*\* (The adjusted balances are not carried down on the face of the financial statement. County Executive to provide disclosure on the adjusted amounts) (Explain whether the prior year relates to errors noted in prior year, changes in

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*estimates or accounting policy. Provide explanations for the prior year adjustments made their nature and effect on the fund balance of the County Executive).*

**13. Increase/ (Decrease) in Deposits and Retention**

Description	2021-2022	2020-2021
	Kshs	Kshs
Deposits and Retention s as at 1 <sup>st</sup> July (A)	132,915,268	156,469,761
Deposits and Retention as at 30 <sup>th</sup> June (B)	168,054,466	132,915,268
Increase/ (Decrease) in Deposits and Retentions C= B-A	<b>35,139,198</b>	<b>23,554,493</b>

*(Payables as at 1<sup>st</sup> July for FY 2020/21 should be the same as payable as at 30<sup>th</sup> June for FY 2021/22)*

**Other Important Disclosures**

**1. Pending Accounts Payable (See Annex 2)**

Description	Balance b/f FY 2020-2021	Additions for the period	Paid during the year	Balance c/f FY 2021-2022
	Kshs	Kshs	Kshs	Kshs
Construction of Buildings	175,305,828	337,278,406	267,642,427	244,941,807
Construction of Civil Works	628,801,608	682,044,672	960,002,248	350,844,032
Supply of Goods	139,806,490	366,269,418	213,444,977	292,630,932
Supply of Services	152,505,278	354,451,147	232,832,435	274,123,989
<b>Total</b>	<b>1,096,419,204</b>	<b>1,740,043,643</b>	<b>1,673,922,087</b>	<b>1,162,540,760</b>

**2. Related Party Disclosures**

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

The following comprise of related parties to the County Executive:

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- i) Key management personnel that include the Governor, the Deputy Governor Members of the County Assembly, CECs and Chief Officers for various County Ministries and Departments.
- ii) County Ministries and Departments.
- iii) The National Government.
- iv) Other County Governments Entities and
- v) State Corporations and Semi-Autonomous Government Agencies.

**Related party transactions**

	2021- 2022	2020- 2021
	Kshs	Kshs
Key Management Compensation (Governor, CEC Members And Cos)		
<b><u>Transfers To Related Parties</u></b>		
Transfer to the County Assembly		947,936,408
Transfers to Other County Government Entities	376,085,617	678,797,133
Recovery of exchequer over issue	26,438,795	
Transfers to Development Projects		
Transfers to Non-Reporting Entities E.G Schools And Welfare		
Transfers to County Water Service Providers		
Expenses paid on Behalf Of County Water Service Providers		
<b>Total Transfers To Related Parties</b>	<b>402,524,412</b>	<b>1,626,733,541</b>
<b><u>Transfers From Related Parties</u></b>		
Transfers From The Exchequer	9,767,991,505	9,104,335,432
Transfers From MDAs		
Transfers From SCs And SAGAs - National Government		
(Insert Any Other Transfers Received)		
<b>Total Transfers From Related Parties</b>	<b>9,767,991,505</b>	<b>9,104,335,432</b>

**3. Establishment of other County Government Entities**

The PFM Act, 2012 section 182 enables the County Government to establish and dissolve County Corporations/ entities. For purposes of follow up on financial reporting, audit and disclosure, outlined below is a list of entities established by the County Government since inception.

Entity	Date Established	Location	Accounting Officer responsible
Meru Micro Finance Corporation	2015	Massionate	Kenneth Kimathi
Meru Investment & Development Corporation	2015	Former County Hotel Building	Kenneth Rutere
Meru County Revenue Board	2016	Makutano	John Ntoiti
Meru County Alcoholic Drinks Control Board	2015	Kinoru	Paul Mwaki
Meru Executive Staff Housing Scheme	2017	Former County Hotel Building	Joseph Chabari

**4. Disclosure of Balances in Revenue Collection Accounts**

County Government Own source revenue is recognized in the financial statements when it has been swiped to CRF. Revenue collection account balances need to be disclosed at the end of the reporting period as below. Revenue collection accounts should be swept to CRF on reporting dates.

Name Of Bank, Account No. & Currency	Amount in bank account currency*	Ex. rate (if in foreign currency)	2021-2022	2020-2021
			Kshs	Kshs
Kenya Commercial bank, Ac no.1199571369 FIF - Hospital Revenue Account			1,581,362.46	4,447,131.46
Co-operative bank, Ac no. 01141665693600 Meru Hospital Revenue Account			1,511,875.00	776,893.00

**5. Leasing of Medical Equipment**

Amounts relating to leased medical equipment is included in the County Allocation Revenue Act and is budgeted for by the Counties. This amount is deducted at source and therefore not included in the exchequer. Since this is not a cash item, it is not included in the statement of receipts and payments in the year 2021/22 amounts relating to leased medical equipment was Kshs 200 million was deducted at source by the national treasury

**Other Important Disclosures (Continued)**

**6. Contingent Liabilities**

<b>Contingent Liabilities</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Court Cases Against The Entity	601,169,420.00	446,903,973
Bank Guarantees In Favour Of Subsidiary	-	-
Contingent Liabilities Arising From Ppps	-	-
<b>Total</b>	<b>601,169,420.00</b>	<b>446,903,973</b>

**7. Covid- 19 Funds**

<b>Covid -19 Funds</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>Receipts</b>		
Receipts From The National Government (Note 3)	-	-
Other Donations For Covid-19 Received Directly (Note 2)	-	-
Others (Specify)	-	-
<b>Total Receipts</b>	<b>-</b>	<b>-</b>
<b>Payments</b>		
Purchase Of Covid 19 Materials- Masks, Sanitizers Etc	-	-
Purchase Of Beds And ICU Units	-	-
Subsidies To The Community	-	-
Payment Of Hospital Bills	-	-
Donations To Schools And Other Institutions	-	-
Other Expenses (Specify)	-	-
<b>Total Payments</b>	<b>-</b>	<b>-</b>
<b>Balance In The Covid 19 Fund</b>	<b>-</b>	<b>-</b>

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**16. Progress On Follow Up On Prior Year Auditor's Recommendations**

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

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
1	Accuracy of financial statements	The exists no variance of Kshs 3,871,923 on miscellaneous receipts	Resolved	June 2022
2	Misstatement and unsupported transactions on acquisition of assets	The transfers to Meru micro finance corporation was for a specific county role, and did not relate to operations of the recipient entity. Expenditure of Kshs 8,485,810 was fully supported.	Not resolved	December 2022
3	Fixed assets Register and Inventory of Land	The land inventory relates to parcels of land previously held by the defunct local authorities and the devolved national function. Handing over exercise has not been completed	Not Resolved	December 2023
<b>OTHER MATTERS</b>				
1	Budgetary Control and performance	The under absorption of approved budget was linked to the under collection of local revenue in the budget	Not Resolved	December 2022
2	Pending bills			

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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)
	Unresolved Prior Year Audit Matters	The county Executive Appeared before both the Senate and County assembly of Meru Oversight committees of Public accounts and investment on matters relating audit report of previous year.	Resolved	April 2022
<b>REPORT OF LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES</b>				
1	Non preparation and non-submission of consolidated Annual financial Statements	The county will ensure preparation and submission of Consolidated annual Financial Statements	Not Resolved	October 2022
2.	Unremitted NHIF and NSSF Statutory deductions	The exist evidence that all statutory deductions were remitted.	Resolved	April 2022
3	Irregular Payment of Allowances to Members of Meru County Assembly (MCAs)		Not Resolved	
4	Unauthorized Opening of Bank Accounts	All the bank accounts were opened with the authority of County Treasury	Resolved	December 2022
5	Non- operational Runogone Water Project	The works related to renovation of an existing water project thus the assertion of water could not flow by gravity is	Resolved	April 2022

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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)
		misleading. During the time of audit there was tarmacking of road along the area necessitating removal of pipes to avoid wastages		
6	Procurement of sports Equipment for the Governors Cup	The delay in undertaking the governor's cup was as a result of banning of sporting activities as some of Protocols issued by Ministry of health in combating Covid -19 pandemic. The governor's cup has since been played and items have since been issued to intended users.	Resolved	June 2022
7	Non – Compliance with the law on Fiscal Responsibility-wage bill	The county has stopped recruitment on non-core departments. It is hoped that the situation will b corrected through retirement of staff who are currently above 56 years	Not Resolved	December2024
8.1	Earning below the statutory minimum	The county has sensitized its staff on the one third requirement	Not Resolved	December 2024
8.2	Lack of an Approved Staff Establishment	The county has since prepared and approved a staff establishment	Resolved	April 2022
8.3	Employees on	The Audit did not	Not	December 2022

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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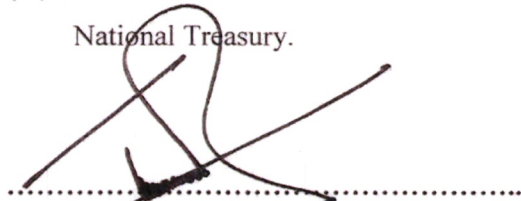
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Probation for More than six Months	provide any details of staff who served on probation for more than six Months	Resolved	
8.4	Underpayment of salary	The Audit team did not provide any details of underpayment of salary	Not Resolved	December 2022
9.1	Construction of Governors Residence	The construction works of the residence has since been completed and the house occupied	Resolved	June 2022
9.2	Construction of Deputy Governors Residence	The construction works of the residence has since been completed and the house occupied	Resolved	June 2022
9.3	Stalled Construction of Low- cost Office Block	At the time of Audit, the works at the site had stopped after several workers in the site had tested positive for Covid -19. The works are on going and nearing Completion	Not Resolved	November 2022
10	Irregular Contract Agreement	The county will ensure future contracts are not Entered before the lapse of 14 days	Not Resolved	November 2022
11	Lack of Approved Budget and Procurement Plan	The was an approved	Resolved	June 2022
12	Renewal of Insurance policy for Provision of Medical Cover	The County undertook a market survey before renewing the contracts	Resolved	April 2022

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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)
	and WIBA Policy			
13.	Failure to prepare and publish contract Awards	The county prepared and published contract awards for the year in the public procurement portal	Resolved	April
<b>REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE</b>				
1	Lack of risk management policy for internal audit	The county has a risk management policy for internal audit	Resolved	April 2022

**Guidance Notes:**

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

  
 -----  
 CEC, County Treasury

Date

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**Annexes**

**Annex 1 – Analysis Of Transfers From the CRF**

Period (2021-2022)	Quarter 1 (Kshs)	Quarter 2 (Kshs)	Quarter 3 (Kshs)	Quarter 4 (Kshs)	Total (Kshs)
Equitable Share	1,966,317,258	2,142,755,234	2,279,836,102	2,989,011,447	8,657,600,114
Level 5 Hospitals	-	-	-	-	-
DANIDA - Universal Healthcare in Devolved Units Programme	-	-	-	13,954,125	13,954,125
World Bank – THUSCP	-	-	-	-	-
National Agricultural & Rural Inclusive Growth Project (NARIGP)	-	-	-	166,739,502	166,739,502
Kenya Devolution Support Programme	141,844,646	-	-	-	141,844,646
Youth Polytechnic support grant	-	-	-	29,302,519	29,302,519
Kenya Urban Support Programme	-	-	-	-	-
Agriculture Sector Development Support Project (ASDSP)	-	-	-	20,548,425	20,548,425
Emergency Locust Response Project (ELRP)	-	-	-	17,682,247	17,682,247
<b>Total</b>	<b>2,108,161,904</b>	<b>2,142,755,234</b>	<b>2,279,836,102</b>	<b>3,237,238,265</b>	<b>9,767,991,505</b>

*Note: The above comprises transfers from the Exchequer from CARA, comprising of equitable share, Level 5 and donor funds released through the exchequer.*

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**Annex 2 – Analysis Of Pending Accounts Payable**

Supplier Of Goods Or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
<b>Supply Of Goods</b>							
Eldona General Suppliers	17/02/2018	190,000	190,000	-	-	190,000	3562
Itech Soltions Creatives	22/05/2018	823,560	823,560	-	-	823,560	3562
Dominion Supplies	20/04/2020	127,575	127,575	-	-	127,575	3562
Print Matt Limited	06/08/2021	90,000	90,000	-	-	90,000	3562
Silverspread Services Station	06/03/2015	500,000	500,000	-	-	500,000	3562
Hafaro Enterprises Limited	09/05/2022	697,299	697,299	-	-	697,299	3562
Sastell Company Limited	21/06/2022	708,875	708,875	-	-	708,875	3562
Shiema Enterprises	27/05/2022	664,650	664,650	-	-	664,650	3562
Fareed Company Limited	27/05/2022	905,470	905,470	-	-	905,470	3562
Operands Systems Limited	02-Feb-15	386,500	-	-	-	386,500	3563
Squantam Enterprises Ltd	22-May-18	417,242	-	-	-	417,242	3563
Bethda Construction Limited	22-May-18	2,840,600	-	-	-	2,840,600	3563
Almalia Company Limited	29-Mar-22	405,000	-	-	-	405,000	3563
Misingao Limited	22-Jun-22	442,300	-	-	-	442,300	3563
Josmah Tech Limited	13-Apr-22	666,900	-	-	-	666,900	3563
Nature Mart Enterprises	22-Jun-22	960,000	-	-	-	960,000	3563
Clary Stars	22-Jun-22	448,500	448,500	-	-	448,500	3563
Clary Stars	22-Jun-22	274,550	274,550	-	-	274,550	3563
Misingao Limited	22-Jun-22	442,300	442,300	-	-	442,300	3563
Davesil Limited	07-Nov-18	144,000	144,000	0.00	0.00	144,000	3563
Baite Youth Sences Limited	None	74,500	74,500	0.00	0.00	74,500	3563
Dominion Supplies K Ltd	05-Mar-21	83,700	83,700	0.00	0.00	83,700	3563

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Dominion Supplies K Ltd	05-Mar-21	102,060	102,060	0.00	0.00	102,060	3563
Daevis Logistics	12.10.2021	276,000	276,000	0.00	0.00	276,000	3563
Dominion Suppliers [K] Limited	29.06.2021	113,400	113,400	0.00	0.00	113,400	3563
Tayaan General Supplies	08.02.2022	120,640	120,640	0.00	0.00	120,640	3563
Tayaan General Supplies	08.02.2022	83,520	83,520	0.00	0.00	83,520	3563
Tayaan General Supplies	08.02.2022	99,760	99,760	0.00	0.00	99,760	3563
Tayaan General Supplies	22.02.2022	320,160	320,160	0.00	0.00	320,160	3563
Tayaan General Supplies	22.02.2022	99,760	99,760	0.00	0.00	99,760	3563
Flexible Parts And Accessories Ltd	28-Jun-22	2,960,496		-	-	2,960,496	3563
Maua Maz Garage	27-Jun-18	165,000	165,000	-	-	165,000	3565
World Pearls Limited	20-May-22	1,678,320	-	-	-	1,678,320	3565
Matuvin Enterprises	15/05/2022	1,992,000	-	-	-	1,992,000	3565
Duexvenn Gladiators	21-Jun-22	498,632	-	-	-	498,632	3565
Tinamuri General Supplies	06-May-22	1,907,530	-	-	-	1,907,530	3565
Supatrack Adventures	04-Feb-22	1,498,150	-	-	-	1,498,150	3565
Kamaroo Enterprises Company Limited	04-Apr-22	2,635,425	-	-	-	2,635,425	3565
Lumbistage Limited	11/05/2022	1,497,700	-	-	-	1,497,700	3565
Karinju Investments Limited		2,493,593	-	-	-	2,493,593	3565
M/S Alsedoc Consultancy Ltd	30-Jun-22	598,938	598,886			598,886	3564
Consumerline Product Limited	09-Nov-21	987,360	987,360			987,360	3564
Kenya Animal Genetics Resource Centre	04-Nov-21	10,200,000	10,200,000			10,200,000	3564
Farakan Global Ltd	17-Mar-22	288,915	288,915			288,915	3564
Consumerline Product Limited	09-Nov-22	1,103,316	1,103,316			1,103,316	3564
Farajoh Global Ltd	23-Jun-22	299,200	299,200			299,200	3564
Simlaw Seeds	3-03-2022/4-03-2022	8,100,000				8,100,000	3564
Karunchu Holdings Ltd	22/06/2021	1,498,000	1,498,000			1,498,000	3564
Sheks Enterprises		292,000	292,000			292,000	3564
Morlidhar General Supplies Limited		1,597,670				1,597,670	3564
Top Smart Co. Ltd	30/05/2019	235,000	160,000			160,000	3564
Silverspread Services Station Ltd	01-Jun-20	441,612	441,612			441,612	3564

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Meru Bingwa Enterprises Limited	26/06/2020	120,000	120,000		120,000	3564
Almalia Company Limited	13-May-22	379,900	379,900		379,900	3564
Josmah Tech Limited	03-Jun-22	376,575	376,575		376,575	3564
Quarizon International Limited	13-May-22	429,800	429,800		429,800	3564
Liderlik Company Limited	13-May-22	469,700	469,700		469,700	3564
Fair Ground Enterprises		449,700			449,700	3564
Beme Limited		540,790			540,790	3564
Noblety Limited		753,290			753,290	3564
Zealtop Logistics And Investments		691,950			691,950	3564
Emeremm Trading Limited	25/6/2019	115,100	115,100		115,100	3566
Waciama Company	27/6/2022	1,975,375			1,975,375	3566
Pelt Security Services Ltd	06-Jun-22	594,100			594,100	3566
Jomex International Ltd	30/5/2022	495,720			495,720	3566
Future Link Resources Limited	04-May-22	579,420			579,420	3566
Jomex International Ltd	30/5/2022	1,477,350			1,477,350	3566
Irekie Enterprises Limited	06-Jun-22	538,500			538,500	3566
Martgak Limited		1,474,000	1,474,000		1,474,000	3566
Asenya Hope International Limited		2,890,000			2,890,000	3566
Morlidhar General Supplies Limited		1,796,300			1,796,300	3566
Asenya Hope International Limited		1,745,000			1,745,000	3566
Vicons Kenya Limited		1,160,120			1,160,120	3566
Dakirth Company Limited		870,000			870,000	3566
Ledosha Company Limited		510,000			510,000	3566
Domchas Holdings Limited		320,000			320,000	3566
Kadesh Limited		916,000			916,000	3566
Kadesh Limited		2,713,600			2,713,600	3566
Waciama Company	27/6/2022	2,481,400			2,481,400	3566
Kimzmart Invetment Limited	24/5/2022	992,460			992,460	3566
Pelt Security Limited	6-Jun-22	393,990			393,990	3566
Lalji Ramji Filling Station	1-Apr-22	2,984,000			2,984,000	3566

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Matuvin Enterprises	20/5/2022	499,000				499,000	3566
Bluedon Ventures Limited		953,805				953,805	3566
Meru County Ecde Project Account		26,150,000				26,150,000	3566
Kheb Building And Construction Company Limited		746,875				746,875	3566
Skyline Express Services Limited		2,098,400				2,098,400	3566
Skyline Express Services Limited		1,884,610				1,884,610	3566
Techbug Limited		2,434,700				2,434,700	3566
Martgak Limited		1,128,000				1,128,000	3566
Vicons Kenya Limited		490,585				490,585	3566
Martgak Limited		650,200				650,200	3566
Maua Glasss Mart Limited		2,021,800				2,021,800	3566
Elebai International Company Limited		1,980,566				1,980,566	3566
Elebai International Company Limited		525,490				525,490	3566
Nyipola Professional		999,770				999,770	3566
Joisabi Kelelek General Supplies	17-May-17	1,929,800	1,929,800			1,929,800	3567
Kenya Medical Supplies Authority	30-Jun-22	33,196,297	750,000	20,102,719		52,643,047	3567
Phikam Enterprises Limited	10-May-22	406,200	-			406,200	3567
Telace Agency	15-Feb-22	2,995,000	2,995,000			2,995,000	3567
Josmah Tech Limited	13-May-22	451,000	451,000			451,000	3567
Pusam Tech Limited	13-May-22	87,400	87,400			87,400	3567
Clary Stars	27-Jun-22	2,949,800	469,518		2,480,282	469,518	3567
Cashadi Logistics	22-Jun-22	3,000,000	548,167		2,451,833	548,167	3567
Claudia Agencies Limited	21-Jun-22	2,380,000	2,380,000			2,380,000	3567
Kenya Medical Supplies Authority	23-Apr-22	12,596,872	12,596,872			12,596,872	3567
Ndarkal Investments Limited		1,000,900	1,000,900	Nil	Nil	705,214	3567
Fridxon Enterprises Limited		2,150,100	2,150,100	Nil	Nil	1,310,753	3567
Pusam Tech Limited		3,000,000	3,000,000		2,600,000	400,000	3567
Noten Ventures Ltd	25/07/2022	3,000,000	3,000,000			3,000,000	3567
Doki General Supplies Company Limited		2,999,950	2,999,950	Nil	Nil	2,999,950	3567

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Atlas Copco Eastern Africa Limited		3,403,090	3,403,090	Nil	Nil	3,403,090	3567
Lugz Ayanna World Limited		399,000	399,000	Nil	Nil	399,000	3567
Clary Stars		2,994,000	2,994,000	Nil	Nil	2,994,000	3567
Liderlik Company Limited		1,753,400	1,753,400	Nil	Nil	1,753,400	3567
Limbuku Bookshop		2,999,925	2,999,925	Nil	Nil	2,999,925	3567
Clary Stars		1,923,768	1,923,768	Nil	Nil	1,923,768	3567
Altron Investments	767,000.00	44,840	N/A	Nil	Nil	767,000	3567
Shanga Engineering Works Ltd	02/01/2022	1,500,000	1,500,000	-	-	1,500,000	3567
Cmc Motors Group		9,500,000				9,500,000	3568
Samhan Innovation Limited	12-May-22	808,000	808,000	-	-	808,000	3568
Cmc Motors Group Limited	26-Feb-22	4,340,000	4,340,000	-	-	4,340,000	3568
Meru Oaks Limited	05-May-22	207,400	207,400	-	-	207,400	3568
Tryjen And Co Ltd	21-Apr-22	708,380	708,380	-	-	708,380	3568
Alena Investments Limited	22-Apr-22	818,500	818,500	-	-	818,500	3568
Callat Investment Ltd	17-03-2022	860,860	860,860			860,860	3568
Lawis Design Ltd	19-04-2022	418,000	418,000			418,000	3568
Phatka International Ltd	12-Apr-22	241,980	241,980			241,980	3568
Doelim Enterprises	12-Apr-22	578,910	578,910			578,910	3568
Lamak Enterprises Lt	05-Jul-19	1,475,146	1,475,156	Nil	Nil	1,475,156	3569
Shadica Enterprises Limited	25/01/2022	716,040	716,040	Nil	Nil	716,040	3569
Mathan Innovation Ltd		155,000	155,000	Nil	Nil	155,000	3569
Victory Trading Co.Ltd	06-Mar-22	5,733,900	5,733,900	Nil	Nil	5,733,900	3569
Samhan Innovation Limited		1,705,000				1,705,000	3569
Samhan Innovation Limited		1,699,000				1,699,000	3569
Pusam Tech Limited		85,000				85,000	3569
Tingo Maria Investment Limited		1,061,200				1,061,200	3569
Sameway Solutions Limited		568,370	568,370			568,370	3570
Nkwazi Enterprises Limited		299,500	299,500			299,500	3570
Nkwazi Enterprises Limited		346,100	346,100			346,100	3570
Nkwazi Enterprises Limited		577,435	577,435			577,435	3570

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Nkwazi Enterprises Limited		738,000	738,000			738,000	3570
Centric Technology Solutions		172,865	172,865			172,865	3570
Sameway Solutions Limited		646,190	646,190			646,190	3570
Centric Technology Solutions		426,810	426,810			426,810	3570
Centric Technology Solutions		388,000	388,000			388,000	3570
Meru County Oils Ltd	10-Jan-19	129,000	129,000	-	-	129,000	3571
Meru County Oils Ltd	05-Nov-19	50,016	50,016	-	-	50,016	3571
Riverland Gulf Energy Service Station	09-Apr-20	31,605	31,605	-	-	31,605	3571
Dominion Supplies (K) Ltd	09-Jul-20	113,400	113,400	-	-	113,400	3571
Pusam Tech Limited		518,600	518,600	-	-	518,600	3571
Dominion Supplies (K) Ltd	16-Jul-20	113,400	113,400	-	-	113,400	3571
Mateas Company Ltd	30/06/2016	664,700	664,700			664,700	3572
Alpha Tech & Lab	06-Sep-17	625,200	625,200			625,200	3572
Remboya Construction	12-Jun-19		412,500			412,500	3572
Moohnait Investments	14/05/2019	432,860	432,860			432,860	3572
Benaja Suppliers	26/5/2022	219,860	219,860			219,860	3572
Hafaro Enterprise Ltd.	19/5/2022	1,049,600	1,049,600			1,049,600	3572
Starnet Business Links	25/5/2022	119,973	119,973			119,973	3572
Brand-It Enterprise	22/06/2022	2,999,200	2,999,200			2,999,200	3572
Stekia Solutions Ltd	31/5/2022	119,600	119,600			119,600	3572
Domchas Holding Ltd.	23/03/2022	999,880	999,880			999,880	3572
Domchas Holding Ltd.	04-Dec-22	300,000	300,000			300,000	3572
Tajaawa Agencies Ltd.	20/06/2022	295,200	295,200			295,200	3572
Soloh Worldwide Inter-Enterprises Ltd.	16/6/2022	1,076,500	1,076,500			1,076,500	3572
Kenshant Company Ltd	28/04/2022	269,100	269,100			269,100	3572
Lecamon Limited	15/06/2022	952,400	952,400			952,400	3572
Ruskin Limited	14/04/2022	2,860,100	2,860,100			2,860,100	3572
Skyline Express Services Ltd	24/03/2022	465,000	465,000			465,000	3572
Timcar Agencies Ltd	24/06/2022	670,000	670,000			670,000	3572
Raptas Media Ltd	19/05/2022	500,250	500,250			500,250	3572

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Stekia Solutions Ltd	04-Jul-22	479,850	479,850			479,850	3572
Drezinah Company Ltd	04-Aug-22	565,250	565,250			565,250	3572
Prestigm Company Ltd	28/04/2022	369,200	369,200			369,200	3572
Skyline Express Ltd	17/03/2022	720,000	720,000			720,000	3572
Hamzkombz Agencies	23/03/2022	925,300	925,300			925,300	3572
Bilray Investments Ltd	02/092021	198,600	198,600			198,600	3572
Higherlink Ventures	06-May-22	2,898,950	2,898,950			2,898,950	3572
Ideal Security Services	20/02/2022	100,317	100,317			100,317	3572
Ideal Security Services	20/05/2021	100,317	100,317			100,317	3572
Ideal Security Services	20/006/2021	100,317	100,317			100,317	3572
Ideal Security Services	20/04/2021	70,222	70,222			70,222	3572
Benaja Suppliers	26/05/2022	647,400	647,400			647,400	3572
Kadesh Limited		600,000				600,000	3572
Vicowen Enterprises	10-Dec-18	96,000	96,000		-	96,000	3575
Vicowen Enterprises	21-Jan-19	294,000	294,000		-	294,000	3575
Vicowen Enterprises	11-Dec-18	167,500	167,500		-	167,500	3575
Dominion Supplies	23-Jul-20	96,000	96,000		-	96,000	3575
Brainfarm Company Limited	17-May-22	485,550	485,500		-	485,500	3575
Kenshant Company Limited	18-May-22	934,000	934,000		-	934,000	3575
Tetedoanmu General Suppliers Limited		2,485,000	2,485,000		-	2,485,000	3575
Mutindwa Enterprises Ltd	13-Jun-19	1,455,800	170,000			170,000	3575
<b>Total</b>						<b>292,630,932</b>	

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Supplier Of Goods Or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
<b>Construction Of Civil Works</b>							
Kans Action General	14/10/2015	195,657	195,657			195,657	3572
M/S Anthoopi Mechanical Engineering	14/10/2015	7,607,391	2,498,912			2,498,912	3572
Bravin International Limited	11/02/2019	4,877,864	1,757,494	-	3,120,370	1,757,494	3565
Mizphah Contractor	11/02/2019	7,925,120	3,805,557	-	4,119,563	3,805,557	3565
Mbarua Investments Limited	02/02/2022	4,999,481	-	-	-	4,263,350	3565
Nkomo Company Limited	09/02/2022	4,484,327	-	-	-	4,484,327	3565
Random Ventures Ltd	09/02/2022	2,246,490	2,246,490			2,246,490	3564
Benny Building Contractorsltd	23/04/2019	5,926,213	1,784,992			1,784,992	3570
Supazel Vision Achievers Ltd	23/10/2018	1,600,000	1,594,010			1,594,010	3570
Legox Company Ltd	27/04/2017	527,500	527,500	527,500		527,500	3570
Amwaris Co Ltd	10/11/2020	1,526,400	1,526,053			1,526,053	3570
Motech Logistics Ltd	10/06/2019	172,800	172,800			172,800	3570
Techplode Company Ltd	23/04/2019	396,360	396,214			396,214	3570
Biomax Africa Ltd	20/02/2019	975,408	975,408	-	-	975,408	3570
Matrkim Hardware And Engineering Ltd	11/02/2022	3,190,000	260,150	-	-	260,150	3570
Glakim Investments Ltd	26/05/2020	3,546,942	3,546,942			3,546,942	3570
Tanif Investment Limited	22/06/2022	2,998,240	2,997,600			2,997,600	3570
Omex Ea Controls Ltd	25/11/2021	3,740,000	3,739,500			3,739,500	3570
Ngakindah Investment Ltd	16/03/2022	4,534,485	4,534,417			4,534,417	3570
Kinne Headway Limited	30/05/2022	12,109,548	12,107,048			12,107,048	3570
Kanners International Limited	17/05/2022	9,801,000	9,800,891			9,800,891	3570
Darkith Company Ltd	11/05/2022	4,747,290	4,745,600	4,745,600		4,745,600	3570
Netkams Limited	01/04/2022	6,971,612	6,968,157			6,968,157	3570
Eduna East Africa Limited	07/04/2022	6,985,804	6,983,010			6,983,010	3570

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Lachoro Construction Ltd	09/05/2022	3,376,408	3,374,246			3,374,246	3570
Weru Smart Limited	14/06/2022	992,499	992,229			992,292	3570
Sadop Construction Ltd	04/04/2022	1,900,000	1,899,300			1,899,300	3570
Supatrack Ventures Ltd	14/03/2022	2,948,978	2,947,517			2,947,517	3570
Ermson Company Limited	29/06/2022	1,399,325	1,399,005			1,399,005	3570
Nkomo Company Limited	23/05/2022	3,349,540	3,120,885			3,120,885	3570
Mbarua Investment Limited	27/04/2022	2,433,631	2,433,615			2,433,615	3570
Helka Logistics Ltd	24/06/2022	2,461,200	2,160,300	2,160,300		2,160,300	3570
Kirimara General Agencies	18/03/2022	2,572,953	2,570,796			2,570,796	3570
Supatrack Ventures Ltd	14/03/2022	2,991,985	2,991,985	2,991,985		2,991,985	3570
Linbeck Agencies	19/03/2022	2,398,445	2,394,400			2,394,400	3570
Linbeck Agencies	15/03/2022	996,000	995,790			995,790	3570
Ermson Company Limited	29/06/2022	2,999,350	2,997,750			2,997,750	3570
Ermson Company Limited	23/05/2022	2,997,250	2,997,225	2,997,225		2,997,225	3570
Gaddot Investment Limited	29/06/2022	2,400,903	2,398,560			2,398,560	3570
Supatrack Ventures Ltd	14/03/2022	1,999,340	1,997,480	1,997,480		1,997,480	3570
Gaddot Investment Limited	29/06/2022	2,549,150	2,541,653			2,541,653	3570
Sadop Construction Ltd	29/06/2022	3,873,692	3,871,400			3,871,400	3570
Skyline Express Services	29/06/2022	1,597,419	1,597,219			1,597,219	3570
Maryld Ecopreneuers Ltd	25/06/2022	3,252,178	3,252,000			3,252,000	3570
Kinne Headway Limited	30/05/2022	1,184,000	1,181,050			1,181,050	3570
Faitkam Investment Ltd	09/05/2022	4,465,713	4,465,713	4,465,713		4,465,713	3570
Gaddot Investment Limited	29/06/2022	1,550,000	1,542,865			1,542,865	3570
Jakserve United Solutions	17/05/2022	2,689,456	2,689,456			2,689,456	3570
Medabs Enterprises Limited	30/06/2022	4,974,000	4,972,173			4,972,173	3570
Patrilo Enterprises Limited	05/05/2022	4,498,708	4,497,448			4,497,448	3570
Petalways Ventures Limited	29/06/2022	498,000	497,800			497,800	3570
Sadop Construction Ltd	16/06/2022	3,174,339	3,174,000			3,174,000	3570
Javic Engineering Company	21/03/2022	6,974,522	6,973,467			6,973,467	3570

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Linbeck Agencies	28/09/2021	3,319,394	3,312,900			3,312,900	3570
Sadop Construction Ltd	16/06/2022	1,722,735	1,721,800			1,721,800	3570
Karinju Investment Limited	28/06/2022	2,999,000	2,998,533			2,998,533	3570
Aktech Solution Limited	16/06/2022	2,199,565	2,199,201	-	-	2,199,201	3570
Top Point Network Limited	08/05/2022	29,178,895	29,178,895	-	26,645,455	2,533,440	3570
Top Point Network Limited	06/05/2022	8,747,455	8,747,455	-	8,154,115	593,340	3570
Eleeba International Company Limited	06/05/2022	2,600,000	2,600,000			2,600,000	3570
Lekijoka Enterprises Limited	06/05/2022	2,899,460	2,899,460			2,899,460	3570
Patrilo Holdings Limited	06/05/2022	2,899,100	2,899,100			2,899,100	3570
Bainanga Construction Limited	06/05/2022	2,945,191	2,945,191			2,945,191	3570
Karinju Investments Limited	06/05/2022	2,999,000	2,999,000			2,999,000	3570
Eleeba International Company Limited	06/05/2022	1,899,995	1,899,995			1,899,995	3570
Agspan Consolidated Limited	06/05/2022	2,777,475	2,777,475			2,777,475	3570
One Residence Limited	06/05/2022	4,984,517	4,984,517			4,984,517	3570
Skyline Express Services Limited	06/05/2022	1,994,000	1,994,000			1,994,000	3570
Ambotech General Construction Limited	06/05/2022	3,997,400	3,997,400			3,997,400	3570
Linbeck Agencies Limited	06/05/2022	2,398,445	2,398,445			2,398,445	3570
Mizpah Contractor Agency Limited	06/05/2022	2,898,000	2,898,000			2,898,000	3570
Alpharate Logistics Limited	06/05/2022	2,317,971	2,317,971			2,317,971	3570
Mketu Limited	06/05/2022	8,990,420	8,990,420			8,990,420	3570
Glakim Investment Limited	06/05/2022	3,243,500	3,243,500			3,243,500	3570
Lekijoka Enterprises Limited	06/05/2022	2,399,500	2,399,500			2,399,500	3570
Lachoro Construction Ltd	06/05/2022	1,445,067	1,445,067			1,445,067	3570
Eastern Redbull Enterprise Limited	06/05/2022	4,992,550	4,992,550			4,992,550	3570
Eastern Redbull Enterprise Limited	06/05/2022	4,974,000	4,974,000			4,974,000	3570
Mizpah Contractors Agency Limited	06/05/2022	2,100,000	2,100,000			2,100,000	3570
Flim Building Services Ltd	06/05/2022	499,977	499,977			499,977	3570
Grawin Investment	06/05/2022	900,000	900,000			900,000	3570
Engineering Development Limited	06/05/2022	11,184,180	11,184,180			11,184,180	3570

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Contralinks Solutions And Services Limited	06/05/2022	404,747	404,747			404,747	3570
Hamethyst Limited	06/05/2022	4,799,349	4,799,349			4,799,349	3570
Calmape Engineering Limited	06/05/2022	4,981,700	4,981,700			4,981,700	3570
Contralinks Solutions And Services Limited	06/05/2022	3,151,628	3,151,628			3,151,628	3570
Contralinks Solutions And Services Limited	06/05/2022	872,702	872,702			872,702	3570
Stan Holdings Company Limited	06/05/2022	9,999,588	9,999,588			9,999,588	3570
Timcar Agencies	06/05/2022	265,590	-	-		265,590	3570
M/S Kans Action General Co.Ltd	06/05/2022	253,100	-	-		253,100	3570
Chokera Holdings Ltd	06/05/2022	1,246,281	-	-		1,246,280	3570
M/S Almirium Supplies	06/05/2022		-	-		381,040	3570
Supazel Vision Achievers	06/05/2022	995,280	-	-		995,280	3570
M/S Tenfences Africa Limited	06/05/2022	332,961	-	-		332,961	3570
Remboya Construction Company Ltd	06/05/2022	2,825,670	-	-		2,825,670	3570
Jambostar Properties Ltd	06/05/2022		-	-		1,788,442	3570
Set Point Enterprises Ltd	06/05/2022	287,615	-	-		287,615	3570
Deche Construction Ltd	06/05/2022					2,590,836	3570
Champagne Park Limited	06/05/2022	1,700,000	-	-		1,700,000	3570
Kaikai Trading Co.Ltd	06/05/2022	299,840	-	-		299,840	3570
Sonsix Company Ltd	06/05/2022					2,992,758	3570
Pusam Tech Ltd	06/05/2022	2,257,400	-	-		2,257,400	3570
Ishipoa Enterprises Ltd	06/05/2022	-	-	-		5,934,970	3570
M/S Avoxxe Ltd	06/05/2022	-	-	-		2,280,871	3570
Bilhan Company Ltd	06/05/2022	-	-	-		6,319,617	3570
Kenya Forest Service	06/05/2022	-	-	-		1,102,000	3570
Kenya School Of Adventure And Leadership	06/05/2022	-	-	-		4,749,999	3570
Vikemu Company Ltd	06/05/2022	-	-	-		1,529,738	3570
Geestam Company Ltd	06/05/2022	-	-	-		4,190,078	3570
Mukefa Investments Ltd	06/05/2022	-	-	-		1,599,900	3570
Njemter Agencies Limited	06/05/2022	-	-	-		349,737	3570

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Waciama Company Limited	06/05/2022	-	-	-	3,979,682	3570
Ishipoa Enterprises Limited	06/05/2022	-	-	-	5,935,000	3570
Kadesh Limited	06/05/2022	-	-	-	995,000	3570
Mukefa Investments Limited	06/05/2022	-	-	-	1,599,900	3570
Timcar Agencies	06/05/2022	-	-	-	1,698,000	3570
Atcost Structures Company	06/05/2022	-	-	-	10,624,848	3570
Zeal Top Logistics	06/05/2022	-	-	-	2,199,739	3570
Kenve Investment Ltd	06/05/2022	790,000	790,000		790,000	3572
<b>Totals</b>					<b>350,844,032</b>	

Supplier Of Goods Or Services	Date Contracted	Original Amount	balance at the beginning of the year	Addition During the year	Amount paid During the year	Outstanding Balance	Comments
<b>Supply Of Services</b>							
Parimi Properties Limited	25/6/2019	2,996,251	2,996,251	-	-	2,996,251	3,562
Rokiben Suppliers Limited	25/6/2019		118,547	-	-	118,547	3,564
Gradwin Enterprises	10/03/2022	2,099,670	858,939	-	1,239,296	858,939	3,564
Flexzone Investments Limited	10/03/2022	184,994	184,994	-	-	184,994	3,564
Alsedox Consultancy Ltd	10/03/2022	598,937	598,937	-	-	598,937	3,564
Bekali Services	10/03/2022	2,994,962	-	-	-	2,994,962	3,564
Nkubu Youth National Polytechnic	10/03/2022	808,809	438,465	-	-	438,465	3,564
Bekali Services	10/03/2022	2,998,775	-	-	-	2,998,775	3,564
Brit Construction Company Limited	10/03/2022	495,420	-	-	-	495,420	3,564

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Pricykas Kenya Limited	14/05/2019	2,499,859	2,499,859	-	-	277,530	3,567
Ever Fortunes Company Ltd	14/05/2019	24,080,800	24,080,800	-	-	3,048,832	3,567
Nemsam Kenya Limited	16/05/2019	400,000	400,000	810,202	-	1,210,202	3,567
Robkom Contractors Company Ltd.	30/06/2020	2,397,000	2,397,000	-	-	1,254,705	3,567
M/S Amek Eterprises Limited	01/02/2022	6,408,615	6,408,615	-	-	2,804,152	3,567
M/S Mizpah Contactor Agency Limited	30/06/2021	344,050	344,050	-	-	282,972	3,567
M/S Local Globe Enterprise Limited	11/05/2020	3,361,878	3,361,878	-	-	1,628,550	3,567
Debra Limited	18/06/2022	3,062,571	3,062,571	-	-	3,062,571	3,567
M/S Phisac Construction & General Supplies	06/05/2022	2,490,572	497,112	-	1,993,460	495,390	3,567
M/S Starhotech Suppliers Limited	01/04/2022	2,545,044	2,545,044	-	-	2,059,967	3,567
Robkom Contractors Company Ltd.	18/05/2019	2,397,000	2,397,000	-	-	824,689	3,567
M/S Twirika Company Limited	07/05/2021	2,999,053	947,864	-	2,051,189	947,117	3,567
Nemsan Kenya Limited	14/05/2019	2,999,823	2,999,823	-	-	2,999,823	3,567
M/S Six Speed Limited	01/07/2021	1,700,501	1,700,501	-	-	1,700,449	3,567
M/S Rartakuut Contractors Limited	01/07/2021	2,216,238	2,216,238	-	-	1,577,264	3,567
M/S Rimi Construction Company Limited	01/07/2021	2,962,460	2,962,460	-	-	620,279	3,567
M/S Garson Investment Company Limited	01/07/2021	2,492,213	2,492,213	-	-	825,519	3,567
M/S Patony Holdings Limited	05/05/2022	1,399,789	1,399,789	-	-	1,397,729	3,567
M/S Rimi Construction Company Limited	05/05/2022	496,130	496,130	-	-	496,110	3,567
M/S Mwinki Contractors Limited	05/05/2022	2,684,120	2,684,120	-	-	2,674,833	3,567
M/S Sahel Engineering Limited	05/05/2022	11,402,446	11,402,446	-	-	5,641,725	3,567
Petnash Construction Co. Limited	24/05/2021	3,297,532	3,297,532	-	-	3,297,532	3,567
Mungania Unique Builders	27/05/2021	4,959,082	4,959,082	-	3,861,590	1,097,492	3,567
Kirimara General Agencies Limited	24/06/2021	3,467,811	3,467,811	-	-	3,467,811	3,567
Gefflen Construction Limited	16/05/2019	1,384,998	1,384,998	-	-	1,384,998	3,567
Bekali Services	03/10/2022	2,999,843	-	-	-	2,999,843	3,567

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Amek Enterprises Limited	25/03/2022	2,997,240	-	-	-	2,997,240	3,567
Mzibaline Limited	18/03/2022	999,648	-	-	-	999,648	3,567
Akila Engineering Limited	18/03/2022	2,755,032	-	-	-	2,755,032	3,567
Twirika Company Limited	21/03/2022	3,999,918	-	-	-	3,999,918	3,567
Befanet Limited	15/03/2022	1,596,450	-	-	-	1,596,450	3,567
Pattony Holdings Limited	29/6/2022	3,692,932	-	-	-	3,692,932	3,567
Nemak Africa Limited	25/03/2022	620,043	-	-	-	620,043	3,567
Perali Company Limited	13/4/2022	2,740,935	-	-	-	2,740,935	3,567
Nemak Africa Limited	30/05/2022	2,499,876	-	-	-	2,499,876	3,567
Befanet Limited	15/03/2022	4,797,444	-	-	-	4,797,444	3,567
Devash Investments Limited	29/6/2022	3,499,000	-	-	-	3,499,000	3,567
Lonzo Contractors Limited	14/03/2022	998,760	-	-	-	998,760	3,567
Amek Enterprises Limited	29/04/2022	2,045,880	-	-	-	2,045,880	3,567
Fresh Hub(Ea) Limited	29/06/2022	3,598,000	-	-	-	3,598,000	3,567
Woof Enterprises Limited	07/10/2022	4,498,700	-	-	-	4,498,700	3,567
Ishipoa Enterprises Limited	07/10/2022	3,999,012	-	-	-	3,999,012	3,567
Goldak Services	07/10/2022	4,923,468	-	-	-	4,923,468	3,567
Aktech Solutions Limited	18/3/2022	9,788,674	-	-	-	9,788,674	3,567
Supatrack Adventures Limited	18/3/2022	6,773,244	-	-	-	6,773,244	3,567
Atcost Structures Company Limited	31/1/2022	9,918,416	-	-	-	9,918,416	3,567
Core Build (Ea) Ltd	31/1/2022	6,892,579	-	-	-	6,892,579	3,567
Conralinks Solutions And Services Limited	31/1/2022	6,999,273	-	-	-	6,999,273	3,567
Aktech Solutions Limited	18/03/2022	7,481,698	-	-	-	7,481,698	3,567
Nedia Limited	31/01/2022	8,484,859	-	-	-	8,484,859	3,567
Tumalink Holdings Limited	24/05/2021	949,907	949,907	-	-	949,907	3,567
Amek Enterprises Limited	04/11/2022	2,998,920	-	-	-	2,998,920	3,567

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Kans Action General Construction Limited	06/02/2022	3,599,000	-	-	-	3,599,000	3,567
Gefflen Construction Limited	15/10/2019	5,298,039	-	-	3,936,177	1,361,862	3,567
Greymnn Company Limited	24/05/2021	1,989,596	1,989,596	-	-	1,989,596	3,567
Meco-Designs And Construction Limited	24/05/2021	2,299,596	2,299,596	-	-	2,299,596	3,567
Jufah Investments Limited	30/06/2022	3,956,880	3,948,950	-	-	3,948,950	3,568
Nkubu Vocational Centre	16/05/2022	713,230	323,930	-	-	323,930	3,568
Gradwin Enterprises Limited	27/05/2022	3,999,951	1,804,784	-	-	1,804,784	3,568
Woof Enterprises Limited	28/06/2022	1,999,741	1,861,456	-	-	1,861,456	3,568
Powerbase Interactive Holdings Ltd	17/06/2022	9,817,010	9,817,010	-	-	9,817,010	3,568
Sparkling Auto Ventures	24/06/2022	2,980,728	2,979,009	-	-	2,979,009	3,568
Timcar Agencies Ltd	21/06/2022	1,774,538	1,774,058	-	-	1,774,058	3,568
Domchas Holdings Limited	21/06/2022	1,999,547	1,999,547	-	-	1,999,547	3,568
Bethda Construction Limited	21/06/2022	4,893,762	4,893,762	-	-	4,893,762	3,568
Wambtec Business Supplies	21/06/2022	1,041,800	1,041,800	-	-	1,041,800	3,568
Mbwin Africa Limited	21/06/2022	4,282,833	4,282,833	-	-	4,282,833	3,568
Grand County Engineering Solutions Limited	21/06/2022	4,170,653	4,170,653	-	-	4,170,653	3,568
Atcost Structures Company Limited	21/06/2022	4,992,895	4,992,895	-	-	4,992,895	3,568
Sonsix Company Limited	21/06/2022	1,496,000	1,496,000	-	-	1,496,000	3,568
Lugz Ayanna World Limited	21/06/2022	1,800,000	1,800,000	-	-	1,800,000	3,568
Gatirai Enterprises Limited	21/06/2022	3,290,283	3,290,283	-	-	3,290,283	3,568
Goldak Services	21/06/2022	3,902,472	3,902,472	-	-	3,902,472	3,568
Springertech Construction	07/06/2021	999,031	999,031	-	-	999,031	3,572
National Museums Of Kenya.	07/06/2021	10,000,000	10,000,000	-	-	10,000,000	3,572
<b>Totals</b>						<b>274,123,989.47</b>	

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

Befanet Limited	15/03/2022	4,797,444	-	-	-	4,797,444	3,567
Devash Investments Limited	29/6/2022	3,499,000	-	-	-	3,499,000	3,567
Lonzo Contractors Limited	14/03/2022	998,760	-	-	-	998,760	3,567
Amek Enterprises Limited	29/04/2022	2,045,880	-	-	-	2,045,880	3,567
Fresh Hub(Ea) Limited	29/06/2022	3,598,000	-	-	-	3,598,000	3,567
Woof Enterprises Limited	07/10/2022	4,498,700	-	-	-	4,498,700	3,567
Ishipoa Enterprises Limited	07/10/2022	3,999,012	-	-	-	3,999,012	3,567
Goldak Services	07/10/2022	4,923,468	-	-	-	4,923,468	3,567
Aktech Solutions Limited	18/3/2022	9,788,674	-	-	-	9,788,674	3,567
Supatrack Adventures Limited	18/3/2022	6,773,244	-	-	-	6,773,244	3,567
Atcost Structures Company Limited	31/1/2022	9,918,416	-	-	-	9,918,416	3,567
Core Build (Ea) Ltd	31/1/2022	6,892,579	-	-	-	6,892,579	3,567
Contralinks Solutions And Services Limited	31/1/2022	6,999,273	-	-	-	6,999,273	3,567
Aktech Solutions Limited	18/03/2022	7,481,698	-	-	-	7,481,698	3,567
Nedia Limited	31/01/2022	8,484,859	-	-	-	8,484,859	3,567
Tumalink Holdings Limited	24/05/2021	949,907	949,907	-	-	949,907	3,567
Amek Enterprises Limited	04/11/2022	2,998,920	-	-	-	2,998,920	3,567
Kans Action General Construction Limited	06/02/2022	3,599,000	-	-	-	3,599,000	3,567
Gefflen Construction Limited	15/10/2019	5,298,039	-	-	3,936,177	1,361,862	3,567
Greymnn Company Limited	24/05/2021	1,989,596	1,989,596	-	-	1,989,596	3,567
Meco-Designs And Construction Limited	24/05/2021	2,299,596	2,299,596	-	-	2,299,596	3,567
Jufah Investments Limited	30/06/2022	3,956,880	3,948,950	-	-	3,948,950	3,568
Nkubu Vocational Centre	16/05/2022	713,230	323,930	-	-	323,930	3,568
Gradwin Enterprises Limited	27/05/2022	3,999,951	1,804,784	-	-	1,804,784	3,568
Woof Enterprises Limited	28/06/2022	1,999,741	1,861,456	-	-	1,861,456	3,568
Powerbase Interactive Holdings Ltd	17/06/2022	9,817,010	9,817,010	-	-	9,817,010	3,568

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
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Sparkling Auto Ventures	24/06/2022	2,980,728	2,979,009	-	-	2,979,009	3,568
Timcar Agencies Ltd	21/06/2022	1,774,538	1,774,058	-	-	1,774,058	3,568
Domchas Holdings Limited	21/06/2022	1,999,547	1,999,547	-	-	1,999,547	3,568
Bethda Construction Limited	21/06/2022	4,893,762	4,893,762	-	-	4,893,762	3,568
Wambtec Business Supplies	21/06/2022	1,041,800	1,041,800	-	-	1,041,800	3,568
Mbwini Africa Limited	21/06/2022	4,282,833	4,282,833	-	-	4,282,833	3,568
Grand County Engineering Solutions Limited	21/06/2022	4,170,653	4,170,653	-	-	4,170,653	3,568
Atcost Structures Company Limited	21/06/2022	4,992,895	4,992,895	-	-	4,992,895	3,568
Sonsix Company Limited	21/06/2022	1,496,000	1,496,000			1,496,000	3,568
Lugz Ayanna World Limited	21/06/2022	1,800,000	1,800,000			1,800,000	3,568
Gatirai Enterprises Limited	21/06/2022	3,290,283	3,290,283			3,290,283	3,568
Goldak Services	21/06/2022	3,902,472	3,902,472			3,902,472	3,568
Springertech Construction	07/06/2021	999,031	999,031			999,031	3,572
National Museums Of Kenya.	07/06/2021	10,000,000	10,000,000			10,000,000	3,572
<b>Totals</b>						<b>244,941,807</b>	
<b>Grand Total</b>						<b>1,162,540,760</b>	

**MERU COUNTY GOVERNMENT- COUNTY EXECUTIVE -  
Annual Reports and Financial Statements  
For the year ended June 30, 2022**

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

<b>Asset Class</b>	<b>Historical Cost b/f (Kshs) 2020-2021</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Transfers in/(out) during the year (Kshs)</b>	<b>Historical Cost c/f (Kshs) 2021-2022</b>
Land	42,337,783	-	-	-	42,337,783
Buildings And Structures	6,069,940,715	130,561,569	-	-	6,200,502,284
Transport Equipment	686,572,764	500,000	-	-	687,072,764
Office Equipment, Furniture And Fittings	300,972,636	31,616,906	-	-	332,589,542
ICT Equipment	75,635,508	23,603,541	-	-	99,239,049
Machinery And Equipment	153,212,556	5,491,320	-	-	158,703,876
Heritage And Cultural Assets	-	-	-	-	-
Biological Assets	-	-	-	-	-
Intangible Assets	401,707,458	4,361,689	-	-	406,069,147
Infrastructure Assets- Roads, Rails	-	1,239,214,659	-	-	1,239,214,659
Work In Progress	-	-	-	-	-
<b>Total</b>	<b>7,730,379,420</b>	<b>1,435,349,684</b>	<b>-</b>	<b>-</b>	<b>9,165,729,104</b>

*NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the County Executive. Additions during the year should tie to note 17 on acquisition of assets during the year. Ensure a complete fixed asset register is separately prepared in line with guidelines from The National Treasury.*

**COUNTY GOVERNMENT OF MERU- COUNTY EXECUTIVE**  
**Annual Report and Financial Statements for the year ended June 30, 2022.**

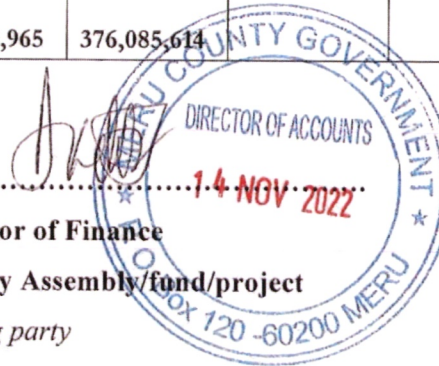
**Annex 4 – Inter-Entity Transfers**

Ref	Entity	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Cumulative amount transferred KShs	Amount Confirmed as received KShs	difference	explanation
1	Meru County Investment and Development Corporation	-	20,000,000	-	20,000,000	40,000,000			
2	Meru County Revenue Board	20,000,000	25,071,896	36,562,754	88,103,863	169,738,512			
3	Meru County Micro Finance Corporation	-	46,000,000	8,000,000	27,000,000	81,000,000			
4	Transfer to Health Facilities (DANIDA)	-	-	-	13,564,126	13,564,126			
5	Transfer to Youth Polytechnics	-	-	-	29,782,976	29,782,976			
6	Meru Youth Service	10,000,000	10,000,000	5,000,000	17,000,000	42,000,000			
	<b>Total</b>	<b>30,000,000</b>	<b>101,071,896</b>	<b>49,562,754</b>	<b>195,450,965</b>	<b>376,085,614</b>			

.....  
**Director of Finance**  
**County Executive**

*(NB: This appendix must be agreed and signed by the issuing and receiving party)*

.....  
**Director of Finance**  
**County Assembly/fund/project**



**MERU COUNTY GOVERNMENT- COUNTY EXECUTIVE -  
Annual Reports and Financial Statements  
For the year ended June 30, 2022**

**Annex 5: Contingent liabilities register**

	<b>Nature of contingent liability</b>	<b>Payable to</b>	<b>Currency</b>	<b>Estimated Amount Kshs</b>	<b>Expected date of payment</b>	<b>Remarks</b>
1	Destruction of construction of a hotel on land parcel known as Meru Municipality BLOCK 1/230 AND 1/231 BY COUNTY Government of Meru	Isaiah Mugambi Mukwtha	Kshs	109,585,488	2023	The County has appealed against the ruling
2	Termination of lease agreement for leopard Rock Hotel at Meru National Park	Leopard Rock Hotel Mico Ltd	Kshs	491,610,932	2024	The County has filed an appeal for setting aside of the tribunal award
				<b>601,196,420</b>		